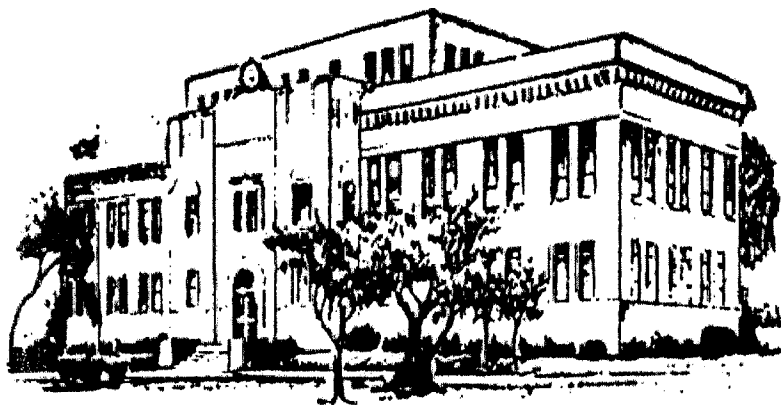


SAN PATRICIO COUNTY, TEXAS
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 2009

ISSUED BY
COUNTY AUDITOR'S OFFICE

DAVID W. WENDEL
COUNTY AUDITOR



SAN PATRICIO COUNTY, TEXAS
COMPREHENSIVE ANNUAL FINANCIAL REPORT
YEAR ENDED DECEMBER 31, 2009

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INTRODUCTORY SECTION

SAN PATRICIO COUNTY, TEXAS
DIRECTORY OF OFFICIALS
DECEMBER 31, 2009

DISTRICT COURT

Michael E. Welborn	Judge, 36 th Judicial District
Joel B. Johnson	Judge, 156 th Judicial District
Janna K. Whatley	Judge, 343 rd Judicial District
Patrick Flanigan	District Attorney
Laura Miller	District Clerk

COMMISSIONERS COURT

Terry Simpson	County Judge
Nina G. Trevino	Commissioner, Precinct No. 1
Fred P. Nardini	Commissioner, Precinct No. 2
Alma V. Moreno	Commissioner, Precinct No. 3
Jim Price	Commissioner, Precinct No. 4

OTHER COUNTY OFFICIALS

Richard Hatch, III	County Court-at-Law Judge
Leroy Moody	Sheriff
Gracie A. Gonzales	County Clerk
Dalia Sanchez	Tax Assessor-Collector
David Aken	County Attorney
Courtenay Dugat	County Treasurer
David W. Wendel	County Auditor

JUSTICES OF THE PEACE

Yolanda Guerrero	Precinct No. 1
Daniel Garza	Precinct No. 2
Karen Diaz	Precinct No. 4
Amada V. Cardenas	Precinct No. 5
Charlene Lewis	Precinct No. 6
Henry Montemayor	Precinct No. 8

CONSTABLES

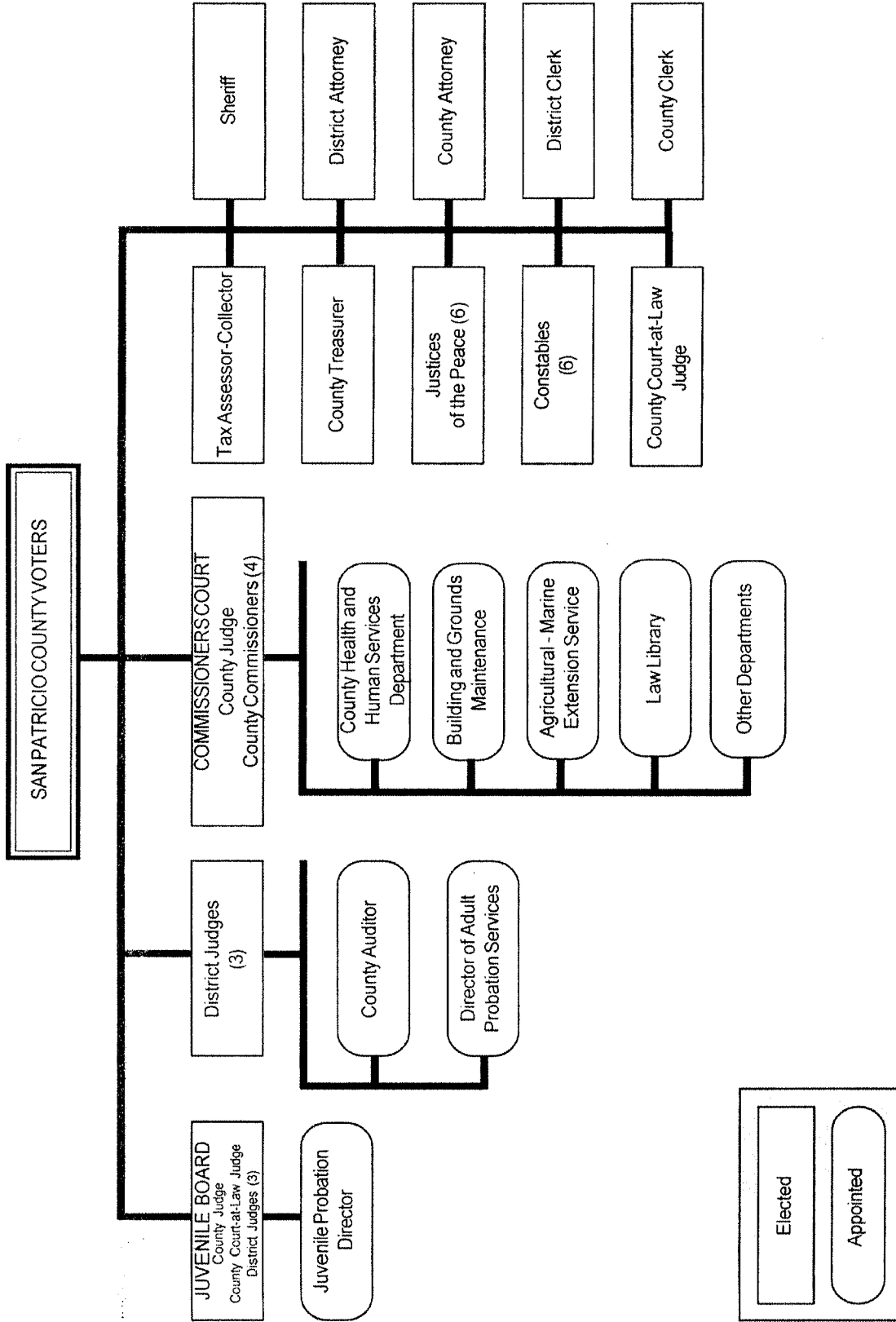
Gonzalo Gonzales	Precinct No. 1
Steve Garcia	Precinct No. 2
Parnell Haynes	Precinct No. 4
Juan C. Gonzales	Precinct No. 5
Don Perkins	Precinct No. 6
Teresa Gonzales	Precinct No. 8

SAN PATRICIO COUNTY, TEXAS
DIRECTORY OF OFFICIALS
DECEMBER 31, 2009
(continued)

OTHER

James A. Mobley, M.D.	County Health Officer
VACANT	County Health Department Administrator
Julius L. Petrus, Jr.	County Surveyor
Duane Campion	County Extension Agent (AG)
Kathy Farrow	County Extension Agent (FCS)
Adrian Arredondo	County Extension Agent (FCS)
Clifford Charles Edge, III	County Librarian
John Doria	Building Superintendent
Edward Salazar	Director of Adult Probation Services
Marla Ruvalcaba	Juvenile Probation Director
Janet Wilison	Chief Jailer
James Lill Dolores Hinojosa	Veteran's Service Officer
Raul A. Delgado, Jr.	Manager, Computer Dept.
Hugh Wayne	Director, Printing Dept.
Norma J. Rivera	Personnel Director
William Zagorski	Emergency Management Coordinator

SAN PATRICIO COUNTY ORGANIZATION CHART





Sinton, Texas
78387

DAVID W. WENDEL

County Auditor

Courthouse, Room B-50
400 West Sinton Street
361/364-9312 - Office
361/364-9412 - Fax

May 21, 2010

Honorable District Judges
Honorable County Judge
Honorable County Commissioners
Citizens of San Patricio County
San Patricio County
Sinton, TX 78387

FORMAL TRANSMITTAL OF THE COMPREHENSIVE ANNUAL
FINANCIAL REPORT

Ladies and Gentlemen:

The Federal Single Audit Act requires us to issue a complete set of audited financial statements yearly. This report is published to fulfill that requirement for the fiscal year ended December 31, 2009.

The comprehensive annual financial report (CAFR) of San Patricio County, Texas (the County), for the year ended December 31, 2009, is hereby submitted. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the County's management. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds and capital assets of the County. All disclosures necessary to enable the reader to gain an understanding of the County's financial activities have been included.

The responsibility is based on a framework of internal control. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute assurances that the financial statements are free from any material misstatement.

Pattillo, Brown & Hill, LLP, Certified Public Accountants, have issued an unqualified ("clean") opinion on San Patricio County's financial statements for the year ended December 31, 2009. The independent auditor's report is located at the front of the financial section of this report.

PROFILE OF THE COUNTY

San Patricio County, Texas, was organized in 1837. The County operates under a County Judge-Commissioners Court type of government. The County, as a subdivision of the State of Texas, provides only those services allowed by statute. These include judicial, detention facilities, public safety, highways, flood control, health and limited social services, public improvements, and general administrative services.

The preparation of this CAFR conforms to the requirements of The Governmental Accounting Standards Board (GASB) statement No. 14 titled The Financial Reporting Entity. The accounting and reporting principles contained in statement No. 14 are based primarily on the fundamental concept that publicly elected officials are accountable to their constituents. Furthermore, statement No. 14 provides that the financial statements should emphasize the primary government (the County).

The financial reporting entity is the primary government (the County) because there are no component units applicable to the County. Also, the County is not a component unit of any other entity.

In governments, the budget is an integral part of its' accounting system and daily operations. The annual budget serves as the foundation of the County's financial planning and control. Annual Budgets are adopted for the General Fund and certain Special Revenue and Debt Service Funds. Appropriations are made for line items at the department level. All amendments and changes must be approved by the Commissioners' Court. The Level of Control (the level on which expenditures and transfers may not legally exceed appropriations) for each legally adopted annual budget is the fund.

ECONOMIC CONDITIONS

The County of San Patricio is experiencing many of the same problems and economic conditions as other Texas counties. The expenditure level has been curtailed due primarily to a purchase order system. Budgetary constraints and monitoring have played a key role in financial management. A combination of increased service requests and state and federal mandates all add up to the necessity of cutting costs where possible. It has been these efforts that have enabled San Patricio County to maintain sufficient fund balances in the County's operating funds. The County is very dependent upon the actions of the state and federal governments to finance special project operating and capital programs. All residents and taxpayers have to realize that new services or increased operation costs will have to be offset by new or increased sources of revenue.

The position of the County continued to be sound over the past year with actual operating results generally better than originally estimated. Some of the factors which enabled the County to maintain this constant level were:

1. Most departments and agencies operated within budget appropriations.
2. The budget was monitored on a regular basis.
3. Ad Valorem taxes were collected at a high percent.
4. Expenditures were carefully monitored in order to reduce and save costs.

Looking ahead, San Patricio County must continue to monitor all financial resources and carefully plan for future years. While increased growth in some areas of the County offers hope for the future, some areas of the County are not experiencing economic growth. In addition, such growth will demand more services in the future. Future budgets will present a challenge to maintain the County's record of financial stability and growth that has been routine for so long. County officials will have to work with a spirit of cooperation and expect change to meet future needs of governmental operations. Fortunately, they have done this so far and are expected to continue to work in order to keep the County in sound financial condition. The San Patricio County Economic Development Corporation was formed in 1992. This organization has been instrumental in generating interest in the local area.

In 2005, Naval Station Ingleside was put on the U.S. Navy's closure list which will have a negative impact on the County. The closure is expected to be completed in 2010. Alternatives to the base are being studied.

In 2007, the Federal Government confirmed that it would build a \$20M Wind Turbine and Blade Testing Facility in San Patricio County. It was completed in 2009 and provided approximately 400 temporary construction jobs and eight to ten permanent jobs. More construction is expected in the future.

In late 2008 it was announced that the TPCO America Corporation will build a mini mill facility that will manufacture steel products from recycled scrap steel. This will be located in the eastern part of the County and construction is expected to begin in 2010 with operations beginning in 2012. Construction is expected to provide 400 to 600 jobs and when completed it is expected to provide 300 full time jobs. In 2009 the County approved a major ten year tax abatement to TCPO America Corporation. The Abatements will be as follow: first 5 years 100%, 6th year 85%, 7th year 70%, 8th year 55%, 9th year 40%, and 10th year 25%.

The U.S. Army Reserves 887th Quartermasters Company, military office has announced that they will be building a new \$9,600,000 army reserve facility in San Patricio County near Sinton, Texas. This new facility will replace an old facility and is expected to be about a 200 person organization and include 9 training facility building, an OMS (Organizational Maintenance Shop) where they maintain military vehicles and equipment, unheated storage building, parking and land development. It is expected to provide up to 10 full time military and civilian staff and be a positive impact on the County.

In conclusion, County officials remain optimistic about the economic outlook of the County in spite of recent events, and San Patricio County continues to be an excellent place to live and work.

AWARDS AND ACKNOWLEDGMENTS

Certificate Of Achievement. The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to San Patricio County, Texas for its comprehensive annual financial report for the fiscal year ended December 31, 2008. This award was the twenty-sixth consecutive year that the government has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

Page 4

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate.

Safety Award. The County received the County Safety Award from the Texas Association of Counties for 2009 in recognition of the County's ongoing record of safety in the workplace.

In addition the Texas Association of Counties awarded its' "Making a Difference" Award to San Patricio County Treasurer Mrs. Courtney Dugat because in addition to her County Treasurer duties, she is also responsible for managing workers' compensation claims and her attention to detail has prevented the County from incurring losses from fraudulent claims and her dedication has assured timely benefits for injured employees.

Acknowledgments. The preparation of this report could not have been accomplished without the effort of my staff, the cooperation of various County officials and their staffs, and the Commissioners' Court. I wish to thank them all. I wish to give special acknowledgment to William Telford, San Patricio County First Assistant County Auditor, for his invaluable assistance in helping present this report for the Certificate of Achievement Award. William, a Certified Public Accountant (CPA), MBA graduate and GFOA member, is on the Special Review Committee of the Government Finance Officers Association as a reviewer for the Certificate of Achievement for Excellence in Financial Reporting Program.

Respectfully Submitted,

DWW

David W. Wendel
County Auditor

Certificate of Achievement for Excellence in Financial Reporting

Presented to

San Patricio County
Texas

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2008

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.

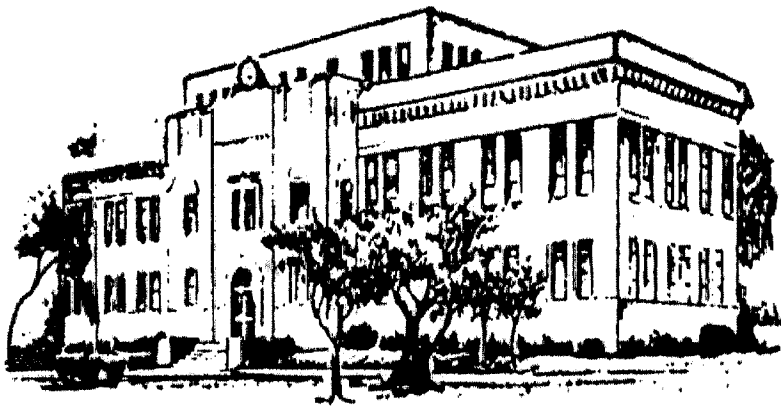


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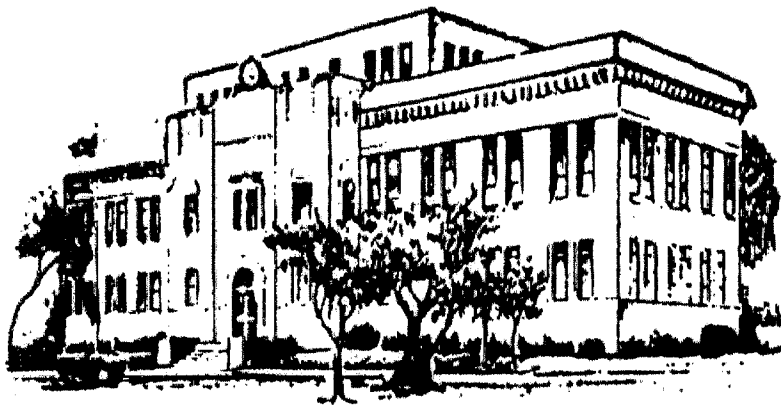
President

A handwritten signature in black ink that reads "Jeffrey R. Emer".

Executive Director



FINANCIAL SECTION





PATTILLO, BROWN & HILL, L.L.P.
CERTIFIED PUBLIC ACCOUNTANTS ■ BUSINESS CONSULTANTS

INDEPENDENT AUDITORS' REPORT

To the Honorable County Judge
and County Commissioners
San Patricio County, Texas

We have audited the accompanying basic financial statements of the governmental activities, each major fund and the aggregate remaining fund information of San Patricio County, Texas (the "County") as of and for the year ended December 31, 2009, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the County's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information of San Patricio County, Texas as of December 31, 2009, and respective changes in financial position and, where applicable, cash flows thereof, for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated May 21, 2010, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion of 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* and important for assessing the results of our audit.

The management's discussion and analysis and budgetary comparison information on pages 5 through 14 and 53 through 55, are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise San Patricio County, Texas's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, other schedules listed under supplementary information, and statistical section listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the basic financial statements of San Patricio County, Texas. The combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical section have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Pattillo, Brown & Hill, C.P.A.

