

**MONTAGUE COUNTY, TEXAS**

**ANNUAL FINANCIAL REPORT**

**FOR THE YEAR ENDED SEPTEMBER 30, 2024**

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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, 2024 and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective 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, 2024, 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 March 10, 2025, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, 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  
March 10, 2025

## 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, 2024. 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, 2024 by \$38,200,659 (net position). Of this amount, \$19,169,589 (unrestricted net position) may be used to meet the County's obligations.
- During the year, the County's total net position increased by \$2,620,770. The County's expenses, which totaled \$17,095,450, were less than the County's program revenues of \$5,155,917 and general revenues of \$14,560,303.
- The total cost of the County's programs increased \$724,022 or 4% from the prior year.
- The governmental funds reported a fund balance at September 30, 2024 of \$23,747,648, which is an increase of \$2,837,558 in comparison with the prior year amount.
- At the end of the current fiscal year, the unassigned fund balance of the General Fund was \$12,063,544, or 87% 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 nonmajor 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			
	2024	2023	\$ Change	% Change
Current and other assets	\$ 23,747,648	\$ 20,910,090	\$ 2,837,558	14%
Capital assets, net	14,984,634	15,543,754	(559,120)	-4%
<b>Total Assets</b>	<b>38,732,282</b>	<b>36,453,844</b>	<b>2,278,438</b>	<b>6%</b>
Current liabilities	-	-	-	N/A
Noncurrent liabilities	531,523	873,955	(342,432)	-39%
<b>Total Liabilities</b>	<b>531,523</b>	<b>873,955</b>	<b>(342,432)</b>	<b>-39%</b>
Net position:				
Net investment in capital assets	14,453,011	14,669,799	(216,788)	-1%
Restricted	4,578,059	4,748,138	(170,079)	-4%
Unrestricted	19,169,589	16,161,952	3,007,637	19%
<b>Total Net Position</b>	<b>\$ 38,200,659</b>	<b>\$ 35,579,889</b>	<b>\$ 2,620,770</b>	<b>7%</b>

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 \$14,453,011. 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, \$4,578,059, represents resources that are subject to external restrictions on how they may be used. The remaining balance of net position of \$19,169,589 may be used to meet the County's ongoing obligations.

## Changes in Net Position

The County's total revenues, both program and general, were \$19,716,220. A significant portion, 65%, of the County's revenue comes from property taxes. Charges for services accounted for 15% of the County's revenue while operating grants and contributions represented 10%. Exhibited below in Table 2 are the County's revenues for the years ended September 30, 2024 and 2023 for the County's *governmental activities*.

**Table 2 - County's Revenues**

	Governmental Activities			
	2024	Percent	2023	Percent
Charges for services	\$ 2,999,832	15%	\$ 3,088,792	16%
Operating grants and contributions	2,008,844	10%	1,492,327	8%
Capital grants and contributions	147,241	1%	1,374,885	7%
Property taxes	12,857,614	65%	12,005,642	64%
License and permits	17,590	0%	16,425	0%
Investment earnings	1,281,774	7%	553,429	3%
Miscellaneous	403,325	2%	313,741	2%
<b>Total Revenues</b>	<b>\$ 19,716,220</b>	<b>100%</b>	<b>\$ 18,845,241</b>	<b>100%</b>

Exhibited below in Table 3 are the County's expenses for the years ended September 30, 2024 and 2023 for the County's *governmental activities*. The total cost of all programs and services was \$17,095,450.

**Table 3 - County's Expenses**

	Governmental Activities			
	2024	Percent	2023	Percent
General government	\$ 3,579,089	21%	\$ 3,638,093	22%
Justice system	2,602,105	15%	2,376,910	15%
Public safety	1,963,960	11%	1,539,546	9%
Corrections and rehabilitation	3,268,581	19%	2,809,087	17%
Health and human services	441,961	3%	420,753	3%
Community and economic development	71	0%	4,072	0%
Infrastructure and environmental services	4,795,886	28%	4,838,535	29%
Fiscal recovery	443,797	3%	740,818	5%
Interest on bonded debt	-	0%	3,614	0%
<b>Total Expenses</b>	<b>\$ 17,095,450</b>	<b>100%</b>	<b>\$ 16,371,428</b>	<b>100%</b>

## 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			
	2024	2023	\$ Change	% Change
<b>Revenues:</b>				
Program revenues:				
Charges for services	\$ 2,999,832	\$ 3,088,792	\$ (88,960)	-3%
Operating grants and contributions	2,008,844	1,492,327	516,517	35%
Capital grants and contributions	147,241	1,374,885	(1,227,644)	-89%
General revenues:				
Property taxes	12,857,614	12,005,642	851,972	7%
Licenses and permits	17,590	16,425	1,165	7%
Investment earnings	1,281,774	553,429	728,345	132%
Miscellaneous	403,325	313,741	89,584	29%
Total revenues	<u>19,716,220</u>	<u>18,845,241</u>	<u>870,979</u>	<u>5%</u>
<b>Expenses</b>				
General government	3,579,089	3,638,093	(59,004)	-2%
Justice system	2,602,105	2,376,910	225,195	9%
Public safety	1,963,960	1,539,546	424,414	28%
Corrections and rehabilitation	3,268,581	2,809,087	459,494	16%
Health and human services	441,961	420,753	21,208	5%
Community and economic development	71	4,072	(4,001)	-98%
Infrastructure and environmental services	4,795,886	4,838,535	(42,649)	-1%
Fiscal recovery	443,797	740,818	(297,021)	-40%
Interest on bonded debt	-	3,614	(3,614)	-100%
Total expenses	<u>17,095,450</u>	<u>16,371,428</u>	<u>724,022</u>	<u>4%</u>
Change in net position	<u>\$ 2,620,770</u>	<u>\$ 2,473,813</u>	<u>\$ 146,957</u>	<u>6%</u>

Significant fluctuations between years were as follows:

- Operating grants and contributions increased \$516,517, or 35%, due to an increase in probation grant funding and new senate bill 22 grant funding less decreases in Federal Emergency Management Agency grant funding, prisoner housing revenue and Texas Department of Transportation grant funding.
- Capital grants and contributions decreased \$1,227,644, or 89%, due to Texas Department of Transportation infrastructure projects in the prior year and none in the current year.
- Property taxes increased \$851,972, or 7%, due to an increase in taxable values.
- Investment earnings increased \$728,345, or 132%, due to rising interest rates and additional funds in the current year.
- Public safety expenses increased \$424,414, or 28%, due to new senate bill 22 and a general increase in wages, benefits and operating costs.
- Corrections and rehabilitations expenses increased \$459,494 or 16%, mostly due to a general increase in jail and probation department costs.

- Fiscal recovery expenses decreased \$297,021 or 40%, due to a greater percentage of ARPA grant funds spent on capital assets 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			
	2024	Percent	2023	Percent
General government	\$ 1,658,834	14%	\$ 1,688,474	16%
Justice system	1,764,486	15%	1,924,762	18%
Public safety	1,159,309	10%	1,463,719	14%
Corrections and rehabilitation	1,765,970	15%	1,376,454	13%
Infrastructure and environmental services	4,705,105	39%	2,792,758	28%
Other	885,829	7%	1,169,257	11%
<b>Total Net Costs</b>	<b>\$ 11,939,533</b>	<b>100%</b>	<b>\$ 10,415,424</b>	<b>100%</b>

### 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, 2024, the County's governmental funds reported a combined ending fund balance of \$23,747,648, an increase of \$2,837,558 from the previous year. Table 6 illustrates the fund balances of the governmental funds.

**Table 6 - Governmental Funds - Fund Balances  
September 30, 2024**

	General Fund	Fiscal Recovery Funds	Nonmajor Funds	Totals
Restricted for:				
Records management/preservation	\$ -	\$ -	\$ 1,284,833	\$ 1,284,833
Public safety	-	-	549,914	549,914
Justice system	-	-	889,456	889,456
Corrections and rehabilitation	-	-	574,519	574,519
Fiscal recovery	-	1,121,069	-	1,121,069
Debt service	-	-	37,086	37,086
Other	-	-	121,182	121,182
Committed for:				
Indigent health care	2,641,662	-	-	2,641,662
Infrastructure and environmental services	3,720,823	-	-	3,720,823
Assigned for deficit budget for 2024-25	743,560	-	-	743,560
Unassigned	12,063,544	-	-	12,063,544
<b>Total Fund Balances</b>	<b>\$19,169,589</b>	<b>\$1,121,069</b>	<b>\$ 3,456,990</b>	<b>\$23,747,648</b>

**General Fund**

At the end of the current fiscal year, the ending fund balance for the General Fund was \$19,169,589, of which \$6,362,485 was committed, \$743,560 was assigned and \$12,063,544 was unassigned. The total unassigned fund balance represents 87% of the total General Fund expenditures for the year ended September 30, 2024. The fund balance increased \$3,007,637 in the current fiscal year.

General Fund revenues totaled \$16,909,055, an increase of \$1,280,937, or 8%, over the preceding year. The only revenue categories with significant changes between years were intergovernmental which decreased \$500,237 and interest income which increased \$704,333. The decrease of intergovernmental revenues was due to decreases in prisoner housing revenue and Texas Department of Transportation grant funding. Interest income increased due to rising interest rates and increased funds between years.

General Fund expenditures totaled \$13,926,872, an increase of \$669,522, or 5%, over the preceding year. The most significant changes between years were in the following functional areas:

- Corrections and rehabilitation expenditures increased \$383,534 or 24%, mostly due to a general increase in jail and probation department costs.

General Fund other sources and uses netted to other sources of \$25,454 in the current year compared to other uses of \$87,622 in the preceding year. The change is mostly due to an increase of \$141,047 in proceeds from the sale of capital assets in the current year.

**Fiscal Recovery Fund**

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 in fiscal year 2023 and \$980,832 in fiscal year 2024 leaving a fund balance of \$1,121,069 at September 30, 2024.

**Nonmajor Funds**

Nonmajor 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 \$3,456,990, an increase of \$810,753 from the previous year. All of the fund balance at September 30, 2024 is restricted as shown in Table 6.

Nonmajor funds’ revenues totaled \$2,659,920, an increase of \$825,576, or 45%, over the preceding year. The individual revenues with significant changes were intergovernmental revenues which increased \$976,562 and other revenues which decreased \$129,120. The increase in intergovernmental revenue was mostly due to new senate bill 22 grant funding, recording capital credits in intergovernmental revenue instead of other revenue in the prior year less decreases in Federal Emergency Management Agency grant funding. The decrease in other revenues is mostly due to recording capital credits in in other revenues in the current year instead of intergovernmental revenue in the prior year.