May 21, 2010

MANAGEMENT'S DISCUSSION AND ANALYSIS

The Management of San Patricio County, Texas (the County) provides this Management's Discussion and Analysis of the County's Comprehensive Annual Financial Report (CAFR), reflecting the financial performance, for the readers of the County's financial statements for the fiscal year ended December 31, 2009. Please read it in conjunction with the transmittal letter, which can be found beginning on page V of this report and with the County's financial statements, which follow this section.

FINANCIAL HIGHLIGHTS

Net Assets The assets of San Patricio County exceeded its liabilities at December 31, 2009 by \$50,501,144 (presented as "net assets"). Of this amount, \$17,458,342 was reported as "unrestricted net assets". Unrestricted net assets represent the amount available to be used to meet the County's ongoing obligations to citizens and creditors.

Changes in Net Assets The County's total net assets decreased by \$3,243,101 (a 6% decrease) in fiscal year 2009. The County only had governmental activities during the 2009 year. The decrease in the net assets is primarily attributable to increased public safety costs.

Fund Highlights: Governmental Funds - Fund Balances As of the close of the fiscal year 2009, the County's governmental funds reported a combined ending fund balance of \$16,676,190 which was a decrease of \$2,695,136 in comparison with the prior year due mainly to public safety costs. At the end of the year, unreserved fund balance for the general fund was \$8,676,717 equal to 40% of total general fund expenditures including transfers to other funds.

Long Term Debt The County's total long-term debt obligations decreased by \$350,000 due to principal payment. The County entered into a capital lease in 2005, which was liquidated in 2009. The County issued certificates of obligation in 2006 for fairgrounds construction and its balance at 12-31-2009 was \$18,645,000.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is an introduction to San Patricio County's basic financial statements. San Patricio County's basic financial statements include three components:

1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains additional required supplementary information (budgetary schedules) and other supplementary information (combining and individual fund statements and schedules) in addition to the basic financial statements themselves that explain some of the information in the financial statements and provide more detail.

Government-wide Financial Statements:

The government-wide financial statements provide a broad view of the County's operations in a manner similar to a private-sector business. The statements provide both short-term and long-term information about the County's financial position, which assists in assessing the County's economic condition at the end of the fiscal year. These statements are prepared using the flow of economic resources measurement focus and the accrual basis of accounting. This basically means they follow methods that are similar to those used by most businesses. They take into account all revenues and expenses connected with the fiscal year even if cash involved has not been received or paid. The government-wide financial statements include two statements:

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

The *statement of activities* presents information showing how the County's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will not result in cash flows until future fiscal periods (such as uncollected taxes and earned but unused vacation leave). This statement also presents a comparison between direct expenses and program revenues for each function of the County.

Both of the above financial statements have one section for the County programs or activities which consist of:

Governmental Activities - The activities in this section are mostly supported by taxes and intergovernmental revenues (state and federal grants). Most of the services normally associated with County government fall into this category, including general government, health and social services, public safety and judicial, public works, community service and education. The County did not have any business type activities during the 2009 year.

The government-wide financial statements can be found on pages 17 and 19 of this report.

Fund Financial Statements:

A fund is a fiscal and accounting entity with a self-balancing set of accounts that the County uses to maintain control over funding and spending resources that have been segregated for specific activities or objectives. San Patricio County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

The fund financial statements focus on individual parts of the County government, reporting the County's operations in more detail than the government-wide statements. All of the funds of the County can be divided into three categories. It is important to note that these fund categories use different accounting approaches and should be interpreted differently. The three categories of funds are:

Governmental Funds -Most of the basic services provided by the County are financed through Governmental funds which focus on how money flows into and out of those funds and the balances left at year-end focus on the expendable resources available for future spending. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near term financing decisions. The governmental fund financial statements provide a short-term view of the County's general government operations and the basic services it provides that assist in determining whether there will be adequate financial resources available to meet the current needs of the County (near term inflow and outflow of spendable resources as well as on balances of spendable resources). This approach is known as using the flow of current financial resources measurement focus and the modified accrual basis of accounting. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and the governmental activities.

San Patricio County maintains 42 governmental funds. Information is presented separately in the governmental funds balance sheet and statement of revenues, expenditures, and changes in fund balances for the General Fund, the Road and Bridge Fund, and the Fairgrounds Construction Fund since they are considered to be major funds. Data from the other non-major governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

San Patricio County adopts an annual budget for most of its governmental funds. Budgetary comparison statements have been provided to demonstrate compliance with local budget law.

The basic governmental fund financial statements are presented on pages 21 and 22 of this report.

The County had no business type activities during the 2009 year.

Proprietary Funds -The only proprietary fund that the County had was the Insurance Internal Service Fund. This fund is used to account for funds used to provide health care for the County's employees. Because this service predominantly benefits governmental rather than business-type functions, this financial activity is included within governmental activities in the government-wide financial statements. The basic proprietary fund financial statements can be found right after the governmental fund financial statements.

Fiduciary Funds - These funds are used to account for resources held for the benefit of parties outside the County government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of these funds are not available to support the County's own programs.

The County's fiduciary funds are the Agency Funds, which account for the assets held for distribution by the County as an agent for other governmental units, other organizations or individuals. The County had 21 Agency Funds at December 31, 2009.

The basic fiduciary fund financial statements can be found immediately following the proprietary fund financial statements.

Notes to the Financial Statements:

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found beginning on page 29 of this report.

Required Supplementary Information:

The basic financial statements are followed by a section of required supplementary information that consists of budgetary comparison statements for the General Fund and the major special revenue funds as presented in the governmental fund financial statements. Also certain required pension information is presented as well as certain required post employment benefits information.

Other Supplementary Information:

Other supplementary information, including combining financial statements for nonmajor governmental and fiduciary funds and budgetary comparison schedules are presented following the required supplementary information.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net Assets - As noted earlier, net assets may serve over time as a useful indicator of a County government's financial position. San Patricio County's combined net assets (government activities) totaled \$50,501,144 at the end of fiscal year 2009 compared to \$53,744,245 at the end of the previous year.

A large portion of the County's net assets (65%) reflects its amount invested in capital assets such as land, buildings, major improvements, equipment, and infrastructure (road and bridges), less any related debt used to acquire those assets that is still outstanding. San Patricio County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. The tables provided on the following pages show net assets and changes in net assets for fiscal years 2009 and 2008, which consist only of Governmental activities.

**San Patricio County's Net Assets
December 31, 2009 and 2008**

	2009	2008
Current and other assets	\$ 43,719,359	\$ 45,826,986
Capital assets	51,482,782	52,383,286
Total assets	95,202,141	98,210,272
Long-term liabilities outstanding	23,089,382	22,931,332
Other liabilities	21,611,615	21,534,695
Total liabilities	44,700,997	44,466,027
Net assets:		
Invested in capital assets, net of related debt	32,837,782	33,309,227
Restricted	205,020	444,758
Unrestricted	17,458,342	19,990,260
Total net assets	\$ 50,501,144	\$ 53,744,245
The above figures are not net of related debt.		

The main reason for the net decrease of (\$ 3,243,101) in total net assets was due mainly to increased public safety costs as well as a decrease in investment revenues.

**San Patricio County's Changes in Net Assets
For the years ended December 31, 2009 and 2008**

	2009	2008
Revenues:		
Program Revenues:		
Charges for services	\$ 6,769,940	\$ 6,454,856
Operating grants and contributions	2,197,429	2,353,082
Capital grants and contributions	1,100,428	933,234
General Revenues:		
Property taxes	20,096,396	18,947,806
Investment earnings	153,540	872,867
Other	518,287	629,641
Total Revenues	\$ 30,836,020	\$ 30,191,486
Expenses:		
General Administration	\$ 2,455,393	\$ 5,023,713
Judicial	3,389,464	3,262,148
Legal	720,290	543,832
Elections	272,843	362,296
Financial Administration	1,903,478	1,734,888
Public Facilities	4,524,661	3,017,922
Public Safety	9,829,865	8,682,571
Environmental	84,702	90,000
Public Transportation	6,384,212	5,720,000
Health and Welfare	2,527,697	2,548,166
Culture and Recreation	910,603	806,382
Conservation	201,375	185,911
Amortization of Bond Issuance Costs	10,404	10,404
Interest on Long-Term Debt	864,134	881,901
Total Expenses	\$ 34,079,121	\$ 32,870,134
Decrease in Net Assets	(3,243,101)	(2,678,648)
Net Assets at Beginning of Year	53,744,245	56,422,893
Net Assets at End of Year	\$ 50,501,144	\$ 53,744,245

Revenues increased mainly due to increased tax and operating grants revenues, and expenses increased due mainly to increased Public Facility project costs. The increase in fairgrounds construction was the main reason for the decrease in Net Assets.

The County's net assets decreased by \$3,243,101 or 6%. Approximately 65% of the County's total revenue came from taxes, while 10% resulted from grants and contributions. User charges for various goods and services accounted for 22% of the total revenues. The largest components of expenditures were for public safety, public transportation, judicial, and public facilities. The main increase in expenditures were for public safety costs due to increased sheriff and jail department personnel costs. Also, lower interest rates resulted in lower investment revenues.

A large portion of the County's net assets (65%) is reflected in capital assets (e.g. land, buildings, equipment, and infrastructure) to acquire or construct the assets. Also, restricted net assets (1%) are for retirement of bond debt. The remaining balance of unrestricted net assets (34%) may be used to meet the County's ongoing obligations to citizens and creditors. Internally imposed designations of resources are not presented as restricted net assets.

At the end of the current fiscal year, the County reported positive balances in all categories of net assets, for the government as a whole.

Governmental Activities - Governmental activities decreased the County's net assets by \$3,243,101 or 6% of the total net assets decrease.

Because of the state of the current economy, the County's governmental activities are likely to remain at the current service level in the coming years as revenue for the County is projected to pace inflation.

FINANCIAL ANALYSIS OF COUNTY FUNDS

As mentioned earlier, San Patricio County uses fund accounting to record transactions to ensure and demonstrate compliance with state and federal statutes, GASB pronouncements and GFOA guidelines. The focus of the governmental fund is to provide the available near term resources and expenditures and balance of spendable resources. Such information is useful in assessing San Patricio County's financing requirements. In particular, unreserved fund balance generally provides a useful measure of the County's net resources available for expenditure purposes at the end of the fiscal year.

The governmental funds reported fund balances of \$16,676,190 at the end of the current fiscal year, which is a decrease of \$2,695,136 and 14% from last fiscal year's fund balances of \$19,371,326. This decrease was due mainly to decreased investment revenues and increased public safety costs which were due mainly to increased sheriff and jail personnel costs. Lower interest rates resulted in the lower investment revenues. Also, the County is very concerned with providing its residents with adequate public safety.

BUDGETARY HIGHLIGHTS

The County is heavily dependent on property taxes to fund General Fund discretionary spending. This funding source typically is not susceptible to rapid change and can differ substantially from the overall economy.

The main budget variance between the final budget and the actual expenditures occurred in the Indigent Health Care Fund in General Administration due mainly to Indigent Health Care costs being \$899,244 less than anticipated.

Modest revenue growth is expected for the General Fund in fiscal year 2010, since the revenues are currently exceeding expenditures. Texas law prohibits deficit financial position and the County is prepared to make the necessary adjustments to expenditure levels in future years to maintain a positive fund balance.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets:

The County's net assets invested in capital assets for its governmental activities as of December 31, 2009, amounted to \$99,132,359 less accumulated depreciation of \$47,649,577 with a net book value of \$51,482,782. This amount includes land, buildings, major improvements, equipment, infrastructure and construction in progress.

Major capital asset transactions for the 2009 year included purchases of vehicles and major equipment for the Sheriff's department and Road and Bridge department, as well as construction done on the County Fairgrounds. Depreciation charges for the current year totaled \$3,349,806. Detailed information regarding the capital assets of the County can be found in the Notes to the Financial Statements at Note 5 starting on page 40 of this report.

**Capital Assets (net of accumulated depreciation)
December 31, 2009 and 2008**

		Governmental Activities	
		2009	2008
Land	\$	3,180,673	\$ 3,180,673
Buildings, Major Improvements, and Equipment		31,429,263	31,077,936
Infrastructure		16,709,846	17,961,677
		51,319,782	52,220,286
Construction in Progress		163,000	163,000
Total	\$	51,482,782	\$ 52,383,286

More detailed information regarding the County's Capital Assets is presented in the Notes to the Financial Statements at Note 5 starting on Page 39 of this report.

Debt Administration:

The County is empowered by law to authorize, issue, and sell debt obligations. General obligation bonds are backed by the full faith and credit of the County, including the County's power to levy taxes to ensure repayment of the debt. The San Patricio County Commissioner's Court approves the issuance of debt and the related costs associated with the issuance.

The County's bonded debt as of December 31, 2009 stands at \$18,645,000. The total bonded debt of the County was decreased by \$350,000, a 2% decrease compared to last year. The County's general obligations are rated Ba3 by Moody's Investor Service. This debt is the only long-term bonded debt of the County at 12-31-2009 and will be liquidated in 2036.

The County is also empowered by law to enter into long-term capital leases upon approval of the San Patricio County Commissioners' Court. This debt at 12-31-2009 stands at \$0 because this debt was liquidated in 2009.

The following table is a summary of the County's Outstanding Bonded and Capital Lease Debt,

Outstanding Bonded and Capital Lease Debt
December 31, 2009 and 2008

Governmental Activities

	<u>2009</u>	<u>2008</u>
General Obligation Bonds	\$ 18,645,000	\$ 18,995,000
Capital Leases	0	79,059
Total	\$ 18,645,000	\$ 19,074,059

The decrease was due to principal payments. The General Obligation Bonds are certificates of obligation and are insured by Ambac Assurance Corporation of New York, NY. More detailed information regarding the County's long-term obligations is presented in the Notes to the Financial Statements at Note 4 starting on page 36 of this report.

ECONOMIC CONDITION AND OUTLOOK

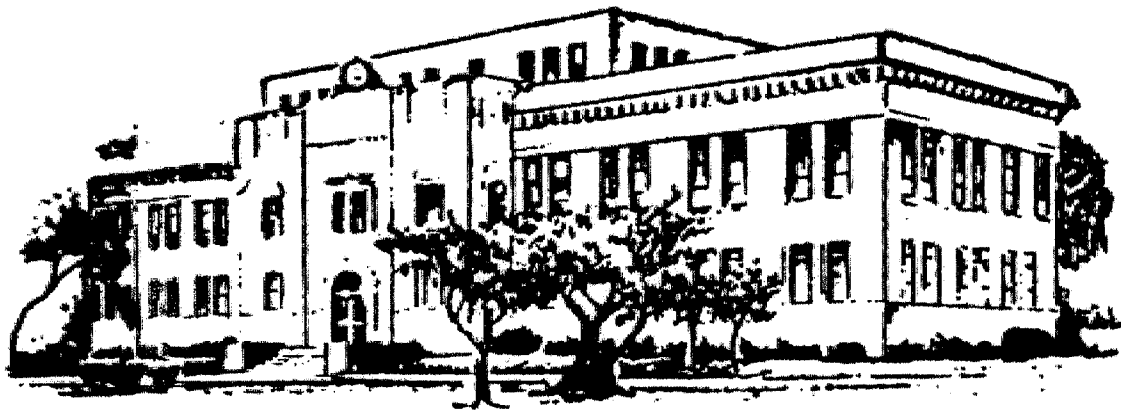
The downturns in the U.S. economy have had similar impacts on the County, and this trend is of much cause of concern to the County's management. However, some new industry is locating in the County which should have a positive economic impact.

In late 2008 it was announced that TPCO America Corporation will build a mini mill facility that will manufacture steel products from recycled scrap steel. In 2009 the County approved a major ten year tax abatement to TCPO America Corporation. The abatements will be as follows: first 5 years 100%, 6th year 85%, 7th year 70%, 8th year, 55%, 9th year 40%, and 10th year 25%. Construction is expected to be started in 2011.

CONTACTING THE COUNTY'S OFFICE OF FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, 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 any questions about this report, or need additional financial information, contact the San Patricio County Auditor's Office at (361) 364-9312, or write to: 400 West Sinton Street, Room B-50, Sinton, TX 78387.

BASIC FINANCIAL STATEMENTS



**SAN PATRICIO COUNTY, TEXAS
STATEMENT OF NET ASSETS
DECEMBER 31, 2009**

ASSETS

Cash and Cash Equivalents	\$	25,390,330
Taxes Receivable, net		14,615,396
Intergovernmental Receivables		170,861
Other Receivables		326,556
Less Allowance for Uncollectables		(18,544)
Due from Other Governments		28,473
Fines Receivable		5,303,743
Less Allowance for Uncollectables		(2,370,552)
Capitalized Bond and Other Debt Issuance Costs		273,096
Capital Assets		
Land		3,180,673
Buildings		37,445,040
Improvements		1,419,029
Equipment		9,187,698
Infrastructure		47,736,919
Less Accumulated Depreciation		(47,649,577)
Construction in Progress		163,000
TOTAL ASSETS	\$	<u>95,202,141</u>

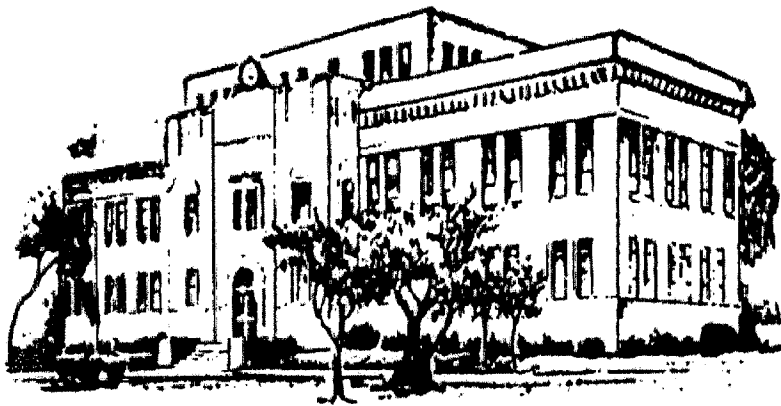
LIABILITIES

Liabilities		
Accounts Payable	\$	1,193,749
Other Liabilities		149,231
Due To Other Governments		115
Interest Payable		214,575
Unearned Revenues		13,162,070
Advance Tax Collections		6,882,139
Noncurrent Liabilities		
Due within One Year		990,388
Due in More than One Year		22,098,994
TOTAL LIABILITIES	\$	<u>44,700,997</u>

NET ASSETS

Invested in Capital Assets, net of related debt	\$	32,837,782
Restricted for Debt Service		205,020
Unrestricted		17,458,342
TOTAL NET ASSETS	\$	<u>50,501,144</u>

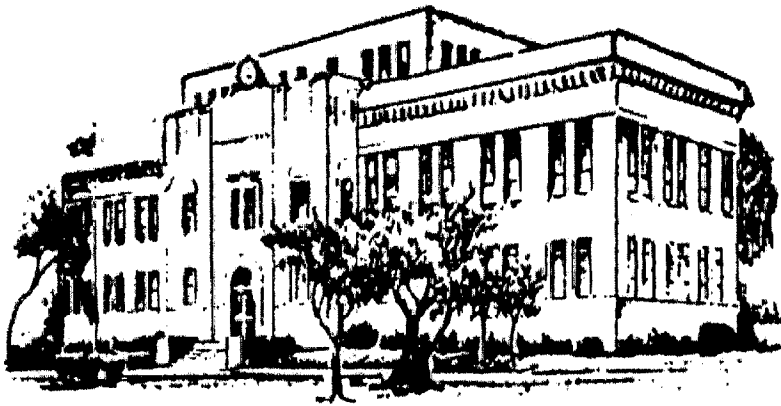
See Accompanying Notes to Financial Statements.



**SAN PATRICIO COUNTY, TEXAS
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2009**

	Expenses	Program Revenues		Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Assets
		Charges for Services	Operating Grants and Contributions		
Governmental Activities					
General Administration	\$ 2,455,393	\$ 485,418	\$ 137,291	\$	(1,832,684)
Judicial	3,389,464	2,592,852	495,830		(300,782)
Legal	720,290	62,649	33,170		(624,471)
Elections	272,843	36,844	7,266		(228,733)
Financial Administration	1,903,478	944,130			(959,348)
Public Facilities	4,524,661	107,934		879,407	(3,537,320)
Public Safety	9,829,865	847,294	336,220		(8,646,351)
Environmental	84,702	42,502			(42,200)
Public Transportation	6,384,212	1,213,403	82,943	221,021	(4,866,845)
Health & Welfare	2,527,697	360,372	1,104,709		(1,062,616)
Culture & Recreation	910,603	76,542			(834,061)
Conservation	201,375				(201,375)
Amortization of Bond Issuance Costs	10,404				(10,404)
Interest on Long-Term Debt	864,134				(864,134)
Total Governmental Activities	\$ 34,079,121	\$ 6,769,940	\$ 2,197,429	\$ 1,100,428	(24,011,324)
General Revenues:					
Property Taxes					20,096,396
Investment Earnings					153,540
Other General Revenues					518,287
Total General Revenues					20,768,223
Change in Net Assets					(3,243,101)
Net Assets-Beginning					53,744,245
Net Assets-Ending					\$ 50,501,144

See Accompanying Notes to Financial Statements.



**SAN PATRICIO COUNTY, TEXAS
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2009**

	GENERAL FUND	ROAD AND BRIDGE FUND	NONMAJOR GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
ASSETS				
Cash and Cash Equivalents	\$ 14,515,876	\$ 2,283,406	\$ 7,379,351	\$ 24,178,633
Taxes Receivable, net	12,080,157	1,839,075	696,164	14,615,396
Intergovernmental Receivables	0	0	170,861	170,861
Other Receivables	201,190	23,872	32,449	257,511
Due from Other Governments	28,473	0	0	28,473
Due from Other Funds	160,493	0	0	160,493
TOTAL ASSETS	\$ 26,986,189	\$ 4,146,353	\$ 8,278,825	\$ 39,411,367
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts Payable	\$ 372,631	\$ 85,488	\$ 459,948	\$ 918,067
Intergovernmental Payables	0	0	9,851	9,851
Other Liabilities	147,278	0	1,953	149,231
Due To Other Funds	0	0	160,493	160,493
Unearned Revenues	12,080,157	1,839,075	696,164	14,615,396
Advance Tax Collections	5,709,406	852,546	320,187	6,882,139
Total Liabilities	18,309,472	2,777,109	1,648,596	22,735,177
Fund Balances -				
Unreserved-Undesignated				
Reported in				
General Fund	8,676,717	0	0	8,676,717
Special Revenue Funds	0	1,369,244	4,155,300	5,524,544
Capital Projects Funds	0	0	2,126,644	2,126,644
Reserved for Debt Service				
Reported in Debt Service Funds	0	0	348,285	348,285
Total Fund Balances	8,676,717	1,369,244	6,630,229	16,676,190
TOTAL LIABILITIES AND FUND BALANCE	\$ 26,986,189	\$ 4,146,353	\$ 8,278,825	

Amounts reported for governmental activities in the Statement of Net Assets are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	51,482,782
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds.	4,412,356
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.	(23,303,957)
Bond issuance cost to be amortized over the life of the debt	273,096
Internal service funds are used by management to charge the costs of certain activities to individual funds. The assets and liabilities of the Insurance Internal Service Fund are included in governmental activities in the statement of net assets	960,677
Net Assets of Governmental Activities	\$ 50,501,144

See Accompanying Notes to Financial Statements.

SAN PATRICIO COUNTY, TEXAS
STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2009

	GENERAL FUND	ROAD AND BRIDGE FUND	NONMAJOR GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
REVENUES				
Taxes	\$ 16,516,035	\$ 2,525,743	\$ 964,264	\$ 20,006,042
Licenses and Permits	165,986	0	0	165,986
Intergovernmental	795,974	82,943	2,736,411	3,615,328
Charges for Services	2,649,239	1,102,618	611,504	4,363,361
Fines & Forfeitures	852,375	497,163	135,051	1,484,589
Investment Income	90,280	14,954	41,566	146,800
Miscellaneous Revenue	247,249	45,113	181,745	474,107
Total Revenues	21,317,138	4,268,534	4,670,541	30,256,213
EXPENDITURES				
Current				
General Administration	2,288,605	0	140,885	2,429,490
Judicial	2,005,357	0	1,260,418	3,265,775
Legal	705,769	0	0	705,769
Elections	235,587	0	7,905	243,492
Financial Administration	1,833,328	0	0	1,833,328
Public Facilities	1,487,458	0	3,740,817	5,228,275
Public Safety	8,877,427	0	506,023	9,383,450
Environmental	84,702	0	0	84,702
Public Transportation	0	4,302,360	646,736	4,949,096
Health & Welfare	838,136	0	1,623,510	2,461,646
Culture and Recreation	886,385	0	0	886,385
Conservation	181,729	0	0	181,729
Debt Service	0	82,182	1,216,030	1,298,212
Total Expenditures	19,424,483	4,384,542	9,142,324	32,951,349
Excess (Deficiency) of Revenues Over Expenditures	1,892,655	(116,008)	(4,471,783)	(2,695,136)
OTHER FINANCING SOURCES (USES)				
Transfers In	5,550	0	2,296,155	2,301,705
Transfers Out	(2,286,608)	0	(15,097)	(2,301,705)
Total Other Financing Sources (Uses)	(2,281,058)	0	2,281,058	0
Net Changes in Fund Balances	(388,403)	(116,008)	(2,190,725)	(2,695,136)
Fund Balances at Beginning of Year	9,065,120	1,485,252	8,820,954	19,371,326
Fund Balances at End of Year	\$ 8,676,717	\$ 1,369,244	\$ 6,630,229	\$ 16,676,190

See Accompanying Notes to Financial Statements.

**SAN PATRICIO COUNTY, TEXAS
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2009**

Amounts reported for governmental activities in the Statement of Activities (p. 19) are different because:

Net changes in fund balances - total governmental funds (p. 22)	\$ (2,695,136)
Governmental funds report capital outlay as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period. See Note 4.	(900,504)
Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds.	577,797
Some expenses reported in the Statement of Activities, such as compensated absences, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.	(592,494)
Proceeds from debt issues provide current financial resources, while repayment of principal consumes current financial resources and is treated as an expenditure in the governmental funds. This amount is the net effect of the treatment of long-term debt and related items.	429,059
Internal service funds are used by management to charge the costs of self insurance. The net expense of certain activities of the Insurance Internal Service Fund are reported with governmental activities.	(61,823)
Change in net assets of governmental activities (p. 19)	\$ <u><u>(3,243,101)</u></u>

See Accompanying Notes to Financial Statements.

**SAN PATRICIO COUNTY, TEXAS
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
DECEMBER 31, 2009**

	<u>GOVERNMENTAL ACTIVITIES - INTERNAL SERVICE FUNDS</u>
ASSETS	
Current Assets	
Cash and Cash Equivalents	\$ 1,211,697
Other Receivables	<u>24,662</u>
Total Assets	<u><u>1,236,359</u></u>
 LIABILITIES	
Current Liabilities	
Accounts Payable	<u>275,682</u>
Total Liabilities	<u><u>275,682</u></u>
 NET ASSETS	
Unrestricted	<u>960,677</u>
Total Net Assets	<u><u>\$ 960,677</u></u>

Note: The Insurance Internal Service Fund is the only proprietary fund of the County. The accounts payable above consists of \$275,682 in medical claims and \$-0- in other payables.

See Accompanying Notes to Financial Statements.

**SAN PATRICIO COUNTY, TEXAS
STATEMENT OF REVENUES, EXPENSES, AND
CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2009**

	<u>GOVERNMENTAL ACTIVITIES - INTERNAL SERVICE FUNDS</u>
Operating Revenues:	
Contributions for Employee Insurance and Medical Expenses	\$ 2,752,968
Insurance Reimbursements and Refunds	<u>31,696</u>
Total Operating Revenues	<u>2,784,664</u>
Operating Expenses:	
Insurance and Administrative Expenses	504,972
Medical Claims Expense	<u>2,348,255</u>
Total Operating Expenses	<u>2,853,227</u>
Operating Income (Loss)	<u>(68,563)</u>
Non-Operating Revenues (Expenses):	
Investment Income	<u>6,740</u>
Total Non-Operating Revenues (Expenses)	<u>6,740</u>
Change in Net Assets	(61,823)
Total Net Assets at Beginning of Year	<u>1,022,500</u>
Total Net Assets at End of Year	<u>\$ 960,677</u>

Note: The Insurance Internal Service Fund is the only proprietary fund of the County.

See Accompanying Notes to Financial Statements.

**SAN PATRICIO COUNTY, TEXAS
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2009**

	<u>GOVERNMENTAL ACTIVITIES - INTERNAL SERVICE FUNDS</u>
Cash flows from Operating Activities:	
Cash received from premium contributions and other	\$ 2,764,282
Cash paid to insurance and medical expenses	<u>(2,847,591)</u>
Net cash flows from operating activities	<u>(83,309)</u>
Cash flows from investing activities:	
Investment Income received	<u>6,740</u>
Net cash flows from investing activities	<u>6,740</u>
Net change in cash and cash equivalents	(76,569)
Cash and Cash Equivalents, Beginning of Year	<u>1,288,266</u>
Cash and Cash Equivalents, End of Year	\$ <u><u>1,211,697</u></u>
Reconciliation of Operating Income to Net Cash Flows from Operating Activities:	
Operating Income (Loss)	\$ <u>(68,563)</u>
Adjustments to Reconcile Operating Income to Net Cash Flows from Operating Activities:	
Changes in Assets and Liabilities not related to investing or financing activities:	
Other Receivables	(20,382)
Accounts Payable	0
Other Liabilities	<u>5,636</u>
Total Adjustments	<u>(14,746)</u>
Net Cash Flows From Operating Activities	\$ <u><u>(83,309)</u></u>

Non-cash investing, capital, and financing activities: none

Note: The Insurance Internal Service Fund is the only proprietary fund of the County.

See Accompanying Notes to Financial Statements.

**SAN PATRICIO COUNTY, TEXAS
STATEMENT OF FIDUCIARY NET ASSETS
AGENCY FUNDS
DECEMBER 31, 2009**

ASSETS

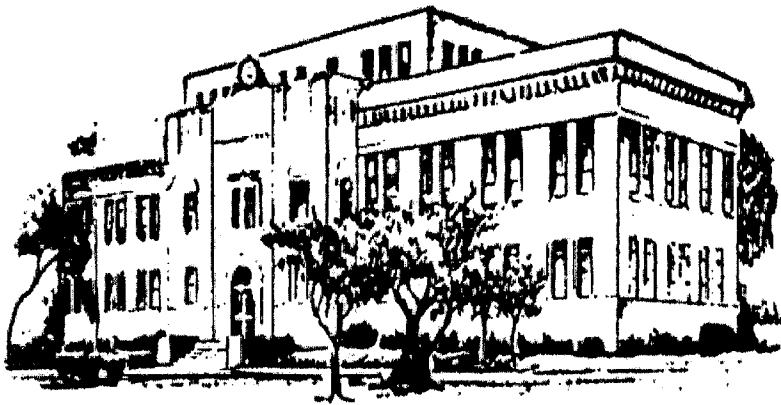
Cash and Cash Equivalents	\$ 7,749,082
Due From Others	7,421
Due From Other Governments	<u>99,972</u>
TOTAL ASSETS	\$ <u><u>7,856,475</u></u>

LIABILITIES

Due To Others	\$ 7,819,481
Due To Other Governments	<u>36,994</u>
Total Liabilities	\$ <u><u>7,856,475</u></u>

Note: The only fiduciary funds the County had were agency funds.

See Accompanying Notes to Financial Statements.



SAN PATRICIO COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2009

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

San Patricio County, Texas (the County), was organized in 1837. The County operates under a County Judge - Commissioners Court type of government and provides the following services throughout the County: public safety (fire, ambulance and law enforcement), public transportation (highways and roads), health and welfare, culture and recreation, conservation (agriculture), public facilities, judicial and legal, election functions, and general and financial administrative services.

The accounting policies of the County conform to generally accepted accounting principles as applicable to governments. The County also applies all relevant Governmental Accounting Standards Board (GASB) pronouncements. The following is a summary of the more significant policies.

A. *The Reporting Entity*

The financial statements include all the funds of the County. There are no component units applicable to the County. Therefore, the primary government (San Patricio County) is the same as the reporting entity. The County is not a component unit of any other entity.

B. *Government-wide and Fund Financial Statements:*

Government-wide Financial Statements - The Statement of Net Assets and Statement of Activities report information on all of the non-fiduciary activities of the *Governmental activities*, which are primarily supported by intergovernmental revenues and taxes are reported separately from *business-type activities*, which rely primarily upon fees charged to external parties. Eliminations have been made to minimize the double-counting of internal activities. Direct expenses are not eliminated from the various functional categories. The County had no business type activities during the 2009 year.

The Statement of Activities demonstrates the extent to which direct expenses of a function (i.e., general government, health and social services, public safety and judicial, etc.) are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include 1) charges to customers who purchase, use or directly benefit from goods, services or privileges provided by a given function and 2) grants and intergovernmental revenues that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among specific program revenues are reported instead as *general revenues*.

Fund Financial Statements - Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. Remaining governmental funds are aggregated and reported as non-major funds.

SAN PATRICIO COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2009
(continued)

The County reports the following major governmental funds:

General Fund - This is the County's primary operating fund. It accounts for all financial resources of the general government, except for those requiring separate accounting in another fund.

Road and Bridge Fund - This fund accounts for current funds used for the purpose of constructing and maintaining roads and bridges.

The Non-Major governmental funds consist of the following fund types:

Special Revenue Funds - Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than expendable trusts or major capital projects) that are legally restricted to expenditures for specified purposes.

Debt Service Funds - Debt Service Funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs.

Capital Projects Funds - Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities.

The County does have one proprietary fund type and that is the Internal Service Fund. Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the County, or to other governments, on a cost reimbursement basis. The County's only Internal Service Fund is the Insurance Internal Service Fund, which is an established account for funds used for health insurance coverage for County personnel. Because this fund is a proprietary fund, it distinguishes operating revenues and expenses from non-operating items.

Additionally, the County reports Agency Fund types which are fiduciary funds and are used to account for monies received and disbursed by the County in the capacity of trustee, custodian, or agent for individuals or other entities. Agency Funds are custodial in nature (assets = liabilities) and do not involve measurement of results of operation. The County's Agency Funds consist mainly of funds holding tax revenues, officials' fees and other funds, forfeited monies, and other pertinent funds for other entities or individuals.

SAN PATRICIO COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2009
(continued)

C. Measurement Focus and Basis of Accounting

Government-wide and Fiduciary Fund Financial Statements -The government-wide and fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Agency funds report only assets and liabilities and do not have a measurement focus. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Non-exchange transactions, in which the County gives (or receives) value without directly receiving (or giving) equal value in exchange, include taxes, grants, and entitlements. On an accrual basis, revenue from taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Government Fund Financial Statements – All governmental fund types are accounted for using a current financial resources measurement focus and the modified accrual basis of accounting. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (i.e. revenues and other financing sources) and decreases (i.e. expenditures and other financing uses) in net current assets.

Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). "Measurable" means the amount of the transaction can be determined, and "available" means collection within the current period or soon enough thereafter to be used to pay liabilities of the current period. The County considers property taxes as available if they are collected within 60 days after year-end. Also considered susceptible to accrual are intergovernmental and fines receivables. Expenditures are recorded when the related fund liability is incurred. All transactions occurring in the governmental fund financial statements are recorded using the modified accrual basis of accounting, except for:

- Interfund transactions for goods and services which are recorded on the accrual Basis
- Revenues from grants which are recorded as earned
- Principal and interest on general long-term debt which are recorded when due.

Proprietary Fund Financial Statements - The only proprietary fund that the County had was the Insurance Internal Service Fund. This fund is used to account for funds used to provide health care for the County's employees. Because this service predominantly benefits governmental rather than business-type functions, this financial activity is included within governmental activities in the government-wide financial statements. The basic proprietary fund financial statements distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing health care for the County's employees. The main operating revenues are contributions for employee insurance and medical expenses, and the main operating expenses are medical claims. The only Non-operating Item for the 2008 year was Investment Income.