Nonmajor funds’ expenditures totaled \$1,972,800, an increase of \$111,540, or 6%, over the preceding year. The most significant changes between years were in the following functional areas:

- General government expenditures decreased \$51,524, or 17%, due to LATCF funds expended in the prior year.
- Public safety expenditures increased \$293,402, or 5,874%, due to new senate bill 22 grant funding sheriff funding in the current year.
- Corrections and rehabilitations expenditures increased \$145,139, or 13%, mostly due to rising costs of the probation departments in the current year.
- Debt service principal expenditures decreased \$295,000, or 100%, because the final bond payments were made in the prior year.

Nonmajor funds’ other sources and uses netted to other sources of \$123,633 in the current year compared to other sources of \$95,662 in the preceding year. The change is mostly due to an increase of \$27,971 in transfers from the general fund in the current year.

**General Fund Budgetary Highlights**

Over the course of the year, the County revised its budget several times. With these adjustments, revenues were \$1,857,128 above the final budgeted amount. Most revenues fell within normal variance above and below budgeted levels except for intergovernmental revenues and interest income. Intergovernmental revenues were above the budgeted amount by \$313,335 mostly due to the County not amending the budget for less grant funding and inmate housing revenue than budgeted. Interest income was above the budgeted amount by \$1,195,346 because the interest income increased more than the County increased the budget.

Relative to actual expenditures, they were \$2,751,859 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 infrastructure and environmental services expenditures and proceeds from the sale of capital assets. Infrastructure and environmental services increased \$282,876 for potential year-end costs that never occurred. Proceeds from the sale of capital assets increased \$191,999 for assets sold during the year not in the original budget.

## CAPITAL ASSETS AND DEBT ADMINISTRATION

### Capital Assets

At September 30, 2024, the County had invested in a broad range of capital assets totaling \$14,984,634, net of accumulated depreciation, including land, buildings, equipment, infrastructure, SBITAs, and construction in progress. See Table 7.

**Table 7 - Capital Assets, Net**

	2024	2023	\$ Change	% Change
Land	\$ 420,047	\$ 420,047	\$ -	0%
Buildings and improvements	3,002,275	3,065,028	(62,753)	-2%
Machinery and equipment	5,091,251	4,871,256	219,995	5%
Infrastructure	6,193,028	6,753,443	(560,415)	-8%
SBITAs	228,733	-	228,733	N/A
Construction in progress	49,300	433,980	(384,680)	-89%
<b>Totals</b>	<b>\$14,984,634</b>	<b>\$15,543,754</b>	<b>\$ (559,120)</b>	<b>-4%</b>

Capital assets, net of accumulated depreciation, decreased \$559,120 from the previous year. The decrease relates to the current year depreciation expense of \$1,778,846 and net value of disposed assets of \$16,863 less current year additions of \$1,236,589. Additional information about the County's capital assets is presented in the notes to the financial statements.

### Long-term Obligations

At September 30, 2024, the County had \$531,623 in long-term obligations outstanding as shown in Table 8.

**Table 8 - Long-term Debt**

	2024	2023	\$ Change	% Change
Notes payable	\$ 515,851	\$ 843,162	\$ (327,311)	-39%
SBITA payable	15,772	30,793	(15,021)	-49%
<b>Totals</b>	<b>\$ 531,623</b>	<b>\$ 873,955</b>	<b>\$ (342,332)</b>	<b>-39%</b>

During the year, the County issued no additional debt, but repaid \$342,332 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 2024-25 budget preparation was \$2,263,290,594, a decrease of \$377,018,143, or 14%, from the prior year actual appraised value. Additionally, the M&O tax rate for 2024-25 is \$.4961 per \$100 valuation which is a 1% decrease from \$.5017 per \$100 used in 2023-24.

Revenues budgeted in the General Fund's budget for 2024-25 are \$15,561,626, a decrease of \$1,347,429, or 8%, from the final 2023-24 revenues of \$16,909,055.

Expenditures budgeted in the General Funds' budget for 2024-25 are \$17,365,746, an increase of \$3,438,874 or 25% from the 2023-24 expenditures of \$13,926,872. 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 \$1,804,119 by September 30, 2025. However, only \$743,560 was set aside as assigned fund balance at September 30, 2024 since restricted fund balance amounts will be used for the other \$1,060,559 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, 2024**

	Governmental Activities
<b>ASSETS</b>	
Cash on hand and in bank	\$ 23,747,648
Capital assets not being depreciated	469,347
Capital assets being depreciated, net	14,515,287
Total assets	<u>38,732,282</u>
<b>LIABILITIES</b>	
Noncurrent liabilities:	
Due within one year	248,330
Due in more than one year	283,293
Total liabilities	<u>531,623</u>
<b>NET POSITION</b>	
Net investment in capital assets	14,453,011
Restricted for:	
Records management/preservation	1,284,833
Public safety	549,914
Justice system	889,456
Corrections and rehabilitation	574,519
Fiscal recovery	1,121,069
Debt service	37,086
Other	121,182
Unrestricted	19,169,589
Total net position	<u>\$ 38,200,659</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, 2024**

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	\$ 3,579,089	\$ 1,836,713	\$ 83,542	\$ -	\$ (1,658,834)
Justice system	2,602,105	371,492	466,127	-	(1,764,486)
Public safety	1,963,960	95,353	562,057	147,241	(1,159,309)
Corrections and rehabilitation	3,268,581	696,274	806,337	-	(1,765,970)
Health and human services	441,961	-	-	-	(441,961)
Community and economic development	71	-	-	-	(71)
Infrastructure and environmental services	4,795,886	-	90,781	-	(4,705,105)
Fiscal recovery	443,797	-	-	-	(443,797)
Total governmental activities	<u>\$ 17,095,450</u>	<u>\$ 2,999,832</u>	<u>\$ 2,008,844</u>	<u>\$ 147,241</u>	<u>(11,939,533)</u>
General revenues:					
Property taxes, levied for general purposes					12,857,431
Property taxes, levied for debt service					183
License and permits					17,590
Investment earnings					1,281,774
Other					403,325
Total general revenues					<u>14,560,303</u>
Change in net position					2,620,770
Net position - beginning					<u>35,579,889</u>
Net position - ending					<u>\$ 38,200,659</u>

The accompanying notes are an integral part of this statement.

**MONTAGUE COUNTY, TEXAS**  
**BALANCE SHEET - MODIFIED CASH BASIS**  
**GOVERNMENTAL FUNDS**  
**SEPTEMBER 30, 2024**

**EXHIBIT A-3**

	General Fund	Fiscal Recovery Fund	Nonmajor Funds	Total Governmental Funds
<b>ASSETS</b>				
Cash on hand and in bank	\$ 19,169,589	\$ 1,121,069	\$ 3,456,990	\$ 23,747,648
Total assets	<u>\$ 19,169,589</u>	<u>\$ 1,121,069</u>	<u>\$ 3,456,990</u>	<u>\$ 23,747,648</u>
<b>LIABILITIES AND FUND BALANCES</b>				
Liabilities:				
None	\$ -	\$ -	\$ -	\$ -
Fund balances:				
Restricted for:				
Records management/preservation	-	-	1,284,833	1,284,833
Public safety	-	-	549,914	549,914
Justice system	-	-	889,456	889,456
Corrections and rehabilitation	-	-	574,519	574,519
Fiscal recovery	-	1,121,069	-	1,121,069
Debt service	-	-	37,086	37,086
Other	-	-	121,182	121,182
Committed for:				
Indigent health care	2,641,662	-	-	2,641,662
Infrastructure and environmental services	3,720,823	-	-	3,720,823
Assigned for:				
Deficit budget for 2024-25	743,560	-	-	743,560
Unassigned	12,063,544	-	-	12,063,544
Total fund balances	<u>19,169,589</u>	<u>1,121,069</u>	<u>3,456,990</u>	<u>23,747,648</u>
Total liabilities and fund balances	<u>\$ 19,169,589</u>	<u>\$ 1,121,069</u>	<u>\$ 3,456,990</u>	<u>\$ 23,747,648</u>

The accompanying notes are an integral part of this statement.

**MONTAGUE COUNTY, TEXAS**  
**RECONCILIATION OF THE GOVERNMENTAL FUNDS**  
**BALANCE SHEET - MODIFIED CASH BASIS TO THE**  
**STATEMENT OF NET POSITION - MODIFIED CASH BASIS**  
**SEPTEMBER 30, 2024**

Total fund balances - governmental funds (Exhibit A-3) \$ 23,747,648

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	\$ 34,391,381	
Related accumulated depreciation	<u>19,406,747</u>	14,984,634

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	515,851	
SBITA payable	<u>15,772</u>	<u>(531,623)</u>

Total net position - governmental activities (Exhibit A-1) \$ 38,200,659

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, 2024**

**EXHIBIT A-5**

	General Fund	Fiscal Recovery Fund	Nonmajor Funds	Total Governmental Funds
<b>REVENUES</b>				
Property taxes	\$ 12,857,431	\$ -	\$ 183	\$ 12,857,614
Registrations, fines and fees	1,480,100	-	597,671	2,077,771
Public service fees	185,727	-	-	185,727
Intergovernmental	868,302	-	1,959,473	2,827,775
Interest income	1,203,146	-	78,628	1,281,774
Other	314,349	-	23,965	338,314
<b>Total revenues</b>	<u>16,909,055</u>	<u>-</u>	<u>2,659,920</u>	<u>19,568,975</u>
<b>EXPENDITURES</b>				
Current:				
General government	3,296,190	-	248,276	3,544,466
Justice system	2,387,448	-	180,277	2,567,725
Public safety	1,814,009	-	298,397	2,112,406
Corrections and rehabilitation	1,994,428	-	1,244,950	3,239,378
Health and human services	441,061	-	900	441,961
Infrastructure and environmental services	3,993,736	-	-	3,993,736
Fiscal recovery expenditures	-	980,832	-	980,832
<b>Total expenditures</b>	<u>13,926,872</u>	<u>980,832</u>	<u>1,972,800</u>	<u>16,880,504</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<u>2,982,183</u>	<u>(980,832)</u>	<u>687,120</u>	<u>2,688,471</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Proceeds from the sale of capital assets	149,087	-	-	149,087
Transfers in	66,832	-	337,487	404,319
Transfers out	(190,465)	-	(213,854)	(404,319)
<b>Total other financing sources (uses)</b>	<u>25,454</u>	<u>-</u>	<u>123,633</u>	<u>149,087</u>
<b>NET CHANGE IN FUND BALANCE</b>	3,007,637	(980,832)	810,753	2,837,558
Fund balances - beginning of year	<u>16,161,952</u>	<u>2,101,901</u>	<u>2,646,237</u>	<u>20,910,090</u>
Fund balances - end of year	<u>\$ 19,169,589</u>	<u>\$ 1,121,069</u>	<u>\$ 3,456,990</u>	<u>\$ 23,747,648</u>

The accompanying notes are an integral part of this statement.