SAN PATRICIO COUNTY, TEXAS
 NOTES TO FINANCIAL STATEMENTS
 DECEMBER 31, 2009
 (continued)

D. Receivables

The County levies, collects and distributes property taxes for all taxing jurisdictions within its boundaries. Uncollected property taxes receivable in the General Fund, Special Revenue and Debt Service Funds which are not considered available to finance current operations are shown in the governmental fund financial statements as assets and are offset by deferred revenue (advance tax collections). Accordingly, such receivables are not reflected as revenue until they become available to finance current operations.

Receivables for federal and state financial assistance are recorded as revenue, in all fund types, as earned.

E. Inventories

Inventories of supplies on hand have not been recorded; such supplies are of an expendable nature and are expensed when purchased. As these amounts do not seem to fluctuate a great deal from year to year, the exclusion of inventories does not materially affect either the financial position or results of operations of these funds.

F. Capital Assets

Capital Assets, which include land, buildings, improvements other than buildings, equipment, infrastructure (roads and bridges) and construction in progress are reported in the government-wide financial statements. Capital assets are defined by the County as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost. Donated capital assets are recorded at estimated fair market value at the date of donation. Major outlays for capital assets and major improvements are capitalized as projects are constructed. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Land and construction in progress are not depreciated.

Capital assets are depreciated using the straight line method over the following estimated useful lives:

Assets	Years	Yearly Depreciation Rates
Buildings	9-30	3.3% to 11.1%
Improvements Other than Buildings	16-25	4.0% to 6.2%
Equipment	3-20	5.0% to 33 1/3 %
Infrastructure		
Bridges	20-35	2.8% to 5.0%
Roads	20	5.0%

SAN PATRICIO COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2009
(continued)

G. Cash and Cash Equivalents

Cash and Cash Equivalents at December 31, 2009, totals \$33,139,412, (\$24,178,633 in governmental funds \$1,211,697 in proprietary funds, and \$7,749,082 in agency funds) and consists of \$7,906 in petty cash and \$33,131,506 in bank and pool demand accounts. Nearly all of the demand accounts are interest earning accounts.

The County's total bank deposits of \$ 8,983,491 at December 31, 2009, were covered by federal depository insurance or by pledged collateral securities held by the Trust Department of the County's bank in the County's name. Such total collateralization and insurance coverage is required by state law. The County's deposits were properly insured and secured throughout the year. The amount of pledged collateral at December 31, 2009 was \$13,220,003.

State statute authorizes the County to invest in obligations of, or guaranteed by, governmental entities, certificates of deposits, bankers acceptances, commercial paper, no load money market mutual funds, repurchase agreements, and investment pools. Investments for the County are reported at fair value.

The Pooled Cash Accounts at December 31, 2009 consist of \$23,080,040 in Various External Pool Accounts. The Various Pool Accounts are not subject to credit risk classification. The pooled accounts at 12/31/09 consist of the Tex-Pool Account (\$852,318), LOGIC Pool Account (\$5,100,545), and MBIA Class Pool Account (\$17,127,177), for a total of \$23,080,040. The pool accounts are not SEC regulated but are governed by an independent board of directors and operate in accordance with state laws and regulations. The reported values of the pools are the same as the fair value of the pool shares which are acquired at a cost of \$1 each.

In conclusion, at December 31, 2009:

Deposits - All of the County deposits were insured and collateralized.

Investments - The County does have a formal investment policy, but it had no investments at December 31, 2009. The County participates in pooled accounts as discussed above. The County prefers these accounts due to the decrease in risk and also the high liquidity benefit.

Interest rate risk - The County does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. The County feels that with pooled accounts, this risk is very low due to their high liquidity.

Credit risks - Standard and Poor's has issued credit ratings of AAAM to Tex Pool and AAA to MBIA Class, and to LOGIC.

It is the County's policy to limit its' investment to top ratings issued by nationally recognized statistical ratings organizations.

SAN PATRICIO COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2009
(continued)

Custodial credit risk - For an investment, custodial credit risk is the risk that in the event of the failure of the counter party, the County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The County has no policy on custodial credit risk but feels that its pooled accounts are low risk.

Concentration of credit risk - The County places no limit on the amount that the County may invest in any one issuer. The County is currently using the less risky pooled accounts and plans to continue to do so in the future.

H. Long Term Debt

All County long-term debt is included in the Government-wide Financial Statements. This consisted of Certificates of Obligation Series 2006, compensated absences, pollution remediation and OPEBs.

I. Compensated Absences

Accumulated vested compensated absences, which consist of vacation leave and compensatory time, are accrued in the government-wide financial statements. Sick pay, which does not vest, is recorded when leave is taken. The entire amount of \$339,389 has been accrued as payable within one year since the amount due after one year is not material. Nearly all of the compensated absences payable is liquidated by the General and Road and Bridge Funds in Personal Services accounts as budgeted. The following summary is presented for informational purposes and is an overall summary of the changes in compensated absences for the 2009 year:

Balance at Beginning of Year	\$ 339,389
Additions	247,636
Deductions	<u>(339,389)</u>
Balance at End of Year	\$ <u>247,636</u>

J. Fund Equity

In the fund financial statements, governmental funds do not report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. However, at December 31, 2009 there was \$292,617 reserved for debt service payments. In addition, there was \$55,668 reserved for future bonded debt.

K. Comparative Data

Comparative data for prior year are not included in the financial statements.

SAN PATRICIO COUNTY, TEXAS
 NOTES TO FINANCIAL STATEMENTS
 DECEMBER 31, 2009
 (continued)

L. Cash and Cash Equivalents of Proprietary Fund Type Cash Flows Statement

For purposes of the statement of cash flows, the Internal Service Fund considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents. For the 2009 year, cash and cash equivalents consist of cash on deposit and cash in pooled accounts, as well as cash on hand.

M. OPEBs (Other Post Employment Benefits) and Pollution Remedial Expenses

OPEB's and Pollution Remedial Expenses are recorded in the government-wide financial statements. OPEB expenses are serviced in the appropriate General and Road and Bridge Fund personal services accounts as budgeted and the Pollution Remedial expenses are serviced in the Sinton Airport department of the Airport Fund in the appropriate other services and charges account. See Note 16 for more information on OPEBs and Note 13 for more information on Pollution Remedial expenses. The following summary is presented for informational purposes and is an overall summary of these costs for the 2009 year.

	OPEBs		Pollution Remedial Expenses
Balances at Beginning of Year	\$ 699,790	\$	2,818,094
Additions	1,015,399		0
Deductions	(227,659)		(108,878)
Balance at End of Year	\$ 1,487,530	\$	2,709,216

(2) PROPERTY TAXES

Property is appraised, and a lien on such property becomes enforceable as of January 1, subject to certain procedures for rendition, appraisal, appraisal review, and judicial review. Traditionally, property taxes are levied October 1, of the year in which assessed or as soon thereafter as practicable. Taxes are due and payable when levied since that is when the County bills the taxpayers. The County begins to collect the taxes as soon as the taxpayers are billed.

Taxes become delinquent February 1, of each year and are subject to simple interest and penalty of 7% in February; 9% in March; 11% in April; 13% in May; 15% in June; 2% in July, and 1% in months thereafter. Collections of the current year's levy are reported as current collections if received by June 30, (within 9 months of the October 1, due date). Collections received thereafter are reported as delinquent collections.

The County's taxes on real property are a lien against such property until paid. The County may foreclose on real property upon which it has a lien for unpaid taxes. The exception is homestead property belonging to persons 65 years of age or older who files for a tax deferral. The County does make considerable effort to collect delinquent taxes before foreclosure proceedings. Delinquent taxes on property not otherwise collected are generally paid when there is a sale or transfer of the title to the property.

SAN PATRICIO COUNTY, TEXAS
 NOTES TO FINANCIAL STATEMENTS
 DECEMBER 31, 2009
 (continued)

Any liens and subsequent suits against the taxpayer for payment of delinquent personal property taxes are barred unless instituted within four years from the time such taxes became delinquent. Unlike real property, the sale or transfer of most personal property does not require any evidence that taxes thereon are paid. The County's 2008 tax rate (for the period October 1, 2008 to September 30, 2009) was \$0.5275 per \$100 valuation. This roll year taxes were for the County's 2008 fiscal year operations. The 2009 tax roll is to be used for 2010 operations and its tax rate is \$0.5245 per \$100 valuation. It is noted that the County operates on a calendar year.

(3) GRANTS RECEIVABLE DUE FROM OTHER GOVERNMENTS

Amounts due from other governments at December 31, 2009, consist of \$168,861 from various Federal and State Grants. Included in the above amount is \$49,421 of Texas Department of Health grants, \$102,174 from WIC Funds, and \$11,003 of Communications System Fund radio maintenance fees due from other governmental entities.

(4) LONG-TERM OBLIGATIONS

The following is a summary of general long-term debt bond transactions for the year ended December 31, 2009:

	GENERAL OBLIGATION	TOTAL
Bonds Payable, 01-01-09	\$ 18,995,000	\$ 18,995,000
Bonds Issued	-0-	-0-
Bonds Retired	(350,000)	(350,000)
Bonds Payable, 12-31-08	\$ 18,645,000	\$ 18,645,000

SAN PATRICIO COUNTY, TEXAS
 NOTES TO FINANCIAL STATEMENTS
 DECEMBER 31, 2009
 (continued)

The annual requirements for the above general long-term debt outstanding at December 31, 2009 are as follows:

<u>YEAR ENDING</u> <u>DECEMBER 31</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>TOTAL</u> <u>REQUIREMENTS</u>
2010	\$ 365,000	\$ 850,541	\$ 1,215,541
2011	380,000	834,710	1,214,710
2012	395,000	818,241	1,213,241
2013	410,000	801,135	1,211,135
2014	430,000	783,285	1,213,285
2015	450,000	764,023	1,214,023
2016	470,000	743,323	1,213,323
2017	490,000	721,723	1,211,723
2018	515,000	699,110	1,214,110
2019	540,000	675,373	1,215,373
2020	565,000	650,793	1,215,793
2021	590,000	625,088	1,215,088
2022	615,000	597,975	1,212,975
2023	645,000	569,625	1,214,625
2024	675,000	539,925	1,214,925
2025	705,000	508,523	1,213,523
2026	740,000	475,195	1,215,195
2027	775,000	439,676	1,214,676
2028	810,000	402,032	1,212,032
2029	850,000	362,607	1,212,607
2030	890,000	321,282	1,211,282
2031	935,000	277,939	1,212,939
2032	980,000	232,702	1,212,702
2033	1,030,000	185,467	1,215,467
2034	1,080,000	135,612	1,215,612
2035	1,130,000	83,125	1,213,125
2036	1,185,000	28,144	1,213,144
TOTAL	\$ <u>18,645,000</u>	\$ <u>14,127,174</u>	\$ <u>32,772,174</u>

SAN PATRICIO COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2009
(continued)

The above debt consists of the following:

Certificates of Obligation, Series 2006, dated August 1, 2006 Interest Range 4.25% to 4.75% issued for new showbarn facilities. Amount issued \$19,330,000.	<u>\$ 18,645,000</u>
Total Outstanding at December 31, 2009	<u>\$18,645,000</u>

The above debt is serviced by the Permanent Improvement Debt Service Fund.

During 2006, the County issued Certificates of Obligation in the amount of \$19,300,000 that are to be used for major fairgrounds construction which will consist of new animal exhibit buildings and other facilities. These certificates are insured by Ambac Assurance Corporation of New York, NY. that had an insurance rating of Ba3 at 12-31-09 by Moody's.

The following is a summary of general long-term lease-purchase contracts (capital leases) payable for the year ended December 31, 2009:

Lease-Purchase Contracts Payable at January 1, 2009	\$ 79,059
New Lease-Purchase Contracts made during year	-0-
Lease-Purchase Contracts Payments made during year	<u>(79,059)</u>
Lease-Purchase Contracts Payable at December 31, 2009	<u>\$ 0</u>

The above debt was liquidated in 2009.

See Note 1, I for the discussion on compensated absences payable. Also See Note 1, M for discussion of other Post Employment Benefits (OPEBs) and Pollution Remediation Expenses.

The following is an overall summary of long-term liability activity for the year ended December 31, 2009:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
General Obligation Bonds	\$ 18,995,000	\$ -0-	\$ 350,000	\$ 18,645,000	\$ 365,000
Capital Leases	79,059	-0-	79,059	0	0
Compensated Absences Payable	339,389	247,636	339,389	247,636	247,636
OPEBs	699,790	1,015,399	227,659	1,487,530	
Pollution Remediation	<u>2,818,094</u>		<u>108,878</u>	<u>2,709,216</u>	<u>377,752</u>
Total	<u>\$ 22,931,332</u>	<u>\$ 1,263,035</u>	<u>\$ 1,104,985</u>	<u>\$ 23,089,382</u>	<u>\$ 990,388</u>

SAN PATRICIO COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2009
(continued)

(5) CAPITAL ASSETS

Capital Assets governmental activity for year ended December 31, 2009 was as follows:

	<u>Balance 12/31/2008</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance 12/31/2009</u>
Capital Assets Not Being Depreciated:				
Land	\$ 3,180,673	\$ 0	\$ 0	\$ 3,180,673
Construction in Progress	<u>163,000</u>	<u>0</u>	<u>0</u>	<u>163,000</u>
Total Capital Assets Not Being Depreciated	<u>3,343,673</u>	<u>0</u>	<u>0</u>	<u>3,343,673</u>
Capital Assets Being Depreciated:				
Buildings	\$ 36,161,483	\$ 1,417,578	\$ (134,021)	\$ 37,445,040
Improvements Other Than Buildings	988,211	433,553	(2,735)	1,419,029
Equipment	9,522,823	985,469	(1,320,594)	9,187,698
Infrastructure				
Roads	45,722,761	0	0	45,722,761
Bridges	<u>2,014,158</u>	<u>0</u>	<u>0</u>	<u>2,014,158</u>
Total Capital Assets Being Depreciated	<u>\$ 94,409,436</u>	<u>\$ 2,836,600</u>	<u>\$ (1,457,350)</u>	<u>\$ 95,788,686</u>
Less Accumulated Depreciation For:				
Buildings	\$ (9,270,409)	\$ (1,135,492)	\$ 109,338	\$ (10,296,563)
Improvements Other Than Buildings	(701,247)	(36,158)	2,733	(734,672)
Equipment	(5,622,925)	(926,325)	957,981	(5,591,269)
Infrastructure				
Roads	(28,481,444)	(1,195,654)	0	(29,677,098)
Bridges	<u>(1,293,798)</u>	<u>(56,177)</u>	<u>0</u>	<u>(1,349,975)</u>
Total Capital Assets Being Depreciated, Net	<u>\$ (45,369,823)</u>	<u>\$ (3,349,806)</u>	<u>\$ 1,070,052</u>	<u>\$ (47,649,577)</u>
Total Governmental Activity Capital Assets, Net	<u>\$ 52,383,286</u>	<u>\$ (513,206)</u>	<u>\$ (387,298)</u>	<u>\$ 51,482,782</u>

The amounts above are not shown net of related debt.

SAN PATRICIO COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2009
(continued)

The amount of capital assets net of related debt at 12-31-09 is as follows:

Capital Assets, Net of Depreciation at 12-31-09		\$ 51,482,782
Less Related Debt		
Certificates of Obligation	18,645,000	
Capital Leases	-	18,645,000
Capital Assets, Net of Related Debt at 12-31-09		\$ 32,837,782

The Amount by which capital outlay exceeded depreciation in 2008 is as follows:

Assets purchased during 2009 year		\$ 2,836,600
Depreciation Expense for the year		(3,349,806)
Net Amount by which capital outlay was under depreciation in 2009		\$ (513,206)

Depreciation expense was charged to functions/programs of the County for the 2009 year as follows:

Governmental Activities:

General Administration		\$ 73,743
Judicial		24,628
Financial Administration		5,360
Legal		-
Elections		27,393
Public Facilities		1,219,214
Public Safety		287,864
Public Transportation		1,661,030
Health and Welfare		20,165
Culture and Recreation		18,654
Conservation		11,755
Total Depreciation Expense		\$ 3,349,806

It is noted that the 12-31-09 Construction in Progress (\$163,000) consisted of \$163,000 for two new radio towers for the Sheriff's Department. One will be located in Sinton, TX and the other in Ingleside, TX. No work was done on the towers in 2009. The towers are expected to be completed in 2010.

SAN PATRICIO COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2009
(continued)

(6) RECEIVABLES

Receivables for the County's individual major funds and non-major funds are as follows:

	Property Taxes	Intergovernmental	Other	Total
Governmental activities:				
General Fund	\$ 12,080,157	\$	\$ 229,663	\$ 12,309,820
Road and Bridge Fairgrounds Construction	1,839,075		23,872	1,862,947
Non-major governmental funds	696,164	170,861	32,449	899,474
Totals	\$ 14,615,396	\$ 170,861	\$ 285,984	\$ 15,072,241

(7) OTHER DISCLOSURES

A. Excess of expenditures over appropriations did not occur in any of the budgeted funds except for the District Attorney Fund in which expenditures of \$449,819 exceeded appropriations of \$449,163, a difference of \$656 and the Intoxilizer Fund in which expenditures of \$134,461 exceeded appropriations of \$133,587, a difference of \$874. Overall the County had a positive variance.

B. At December 31, 2009 the following funds had deficit fund balances: the VINES (Victim Information and Notification Everyday Service) Fund at \$2,666 and the Intoxilizer Program Fund at \$170, the Texas Department of Health Grants Fund at \$50,578 and the Home Improvement program Fund at \$6,825. These deficits are expected to be liquidated by future resources of the County.