**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, 2024**

Net change in fund balances - total governmental funds (Exhibit A-5) \$ 2,837,558

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	\$ 1,236,589	
Depreciation expense for the year	<u>1,778,846</u>	(542,257)

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: (16,863)

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:

Notes payable	327,311	
SBITA payable	<u>15,021</u>	<u>342,332</u>

Change in net position of governmental activities (Exhibit A-2) \$ 2,620,770

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, 2024**

	<u>Custodial Funds</u>
<b>ASSETS</b>	
Cash	\$ 1,233,676
Total assets	<u>1,233,676</u>
<b>LIABILITIES</b>	
Accounts payable	<u>-</u>
Total liabilities	<u>-</u>
<b>NET POSITION</b>	
Restricted for other purposes	1,233,676
Total net position	<u>\$ 1,233,676</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, 2024**

	Custodial Funds
<b>ADDITIONS</b>	
Sheriff department	\$ 217,257
Coke fund	1,316
County tax A/C	21,754,903
County clerk	143,020
District clerk	605,652
County attorney	4,323
Probation departments	166,534
JP #1	27,810
JP #2	40,372
Pending forfeitures	19,760
State fees	116,807
<b>TOTAL ADDITIONS</b>	<u>23,097,754</u>
<b>DEDUCTIONS</b>	
Sheriff department	221,136
Coke fund	1,150
County tax A/C	21,808,215
County clerk	134,075
District clerk	787,552
County attorney	4,323
Probation departments	170,877
JP #1	25,230
JP #2	35,204
Pending forfeitures	5,686
State fees	115,190
<b>TOTAL DEDUCTIONS</b>	<u>23,308,638</u>
<b>CHANGE IN NET POSITION</b>	(210,884)
<b>NET POSITION - BEGINNING</b>	1,444,560
<b>NET POSITION - ENDING</b>	<u>\$ 1,233,676</u>

The accompanying notes are an integral part of this statement.

**MONTAGUE COUNTY, TEXAS**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**SEPTEMBER 30, 2024**

**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, 2024**

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 Fund* is a special revenue fund that accounts 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 'Nonmajor 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, 2024**

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, 2024**

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 expensed 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
SBITAs	3 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, 2024**

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, 2024**

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. Nonmajor 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.

**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, 2024.

2. Deficit Fund Balance of Individual Funds

As of September 30, 2024, the County had two special revenue funds with a deficit fund balance. State Juvenile Probation and Commitment Diversion funds had deficit fund balances of \$13,013 and \$16,900, respectively.

**C. DEPOSITS AND INVESTMENTS**

1. Cash

At year end, the carrying amount of the County's cash on hand and deposits was \$23,747,648, 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, 2024**

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, 2024, the County had investments as follows:

	Fair Value	Weighted Maturity Months
Money market savings accounts, reported as cash	\$ 7,859,579	1
TexPool, reported as cash	<u>16,011,605</u>	1
Total	<u>\$23,871,184</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, 2024**

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, 2024**

**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, 2024, was \$.5017 per \$100 valuation.

There were no taxes levied for the payment of principal and interest related to long-term debt the year ended September 30, 2024. 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 2024. The total tax rate for Montague County for fiscal year 2024 was \$.5017.

**E. CAPITAL ASSETS**

Capital asset activity for the year ended September 30, 2024 was as follows:

<b>Governmental Activities:</b>	Balance <u>10/1/23</u>	<u>Increases</u>	<u>Decreases</u>	Balance <u>9/30/24</u>
Capital assets not being depreciated:				
Land	\$ 420,047	\$ -	\$ -	\$ 420,047
Construction in progress	<u>433,980</u>	<u>544,535</u>	<u>929,215</u>	<u>49,300</u>
Total capital assets not being depreciated	<u>854,027</u>	<u>544,535</u>	<u>929,215</u>	<u>469,347</u>
Capital assets being depreciated:				
Buildings and improvements	10,104,608	97,231	-	10,201,839
Machinery and equipment	11,255,766	1,180,939	743,446	11,693,259
Infrastructure	11,683,837	-	-	11,683,837
SBITAs	-	<u>343,099</u>	-	<u>343,099</u>
Total capital assets being depreciated	<u>33,044,211</u>	<u>1,621,269</u>	<u>743,446</u>	<u>33,922,034</u>
Less accumulated depreciation for:				
Buildings and improvements	7,039,580	159,984	-	7,199,564
Machinery and equipment	6,384,510	944,081	726,583	6,602,008
Infrastructure	4,930,394	560,415	-	5,490,809
SBITAs	-	<u>114,366</u>	-	<u>114,366</u>
Total accumulated depreciation	<u>18,354,484</u>	<u>1,778,846</u>	<u>726,583</u>	<u>19,406,747</u>
Total capital assets being depreciated, net	<u>14,689,727</u>	( 157,577)	<u>16,863</u>	<u>14,515,287</u>
Governmental activities capital assets, net	<u>\$15,543,754</u>	<u>\$ 386,958</u>	<u>\$946,078</u>	<u>\$14,984,634</u>

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

Governmental activities:	
General government	\$ 109,082
Justice	114,651
Public safety	167,389
Corrections and rehabilitation	80,525
Community and economic development	71
Infrastructure and environmental services	<u>1,307,128</u>

**MONTAGUE COUNTY, TEXAS**  
**NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)**  
**SEPTEMBER 30, 2024**

Total governmental depreciation \$1,778,846

**F. INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS**

There were no balances due to and from other funds at September 30, 2024.

Interfund transfers during the year ended September 30, 2024 were as follows:

<u>Transfers From</u>	<u>Transfers To</u>	<u>Amount</u>	<u>Reason</u>
General Fund	General Fund	\$ 66,832	Supplement other resources
General Fund	Nonmajor Funds	123,633	Supplement other resources
Nonmajor Funds	Nonmajor Funds	<u>213,854</u>	Supplement other resources
	Total	<u>\$404,319</u>	

**G. LONG-TERM DEBT**

The County issues 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, 2024 were as follows:

Governmental Activities:	<u>Balance</u> <u>10/1/2023</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance</u> <u>9/30/2024</u>	<u>Due Within</u> <u>One Year</u>
Notes payable	\$843,162	\$ -	\$327,311	\$515,851	\$232,558
SBITA payable	<u>30,793</u>	<u>-</u>	<u>15,021</u>	<u>15,772</u>	<u>15,772</u>
Total long-term liabilities – governmental activities	<u>\$873,955</u>	<u>\$ -</u>	<u>\$342,332</u>	<u>\$531,623</u>	<u>\$248,330</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>
2025	\$248,330	\$18,774	\$267,104
2026	240,159	10,385	250,544
2027	20,954	2,523	23,477
2028	<u>22,180</u>	<u>1,297</u>	<u>23,477</u>
Totals	<u>\$531,623</u>	<u>\$32,979</u>	<u>\$694,771</u>

2. Notes Payable

Notes payable outstanding at September 30, 2024 were as follows:

**MONTAGUE COUNTY, TEXAS**  
**NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)**  
**SEPTEMBER 30, 2024**

	<u>Original Amount</u>	<u>Date of Issuance</u>	<u>Final Maturity</u>	<u>Interest Rate</u>	<u>Balance 9/30/2024</u>
General Capital Corporation, CAT 140 Motor Grader	\$126,787	3/9/2020	3/9/2026	3.30%	\$ 45,030
General Capital Corporation, John Deere 670G Motor Grader	460,000	5/4/2020	5/4/2026	3.11%	162,835
General Capital Corporation, CAT 140 Motor Grader	130,432	8/24/2020	8/24/2026	3.09%	46,152
General Capital Corporation, 2 Komatsu Motor Graders	238,836	12/4/2020	12/4/2025	2.96%	99,734
First National Bank Leasing, 2022 Mack Truck	81,634	5/21/2024	5/21/2028	5.85%	81,634
First National Bank Leasing, 2021 Komatsu Motor Grader	264,630	9/27/2021	9/15/2026	2.50%	39,226
General Capital Corporation, 2019 Drum Roller	80,000	1/25/2022	1/25/2026	3.15%	<u>41,240</u>
Total					<u>\$515,851</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>
2025	\$232,558	\$17,986	\$250,544
2026	240,159	10,385	250,544
2027	20,954	2,523	23,477
2028	<u>22,180</u>	<u>1,297</u>	<u>23,477</u>
Totals	<u>\$515,851</u>	<u>\$32,191</u>	<u>\$548,042</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>
2025	<u>\$15,772</u>	<u>\$788</u>	<u>\$16,560</u>
Totals	<u>\$15,772</u>	<u>\$788</u>	<u>\$16,560</u>

**MONTAGUE COUNTY, TEXAS**  
**NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)**  
**SEPTEMBER 30, 2024**

**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, 2024, 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 one construction and contract commitment for a wastewater treatment plan at September 30, 2024. The remaining commitment is \$454,915 and is being funded by the Fiscal Recovery 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](http://www.tcdrs.org).

**MONTAGUE COUNTY, TEXAS**  
**NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)**  
**SEPTEMBER 30, 2024**

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 5 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, 2023 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	113
Active employees	118

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 11.04% for the months of the accounting year in 2023, and 10.39% for the months of the accounting year in 2024. However, the County paid 14.24% in both years. Additionally, the County paid a lump sum payment of \$175,000 during the year ended September 30, 2024.

The contribution rate payable by the employee members for calendar year 2023 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, 2023, 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, 2024**

*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, 2023. 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 2024 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, 2024**

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

<sup>(1)</sup> Target asset allocation adopted at the March 2024 TCDRS Board Meeting.

<sup>(2)</sup> Geometric real rates of return equal the expected rate for the asset class minus the assumed inflation rate of 2.2%, per Cliffwater's 2024 capital market assumptions

<sup>(3)</sup> Includes vintage years 2005 – present of Quarter Pooled Horizon IRRs.

<sup>(4)</sup> Includes vintage years 2007 – present of Quarter Pooled Horizon IRRs.