C. The reconciliation of interfund transfers is as follows:

	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ 5,550	\$ 2,286,608
Road & Bridge Fund		
Non-Major Governmental Funds	<u>2,296,155</u>	<u>15,097</u>
Totals	<u>\$ 2,301,705</u>	<u>\$ 2,301,705</u>

SAN PATRICIO COUNTY, TEXAS
 NOTES TO FINANCIAL STATEMENTS
 DECEMBER 31, 2009
 (continued)

The main transfers consisted of \$420,000 from the General Fund to the Right-Of-Way Fund for right-of-way costs, \$300,000 from the General Fund to the Capital Improvements Fund for capital projects cost, \$328,869 from the General Fund to the District Attorney Operating Fund for District Attorney costs and \$268,246 from the General Fund to the District Courts Fund for District Courts costs, \$560,000 from the General Fund to the Airport Fund for Airport costs and \$350,000 from the General Fund to the Indigent Health Care Fund for Indigent Health care costs.

D. The interfund receivable and payable balances at December 31, 2009, consisted of the following:

<u>FUNDS</u>	<u>Interfund Receivable</u>	<u>Interfund Payables</u>
General Fund	\$ 160,493	\$ 0
Non-Major Governmental Funds		160,493
Proprietary Funds	<u>0</u>	<u>0</u>
Totals	<u>\$ 160,493</u>	<u>\$ 160,493</u>

It is noted that the \$1 difference above is due to rounding off and is not considered material.

The outstanding balances between funds result mainly from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made. It is expected that these balances will be liquidated within one year.

(8) PENSION PLAN

San Patricio County provides retirement, disability, and death benefits for all of its fulltime 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 586 nontraditional defined benefit pension plans. TCDRS in the aggregate issues a comprehensive annual financial report (CAFR) on a calendar year basis. The CAFR is available upon written request from the TCDRS Board of Trustees at P.O. Box 2034, Austin, Texas 78768-2034.

SAN PATRICIO COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS
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(continued)

The plan provisions are adopted by the governing body of the employer, within the options available in the Texas state statutes governing TCDRS (TCDRS Act). Members can retire at ages 60 and above with 10 or more years of service, with 30 years of service regardless of age, or when the sum of their age and years of service equals 80 or more. Members are vested after 10 years of service but must leave their accumulated contributions in the plan to receive an employer-financed benefit. Members who withdraw their personal contributions in a lump sum are not entitled to any amounts contributed by their employer.

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

It is noted that some of the following information is for the 2008 calendar year since some of the calendar year 2009 information will not be available until the summer of 2010.

Funding Policy. The employer has elected the annually determined contribution rate (ADCR) plan provisions of the TCDRS Act. The plan is funded by monthly contributions from both employee members and the employer based on the covered payroll of employee members. Under the TCDRS Act, the contribution rate of the employer is actuarially determined annually. It was 7.81% for calendar year 2009. The contribution rate payable by the employee members is the rate of 7.0% as adopted by the governing body of the employer. The employee contribution rate and the employer contribution rate may be changed by the governing body of the employer within the options available in the TCDRS Act.

Annual Pension Cost. For the employer's accounting year ending December 31, 2009, the annual pension cost for the TCDRS plan for its employees was \$2,605,681, and the actual contributions were \$2,605,681.

The annual required contributions were actuarially determined as a percent of the covered payroll of the participating employees, and were in compliance with the GASB Statement No. 27 parameters based on the actuarial valuation as of December 31, 2001, the basis for determining the contribution rate for calendar year 2009. The December 31, 2008 actuarial valuation is the most recent valuation.

SAN PATRICIO COUNTY, TEXAS
 NOTES TO FINANCIAL STATEMENTS
 DECEMBER 31, 2009
 (continued)

Actuarial Valuation Information

Actuarial valuation date	12/31/2006	12/31/2007	12/31/2008
Actuarial cost method	entry age	entry age	entry age
Amortization method	level percentage of payroll, closed	level percentage of payroll, closed	level percentage of payroll, closed
Amortization period	15.0	15.0	20.0
Asset valuation method	SAF: 10 yr Smoothed value ESF: Fund value	SAF: 10 yr Smoothed value ESF: Fund value	SAF: 10 yr Smoothed value ESF: Fund value
Actuarial Assumptions:			
Investment return*	8.00%	8.00%	8.00%
Projected salary increases*	5.50%	5.30%	5.30%
Inflation	3.50%	3.50%	3.50%
Cost-of-living adjustments	0.00%	0.00%	0.00%
*Includes inflation at the stated rate			

**Trend Information
 for the Retirement Plan for the Employees of San Patricio County**

Accounting Year Ending	Annual Pension Cost	Percentage of APC Contributed	Net Pension Obligation
12/31/2007	\$ 2,007,816	100.00%	\$ -0-
12/31/2008	2,161,924	100.00%	-0-
12/31/2009	2,605,681	100.00%	-0-

**Schedule of Funding for the Retirement Plan
 for the Employees of San Patricio County**

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (UALL) (b-a)	Funded Ratio (a/b)	Annual Covered Payroll (c)*	UAAL as a Percentage of Payroll ((b-a) / c)
12/31/2006	\$37,210,073	\$ 39,002,407	\$ 1,792,134	95.41%	\$ 12,805,173	14.00%
12/31/2007	39,698,784	41,598,130	1,899,346	95.43%	13,612,306	13.95%
12/31/2008	37,573,319	43,297,332	5,722,013	86.78%	14,728,757	38.85%

*The annual covered payroll is based on the employee contributions received by TCDRS for the year ending with the valuation date.

SAN PATRICIO COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2009
(continued)

(9) DEFERRED COMPENSATION PLAN

The County offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all County employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death or unforeseeable emergency. The County currently offers its employees a choice between two plans.

The funds in the plans are held by Nationwide Retirement Solutions, Inc. of Columbus, Ohio and VALIC Financial Advisors Inc., Houston, Texas as the plan administrators for the County. These plans qualify under the requirements of Internal Revenue Service Code Section 457, Subsection g. The funds are held in trust by the two plan administrators for the exclusive benefits of the employees and their beneficiaries who will receive these funds directly from these plan administrators. Since these funds are directly remitted to these plan administrators by the County, the County no longer owns the amounts deferred by employees or related income on these amounts. Therefore, since these plans do not qualify to be included with the County's fiduciary funds there are not any plan assets included in the County's financial statements.

(10) CONTINGENT LIABILITIES

The County is contingently liable with respect to law suits and other claims in the ordinary course of its operations. Should such contingencies become a real liability, funds would have to be appropriated in future budgets for settlement. The County does not feel that there are any law suits pending at December 31, 2009, that would have a material effect on the financial condition of the County.

In addition, the County also participates in several federal and state assisted grant programs, all of which are subject to federal regulations and guidelines. Should any of the grant program expenditures be disallowed by any of the respective grantor agencies or should any other contingency become a reality, funds would have to be appropriated in future County budgets for settlement. However, the County feels that such future amounts, if any, would be immaterial.

(11) RISK MANAGEMENT

The County is exposed to various risks of loss related to torts; theft of and damages due to destruction of assets; errors and omissions; and natural disasters for which the County carries commercial insurance. In addition, the County has implemented a Safety Committee to assist in mitigation of risk and promote safety.

SAN PATRICIO COUNTY, TEXAS
 NOTES TO FINANCIAL STATEMENTS
 DECEMBER 31, 2009
 (continued)

The County is partially self-insured against medical and hospital costs for its employees. The County pays the first \$1,000,000 per year for each employee and the insurance company pays the remaining costs up to \$5,000,000 lifetime maximum. The County's costs are accounted for in the Insurance Internal Service Fund. The San Patricio County Drainage District, San Patricio County Appraisal District, San Patricio County Navigation District and Juvenile Probation Department also participate in the plan, bearing their share of the cost.

Liabilities are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported (IBNRs). Claim liabilities are calculated considering the effects of inflation, recent claim settlement trends including frequency and amount of pay-outs, and other economic and social factors. There were no significant reductions in insurance coverage from coverage in the prior year. Also, the amount of settlements did not exceed insurance coverage for each of the past three years. Changes in the balances of claims liabilities during the past two years are as follows:

	2009	2008
Unpaid Claims at Beginning of Year	\$ 270,046	\$ 256,681
Incurred Claims (including IBNRs)	2,752,968	2,453,677
Claim Payments	(2,747,332)	(2,440,312)
Unpaid Claims at End of Year	<u>\$ 275,682</u>	<u>\$ 270,046</u>

(12) RECONCILIATION OF GOVERNMENT-WIDE FINANCIAL STATEMENTS

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

The governmental fund balance sheet includes a reconciliation between fund balance-total governmental funds and net assets-governmental activities as reported on the government-wide statement of net assets. One element of that reconciliation explains that "long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds." The details of this \$23,150,926 differences are as follows:

SAN PATRICIO COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2009
(continued)

Bonds Payable	\$ 18,645,000
Compensated Absences Payable	247,636
Interest Payable	214,575
OPEB Liability	1,487,529
Pollution Remediation Liability	<u>2,709,217</u>
Net Adjustment to reduce fund balance total Governmental funds to arrive at net asset governmental Activities	<u>\$ 23,303,957</u>

Another element of that explanation explains that "long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds," The details of this \$4,412,356 differences are as follows:

Taxes Receivable Net of	
Allowance for Uncollectables	\$ 14,615,396
Fines Receivable Net of	
Allowance for Uncollectables	2,933,191
Other Receivables	25,839
Unearned Revenues	(13,162,070)
Unearned Revenues-Internal Service Fund	0
Net Adjustments for Other Long-Term	
Assets Not Available to pay for current- Period Expenditures and therefore are Deferred in the Funds	<u>\$ 4,412,356</u>

(13) POLLUTION CONTROL

At December 31, 2009, the County was implementing pollution control remediation's required by the State of Texas for underground storage tanks at the Sinton Airport. This was because of the risk of pollution from these tanks. The County expects to pay approximately \$377,752 in 2010, \$1,382,866 in 2011, \$782,866 in 2012, \$82,866 in 2013, and \$82,866 in 2014 for a total estimated future cost of \$2,709,216. These estimates were furnished to the County by Arcadis, U.S. Inc. of Denver, Colorado who are doing sample studies for the County. It is not anticipated that the estimated liability will change by a material amount due to factors such as price increases, changes in technology, or changes in applicable laws or regulations. It is not anticipated that there will be any estimated recoveries in revenues reducing the pollution remediation's liabilities.

SAN PATRICIO COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2009
(continued)

(14) COMMITMENTS

At December 31, 2009 the County had \$1,357,000 committed to the implementation of a new computer system for the County. The project started in 2009 and the County expects to pay approximately \$1,000,000 in 2010 and \$357,654 in 2011 to complete the project. The County also had \$99,030 committed to finishing two radio towers for the Sheriff's Department.

(15) MISCELLANEOUS

In late 2008 it was announced that TPCO America Corporation will build a mini mill facility that will manufacture steel products from recycled scrap steel. In 2009 the County approved a major ten year tax abatement to TCPO America Corporation. The abatements will be as follows: first 5 years 100%, 6th year 85%, 7th year 70%, 8th year 55%, 9th year 40%, and 10th year 25%.

The 2006 Certificates of Obligation were insured by Ambac Assurance Corporation of New York, N.Y. that had an insurance rating of Baa1 by Moody's at 12-31-08. However, Moody's decreased this rating in April, 2009, to Ba3.

There was a boundary suit concerning OxyMar Chemical Corp. (a major taxpayer of San Patricio County) between San Patricio County and another county. The courts have ruled in favor of San Patricio County but OxyMar Chemical Corp. (the Corporation) is still being billed by the other county as well as San Patricio County. In 2009 the Corporation has threatened to escrow its' tax liability for the 2009 Tax Roll (for the 2010 calendar year) to the courts and let the courts distribute the funds. It could involve approximately \$2,000,000. It is not known if they would escrow all of the tax liability or just the portion billed by the other county. Legal discussions are still taking place.

(16) OTHER POST EMPLOYEE BENEFITS (OPEBs)

The County provides post retirement medical, prescription drug, dental and life insurance benefits on behalf of its eligible retirees and their dependents. The Governmental Accounting Standards Board (GASB) issued GASB Statement No. 45 as its final accrual accounting standards for retiree healthcare and other postemployment benefits ("OPEBs"). GASB 45 requires public employers to perform periodic actuarial valuations to measure and disclose their retiree healthcare liabilities for the financial statement of the employer.

The County selected Lewis & Ellis, Inc. of Richardson, Texas to perform an actuarial valuation of its postemployment healthcare plans with a valuation date of January 1, 2008, and this was done in 2009. The tables below set forth the key results of our valuation. These amounts could change if there are significant changes to County's benefit structure for retirees or to the covered employee group. This valuation is to be done every two years even though some updates will be done yearly the next one is to be done in 2011.

SAN PATRICIO COUNTY, TEXAS
 NOTES TO FINANCIAL STATEMENTS
 DECEMBER 31, 2009
 (continued)

Calculations are based on the OPEB benefits provided under the terms of the substantive plan in effect at the time of each valuation and on the pattern of sharing of costs between the employer and plan members to that point. The actuarial valuations for OPEB plans involve the estimates of the value of reported amounts and assumptions about the probability of events far into the future and actuarially determined amounts are subject to continual revision as results are compared to past expectations and new estimates are made about the future. The actuarial calculations of the OPEB plan reflect a long-term prospective.

Currently the County pays for and reports retiree benefits on a "pay-as-you-go" basis, which is the practice of paying for these benefits as they become due each year. Our estimates below are based on the assumption that the County will continue pay-as-you-go ("Paygo") funding. However, as part of the valuation, we have illustrated the results under an advance funding ("Advance") approach later in this report. The Advance illustrations assume that the County will establish an irrevocable trust for the sole purpose of funding post-employment benefits for current and future retirees.

<i>As of January 1, 2008 (in thousands)</i>	<i>Paygo</i>
Net Present Value of County-funded Plan Costs	\$ 18,630
Actuarial Accrued Liability	16,204
Net OPEB Obligation	0
Discount Rate	4%

<i>As of December 31, 2008 (in thousands)</i>	
Annual Required Contribution	\$ 1,011
OPEB Cost	\$ 1,011

The net present value of County-funded plan costs represents the single sum value of the County's funding obligation with regard to post-employment benefits provided for the current employees and retirees. It equals the present value of benefits and expenses, minus the present value of retiree contributions. It is not a liability in the accounting sense, and need not be disclosed in the County's financial report. These amounts are discounted for the time value of money.

The actuarial accrued liability ("AAL") is the portion of the net present value of County-funded plan costs attributable to employee service prior to January 1, 2008. GASB 45 requires the disclosure of this number in the financial report (see Appendix C). The attribution is based on the Entry Age Actuarial Cost Method, described in more detail later in this report.

SAN PATRICIO COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2009
(continued)

The net OPEB obligation is the liability for OPEB that GASB Statement 45 requires the County to include in its CAFR (Comprehensive Annual Financial Report) balance sheet. It is \$0 on the GASB 45 implementation date. For future statements, the Net OPEB Obligation will be the accumulated excess of the ARC (Annual Required Contribution) over the actual County OPEB funding. Therefore, to the extent that the County's funding for OPEB during any fiscal year falls short of the ARC, an OPEB Obligation will exist as of the end of that year.

The Annual Required Contribution is the County's funding target for the current fiscal year in accordance with the GASB 45 provisions.

For the initial fiscal year, the ARC and OPEB cost are identical. In future years, the OPEB cost could be greater or less than the ARC.

SAN PATRICIO COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2009
(continued)

OPEB Cost	FYE 2008	FYE 2009
Normal Cost	\$ 431,733	\$ 431,733
Minimum Amortization of UAL	540,126	540,126
Interest Adjustment to Year-end	38,874	38,874
Annual Required Contribution	1,010,733	1,010,733
ARC adjustment	-	(23,326)
Interest Adjustment to Net OPEB Obligation	-	27,992
OPEB Cost	1,010,733	1,015,399
Contributions Made	(310,944)	(227,659)
Increase in Net OPEB Obligation	699,789	787,740
Net OPEB Obligation - beginning of year	0	699,790
Net OPEB Obligation - end of year	\$ 699,789	\$ 1,487,530

Fiscal Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
12/31/2008	1,010,733	30.8%	\$ 699,790
12/31/2009	1,015,399	22.4%	\$ 1,487,530

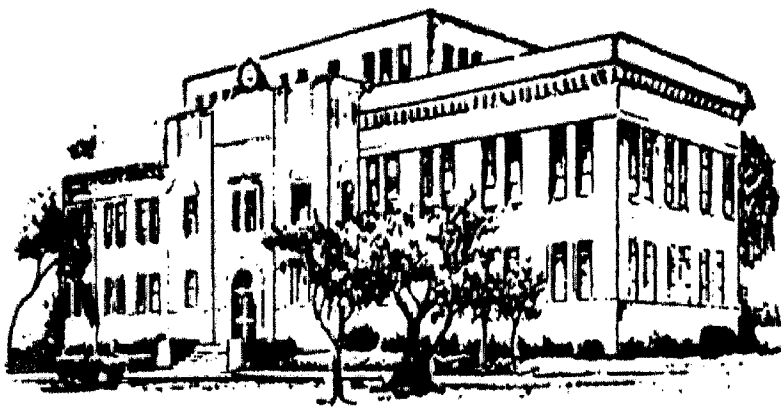
Funded Status

Actuarial Valuation Date	01/01/2008
Actuarial Valuation of Assets	\$ 0
Actuarial Accrued Liability	16,203,782
Unfunded Actuarial Liability	\$ 16,203,782
Funded Ratio	0
Annualized Covered Payroll	\$ 12,281,652
Ratio of Unfunded Actuarial Liability to Annual Covered Payroll	131.9%
Actuarial Cost Method	Entry Age Normal

Required Supplementary Information Schedule of Funding Progress

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
01/01/2008	\$ 0	\$ 16,203,782	\$ 16,203,782	0.00%	\$ 12,281,652	131.9%

It is noted that the actuarial valuation will be done every other year even though some information can be obtained yearly. The next actuarial valuation will be done in 2011.



REQUIRED SUPPLEMENTARY INFORMATION

(Major General and Special Revenue Funds Budgetary Comparisons)

The following are the Major governmental funds of the County that had adopted 2009 budgets..

The General Fund is a constitutional fund and is utilized to account for all County revenues and expenditures except those which are required by law to be classified in other constitutional funds and such other funds that are presented separately to facilitate proper accountability.

The Road and Bridge Special Revenue Fund is used to account for costs associated with the construction and maintenance of roads and bridges in the County. Revenues are derived primarily from ad valorem taxes, vehicle registration charges, State Lateral Road Distribution funds, and interest.

(Pension Trend Data)

The Schedule of Funding Progress for the Retirement Plan for the Employees of San Patricio County discloses pension trend data for the 2006-2008 years. The 2009 data will not be available until the Summer of 2010.

(Other Post Employment Benefits)

The Schedule of Funding Progress for Other Post Employee Benefits discloses trend data.

The Notes to Required Supplementary Information provide information on the County's 2009 Budget.

SAN PATRICIO COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES-BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2009
GENERAL FUND

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
REVENUES				
Taxes	\$ 16,051,988	\$ 16,051,988	\$ 16,516,035	\$ 464,047
Licenses and Permits	130,000	130,000	165,986	35,986
Intergovernmental	449,150	449,150	795,974	346,824
Charges for Services	2,342,500	2,342,500	2,649,239	306,739
Fines & Forfeitures	737,000	737,000	852,375	115,375
Investment Income	650,000	650,000	90,280	(559,720)
Miscellaneous Revenue	155,000	155,000	247,249	92,249
Total Revenues	20,515,638	20,515,638	21,317,138	801,500
EXPENDITURES				
General Administration	2,986,280	3,012,108	2,288,605	723,503
Judicial	2,281,554	2,225,948	2,005,357	220,591
Legal	665,657	665,657	705,769	(40,112)
Elections	313,984	322,984	235,587	87,397
Financial Administration	2,052,029	2,052,029	1,833,328	218,701
Public Facilities	1,693,920	1,696,640	1,487,458	209,182
Public Safety	9,320,142	9,416,247	8,877,427	538,820
Environmental	67,090	67,090	84,702	(17,612)
Health & Welfare	1,069,849	1,069,849	838,136	231,713
Culture and Recreation	745,760	922,260	886,385	35,875
Conservation	199,971	199,971	181,729	18,242
Total Expenditures	21,396,236	21,650,783	19,424,483	2,226,300
Excess (Deficiency) of Revenues Over Expenditures	(880,598)	(1,135,145)	1,892,655	3,027,800
OTHER FINANCING SOURCES (USES)				
Transfers In	0	0	5,550	5,550
Transfers Out	(2,786,608)	(2,518,271)	(2,286,608)	231,663
Total Other Financing Sources (Uses)	(2,786,608)	(2,518,271)	(2,281,058)	237,213
Net Changes in Fund Balances	(3,667,206)	(3,653,416)	(388,403)	3,265,013
Fund Balance at Beginning of Year	9,065,120	9,065,120	9,065,120	
Fund Balance at End of Year	\$ 5,397,914	\$ 5,411,704	\$ 8,676,717	\$ 3,265,013

See accompanying notes to required supplementary information.

SAN PATRICIO COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES-BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2009
ROAD AND BRIDGE FUND

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
REVENUES				
Taxes	\$ 2,459,043	\$ 2,459,043	\$ 2,525,743	\$ 66,700
Intergovernmental	76,649	76,649	82,943	6,294
Charges for Services	1,174,000	1,174,000	1,102,618	(71,382)
Fines and Forfeitures	528,000	528,000	497,163	(30,837)
Investment Income	93,000	93,000	14,954	(78,046)
Miscellaneous	6,450	6,450	45,113	38,663
Total Revenues	4,337,142	4,337,142	4,268,534	(68,608)
EXPENDITURES				
Public Transportation	4,801,834	4,922,214	4,302,360	619,854
Debt Service	82,182	82,182	82,182	0
Total Expenditures	4,884,016	5,004,396	4,384,542	619,854
Excess (Deficiency) of Revenues Over Expenditures	(546,874)	(667,254)	(116,008)	551,246
OTHER FINANCING SOURCES (USES)				
Capital Leases	0	0	0	0
Transfers Out	(320,455)	(200,075)	0	200,075
Total Other Financing Sources (Uses)	(320,455)	(200,075)	0	200,075
Net Changes in Fund Balances	(867,329)	(867,329)	(116,008)	751,321
Fund Balance at Beginning of Year	1,485,252	1,485,252	1,485,252	
Fund Balance at End of Year	\$ 617,923	\$ 617,923	\$ 1,369,244	\$ 751,321

See accompanying notes to required supplementary information.

**Schedule of Funding Progress for the Retirement Plan
for the Employees of San Patricio County**

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (UALL) (b-a)	Funded Ratio (a/b)	Annual Covered Payroll	UAAL as a Percentage of Payroll ((b-a) / c)
12/31/2006	\$ 37,210,273	\$ 39,002,407	\$ 1,792,135	95.41%	\$ 12,805,173	14.07%
12/31/2007	39,698,783	41,598,130	1,889,346	95.43%	13,612,306	13.95%
12/31/2008	37,573,319	43,297,332	5,722,013	86.78%	14,728,757	38.85%

* The annual covered payroll is based on the employee contributions received by TCDRS for the year ending with the valuation date.

Note: The San Patricio County Employees' Retirement Plan is administered by Texas County and District Retirement System, Austin, TX. The 2009 data will not be available until the Summer of 2010.

**Schedule of Funding Progress of Other Post Employment Benefits for
San Patricio County**

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
01/01/2008	0	16,203,782	\$ 16,203,782	0.00%	\$ 12,281,652	131.9%

The above consists of post employment health care plans. An actuarial valuation will be done every two years. The next one will be in 2011.

See accompanying Notes to Required Supplemental Information.

SAN PATRICIO COUNTY, TEXAS
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
DECEMBER 31, 2009

1. BUDGETS AND BUDGETARY ACCOUNTING

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 special assistant designated by the County Judge to assist him and the Commissioner's Court on budgetary matters. The County Judge reviews budget requests, holds informal hearings when needed, and fills in columns in budget preparation forms, setting out his budget recommendations to the Commissioner's Court.

A public hearing is held on the budget by the Commissioner's Court. Department heads may attend. Before determining the final budget, the Commissioner's Court may increase or decrease the amounts requested by the various departments. Amounts finally budgeted may not exceed the estimate of revenues and available resources. Appropriations lapse at year end.

When the budget has been adopted by the Commissioner's 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 the members of the Commissioner's Court advised of the conditions of the various funds and accounts. The Level of Control (the level on which expenditures and transfers out may not legally exceed appropriations) for each legally adopted annual operating budget is the fund. All budget amendment requests by management must be approved by Commissioner's Court.

There were several supplementary appropriations made during the year mainly for additional funds received after the 2009 budget was adopted and therefore not included in that budget which included amendments for WIC and CB COG Grant Funds. There were also changes between line items that offset.

Budgets for the General, Special Revenue, and Debt Service Funds are adopted on a modified accrual basis of accounting. It is noted that not all special revenue funds adopted budgets in 2009. The basis of budgeting is the same as GAAP (General Accepted Accounting Principles). Budgets for the 2009 year were adopted for the following funds; General Fund, the Road and Bridge Fund, Investigative Fund, Indigent Health Care Fund, Sheriff's State Forfeiture Fund, Courthouse Security Fund, Records Management Fund, WIC (Women, Infants and Children) Fund, District Courts Operating Fund, District Attorney Operating Fund, Intoxilizer Program Fund, Justice Court Technology Fund, Court Reporter Service Fund, CB COG Grant Fund, Law Library Fund, District Attorney Forfeiture Fund, Airport Fund, Permanent Improvement Bonds Fund, and the Road Bonds Fund.

The County's major governmental funds with adopted budgets for the 2009 year were the General Fund and Road and Bridge Fund.

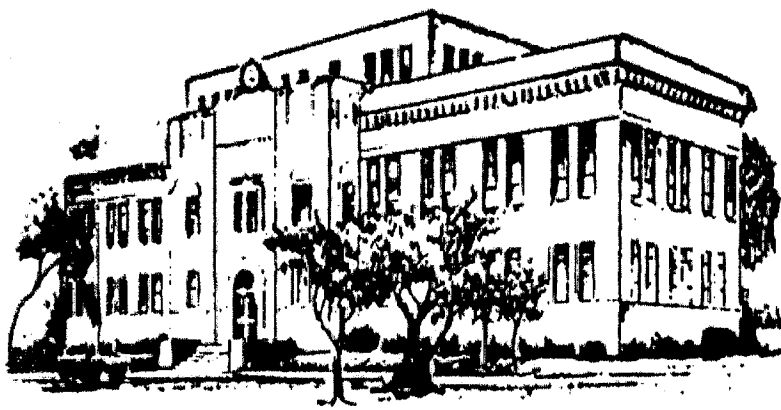
It is noted that the District Attorney Forfeiture Fund and the Sheriff State Forfeiture Fund are under control of the District Attorney and County Sheriff, respectively. These officials adopt their own budgets and present them to the Commissioner's Court.

SAN PATRICIO COUNTY, TEXAS
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
DECEMBER 31, 2009
(continued)

The Capital Projects Funds are not budgeted on an annual basis; these funds cover ongoing items (such as courthouse and jail construction and right-of-way acquisition) that last for more than one year. It is also noted that for these funds that sources of funding are typically General Fund transfers (which are budgeted) or grants which typically carry their own budgets from grant or agencies. Due to the nature of these funds, annual budgets are not considered meaningful for management control.

**COMBINING AND INDIVIDUAL
FUND STATEMENTS AND SCHEDULES**

These statements present information on the individual fund types and serve to assure disclosure sufficient to meet the County's reporting objectives. These statements also serve to present budgetary data.



**SAN PATRICIO COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2009**

	SPECIAL REVENUE FUNDS	DEBT SERVICE FUNDS	CAPITAL PROJECTS FUNDS	TOTAL NONMAJOR GOVERNMENTAL FUNDS
ASSETS				
Cash and Cash Equivalents	\$ 4,465,743	\$ 667,219	\$ 2,246,389	\$ 7,379,351
Taxes Receivable		696,164		696,164
Intergovernmental Receivables	165,264		5,597	170,861
Other Receivables	31,196	1,253		32,449
TOTAL ASSETS	\$ 4,662,203	\$ 1,364,636	\$ 2,251,986	\$ 8,278,825
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts Payable	\$ 341,440	\$	\$ 118,508	\$ 459,948
Intergovernmental Payables	9,851			9,851
Other Liabilities	1,944		9	1,953
Due To Other Funds	153,668		6,825	160,493
Unearned Revenues		696,164		696,164
Advance Tax Collections		320,187		320,187
Total Liabilities	506,903	1,016,351	125,342	1,648,596
Fund Balances -				
Reserved for Debt Service		348,285		348,285
Unreserved-Undesignated	4,155,300		2,126,644	6,281,944
Total Fund Balances	4,155,300	348,285	2,126,644	6,630,229
TOTAL LIABILITIES & FUND BALANCES	\$ 4,662,203	\$ 1,364,636	\$ 2,251,986	\$ 8,278,825

**SAN PATRICIO COUNTY, TEXAS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES
 NONMAJOR GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2009**

	SPECIAL REVENUE FUNDS	DEBT SERVICE FUNDS	CAPITAL PROJECTS FUNDS	TOTAL NONMAJOR GOVERNMENTAL FUNDS
REVENUES				
Taxes	\$	\$ 964,264	\$	\$ 964,264
Intergovernmental	1,721,241		1,015,170	2,736,411
Charges for Services	611,504			611,504
Fines & Forfeitures	135,051			135,051
Investment Income	19,237	4,407	17,922	41,566
Miscellaneous Revenue	179,555		2,190	181,745
Total Revenues	<u>2,666,588</u>	<u>968,671</u>	<u>1,035,282</u>	<u>4,670,541</u>
EXPENDITURES				
Current				
General Administration	140,885			140,885
Judicial	1,260,418			1,260,418
Elections	7,905			7,905
Public Facilities			3,740,817	3,740,817
Public Safety	506,023			506,023
Public Transportation	597,545		49,191	646,736
Health & Welfare	1,623,510			1,623,510
Debt Service		1,216,030		1,216,030
Total Expenditures	<u>4,136,286</u>	<u>1,216,030</u>	<u>3,790,008</u>	<u>9,142,324</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(1,469,698)</u>	<u>(247,359)</u>	<u>(2,754,726)</u>	<u>(4,471,783)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	1,576,155		720,000	2,296,155
Transfers Out	(15,097)			(15,097)
Total Other Financing Sources (Uses)	<u>1,561,058</u>	<u>0</u>	<u>720,000</u>	<u>2,281,058</u>
Net Changes in Fund Balances	91,360	(247,359)	(2,034,726)	(2,190,725)
Fund Balances at Beginning of Year	<u>4,063,940</u>	<u>595,644</u>	<u>4,161,370</u>	<u>8,820,954</u>
Fund Balances at End of Year	<u>\$ 4,155,300</u>	<u>\$ 348,285</u>	<u>\$ 2,126,644</u>	<u>\$ 6,630,229</u>

NONMAJOR SPECIAL REVENUE GOVERNMENTAL FUNDS

NonMajor Special Revenue Governmental funds consist of the following:

1. The Investigative Fund accounts for certain revenues that are used by the Sheriff for investigation of criminal cases.
2. The Indigent Health Care Fund accounts for certain revenues that are used in providing health care to indigent citizens.
3. The Sheriff's State Forfeiture Fund accounts for money received through seizures pursuant to state forfeiture laws.
4. The Courthouse Security Fund accounts for fees collected on criminal cases which can be used for the purpose of providing security services for buildings housing courts.
5. The Records Management Fund accounts for fees collected on civil cases which shall be used for the purpose of preserving and maintaining records of the County.
6. The Women, Infants, and Children (WIC) Fund accounts for WIC Program Funds received from the State and other revenues that are used for costs incurred in providing medical and other services to indigent families
7. The District Courts Operating Fund accounts for certain local intergovernmental and other revenues used for District Court expenditures.
8. The District Attorney Operating Fund accounts for State Grants, other local intergovernmental and other revenues used to fund District Attorney expenditures.
9. The Intoxilizer Program Fund accounts for monies provided by a local agreement between San Patricio, Aransas, and Nueces Counties which provide for the employment of intoxilizer staff.
10. The Justice Court Technology Fund accounts for fees and other funds used to enhance Justices of the Peace office technology.
11. The Court Reporter Service Fund accounts for fees and other revenues used for Court Reporter expenditures.
12. The CB COG Grant Fund accounts for grants and other monies used for emergency 911 costs.
13. The Law Library Fund provides for the establishment and maintenance of a library for the use by the members of the Texas Bar Association. It is stocked with several thousand books. Monies are derived from charges which are assessed against each civil case filed in County and District Courts.

NONMAJOR SPECIAL REVENUE GOVERNMENTAL FUNDS

(continued)

14. The Child Abuse Prevention Fund accounts for fees and other funds used to prevent child abuse.
15. The County Atty (Attorney) Pretrial Intervention accounts for fees and other monies used for County Attorney pretrial intervention purposes.
16. The District Attorney Forfeiture Fund accounts for forfeitures and other revenues that are used for District Attorney expenditures.
17. The Airport Fund accounts for funds used for airport maintenance.
18. The Sheriff's Forfeiture Fund accounts for money received through seizures pursuant to federal forfeiture laws.
19. The District Attorney Federal Forfeiture Fund accounts for federal forfeitures and other revenues that are used for District Attorney expenditures.
20. The Texas Department of Health Grant Fund accounts for Federal grant funds used for Tuberculosis Control, Maternal & Child Health Services, and Community & Rural Health Services.
21. The Help Americans Vote Act (HAVA) Grant Fund accounts for grants and other monies used to help Americans vote, which includes the purchase of voting equipment and voter education assistance.
22. The Voter Registration Fund accounts for State Voter Registration Grants.
23. The Victim Information & Notification Everyday Service (VINES) Program Fund accounts for grants and other funds that are to provide information services to crime victims and other concerned citizens.
24. The Election Services Fund accounts for funds used for election services.
25. The County Attorney Check Fee Fund is used to account for "hot check" charges received by the County Attorney.
26. The District Attorney Check Fee Fund is used to account for "hot check" charges received by the District Attorney.
27. The LEBG Grant Fund accounts for grants and other funds used for law enforcement supplies and equipment cost purposes.
28. The Jail Commissary Fund is used to account for jail commissary profits.

NONMAJOR SPECIAL REVENUE GOVERNMENTAL FUNDS

(continued)

29. The Coastal Bend Major Offenders Unit (CBMOU) Grant Fund accounts for Federal grants and other funds used for undercover narcotics investigations and drug interdiction efforts.
30. The Emergency Food and Shelter Program (EFSP) Fund accounts for Federal Grants used to provide emergency food and shelter to low income families.
31. The Clerk Contingency Fund accounts for certain County and District Clerk fees and other monies to be used for contingency costs.
32. The Communications System Fund accounts for radio maintenance fees received from other governmental entities.