<sup>(5)</sup> 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, 2024**

*Changes in Net Pension Liability / (Asset)*

	Increase (Decrease)		
	Total Pension Liability (a)	Fiduciary Net Position (b)	Net Pension Liability / (Asset) (a) – (b)
Balances as of December 31, 2022	\$33,051,211	\$34,362,100	(\$1,310,889)
Changes for the year:			
Service cost	949,352	-	949,352
Interest on total pension liability	2,527,551	-	2,527,551
Effect of plan changes	-	-	-
Effect of economic/demographic gains or losses	( 32,286)	-	( 32,286)
Effect of assumptions changes or inputs	-	-	-
Refund of contributions	( 75,620)	( 75,620)	-
Benefit payments	( 1,438,728)	( 1,438,728)	-
Administrative expense	-	( 20,079)	20,079
Member contributions	-	434,008	( 434,008)
Net investment income	-	3,779,428	( 3,779,428)
Employer contributions	-	1,382,895	( 1,382,895)
Other changes	-	29,203	( 29,203)
Balances as of December 31, 2023	<u>\$34,981,480</u>	<u>\$38,453,207</u>	<u>(\$3,471,727)</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>\$999,212</u>	<u>(\$3,471,727)</u>	<u>(\$7,226,786)</u>

**MONTAGUE COUNTY, TEXAS**  
**NOTES TO THE FINANCIAL STATEMENTS (CONT'D.)**  
**SEPTEMBER 30, 2024**

Pension Expense

January 1, 2023 to  
December 31, 2023

Service cost	\$ 949,352
Interest on total pension liability <sup>(1)</sup>	2,527,551
Effect of plan changes	-
Administrative expenses	20,079
Member contributions	( 434,008)
Expected investment return net of investment expenses	( 2,623,147)
Recognition of deferred inflows/outflows of resources:	
Recognition of economic/demographic gains or losses	79,904
Recognition of assumption changes or inputs	( 46,261)
Recognition of investment gains or losses	( 576,996)
Other <sup>(2)</sup>	<u>( 29,203)</u>
 Pension expense	 <u>(\$ 132,729)</u>

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

<sup>(2)</sup> 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, 2024**

	Budgeted Amounts		Actual	Variance With Final Budget - Positive (Negative)
	Original	Final		
<b>REVENUES:</b>				
Property taxes	\$ 12,772,765	\$ 12,772,765	\$ 12,857,431	\$ 84,666
Registrations, fines and fees	1,354,128	1,354,128	1,480,100	125,972
Public service fees	187,450	187,450	185,727	(1,723)
Intergovernmental	552,967	552,967	868,302	315,335
Interest income	7,800	7,800	1,203,146	1,195,346
Other	70,000	176,817	314,349	137,532
Total revenues	<u>14,945,110</u>	<u>15,051,927</u>	<u>16,909,055</u>	<u>1,857,128</u>
<b>EXPENDITURES:</b>				
Current:				
General government	4,027,310	3,914,694	3,296,190	618,504
Justice system	3,059,550	3,082,267	2,387,448	694,819
Public safety	1,840,577	1,828,897	1,814,009	14,888
Corrections and rehabilitation	1,902,842	2,020,361	1,994,428	25,933
Health and human services	966,221	966,221	441,061	525,160
Infrastructure and environmental services	4,583,415	4,866,291	3,993,736	872,555
Total expenditures	<u>16,379,915</u>	<u>16,678,731</u>	<u>13,926,872</u>	<u>2,751,859</u>
Excess (deficiency) of revenues over expenditures	<u>(1,434,805)</u>	<u>(1,626,804)</u>	<u>2,982,183</u>	<u>4,608,987</u>
Other financing sources (uses):				
Proceeds from the sale of capital assets	-	191,999	149,087	(42,912)
Transfers in	66,832	66,832	66,832	-
Transfers out	(191,700)	(191,700)	(190,465)	1,235
Total other financing sources (uses)	<u>(124,868)</u>	<u>67,131</u>	<u>25,454</u>	<u>(41,677)</u>
Net change in fund balances	(1,559,673)	(1,559,673)	3,007,637	4,567,310
Fund balance - beginning of year	<u>16,161,952</u>	<u>16,161,952</u>	<u>16,161,952</u>	<u>-</u>
Fund balance - end of year	<u>\$ 14,602,279</u>	<u>\$ 14,602,279</u>	<u>\$ 19,169,589</u>	<u>\$ 4,567,310</u>

## MONTAGUE COUNTY, TEXAS

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

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
<b>Total Pension Liability</b>										
Service cost	\$ 949,352	\$ 912,282	\$ 824,909	\$ 752,577	\$ 763,106	\$ 763,828	\$ 764,950	\$ 793,010	\$ 742,341	\$ 696,475
Interest on total pension liability	2,527,551	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
Effect of plan changes	-	-	-	-	-	-	-	-	(106,924)	-
Effect of assumptions changes or inputs	-	-	(138,785)	1,559,510	-	-	191,969	-	229,808	-
Effect of economic/demographic (gains) or losses	(32,286)	253,616	18,379	208,114	(58,640)	50,081	143,099	39,850	(849,160)	(110,934)
Benefit payments/refunds of contributions	(1,514,348)	(1,457,390)	(1,396,209)	(1,353,229)	(1,265,266)	(1,132,762)	(947,514)	(901,688)	(942,062)	(1,007,382)
Net change in total pension liability	1,930,269	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
Total pension liability, beginning	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	18,047,994
Total pension liability, ending (a)	<u>\$ 34,981,480</u>	<u>\$ 33,051,211</u>	<u>\$ 30,973,733</u>	<u>\$ 29,418,987</u>	<u>\$ 26,128,395</u>	<u>\$ 24,678,658</u>	<u>\$ 23,108,811</u>	<u>\$ 21,213,667</u>	<u>\$ 19,691,777</u>	<u>\$ 19,075,694</u>
<b>Fiduciary Net Position</b>										
Employer contributions	\$ 1,382,895	\$ 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
Member contributions	434,008	410,140	378,029	366,249	349,277	347,780	338,956	332,662	323,610	305,149
Investment income net of investment expenses	3,779,428	(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
Benefit payments/refunds of contributions	(1,514,348)	(1,457,390)	(1,396,209)	(1,353,229)	(1,265,266)	(1,132,763)	(947,514)	(901,689)	(942,062)	(1,007,382)
Administrative expenses	(20,079)	(20,137)	(19,477)	(21,433)	(20,060)	(17,820)	(14,853)	(13,632)	(12,293)	(12,873)
Other	29,203	92,436	15,174	10,245	20,599	10,363	10,032	80,849	(264,586)	(15,662)
Net change in fiduciary net position	4,091,107	(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
Fiduciary net position, beginning	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	16,196,392
Fiduciary net position, ending (b)	<u>\$ 38,453,207</u>	<u>\$ 34,362,100</u>	<u>\$ 36,000,445</u>	<u>\$ 29,291,237</u>	<u>\$ 26,324,346</u>	<u>\$ 22,186,330</u>	<u>\$ 22,334,323</u>	<u>\$ 18,820,784</u>	<u>\$ 16,953,248</u>	<u>\$ 17,213,433</u>
Net pension liability / (asset), ending = (a) - (b)	<u>\$ (3,471,727)</u>	<u>\$ (1,310,889)</u>	<u>\$ (5,026,712)</u>	<u>\$ 127,750</u>	<u>\$ (195,951)</u>	<u>\$ 2,492,328</u>	<u>\$ 774,488</u>	<u>\$ 2,392,883</u>	<u>\$ 2,738,529</u>	<u>\$ 1,862,261</u>
Fiduciary net position as a % of total pension liability	<u>109.92%</u>	<u>103.97%</u>	<u>116.23%</u>	<u>99.57%</u>	<u>100.75%</u>	<u>89.90%</u>	<u>96.65%</u>	<u>88.72%</u>	<u>86.09%</u>	<u>90.24%</u>
Pensionable covered payroll	<u>\$ 6,200,113</u>	<u>\$ 5,859,142</u>	<u>\$ 5,400,407</u>	<u>\$ 5,232,134</u>	<u>\$ 4,989,670</u>	<u>\$ 4,968,290</u>	<u>\$ 4,842,234</u>	<u>\$ 4,752,314</u>	<u>\$ 4,623,000</u>	<u>\$ 4,359,270</u>
Net pension liability / (asset) as a % of covered payroll	<u>-55.99%</u>	<u>-22.37%</u>	<u>-93.08%</u>	<u>2.44%</u>	<u>-3.93%</u>	<u>50.16%</u>	<u>15.99%</u>	<u>50.35%</u>	<u>59.24%</u>	<u>42.72%</u>

**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>
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%
2024	713,568	1,152,979	(439,411)	6,867,830	16.8%

(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, 2024**

**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, 2024**

	10 General Fund	12 Indigent Health Care	13 Group Insurance Benefit
<b>ASSETS</b>			
Cash on hand and in bank	\$ 12,806,954	\$ 2,641,662	\$ 150
Total assets	<u>\$ 12,806,954</u>	<u>\$ 2,641,662</u>	<u>\$ 150</u>
<b>LIABILITIES AND FUND BALANCES</b>			
Liabilities:			
None	\$ -	\$ -	\$ -
Fund balances:			
Committed for:			
Indigent health care	-	2,641,662	-
Infrastructure and environmental services	-	-	-
Assigned for:			
Deficit budget for 2024-25	743,560	-	-
Unassigned	12,063,394	-	150
Total fund balances	<u>12,806,954</u>	<u>2,641,662</u>	<u>150</u>
Total liabilities and fund balances	<u>\$ 12,806,954</u>	<u>\$ 2,641,662</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
\$ 966,975	\$ 1,059,697	\$ 463,442	\$ 1,038,553	\$ 192,053	\$ 103	\$ 19,169,589
<u>\$ 966,975</u>	<u>\$ 1,059,697</u>	<u>\$ 463,442</u>	<u>\$ 1,038,553</u>	<u>\$ 192,053</u>	<u>\$ 103</u>	<u>\$ 19,169,589</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	2,641,662
966,975	1,059,697	463,442	1,038,553	192,053	103	3,720,823
-	-	-	-	-	-	743,560
-	-	-	-	-	-	12,063,544
<u>966,975</u>	<u>1,059,697</u>	<u>463,442</u>	<u>1,038,553</u>	<u>192,053</u>	<u>103</u>	<u>19,169,589</u>
<u>\$ 966,975</u>	<u>\$ 1,059,697</u>	<u>\$ 463,442</u>	<u>\$ 1,038,553</u>	<u>\$ 192,053</u>	<u>\$ 103</u>	<u>\$ 19,169,589</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, 2024**

	10 General Fund	12 Indigent Health Care	13 Group Insurance Benefit
<b>REVENUES:</b>			
Property taxes	\$ 9,215,806	\$ 512,554	\$ -
Registrations, fines and fees	761,076	-	-
Public service fees	185,727	-	-
Intergovernmental	777,520	-	-
Interest income	993,320	45,940	-
Other	231,684	-	-
Total revenues	<u>12,165,133</u>	<u>558,494</u>	<u>-</u>
<b>EXPENDITURES:</b>			
Current:			
General government	3,296,190	-	-
Justice system	2,387,448	-	-
Public safety	1,814,009	-	-
Corrections and rehabilitation	1,994,428	-	-
Health and human services	391,326	49,735	-
Infrastructure and environmental services	39,128	-	-
Total expenditures	<u>9,922,529</u>	<u>49,735</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>2,242,604</u>	<u>508,759</u>	<u>-</u>
Other financing sources (uses):			
Proceeds from the sale of capital assets	-	-	-
Transfers in	-	-	-
Transfers out	(190,465)	-	-
Total other financing sources (uses)	<u>(190,465)</u>	<u>-</u>	<u>-</u>
Net change in fund balances	2,052,139	508,759	-
Fund balance - beginning of year	<u>10,754,815</u>	<u>2,132,903</u>	<u>150</u>
Fund balance - end of year	<u>\$ 12,806,954</u>	<u>\$ 2,641,662</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
\$ 779,705	\$ 779,705	\$ 779,705	\$ 779,705	\$ 10,251	\$ -	\$ 12,857,431
179,756	179,756	179,756	179,756	-	-	1,480,100
-	-	-	-	-	-	185,727
68,942	7,280	7,280	7,280	-	-	868,302
31,824	37,705	37,287	48,390	8,678	2	1,203,146
16,001	501	54,604	11,559	-	-	314,349
<u>1,076,228</u>	<u>1,004,947</u>	<u>1,058,632</u>	<u>1,026,690</u>	<u>18,929</u>	<u>2</u>	<u>16,909,055</u>
-	-	-	-	-	-	3,296,190
-	-	-	-	-	-	2,387,448
-	-	-	-	-	-	1,814,009
-	-	-	-	-	-	1,994,428
-	-	-	-	-	-	441,061
1,008,099	1,047,517	948,255	950,737	-	-	3,993,736
<u>1,008,099</u>	<u>1,047,517</u>	<u>948,255</u>	<u>950,737</u>	<u>-</u>	<u>-</u>	<u>13,926,872</u>
68,129	(42,570)	110,377	75,953	18,929	2	2,982,183
101,186	-	29,586	18,315	-	-	149,087
16,708	16,708	16,708	16,708	-	-	66,832
-	-	-	-	-	-	(190,465)
<u>117,894</u>	<u>16,708</u>	<u>46,294</u>	<u>35,023</u>	<u>-</u>	<u>-</u>	<u>25,454</u>
186,023	(25,862)	156,671	110,976	18,929	2	3,007,637
780,952	1,085,559	306,771	927,577	173,124	101	16,161,952
<u>\$ 966,975</u>	<u>\$ 1,059,697</u>	<u>\$ 463,442</u>	<u>\$ 1,038,553</u>	<u>\$ 192,053</u>	<u>\$ 103</u>	<u>\$ 19,169,589</u>

**MONTAGUE COUNTY, TEXAS**  
**COMBINING BUDGETARY COMPARISON SCHEDULE**  
**- MODIFIED CASH BASIS**  
**GENERAL FUND**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2024**

	General Fund (10)			Variance With Final Budget - Positive (Negative)
	Budgeted Amounts		Actual	
	Original	Final		
<b>REVENUES:</b>				
Property taxes	\$ 9,156,290	\$ 9,156,290	\$ 9,215,806	\$ 59,516
Registrations, fines and fees	674,128	674,128	761,076	86,948
Public service fees	187,450	187,450	185,727	(1,723)
Intergovernmental	524,167	524,167	777,520	253,353
Interest income	5,000	5,000	993,320	988,320
Other	70,000	85,940	231,684	145,744
Total revenues	<u>10,617,035</u>	<u>10,632,975</u>	<u>12,165,133</u>	<u>1,532,158</u>
<b>EXPENDITURES:</b>				
Current:				
General government	4,027,310	3,914,694	3,296,190	618,504
Justice system	3,059,550	3,082,267	2,387,448	694,819
Public safety	1,840,577	1,828,897	1,814,009	14,888
Corrections and rehabilitation	1,902,842	2,020,361	1,994,428	25,933
Health and human services	395,933	395,933	391,326	4,607
Infrastructure and environmental services	51,631	51,631	39,128	12,503
Total expenditures	<u>11,277,843</u>	<u>11,293,783</u>	<u>9,922,529</u>	<u>1,371,254</u>
Excess (deficiency) of revenues over expenditures	<u>(660,808)</u>	<u>(660,808)</u>	<u>2,242,604</u>	<u>2,903,412</u>
Other financing sources (uses):				
Proceeds from the sale of capital assets	-	-	-	-
Transfers in	-	-	-	-
Transfers out	(191,700)	(191,700)	(190,465)	1,235
Total other financing sources (uses)	<u>(191,700)</u>	<u>(191,700)</u>	<u>(190,465)</u>	<u>1,235</u>
Net change in fund balances	(852,508)	(852,508)	2,052,139	2,904,647
Fund balance - beginning of year	<u>10,754,815</u>	<u>10,754,815</u>	<u>10,754,815</u>	<u>-</u>
Fund balance - end of year	<u>\$ 9,902,307</u>	<u>\$ 9,902,307</u>	<u>\$ 12,806,954</u>	<u>\$ 2,904,647</u>

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		
\$ 508,847	\$ 508,847	\$ 512,554	\$ 3,707	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
500	500	45,940	45,440	-	-	-	-
-	-	-	-	-	-	-	-
<u>509,347</u>	<u>509,347</u>	<u>558,494</u>	<u>49,147</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
570,288	570,288	49,735	520,553	-	-	-	-
-	-	-	-	-	-	-	-
<u>570,288</u>	<u>570,288</u>	<u>49,735</u>	<u>520,553</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>(60,941)</u>	<u>(60,941)</u>	<u>508,759</u>	<u>569,700</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>(60,941)</u>	<u>(60,941)</u>	<u>508,759</u>	<u>569,700</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>2,132,903</u>	<u>2,132,903</u>	<u>2,132,903</u>	<u>-</u>	<u>150</u>	<u>150</u>	<u>150</u>	<u>-</u>
<u>\$ 2,071,962</u>	<u>\$ 2,071,962</u>	<u>\$ 2,641,662</u>	<u>\$ 569,700</u>	<u>\$ 150</u>	<u>\$ 150</u>	<u>\$ 150</u>	<u>\$ -</u>

**MONTAGUE COUNTY, TEXAS**  
**COMBINING BUDGETARY COMPARISON SCHEDULE**  
**- MODIFIED CASH BASIS**  
**GENERAL FUND**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2024**

	Road & Bridge Precinct #1 (21)			Variance With Final Budget - Positive (Negative)
	Budgeted Amounts		Actual	
	Original	Final		
<b>REVENUES:</b>				
Property taxes	\$ 774,349	\$ 774,349	\$ 779,705	\$ 5,356
Registrations, fines and fees	170,000	170,000	179,756	9,756
Public service fees	-	-	-	-
Intergovernmental	7,200	7,200	68,942	61,742
Interest income	200	200	31,824	31,624
Other	-	65,072	16,001	(49,071)
Total revenues	<u>951,749</u>	<u>1,016,821</u>	<u>1,076,228</u>	<u>59,407</u>
<b>EXPENDITURES:</b>				
Current:				
General government	-	-	-	-
Justice system	-	-	-	-
Public safety	-	-	-	-
Corrections and rehabilitation	-	-	-	-
Health and human services	-	-	-	-
Infrastructure and environmental services	1,368,457	1,547,304	1,008,099	539,205
Total expenditures	<u>1,368,457</u>	<u>1,547,304</u>	<u>1,008,099</u>	<u>539,205</u>
Excess (deficiency) of revenues over expenditures	<u>(416,708)</u>	<u>(530,483)</u>	<u>68,129</u>	<u>598,612</u>
Other financing sources (uses):				
Proceeds from the sale of capital assets	-	113,775	101,186	(12,589)
Transfers in	16,708	16,708	16,708	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>16,708</u>	<u>130,483</u>	<u>117,894</u>	<u>(12,589)</u>
Net change in fund balances	(400,000)	(400,000)	186,023	586,023
Fund balance - beginning of year	<u>780,952</u>	<u>780,952</u>	<u>780,952</u>	<u>-</u>
Fund balance - end of year	<u>\$ 380,952</u>	<u>\$ 380,952</u>	<u>\$ 966,975</u>	<u>\$ 586,023</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		
\$ 774,349	\$ 774,349	\$ 779,705	\$ 5,356	\$ 774,349	\$ 774,349	\$ 779,705	\$ 5,356
170,000	170,000	179,756	9,756	170,000	170,000	179,756	9,756
-	-	-	-	-	-	-	-
7,200	7,200	7,280	80	7,200	7,200	7,280	80
200	200	37,705	37,505	200	200	37,287	37,087
-	500	501	1	-	24,805	54,604	29,799
<u>951,749</u>	<u>952,249</u>	<u>1,004,947</u>	<u>52,698</u>	<u>951,749</u>	<u>976,554</u>	<u>1,058,632</u>	<u>82,078</u>
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
1,058,649	1,059,149	1,047,517	11,632	968,457	1,052,646	948,255	104,391
<u>1,058,649</u>	<u>1,059,149</u>	<u>1,047,517</u>	<u>11,632</u>	<u>968,457</u>	<u>1,052,646</u>	<u>948,255</u>	<u>104,391</u>
(106,900)	(106,900)	(42,570)	64,330	(16,708)	(76,092)	110,377	186,469
-	-	-	-	-	59,384	29,586	(29,798)
16,708	16,708	16,708	-	16,708	16,708	16,708	-
-	-	-	-	-	-	-	-
<u>16,708</u>	<u>16,708</u>	<u>16,708</u>	<u>-</u>	<u>16,708</u>	<u>76,092</u>	<u>46,294</u>	<u>(29,798)</u>
(90,192)	(90,192)	(25,862)	64,330	-	-	156,671	156,671
1,085,559	1,085,559	1,085,559	-	306,771	306,771	306,771	-
<u>\$ 995,367</u>	<u>\$ 995,367</u>	<u>\$ 1,059,697</u>	<u>\$ 64,330</u>	<u>\$ 306,771</u>	<u>\$ 306,771</u>	<u>\$ 463,442</u>	<u>\$ 156,671</u>