**SAN PATRICIO COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
DECEMBER 31, 2009**

	INVESTIGATIVE FUND	INDIGENT HEALTH CARE FUND	SHERIFF STATE FORFEITURE FUND	COURTHOUSE SECURITY FUND	RECORDS MANAGEMENT FUND
ASSETS					
Cash and Cash Equivalents	\$	\$ 976,266	\$ 141,607	\$ 571,776	\$ 589,270
Receivables					
Intergovernmental Receivable					
Other Receivables				1,673	1,572
TOTAL ASSETS	\$ 0	\$ 976,266	\$ 141,607	\$ 573,449	\$ 590,842
LIABILITIES AND FUND BALANCES					
Liabilities					
Accounts Payable	\$	\$ 133,165	\$	\$ 22	\$ 2,589
Intergovernmental Payable					
Other Liabilities				370	
Due to Other Funds					
Total Liabilities	0	133,165	0	392	2,589
Fund Balances - (Deficits)					
Unreserved-Undesignated		0	843,101	141,607	573,057
Total Fund Balances	0	843,101	141,607	573,057	588,253
TOTAL LIABILITIES AND FUND BALANCES	\$ 0	\$ 976,266	\$ 141,607	\$ 573,449	\$ 590,842

(Continued)

<u>WIC</u>	<u>DISTRICT COURTS OPERATING FUND</u>	<u>DISTRICT ATTORNEY OPERATING FUND</u>	<u>INTOXILIZER PROGRAM</u>	<u>JUSTICE COURT TECHNOLOGY FUND</u>	<u>COURT REPORTER SERVICE FUND</u>	<u>CB COG GRANT FUND</u>
\$	\$ 64,128	\$ 26,472	\$ 373	\$ 132,175	\$ 59,256	\$ 314,324
102,174		1,500		1,353	221	
<u>\$ 102,174</u>	<u>\$ 64,128</u>	<u>\$ 27,972</u>	<u>\$ 373</u>	<u>\$ 133,528</u>	<u>\$ 59,477</u>	<u>\$ 314,324</u>
\$ 372	\$ 9,851 956	\$ 2,218	\$ 543	\$ 206	\$ 65	\$ 139,947
38,453						
<u>38,825</u>	<u>10,807</u>	<u>2,218</u>	<u>543</u>	<u>206</u>	<u>65</u>	<u>139,947</u>
<u>63,349</u>	<u>53,321</u>	<u>25,754</u>	<u>(170)</u>	<u>133,322</u>	<u>59,412</u>	<u>174,377</u>
<u>63,349</u>	<u>53,321</u>	<u>25,754</u>	<u>(170)</u>	<u>133,322</u>	<u>59,412</u>	<u>174,377</u>
<u>\$ 102,174</u>	<u>\$ 64,128</u>	<u>\$ 27,972</u>	<u>\$ 373</u>	<u>\$ 133,528</u>	<u>\$ 59,477</u>	<u>\$ 314,324</u>

**SAN PATRICIO COUNTY, TEXAS
 COMBINING BALANCE SHEET
 NONMAJOR SPECIAL REVENUE FUNDS
 DECEMBER 31, 2009
 (Continued)**

	<u>LAW LIBRARY</u>	<u>DISTRICT ATTORNEY FORFEITURE FUND</u>	<u>AIRPORT FUND</u>	<u>SHERIFF FORFEITURE FUND</u>
ASSETS				
Cash and Cash Equivalents	\$ 64,715	\$ 430,111	\$ 279,598	\$ 341,412
Receivables				
Intergovernmental Receivable				
Other Receivables	<u>1,013</u>	<u> </u>	<u>2,336</u>	<u> </u>
TOTAL ASSETS	\$ <u>65,728</u>	\$ <u>430,111</u>	\$ <u>281,934</u>	\$ <u>341,412</u>
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts Payable	\$ 2,640	\$	\$ 55,734	\$ 2,773
Intergovernmental Payable				
Other Liabilities				
Due to Other Funds	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Liabilities	<u>2,640</u>	<u>0</u>	<u>55,734</u>	<u>2,773</u>
Fund Balances - (Deficits)				
Unreserved-Undesignated	<u>63,088</u>	<u>430,111</u>	<u>226,200</u>	<u>338,639</u>
Total Fund Balances	<u>63,088</u>	<u>430,111</u>	<u>226,200</u>	<u>338,639</u>
TOTAL LIABILITIES AND FUND BALANCES	\$ <u>65,728</u>	\$ <u>430,111</u>	\$ <u>281,934</u>	\$ <u>341,412</u>

(Continued)

<u>TEXAS DEPT. OF HEALTH GRANTS</u>	<u>VINES PROGRAM</u>	<u>HAVA GRANT</u>	<u>VOTER REGISTRATION FUND</u>	<u>ELECTION SERVICES</u>	<u>COUNTY ATTORNEY CHECK FEE FUND</u>	<u>DISTRICT ATTORNEY CHECK FEE FUND</u>
\$	\$	\$	\$ 21,670	\$ 86,669	\$ 38,763	\$ 5,739
49,421	2,666				185	
<u>\$ 49,421</u>	<u>\$ 2,666</u>	<u>\$ 0</u>	<u>\$ 21,670</u>	<u>\$ 86,669</u>	<u>\$ 38,948</u>	<u>\$ 5,739</u>
\$ 269	\$	\$	\$	\$	\$ 384	\$
99,730	5,332					
<u>99,999</u>	<u>5,332</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>384</u>	<u>0</u>
<u>(50,578)</u>	<u>(2,666)</u>	<u>0</u>	<u>21,670</u>	<u>86,669</u>	<u>38,564</u>	<u>5,739</u>
<u>(50,578)</u>	<u>(2,666)</u>	<u>0</u>	<u>21,670</u>	<u>86,669</u>	<u>38,564</u>	<u>5,739</u>
<u>\$ 49,421</u>	<u>\$ 2,666</u>	<u>\$ 0</u>	<u>\$ 21,670</u>	<u>\$ 86,669</u>	<u>\$ 38,948</u>	<u>\$ 5,739</u>

**SAN PATRICIO COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
DECEMBER 31, 2009
(Continued)**

	CHILD ABUSE PREVENTION FUND	COUNTY ATTY PRETRIAL INTERVENTION	LEBG GRANT	JAIL COMMISSARY FUND	COMMUNI- CATIONS SYSTEM FUND
ASSETS					
Cash and Cash Equivalents	\$ 578	\$ 33,180	\$ 118	\$ 12,126	\$ 97,084
Receivables					
Intergovernmental Receivable		700			20,565
Other Receivables					
TOTAL ASSETS	\$ 578	\$ 33,880	\$ 118	\$ 12,126	\$ 117,649
LIABILITIES AND FUND BALANCES					
Liabilities					
Accounts Payable	\$	\$	\$	\$ 28	\$
Intergovernmental Payable				618	
Other Liabilities					
Due to Other Funds					
Total Liabilities	0		0	646	0
Fund Balances - (Deficits)					
Unreserved-Undesignated	578	33,880	118	11,480	117,649
Total Fund Balances	578	33,880	118	11,480	117,649
TOTAL LIABILITIES AND FUND BALANCES	\$ 578	\$ 33,880	\$ 118	\$ 12,126	\$ 117,649

<u>DISTRICT ATTORNEY FEDERAL FORFEITURE</u>	<u>CBMOU</u>	<u>EFSP GRANT</u>	<u>CLERKS CONTINGENCY FUND</u>	<u>TOTAL NONMAJOR SPECIAL REVENUE FUNDS</u>
\$ 18,571	\$	\$ 15,775	\$ 143,987	\$ 4,465,743
	11,003			165,264
			78	31,196
<u>\$ 18,571</u>	<u>\$ 11,003</u>	<u>\$ 15,775</u>	<u>\$ 144,065</u>	<u>\$ 4,662,203</u>
\$	\$ 485	\$	\$	\$ 341,440
				9,851
	10,153			1,944
				153,668
<u>0</u>	<u>10,638</u>	<u>0</u>	<u>0</u>	<u>506,903</u>
<u>18,571</u>	<u>365</u>	<u>15,775</u>	<u>144,065</u>	<u>4,155,300</u>
<u>18,571</u>	<u>365</u>	<u>15,775</u>	<u>144,065</u>	<u>4,155,300</u>
<u>\$ 18,571</u>	<u>\$ 11,003</u>	<u>\$ 15,775</u>	<u>\$ 144,065</u>	<u>\$ 4,662,203</u>

**SAN PATRICIO COUNTY, TEXAS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES
 NONMAJOR SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2009**

	INVESTIGATIVE FUND	INDIGENT HEALTH CARE FUND	SHERIFF STATE FORFEITURE FUND	COURTHOUSE SECURITY FUND	RECORDS MANAGEMENT FUND
REVENUES					
Intergovernmental	\$	\$	\$	\$	\$
Charges for Services				70,034	84,954
Fines & Forfeitures	6,800		32,569		
Investment Income		4,614	553	2,848	2,876
Miscellaneous			18,691		
Total Revenues	<u>6,800</u>	<u>4,614</u>	<u>51,813</u>	<u>72,882</u>	<u>87,830</u>
EXPENDITURES					
General Administration				59,480	81,405
Judicial					
Elections					
Public Safety	2,511		9,251		
Public Transportation					
Health & Welfare		350,006			
Total Expenditures	<u>2,511</u>	<u>350,006</u>	<u>9,251</u>	<u>59,480</u>	<u>81,405</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>4,289</u>	<u>(345,392)</u>	<u>42,562</u>	<u>13,402</u>	<u>6,425</u>
OTHER FINANCING SOURCES (USES):					
Transfers In	1,000	350,000			
Transfers Out	<u>(5,550)</u>				
Total Other Financing Sources (Uses)	<u>(4,550)</u>	<u>350,000</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Changes in Fund Balances	(261)	4,608	42,562	13,402	6,425
Fund Balances (Deficits) at Beginning of Year	<u>261</u>	<u>838,493</u>	<u>99,045</u>	<u>559,655</u>	<u>581,828</u>
Fund Balances (Deficits) at End of Year	<u>\$ 0</u>	<u>\$ 843,101</u>	<u>\$ 141,607</u>	<u>\$ 573,057</u>	<u>\$ 588,253</u>

(Continued)

<u>WIC</u>	<u>DISTRICT COURTS OPERATING FUND</u>	<u>DISTRICT ATTORNEY OPERATING FUND</u>	<u>INTOXILIZER PROGRAM</u>	<u>JUSTICE COURT TECHNOLOGY FUND</u>	<u>COURT REPORTER SERVICE FUND</u>	<u>CB COG GRANT FUND</u>
\$ 569,080	\$ 271,754	\$ 119,534	\$ 81,557	\$ 52,332	\$ 15,654	\$ 0
161	892	342	195		286	
661	353	178	124			
<u>569,902</u>	<u>272,999</u>	<u>120,054</u>	<u>81,876</u>	<u>52,332</u>	<u>15,940</u>	<u>0</u>
	529,248	449,819		31,865	18,375	
			134,461			165,853
<u>559,861</u>						
<u>559,861</u>	<u>529,248</u>	<u>449,819</u>	<u>134,461</u>	<u>31,865</u>	<u>18,375</u>	<u>165,853</u>
<u>10,041</u>	<u>(256,249)</u>	<u>(329,765)</u>	<u>(52,585)</u>	<u>20,467</u>	<u>(2,435)</u>	<u>(165,853)</u>
	268,246	328,869	48,608			
<u>0</u>	<u>268,246</u>	<u>328,869</u>	<u>48,608</u>	<u>0</u>	<u>0</u>	<u>0</u>
10,041	11,997	(896)	(3,977)	20,467	(2,435)	(165,853)
<u>53,308</u>	<u>41,324</u>	<u>26,650</u>	<u>3,807</u>	<u>112,855</u>	<u>61,847</u>	<u>340,230</u>
<u>\$ 63,349</u>	<u>\$ 53,321</u>	<u>\$ 25,754</u>	<u>\$ (170)</u>	<u>\$ 133,322</u>	<u>\$ 59,412</u>	<u>\$ 174,377</u>

**SAN PATRICIO COUNTY, TEXAS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES
 NONMAJOR SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2009**

(Continued)

	<u>LAW LIBRARY</u>	<u>DISTRICT ATTORNEY FORFEITURE FUND</u>	<u>AIRPORT FUND</u>	<u>SHERIFF FORFEITURE FUND</u>
REVENUES				
Intergovernmental	\$	\$ 560	\$ 85,258	\$
Charges for Services	73,919			
Fines & Forfeitures		95,682		
Investment Income	318	2,245	703	1,612
Miscellaneous		3,393	110,785	
	<u>74,237</u>	<u>101,880</u>	<u>196,746</u>	<u>1,612</u>
Total Revenues				
EXPENDITURES				
General Administration				
Judicial	65,341	144,117		
Elections				
Public Safety				33,692
Public Transportation			597,545	
Health & Welfare				
	<u>65,341</u>	<u>144,117</u>	<u>597,545</u>	<u>33,692</u>
Total Expenditures				
Excess (Deficiency) of Revenues Over Expenditures	<u>8,896</u>	<u>(42,237)</u>	<u>(400,799)</u>	<u>(32,080)</u>
OTHER FINANCING SOURCES (USES):				
Transfers In			560,000	
Transfers Out		(9,547)		
	<u>0</u>	<u>(9,547)</u>	<u>560,000</u>	<u>0</u>
Total Other Financing Sources (Uses)				
Net Changes in Fund Balances	8,896	(51,784)	159,201	(32,080)
Fund Balances (Deficits) at Beginning of Year	<u>54,192</u>	<u>481,895</u>	<u>66,999</u>	<u>370,719</u>
Fund Balances (Deficits) at End of Year	<u>\$ 63,088</u>	<u>\$ 430,111</u>	<u>\$ 226,200</u>	<u>\$ 338,639</u>

(Continued)

TEXAS DEPT. OF HEALTH GRANTS	VINES PROGRAM	HAVA GRANT	VOTER REGISTRATION FUND	ELECTION SERVICES	COUNTY ATTORNEY CHECK FEE FUND	DISTRICT ATTORNEY CHECK FEE FUND
\$ 392,718	\$ 5,110	\$	\$ 7,266	\$ 8,704	\$ 18,041	\$ 600
182,196						
<u>1,335</u>			<u>103</u>	<u>305</u>		
<u>576,249</u>	<u>5,110</u>	<u>0</u>	<u>7,369</u>	<u>28,039</u>	<u>18,041</u>	<u>600</u>
					11,808	
<u>653,428</u>	<u>5,110</u>		<u>7,722</u>	<u>183</u>		
<u>653,428</u>	<u>5,110</u>	<u>0</u>	<u>7,722</u>	<u>183</u>	<u>11,808</u>	<u>0</u>
<u>(77,179)</u>	<u>0</u>	<u>0</u>	<u>(353)</u>	<u>36,865</u>	<u>6,233</u>	<u>600</u>
<u>9,885</u>						
<u>9,885</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>(67,294)</u>	<u>0</u>	<u>0</u>	<u>(353)</u>	<u>36,865</u>	<u>6,233</u>	<u>600</u>
<u>16,716</u>	<u>(2,666)</u>	<u>0</u>	<u>22,023</u>	<u>49,804</u>	<u>32,331</u>	<u>5,139</u>
<u>\$ (50,578)</u>	<u>\$ (2,666)</u>	<u>\$ 0</u>	<u>\$ 21,670</u>	<u>\$ 86,669</u>	<u>\$ 38,564</u>	<u>\$ 5,739</u>

**SAN PATRICIO COUNTY, TEXAS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES
 NONMAJOR SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2009
 (Continued)**

	CHILD ABUSE PREVENTION FUND	COUNTY ATTY PRETRIAL INTERVENTION	LEBG GRANT	JAIL COMMISSARY FUND	COMMUNI- CATIONS SYSTEM FUND
REVENUES					
Intergovernmental	\$	\$		\$	\$
Charges for Services	155	14,665			84,360
Fines & Forfeitures					
Investment Income					282
Miscellaneous				15,996	
Total Revenues	155	14,665	0	15,996	84,642
EXPENDITURES					
General Administration					
Judicial		2,500			
Elections					
Public Safety				16,258	19,394
Public Transportation					
Health & Welfare					
Total Expenditures	0	2,500	0	16,258	19,394
Excess (Deficiency) of Revenues Over Expenditures	155	12,165	0	(262)	65,248
OTHER FINANCING SOURCES (USES):					
Transfers In					
Transfers Out					
Total Other Financing Sources (Uses)	0	0	0	0	0
Net Changes in Fund Balances	155	12,165	0	(262)	65,248
Fund Balances (Deficits) at Beginning of Year	423	21,715	118	11,742	52,401
Fund Balances (Deficits) at End of Year	\$ 578	\$ 33,880	118	\$ 11,480	\$ 117,649

<u>DISTRICT ATTORNEY FEDERAL FORFEITURE</u>	<u>CBMOU</u>	<u>EFSP GRANT</u>	<u>CLERKS CONTINGENCY FUND</u>	<u>TOTAL NONMAJOR SPECIAL REVENUE FUNDS</u>
\$	\$ 128,177	\$ 60,227	\$ 5,890	\$ 1,721,241
				611,504
109		93	700	135,051
				19,237
				<u>179,555</u>
<u>109</u>	<u>128,177</u>	<u>60,320</u>	<u>6,590</u>	<u>2,666,588</u>
				140,885
7,345				1,260,418
	119,493			7,905
				506,023
		60,215		597,545
				<u>1,623,510</u>
<u>7,345</u>	<u>119,493</u>	<u>60,215</u>	<u>0</u>	<u>4,136,286</u>
<u>(7,236)</u>	<u>8,684</u>	<u>105</u>	<u>6,590</u>	<u>(1,469,698)</u>
	9,547			1,576,155
				<u>(15,097)</u>
<u>0</u>	<u>9,547</u>	<u>0</u>	<u>0</u>	<u>1,561,058</u>
<u>(7,236)</u>	<u>18,231</u>	<u>105</u>	<u>6,590</u>	<u>91,360</u>
<u>25,807</u>	<u>(17,866)</u>	<u>15,670</u>	<u>137,475</u>	<u>4,063,940</u>
<u>\$ 18,571</u>	<u>\$ 365</u>	<u>\$ 15,775</u>	<u>\$ 144,065</u>	<u>\$ 4,155,300</u>

SAN PATRICIO COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES-BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2009
INVESTIGATIVE FUND