**MONTAGUE COUNTY, TEXAS**  
**COMBINING BUDGETARY COMPARISON SCHEDULE**  
**- MODIFIED CASH BASIS**  
**GENERAL FUND**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2024**

	Road & Bridge Precinct #4 (24)			Variance With Final Budget - Positive (Negative)
	Budgeted Amounts		Actual	
	Original	Final		
<b>REVENUES:</b>				
Property taxes	\$ 774,349	\$ 774,349	\$ 779,705	\$ 5,356
Registrations, fines and fees	170,000	170,000	179,756	9,756
Public service fees	-	-	-	-
Intergovernmental	7,200	7,200	7,280	80
Interest income	200	200	48,390	48,190
Other	-	500	11,559	11,059
Total revenues	<u>951,749</u>	<u>952,249</u>	<u>1,026,690</u>	<u>74,441</u>
<b>EXPENDITURES:</b>				
Current:				
General government	-	-	-	-
Justice system	-	-	-	-
Public safety	-	-	-	-
Corrections and rehabilitation	-	-	-	-
Health and human services	-	-	-	-
Infrastructure and environmental services	1,124,489	1,143,829	950,737	193,092
Total expenditures	<u>1,124,489</u>	<u>1,143,829</u>	<u>950,737</u>	<u>193,092</u>
Excess (deficiency) of revenues over expenditures	<u>(172,740)</u>	<u>(191,580)</u>	<u>75,953</u>	<u>267,533</u>
Other financing sources (uses):				
Proceeds from the sale of capital assets	-	18,840	18,315	(525)
Transfers in	16,708	16,708	16,708	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>16,708</u>	<u>35,548</u>	<u>35,023</u>	<u>(525)</u>
Net change in fund balances	(156,032)	(156,032)	110,976	267,008
Fund balance - beginning of year	<u>927,577</u>	<u>927,577</u>	<u>927,577</u>	<u>-</u>
Fund balance - end of year	<u>\$ 771,545</u>	<u>\$ 771,545</u>	<u>\$ 1,038,553</u>	<u>\$ 267,008</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		
\$ 10,232	\$ 10,232	\$ 10,251	\$ 19	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
1,500	1,500	8,678	7,178	-	-	2	2
-	-	-	-	-	-	-	-
<u>11,732</u>	<u>11,732</u>	<u>18,929</u>	<u>7,197</u>	<u>-</u>	<u>-</u>	<u>2</u>	<u>2</u>
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
11,732	11,732	-	11,732	-	-	-	-
<u>11,732</u>	<u>11,732</u>	<u>-</u>	<u>11,732</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	18,929	18,929	-	-	2	2
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	18,929	18,929	-	-	2	2
173,124	173,124	173,124	-	101	101	101	-
<u>\$ 173,124</u>	<u>\$ 173,124</u>	<u>\$ 192,053</u>	<u>\$ 18,929</u>	<u>\$ 101</u>	<u>\$ 101</u>	<u>\$ 103</u>	<u>\$ 2</u>

**MONTAGUE COUNTY, TEXAS**  
**COMBINING BUDGETARY COMPARISON SCHEDULE**  
**- MODIFIED CASH BASIS**  
**GENERAL FUND**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2024**

	Combined			Variance With Final Budget - Positive (Negative)
	Budgeted Amounts		Actual	
	Original	Final		
<b>REVENUES:</b>				
Property taxes	\$ 12,772,765	\$ 12,772,765	\$ 12,857,431	\$ 84,666
Registrations, fines and fees	1,354,128	1,354,128	1,480,100	125,972
Public service fees	187,450	187,450	185,727	(1,723)
Intergovernmental	552,967	552,967	868,302	315,335
Interest income	7,800	7,800	1,203,146	1,195,346
Other	70,000	176,817	314,349	137,532
Total revenues	<u>14,945,110</u>	<u>15,051,927</u>	<u>16,909,055</u>	<u>1,857,128</u>
<b>EXPENDITURES:</b>				
Current:				
General government	4,027,310	3,914,694	3,296,190	618,504
Justice system	3,059,550	3,082,267	2,387,448	694,819
Public safety	1,840,577	1,828,897	1,814,009	14,888
Corrections and rehabilitation	1,902,842	2,020,361	1,994,428	25,933
Health and human services	966,221	966,221	441,061	525,160
Infrastructure and environmental services	4,583,415	4,866,291	3,993,736	872,555
Total expenditures	<u>16,379,915</u>	<u>16,678,731</u>	<u>13,926,872</u>	<u>2,751,859</u>
Excess (deficiency) of revenues over expenditures	<u>(1,434,805)</u>	<u>(1,626,804)</u>	<u>2,982,183</u>	<u>4,608,987</u>
Other financing sources (uses):				
Proceeds from the sale of capital assets	-	191,999	149,087	(42,912)
Transfers in	66,832	66,832	66,832	-
Transfers out	(191,700)	(191,700)	(190,465)	1,235
Total other financing sources (uses)	<u>(124,868)</u>	<u>67,131</u>	<u>25,454</u>	<u>(41,677)</u>
Net change in fund balances	(1,559,673)	(1,559,673)	3,007,637	4,567,310
Fund balance - beginning of year	<u>16,161,952</u>	<u>16,161,952</u>	<u>16,161,952</u>	<u>-</u>
Fund balance - end of year	<u>\$ 14,602,279</u>	<u>\$ 14,602,279</u>	<u>\$ 19,169,589</u>	<u>\$ 4,567,310</u>

**MONTAGUE COUNTY, TEXAS**  
**COMBINING BALANCE SHEET - MODIFIED CASH BASIS**  
**NONMAJOR FUNDS**  
**SEPTEMBER 30, 2024**

	15	16	17	18
	Records Management	Courthouse Security	BVS Preservation	Dist. Clerk Records Management
<b>ASSETS</b>				
Cash on hand and in bank	\$ 534,442	\$ 73,636	\$ 7,509	\$ 19,129
Total assets	<u>\$ 534,442</u>	<u>\$ 73,636</u>	<u>\$ 7,509</u>	<u>\$ 19,129</u>
<b>LIABILITIES AND FUND BALANCES</b>				
Liabilities:				
None	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Fund balances:				
Restricted for:				
Records management/preservation	534,442	-	7,509	19,129
Public safety	-	73,636	-	-
Justice system	-	-	-	-
Corrections and rehabilitation	-	-	-	-
Debt service	-	-	-	-
Other	-	-	-	-
Total fund balances	<u>534,442</u>	<u>73,636</u>	<u>7,509</u>	<u>19,129</u>
Total liabilities and fund balances	<u>\$ 534,442</u>	<u>\$ 73,636</u>	<u>\$ 7,509</u>	<u>\$ 19,129</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
\$ 62,727	\$ 17,507	\$ 39,672	\$ 467	\$ 2,457	\$ 5,294	\$ 15,835	\$ 258,407
<u>\$ 62,727</u>	<u>\$ 17,507</u>	<u>\$ 39,672</u>	<u>\$ 467</u>	<u>\$ 2,457</u>	<u>\$ 5,294</u>	<u>\$ 15,835</u>	<u>\$ 258,407</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
62,727	-	-	-	-	-	-	-
-	-	-	-	2,457	-	15,835	-
-	-	-	-	-	-	-	258,407
-	-	-	-	-	-	-	-
-	17,507	39,672	467	-	5,294	-	-
<u>62,727</u>	<u>17,507</u>	<u>39,672</u>	<u>467</u>	<u>2,457</u>	<u>5,294</u>	<u>15,835</u>	<u>258,407</u>
<u>\$ 62,727</u>	<u>\$ 17,507</u>	<u>\$ 39,672</u>	<u>\$ 467</u>	<u>\$ 2,457</u>	<u>\$ 5,294</u>	<u>\$ 15,835</u>	<u>\$ 258,407</u>

**MONTAGUE COUNTY, TEXAS**  
**COMBINING BALANCE SHEET - MODIFIED CASH BASIS**  
**NONMAJOR FUNDS**  
**SEPTEMBER 30, 2024**

	35	36	38	39	40
	Hot Check	DA State Supplement	District Attorney Hot Check	Estray	Probation
<b>ASSETS</b>					
Cash on hand and in bank	\$ 11,542	\$ 30,278	\$ 7,526	\$ 26,181	\$ 28,962
Total assets	<u>\$ 11,542</u>	<u>\$ 30,278</u>	<u>\$ 7,526</u>	<u>\$ 26,181</u>	<u>\$ 28,962</u>
<b>LIABILITIES AND FUND BALANCES</b>					
Liabilities:					
Due to other funds	\$ -	\$ -	\$ -	\$ -	\$ -
Fund balances:					
Restricted for:					
Records management/preservation	-	-	-	-	-
Public safety	-	-	-	-	-
Justice system	11,542	30,278	7,526	-	-
Corrections and rehabilitation	-	-	-	-	28,962
Debt service	-	-	-	-	-
Other	-	-	-	26,181	-
Total fund balances	<u>11,542</u>	<u>30,278</u>	<u>7,526</u>	<u>26,181</u>	<u>28,962</u>
Total liabilities and fund balances	<u>\$ 11,542</u>	<u>\$ 30,278</u>	<u>\$ 7,526</u>	<u>\$ 26,181</u>	<u>\$ 28,962</u>

Special Revenue Funds

41	42	43	44	45	47	48
Adult Probation	State Juvenile Probation	County Juvenile Probation	Commitment Diversion	Juvenile Probation IV E	Community Service Adult Prob.	Court Reporter Fees
\$ 272,490	\$ (13,013)	\$ 292,371	\$ (16,900)	\$ 136	\$ 10,473	\$ 55,939
<u>\$ 272,490</u>	<u>\$ (13,013)</u>	<u>\$ 292,371</u>	<u>\$ (16,900)</u>	<u>\$ 136</u>	<u>\$ 10,473</u>	<u>\$ 55,939</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
-	-	-	-	-	-	55,939
272,490	(13,013)	292,371	(16,900)	136	10,473	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>272,490</u>	<u>(13,013)</u>	<u>292,371</u>	<u>(16,900)</u>	<u>136</u>	<u>10,473</u>	<u>55,939</u>
<u>\$ 272,490</u>	<u>\$ (13,013)</u>	<u>\$ 292,371</u>	<u>\$ (16,900)</u>	<u>\$ 136</u>	<u>\$ 10,473</u>	<u>\$ 55,939</u>

**MONTAGUE COUNTY, TEXAS**  
**COMBINING BALANCE SHEET - MODIFIED CASH BASIS**  
**NONMAJOR FUNDS**  
**SEPTEMBER 30, 2024**

	49 Supplement Guardianship Fees	50 Family Protection Fees	51 Court Facilities Fees	52 Law Library Fees	55 Historical Commission
<b>ASSETS</b>					
Cash on hand and in bank	\$ 34,510	\$ 21,990	\$ 20,229	\$ 119,783	\$ 12,585
Total assets	<u>\$ 34,510</u>	<u>\$ 21,990</u>	<u>\$ 20,229</u>	<u>\$ 119,783</u>	<u>\$ 12,585</u>
<b>LIABILITIES AND FUND BALANCES</b>					
Liabilities:					
Due to other funds	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Fund balances:					
Restricted for:					
Records management/preservation	-	-	-	-	-
Public safety	-	-	-	-	-
Justice system	34,510	21,990	20,229	119,783	-
Corrections and rehabilitation	-	-	-	-	-
Debt service	-	-	-	-	-
Other	-	-	-	-	12,585
Total fund balances	<u>34,510</u>	<u>21,990</u>	<u>20,229</u>	<u>119,783</u>	<u>12,585</u>
Total liabilities and fund balances	<u>\$ 34,510</u>	<u>\$ 21,990</u>	<u>\$ 20,229</u>	<u>\$ 119,783</u>	<u>\$ 12,585</u>



Special Revenue Funds

56	57	58	76	77	78	81
JP Court Security	Specialty Court	Language Access	SB22 County Attorney	SB22 District Attorney	SB22 Sheriff	Constable #1 LEOSE
\$ 11,345	\$ 6,491	\$ 3,034	\$ 132,643	\$ 123,561	\$ 418,686	\$ 3,210
<u>\$ 11,345</u>	<u>\$ 6,491</u>	<u>\$ 3,034</u>	<u>\$ 132,643</u>	<u>\$ 123,561</u>	<u>\$ 418,686</u>	<u>\$ 3,210</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
11,345	6,491	-	-	-	418,686	3,210
-	-	-	132,643	123,561	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	3,034	-	-	-	-
<u>11,345</u>	<u>6,491</u>	<u>3,034</u>	<u>132,643</u>	<u>123,561</u>	<u>418,686</u>	<u>3,210</u>
<u>\$ 11,345</u>	<u>\$ 6,491</u>	<u>\$ 3,034</u>	<u>\$ 132,643</u>	<u>\$ 123,561</u>	<u>\$ 418,686</u>	<u>\$ 3,210</u>

**MONTAGUE COUNTY, TEXAS**  
**COMBINING BALANCE SHEET - MODIFIED CASH BASIS**  
**NONMAJOR FUNDS**  
**SEPTEMBER 30, 2024**

	Special Revenue Funds					
	82	83	84	85	86	87
	Constable #2 LEOSE	Sheriff LEOSE	District Attorney LEOSE	County Clerk Archive	District Clerk Archive	County Clerk Technology
<b>ASSETS</b>						
Cash on hand and in bank	\$ 4,258	\$ 13,996	\$ 4,534	\$ 597,509	\$ 23,793	\$ 6,678
<b>Total assets</b>	<b>\$ 4,258</b>	<b>\$ 13,996</b>	<b>\$ 4,534</b>	<b>\$ 597,509</b>	<b>\$ 23,793</b>	<b>\$ 6,678</b>
<b>LIABILITIES AND FUND BALANCES</b>						
Liabilities:						
Due to other funds	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Fund balances:						
Restricted for:						
Records management/preservation	-	-	-	597,509	23,793	6,678
Public safety	4,258	13,996	-	-	-	-
Justice system	-	-	4,534	-	-	-
Corrections and rehabilitation	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Other	-	-	-	-	-	-
<b>Total fund balances</b>	<b>4,258</b>	<b>13,996</b>	<b>4,534</b>	<b>597,509</b>	<b>23,793</b>	<b>6,678</b>
<b>Total liabilities and fund balances</b>	<b>\$ 4,258</b>	<b>\$ 13,996</b>	<b>\$ 4,534</b>	<b>\$ 597,509</b>	<b>\$ 23,793</b>	<b>\$ 6,678</b>

89 District Clerk Technology	90 JP Technology	91 Opioid Abatement	93 Grants	Debt Service Fund 61 Annex Sinking Fund	Total Combined
\$ 33,046	\$ 3,164	\$ 16,442	\$ 65,350	\$ 37,086	\$ 3,456,990
<u>\$ 33,046</u>	<u>\$ 3,164</u>	<u>\$ 16,442</u>	<u>\$ 65,350</u>	<u>\$ 37,086</u>	<u>\$ 3,456,990</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
33,046	-	-	-	-	1,284,833
-	-	-	-	-	549,914
-	3,164	-	65,350	-	889,456
-	-	-	-	-	574,519
-	-	-	-	37,086	37,086
-	-	16,442	-	-	121,182
<u>33,046</u>	<u>3,164</u>	<u>16,442</u>	<u>65,350</u>	<u>37,086</u>	<u>3,456,990</u>
<u>\$ 33,046</u>	<u>\$ 3,164</u>	<u>\$ 16,442</u>	<u>\$ 65,350</u>	<u>\$ 37,086</u>	<u>\$ 3,456,990</u>

**MONTAGUE COUNTY, TEXAS**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES - MODIFIED CASH BASIS**  
**NONMAJOR FUNDS**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2024**

	15	16	17	18
	Records Management	Courthouse Security	BVS Preservation	Dist. Clerk Records Management
<b>REVENUES:</b>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Registrations, fines and fees	61,113	13,497	1,523	11,574
Intergovernmental	-	-	-	-
Interest income	18,141	6,578	577	479
Other	-	-	-	-
Total revenues	<u>79,254</u>	<u>20,075</u>	<u>2,100</u>	<u>12,053</u>
<b>EXPENDITURES:</b>				
Current:				
General government	29,225	48,851	2,542	4,752
Justice system	-	-	-	-
Public safety	-	-	-	-
Corrections and rehabilitation	-	-	-	-
Health and human services	-	-	-	-
Total expenditures	<u>29,225</u>	<u>48,851</u>	<u>2,542</u>	<u>4,752</u>
Excess (deficiency) of revenues over expenditures	<u>50,029</u>	<u>(28,776)</u>	<u>(442)</u>	<u>7,301</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	50,029	(28,776)	(442)	7,301
Fund balance - beginning of year	<u>484,413</u>	<u>102,412</u>	<u>7,951</u>	<u>11,828</u>
Fund balance - end of year	<u>\$ 534,442</u>	<u>\$ 73,636</u>	<u>\$ 7,509</u>	<u>\$ 19,129</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
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
1,285	-	-	-	-	2,801	-	-
-	49,113	11,359	-	-	-	-	-
3,532	1,219	166	-	-	106	283	19,678
-	-	-	40	-	-	200	99
<u>4,817</u>	<u>50,332</u>	<u>11,525</u>	<u>40</u>	<u>-</u>	<u>2,907</u>	<u>483</u>	<u>19,777</u>
-	75,000	-	-	-	-	-	-
-	-	-	-	-	-	-	52,995
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	<u>75,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>52,995</u>
<u>4,817</u>	<u>(24,668)</u>	<u>11,525</u>	<u>40</u>	<u>-</u>	<u>2,907</u>	<u>483</u>	<u>(33,218)</u>
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>4,817</u>	<u>(24,668)</u>	<u>11,525</u>	<u>40</u>	<u>-</u>	<u>2,907</u>	<u>483</u>	<u>(33,218)</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>
<u>\$ 62,727</u>	<u>\$ 17,507</u>	<u>\$ 39,672</u>	<u>\$ 467</u>	<u>\$ 2,457</u>	<u>\$ 5,294</u>	<u>\$ 15,835</u>	<u>\$ 258,407</u>

**MONTAGUE COUNTY, TEXAS**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES - MODIFIED CASH BASIS**  
**NONMAJOR FUNDS**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2024**

	35	36	38	39	40
	Hot Check	DA State Supplement	District Attorney Hot Check	Estray	Probation
<b>REVENUES:</b>					
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Registrations, fines and fees	135	-	-	-	-
Intergovernmental	-	41,250	-	-	-
Interest income	305	-	305	425	520
Other	-	18,334	-	5,292	-
Total revenues	<u>440</u>	<u>59,584</u>	<u>305</u>	<u>5,717</u>	<u>520</u>
<b>EXPENDITURES:</b>					
Current:					
General government	-	-	-	-	-
Justice system	-	22,982	-	-	-
Public safety	-	-	-	-	-
Corrections and rehabilitation	-	-	-	-	-
Health and human services	-	-	-	900	-
Total expenditures	<u>-</u>	<u>22,982</u>	<u>-</u>	<u>900</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>440</u>	<u>36,602</u>	<u>305</u>	<u>4,817</u>	<u>520</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	440	36,602	305	4,817	520
Fund balance - beginning of year	<u>11,102</u>	<u>(6,324)</u>	<u>7,221</u>	<u>21,364</u>	<u>28,442</u>
Fund balance - end of year	<u>\$ 11,542</u>	<u>\$ 30,278</u>	<u>\$ 7,526</u>	<u>\$ 26,181</u>	<u>\$ 28,962</u>

Special Revenue Funds

41	42	43	44	45	47	48
Adult Probation	State Juvenile Probation	County Juvenile Probation	Commitment Diversion	Juvenile Probation IV E	Community Service Adult Prob.	Court Reporter Fees
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
274,290	-	131,451	-	-	-	9,843
285,207	334,168	-	99,434	-	73,855	-
4,074	-	5,641	-	2	-	-
-	-	-	-	-	-	-
<u>563,571</u>	<u>334,168</u>	<u>137,092</u>	<u>99,434</u>	<u>2</u>	<u>73,855</u>	<u>9,843</u>
-	-	-	-	-	-	10,012
-	14,704	-	-	-	-	404
461,195	163,415	350,395	93,402	-	131,797	-
-	-	-	-	-	-	-
<u>461,195</u>	<u>178,119</u>	<u>350,395</u>	<u>93,402</u>	<u>-</u>	<u>131,797</u>	<u>10,416</u>
<u>102,376</u>	<u>156,049</u>	<u>(213,303)</u>	<u>6,032</u>	<u>2</u>	<u>(57,942)</u>	<u>(573)</u>
-	-	279,862	-	-	57,625	-
<u>(57,625)</u>	<u>(156,229)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>(57,625)</u>	<u>(156,229)</u>	<u>279,862</u>	<u>-</u>	<u>-</u>	<u>57,625</u>	<u>-</u>
44,751	(180)	66,559	6,032	2	(317)	(573)
<u>227,739</u>	<u>(12,833)</u>	<u>225,812</u>	<u>(22,932)</u>	<u>134</u>	<u>10,790</u>	<u>56,512</u>
<u>\$ 272,490</u>	<u>\$ (13,013)</u>	<u>\$ 292,371</u>	<u>\$ (16,900)</u>	<u>\$ 136</u>	<u>\$ 10,473</u>	<u>\$ 55,939</u>

**MONTAGUE COUNTY, TEXAS**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES - MODIFIED CASH BASIS**  
**NONMAJOR FUNDS**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2024**

	49 Supplement Guardianship Fees	50 Family Protection Fees	51 Court Facilities Fees	52 Law Library Fees	55 Historical Commission
<b>REVENUES:</b>					
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Registrations, fines and fees	3,180	-	7,814	13,675	-
Intergovernmental	-	-	-	-	-
Interest income	-	-	-	-	224
Other	-	-	-	-	-
Total revenues	<u>3,180</u>	<u>-</u>	<u>7,814</u>	<u>13,675</u>	<u>224</u>
<b>EXPENDITURES:</b>					
Current:					
General government	-	-	-	-	-
Justice system	-	-	-	4,460	-
Public safety	-	-	-	-	-
Corrections and rehabilitation	-	-	-	-	-
Health and human services	-	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,460</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>3,180</u>	<u>-</u>	<u>7,814</u>	<u>9,215</u>	<u>224</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	3,180	-	7,814	9,215	224
Fund balance - beginning of year	<u>31,330</u>	<u>21,990</u>	<u>12,415</u>	<u>110,568</u>	<u>12,361</u>
Fund balance - end of year	<u>\$ 34,510</u>	<u>\$ 21,990</u>	<u>\$ 20,229</u>	<u>\$ 119,783</u>	<u>\$ 12,585</u>



Special Revenue Funds						
56	57	58	76	77	78	81
JP Court Security	Specialty Court	Language Access	SB22 County Attorney	SB22 District Attorney	SB22 Sheriff	Constable #1 LEOSE
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	1,056	1,172	-	-	-	-
-	-	-	175,000	175,000	700,000	1,437
563	-	-	189	176	598	-
-	-	-	-	-	-	-
<u>563</u>	<u>1,056</u>	<u>1,172</u>	<u>175,189</u>	<u>175,176</u>	<u>700,598</u>	<u>1,437</u>
-	-	-	-	-	-	-
-	-	-	42,546	51,615	-	-
-	-	-	-	-	281,912	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	42,546	51,615	281,912	-
<u>563</u>	<u>1,056</u>	<u>1,172</u>	<u>132,643</u>	<u>123,561</u>	<u>418,686</u>	<u>1,437</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
563	1,056	1,172	132,643	123,561	418,686	1,437
<u>10,782</u>	<u>5,435</u>	<u>1,862</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,773</u>
<u>\$ 11,345</u>	<u>\$ 6,491</u>	<u>\$ 3,034</u>	<u>\$ 132,643</u>	<u>\$ 123,561</u>	<u>\$ 418,686</u>	<u>\$ 3,210</u>

**MONTAGUE COUNTY, TEXAS**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES - MODIFIED CASH BASIS**  
**NONMAJOR FUNDS**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2024**

	82	83	84	85	86	87
	Constable #2 LEOSE	Sheriff LEOSE	District Attorney LEOSE	County Clerk Archive	District Clerk Archive	County Clerk Technology
<b>REVENUES:</b>						
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Registrations, fines and fees	-	-	-	60,260	290	112
Intergovernmental	1,437	4,986	1,437	-	-	-
Interest income	-	-	-	12,184	547	301
Other	-	-	-	-	-	-
Total revenues	<u>1,437</u>	<u>4,986</u>	<u>1,437</u>	<u>72,444</u>	<u>837</u>	<u>413</u>
<b>EXPENDITURES:</b>						
Current:						
General government	-	-	-	70,000	-	-
Justice system	-	-	-	-	-	-
Public safety	125	1,656	-	-	-	-
Corrections and rehabilitation	-	-	-	-	-	-
Health and human services	-	-	-	-	-	-
Total expenditures	<u>125</u>	<u>1,656</u>	<u>-</u>	<u>70,000</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>1,312</u>	<u>3,330</u>	<u>1,437</u>	<u>2,444</u>	<u>837</u>	<u>413</u>
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	1,312	3,330	1,437	2,444	837	413
Fund balance - beginning of year	<u>2,946</u>	<u>10,666</u>	<u>3,097</u>	<u>595,065</u>	<u>22,956</u>	<u>6,265</u>
Fund balance - end of year	<u>\$ 4,258</u>	<u>\$ 13,996</u>	<u>\$ 4,534</u>	<u>\$ 597,509</u>	<u>\$ 23,793</u>	<u>\$ 6,678</u>

89 District Clerk Technology	90 JP Technology	91 Opioid Abatement	93 Grants	Debt Service Fund 61 Annex Sinking Fund	Total Combined
\$ -	\$ -	\$ -	\$ -	\$ 183	\$ 183
400	2,200	-	-	-	597,671
-	-	5,790	-	-	1,959,473
1,076	73	-	-	666	78,628
-	-	-	-	-	23,965
<u>1,476</u>	<u>2,273</u>	<u>5,790</u>	<u>-</u>	<u>849</u>	<u>2,659,920</u>
-	-	2,006	5,888	-	248,276
-	5,275	-	-	-	180,277
-	-	-	-	-	298,397
-	-	-	44,746	-	1,244,950
-	-	-	-	-	900
<u>-</u>	<u>5,275</u>	<u>2,006</u>	<u>50,634</u>	<u>-</u>	<u>1,972,800</u>
<u>1,476</u>	<u>(3,002)</u>	<u>3,784</u>	<u>(50,634)</u>	<u>849</u>	<u>687,120</u>
-	-	-	-	-	337,487
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(213,854)</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>123,633</u>
1,476	(3,002)	3,784	(50,634)	849	810,753
<u>31,570</u>	<u>6,166</u>	<u>12,658</u>	<u>115,984</u>	<u>36,237</u>	<u>2,646,237</u>
<u>\$ 33,046</u>	<u>\$ 3,164</u>	<u>\$ 16,442</u>	<u>\$ 65,350</u>	<u>\$ 37,086</u>	<u>\$ 3,456,990</u>

**MONTAGUE COUNTY, TEXAS**  
**COMBINING STATEMENT OF FIDUCIARY NET POSITION**  
**- MODIFIED CASH BASIS**  
**CUSTODIAL FUNDS**  
**SEPTEMBER 30, 2024**

	Sheriff Department Accounts	Coke Fund	County Tax A/C Accounts	County Clerk Accounts	District Clerk Accounts
<b>ASSETS</b>					
Cash on hand and in bank	\$ 50,657	\$ 2,341	\$ 337,147	\$ 243,217	\$ 443,793
Total assets	<u>50,657</u>	<u>2,341</u>	<u>337,147</u>	<u>243,217</u>	<u>443,793</u>
<b>LIABILITIES</b>					
None	-	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>NET POSITION</b>					
Restricted for other purposes	50,657	2,341	337,147	243,217	443,793
Total net position	<u>\$ 50,657</u>	<u>\$ 2,341</u>	<u>\$ 337,147</u>	<u>\$ 243,217</u>	<u>\$ 443,793</u>

County Attorney Account	Probation Department Accounts	JP #1 Account	JP #2 Account	Pending Forfeitures	State Fees Fund	Total Combined
\$ 3,512	\$ -	\$ 7,747	\$ 13,086	\$ 112,907	\$ 19,269	\$ 1,233,676
<u>3,512</u>	<u>-</u>	<u>7,747</u>	<u>13,086</u>	<u>112,907</u>	<u>19,269</u>	<u>1,233,676</u>
-	-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
3,512	-	7,747	13,086	112,907	19,269	1,233,676
<u>\$ 3,512</u>	<u>\$ -</u>	<u>\$ 7,747</u>	<u>\$ 13,086</u>	<u>\$ 112,907</u>	<u>\$ 19,269</u>	<u>\$ 1,233,676</u>

**MONTAGUE COUNTY, TEXAS**  
**COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION**  
**- MODIFIED CASH BASIS**  
**CUSTODIAL FUNDS**  
**SEPTEMBER 30, 2024**

	Sheriff Department Accounts	Coke Fund	County Tax A/C Accounts	County Clerk Accounts
<b>ADDITIONS</b>	\$ 217,257	\$ 1,316	\$ 21,754,903	\$ 143,020
<b>DEDUCTIONS</b>	<u>221,136</u>	<u>1,150</u>	<u>21,808,215</u>	<u>134,075</u>
<b>CHANGE IN NET POSITION</b>	(3,879)	166	(53,312)	8,945
<b>NET POSITION - BEGINNING</b>	<u>54,536</u>	<u>2,175</u>	<u>390,459</u>	<u>234,272</u>
<b>NET POSITION - ENDING</b>	<u><u>\$ 50,657</u></u>	<u><u>\$ 2,341</u></u>	<u><u>\$ 337,147</u></u>	<u><u>\$ 243,217</u></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>
\$ 605,652	\$ 4,323	\$ 166,534	\$ 27,810	\$ 40,372	\$ 19,760	\$ 116,807	\$ 23,097,754
<u>787,552</u>	<u>4,323</u>	<u>170,877</u>	<u>25,230</u>	<u>35,204</u>	<u>5,686</u>	<u>115,190</u>	<u>23,308,638</u>
(181,900)	-	(4,343)	2,580	5,168	14,074	1,617	(210,884)
<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>
<u>\$ 443,793</u>	<u>\$ 3,512</u>	<u>\$ -</u>	<u>\$ 7,747</u>	<u>\$ 13,086</u>	<u>\$ 112,907</u>	<u>\$ 19,269</u>	<u>\$ 1,233,676</u>