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
REVENUES				
Fines & Forfeitures	\$	\$	\$ 6,800	\$ 6,800
Investment Income	25	25		(25)
Total Revenues	<u>25</u>	<u>25</u>	<u>6,800</u>	<u>6,775</u>
EXPENDITURES				
Public Safety	<u>2,900</u>	<u>2,900</u>	<u>2,511</u>	<u>389</u>
Total Expenditures	<u>2,900</u>	<u>2,900</u>	<u>2,511</u>	<u>389</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(2,875)</u>	<u>(2,875)</u>	<u>4,289</u>	<u>7,164</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	1,000	1,000	1,000	0
Transfers Out			<u>(5,550)</u>	<u>(5,550)</u>
Total Other Financing Sources (Uses)	<u>1,000</u>	<u>1,000</u>	<u>(4,550)</u>	<u>(5,550)</u>
Net Changes in Fund Balances	(1,875)	(1,875)	(261)	1,614
Fund Balance at Beginning of Year	<u>261</u>	<u>261</u>	<u>261</u>	
Fund Balance at End of Year	\$ <u><u>(1,614)</u></u>	\$ <u><u>(1,614)</u></u>	\$ <u><u>0</u></u>	\$ <u><u>1,614</u></u>

SAN PATRICIO COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES-BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2009
INDIGENT HEALTH CARE FUND

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
REVENUES				
Investment Income	\$ 41,000	\$ 41,000	\$ 4,614	\$ (36,386)
Total Revenues	<u>41,000</u>	<u>41,000</u>	<u>4,614</u>	<u>(36,386)</u>
EXPENDITURES				
Health & Welfare	1,249,300	1,249,300	350,006	899,294
Total Expenditures	<u>1,249,300</u>	<u>1,249,300</u>	<u>350,006</u>	<u>899,294</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(1,208,300)</u>	<u>(1,208,300)</u>	<u>(345,392)</u>	<u>862,908</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	350,000	350,000	350,000	0
Total Other Financing Sources (Uses)	<u>350,000</u>	<u>350,000</u>	<u>350,000</u>	<u>0</u>
Excess (Deficiency) of Revenues and Other Sources over Net Changes in Fund Balances	(858,300)	(858,300)	4,608	862,908
Fund Balance at Beginning of Year	<u>838,493</u>	<u>838,493</u>	<u>838,493</u>	
Fund Balance at End of Year	<u>\$ (19,807)</u>	<u>\$ (19,807)</u>	<u>\$ 843,101</u>	<u>\$ 862,908</u>

**SAN PATRICIO COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES-BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2009
SHERIFF'S STATE FORFEITURE FUND**

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
REVENUES				
Fines & Forfeitures	\$	\$	\$ 32,569	\$ 32,569
Investment Income			553	553
Miscellaneous Revenue			18,691	18,691
Total Revenues	<u>0</u>	<u>0</u>	<u>51,813</u>	<u>51,813</u>
EXPENDITURES				
Public Safety	<u>98,566</u>	<u>98,566</u>	<u>9,251</u>	<u>89,315</u>
Total Expenditures	<u>98,566</u>	<u>98,566</u>	<u>9,251</u>	<u>89,315</u>
Net Changes in Fund Balances	(98,566)	(98,566)	42,562	141,128
Fund Balance at Beginning of Year	<u>99,045</u>	<u>99,045</u>	<u>99,045</u>	
Fund Balance at End of Year	<u>\$ 479</u>	<u>\$ 479</u>	<u>\$ 141,607</u>	<u>\$ 141,128</u>

**SAN PATRICIO COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES-BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2009
COURTHOUSE SECURITY FUND**

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
REVENUES				
Charges for Services	\$ 64,500	\$ 64,500	\$ 70,034	\$ 5,534
Investment Income	16,000	16,000	2,848	(13,152)
Total Revenues	<u>80,500</u>	<u>80,500</u>	<u>72,882</u>	<u>(7,618)</u>
EXPENDITURES				
General Administration	147,826	147,826	59,480	88,346
Total Expenditures	<u>147,826</u>	<u>147,826</u>	<u>59,480</u>	<u>88,346</u>
Net Changes in Fund Balances	(67,326)	(67,326)	13,402	80,728
Fund Balance at Beginning of Year	<u>559,655</u>	<u>559,655</u>	<u>559,655</u>	<u> </u>
Fund Balance at End of Year	<u>\$ 492,329</u>	<u>\$ 492,329</u>	<u>\$ 573,057</u>	<u>\$ 80,728</u>

**SAN PATRICIO COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES-BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2009
RECORDS MANAGEMENT FUND**

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
REVENUES				
Charges for Services	\$ 92,000	\$ 92,000	\$ 84,954	\$ (7,046)
Investment Income	17,000	17,000	2,876	(14,124)
Total Revenues	<u>109,000</u>	<u>109,000</u>	<u>87,830</u>	<u>(21,170)</u>
EXPENDITURES				
General Administration	305,960	305,960	81,405	224,555
Total Expenditures	<u>305,960</u>	<u>305,960</u>	<u>81,405</u>	<u>224,555</u>
Net Changes in Fund Balances	(196,960)	(196,960)	6,425	203,385
Fund Balance at Beginning of Year	<u>581,828</u>	<u>581,828</u>	<u>581,828</u>	<u></u>
Fund Balance at End of Year	<u>\$ 384,868</u>	<u>\$ 384,868</u>	<u>\$ 588,253</u>	<u>\$ 203,385</u>

SAN PATRICIO COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES-BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2009
WIC FUND

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
REVENUES				
Intergovernmental	\$ 502,968	\$ 568,081	\$ 569,080	\$ 999
Investment Income			161	161
Miscellaneous Revenue			661	661
Total Revenues	<u>502,968</u>	<u>568,081</u>	<u>569,902</u>	<u>1,821</u>
EXPENDITURES				
Health & Welfare	<u>503,517</u>	<u>568,630</u>	<u>559,861</u>	<u>8,769</u>
Total Expenditures	<u>503,517</u>	<u>568,630</u>	<u>559,861</u>	<u>8,769</u>
Net Changes in Fund Balances	(549)	(549)	10,041	10,590
Fund Balance at Beginning of Year	<u>53,308</u>	<u>53,308</u>	<u>53,308</u>	
Fund Balance at End of Year	<u>\$ 52,759</u>	<u>\$ 52,759</u>	<u>\$ 63,349</u>	<u>\$ 10,590</u>

SAN PATRICIO COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES-BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2009
DISTRICT COURTS OPERATING FUND

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
REVENUES				
Intergovernmental	\$ 271,754	\$ 271,754	\$ 271,754	\$ 0
Investment Income	6,300	6,300	892	(5,408)
Miscellaneous Revenue			353	353
Total Revenues	<u>278,054</u>	<u>278,054</u>	<u>272,999</u>	<u>(5,055)</u>
EXPENDITURES				
Judicial	<u>551,352</u>	<u>551,352</u>	<u>529,248</u>	<u>22,104</u>
Total Expenditures	<u>551,352</u>	<u>551,352</u>	<u>529,248</u>	<u>22,104</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(273,298)</u>	<u>(273,298)</u>	<u>(256,249)</u>	<u>17,049</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	<u>268,246</u>	<u>268,246</u>	<u>268,246</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>268,246</u>	<u>268,246</u>	<u>268,246</u>	<u>0</u>
Net Changes in Fund Balances	(5,052)	(5,052)	11,997	17,049
Fund Balance at Beginning of Year	<u>41,324</u>	<u>41,324</u>	<u>41,324</u>	
Fund Balance at End of Year	<u>\$ 36,272</u>	<u>\$ 36,272</u>	<u>\$ 53,321</u>	<u>\$ 17,049</u>

SAN PATRICIO COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES-BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2009
DISTRICT ATTORNEY OPERATING FUND

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
REVENUES				
Intergovernmental	\$ 117,714	\$ 117,714	\$ 119,534	\$ 1,820
Investment Income	1,400	1,400	342	(1,058)
Miscellaneous Revenue			178	178
			0	
Total Revenues	<u>119,114</u>	<u>119,114</u>	<u>120,054</u>	<u>940</u>
EXPENDITURES				
Judicial	<u>449,163</u>	<u>449,163</u>	<u>449,819</u>	<u>(656)</u>
Total Expenditures	<u>449,163</u>	<u>449,163</u>	<u>449,819</u>	<u>(656)</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(330,049)</u>	<u>(330,049)</u>	<u>(329,765)</u>	<u>284</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	<u>328,877</u>	<u>328,877</u>	<u>328,869</u>	<u>(8)</u>
Total Other Financing Sources (Uses)	<u>328,877</u>	<u>328,877</u>	<u>328,869</u>	<u>(8)</u>
Net Changes in Fund Balances	(1,172)	(1,172)	(896)	276
Fund Balance at Beginning of Year	<u>26,650</u>	<u>26,650</u>	<u>26,650</u>	
Fund Balance at End of Year	<u>\$ 25,478</u>	<u>\$ 25,478</u>	<u>\$ 25,754</u>	<u>\$ 276</u>

**SAN PATRICIO COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES-BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2009
INTOXILIZER PROGRAM FUND**

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
REVENUES				
Intergovernmental	\$ 81,557	\$ 81,557	\$ 81,557	\$ 0
Investment Income	1,000	1,000	195	(805)
Miscellaneous Revenue			124	124
Total Revenues	<u>82,557</u>	<u>82,557</u>	<u>81,876</u>	<u>(681)</u>
EXPENDITURES				
Public Safety	<u>133,587</u>	<u>133,587</u>	<u>134,461</u>	<u>(874)</u>
Total Expenditures	<u>133,587</u>	<u>133,587</u>	<u>134,461</u>	<u>(874)</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(51,030)</u>	<u>(51,030)</u>	<u>(52,585)</u>	<u>(1,555)</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	<u>48,608</u>	<u>48,608</u>	<u>48,608</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>48,608</u>	<u>48,608</u>	<u>48,608</u>	<u>0</u>
Net Changes in Fund Balances	(2,422)	(2,422)	(3,977)	(1,555)
Fund Balance at Beginning of Year	<u>3,807</u>	<u>3,807</u>	<u>3,807</u>	
Fund Balance at End of Year	<u>\$ 1,385</u>	<u>\$ 1,385</u>	<u>\$ (170)</u>	<u>\$ (1,555)</u>

**SAN PATRICIO COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES-BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2009
JUSTICE COURT TECHNOLOGY FUND**

	<u>ORIGINAL BUDGET</u>	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
REVENUES				
Charges for Services	\$ 46,000	\$ 46,000	\$ 52,332	\$ 6,332
Total Revenues	<u>46,000</u>	<u>46,000</u>	<u>52,332</u>	<u>6,332</u>
EXPENDITURES				
Judicial	<u>48,925</u>	<u>48,925</u>	<u>31,865</u>	<u>17,060</u>
Total Expenditures	<u>48,925</u>	<u>48,925</u>	<u>31,865</u>	<u>17,060</u>
Net Changes in Fund Balances	(2,925)	(2,925)	20,467	23,392
Fund Balance at Beginning of Year	<u>112,855</u>	<u>112,855</u>	<u>112,855</u>	<u></u>
Fund Balance at End of Year	\$ <u>109,930</u>	\$ <u>109,930</u>	\$ <u>133,322</u>	\$ <u>23,392</u>

**SAN PATRICIO COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES-BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2009
COURT REPORTER SERVICE FUND**

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
REVENUES				
Charges for Services	\$ 16,300	\$ 16,300	\$ 15,654	\$ (646)
Investment Income	2,000	2,000	286	(1,714)
Total Revenues	<u>18,300</u>	<u>18,300</u>	<u>15,940</u>	<u>(2,360)</u>
EXPENDITURES				
Judicial	43,100	43,100	18,375	24,725
Total Expenditures	<u>43,100</u>	<u>43,100</u>	<u>18,375</u>	<u>24,725</u>
Net Changes in Fund Balances	(24,800)	(24,800)	(2,435)	22,365
Fund Balance at Beginning of Year	<u>61,847</u>	<u>61,847</u>	<u>61,847</u>	
Fund Balance at End of Year	<u>\$ 37,047</u>	<u>\$ 37,047</u>	<u>\$ 59,412</u>	<u>\$ 22,365</u>

**SAN PATRICIO COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES-BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2009
CB COG GRANT FUND**

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
REVENUES				
Intergovernmental	\$ _____	\$ _____	_____	\$ _____ 0
Total Revenues	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
EXPENDITURES				
Public Safety	<u>128,180</u>	<u>326,000</u>	<u>165,853</u>	<u>160,147</u>
Total Expenditures	<u>128,180</u>	<u>326,000</u>	<u>165,853</u>	<u>160,147</u>
Net Changes in Fund Balances	(128,180)	(326,000)	(165,853)	160,147
Fund Balance at Beginning of Year	<u>340,230</u>	<u>340,230</u>	<u>340,230</u>	_____
Fund Balance at End of Year	\$ <u>212,050</u>	\$ <u>14,230</u>	\$ <u>174,377</u>	\$ <u>160,147</u>

SAN PATRICIO COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES-BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2009
LAW LIBRARY FUND

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
REVENUES				
Charges for Services	\$ 70,000	\$ 70,000	\$ 73,919	\$ 3,919
Investment Income	2,000	2,000	318	(1,682)
Total Revenues	<u>72,000</u>	<u>72,000</u>	<u>74,237</u>	<u>2,237</u>
EXPENDITURES				
Judicial	99,153	99,153	65,341	33,812
Total Expenditures	<u>99,153</u>	<u>99,153</u>	<u>65,341</u>	<u>33,812</u>
Net Changes in Fund Balances	(27,153)	(27,153)	8,896	36,049
Fund Balance at Beginning of Year	<u>54,192</u>	<u>54,192</u>	<u>54,192</u>	
Fund Balance at End of Year	<u>\$ 27,039</u>	<u>\$ 27,039</u>	<u>\$ 63,088</u>	<u>\$ 36,049</u>

SAN PATRICIO COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES-BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2009
DISTRICT ATTORNEY FORFEITURE FUND

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
REVENUES				
Intergovernmental	\$ 800	\$ 800	\$ 560	\$ (240)
Fines & Forfeitures	51,000	51,000	95,682	44,682
Investment Income	8,000	8,000	2,245	(5,755)
Miscellaneous Revenue	200	200	3,393	3,193
Total Revenues	<u>60,000</u>	<u>60,000</u>	<u>101,880</u>	<u>41,880</u>
EXPENDITURES				
Judicial	164,611	155,061	144,117	10,944
Total Expenditures	<u>164,611</u>	<u>155,061</u>	<u>144,117</u>	<u>10,944</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(104,611)</u>	<u>(95,061)</u>	<u>(42,237)</u>	<u>52,824</u>
OTHER FINANCING SOURCES (USES)				
Transfers In				0
Transfers Out	(385,000)	(394,550)	(9,547)	385,003
Total Other Financing Sources (Uses)	<u>(385,000)</u>	<u>(394,550)</u>	<u>(9,547)</u>	<u>385,003</u>
Net Changes in Fund Balances	(489,611)	(489,611)	(51,784)	437,827
Fund Balance at Beginning of Year	481,895	481,895	481,895	
Fund Balance at End of Year	<u>\$ (7,716)</u>	<u>\$ (7,716)</u>	<u>\$ 430,111</u>	<u>\$ 437,827</u>

SAN PATRICIO COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES-BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2009
AIRPORT FUND

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
REVENUES				
Intergovernmental	\$	\$	\$ 85,258	\$ 85,258
Investment Income	3,500	3,500	703	(2,797)
Miscellaneous Revenue	<u>242,000</u>	<u>242,000</u>	<u>110,785</u>	<u>(131,215)</u>
Total Revenues	<u>245,500</u>	<u>245,500</u>	<u>196,746</u>	<u>(48,754)</u>
EXPENDITURES				
Public Transportation	<u>740,136</u>	<u>740,136</u>	<u>597,545</u>	<u>142,591</u>
Total Expenditures	<u>740,136</u>	<u>740,136</u>	<u>597,545</u>	<u>142,591</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(494,636)</u>	<u>(494,636)</u>	<u>(400,799)</u>	<u>93,837</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	<u>560,000</u>	<u>560,000</u>	<u>560,000</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>560,000</u>	<u>560,000</u>	<u>560,000</u>	<u>0</u>
Net Changes in Fund Balances	65,364	65,364	159,201	93,837
Fund Balance at Beginning of Year	<u>66,999</u>	<u>66,999</u>	<u>66,999</u>	
Fund Balance at End of Year	\$ <u><u>132,363</u></u>	\$ <u><u>132,363</u></u>	\$ <u><u>226,200</u></u>	\$ <u><u>93,837</u></u>

NONMAJOR DEBT SERVICE GOVERNMENTAL FUNDS

Non-Major Debt Service Governmental Funds consist of the following:

1. The Permanent Improvement Bonds Fund is used to accumulate monies for payment of the 1998 Limited Tax General Refunding Bonds.
2. The Road Bonds Fund was used to accumulate monies for the 1977 Road Bonds Series issued for major road construction and improvements. This debt has been liquidated so these funds will be used for future bonded debts.

**SAN PATRICIO COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR DEBT SERVICE FUNDS
DECEMBER 31, 2009**

	<u>PERMANENT IMPROVEMENT DEBT SERVICE</u>	<u>ROAD BONDS DEBT SERVICE</u>	<u>TOTAL NONMAJOR DEBT SERVICE FUNDS</u>
ASSETS			
Cash and Cash Equivalents	\$ 611,578	\$ 55,641	\$ 667,219
Taxes Receivable	694,198	1,966	696,164
Other Receivables	<u>1,226</u>	<u>27</u>	<u>1,253</u>
TOTAL ASSETS	\$ <u>1,307,002</u>	\$ <u>57,634</u>	\$ <u>1,364,636</u>
 LIABILITIES AND FUND BALANCES			
Liabilities			
Unearned Revenues	\$ 694,198	\$ 1,966	\$ 696,164
Advance Tax Collections	<u>320,187</u>		<u>320,187</u>
Total Liabilities	<u>1,014,385</u>	<u>1,966</u>	<u>1,016,351</u>
Fund Balances -			
Reserved for Debt Service	<u>292,617</u>	<u>55,668</u>	<u>348,285</u>
TOTAL LIABILITIES AND FUND BALANCES	\$ <u>1,307,002</u>	\$ <u>57,634</u>	\$ <u>1,364,636</u>

**SAN PATRICIO COUNTY, TEXAS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES
 NONMAJOR DEBT SERVICE FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2009**

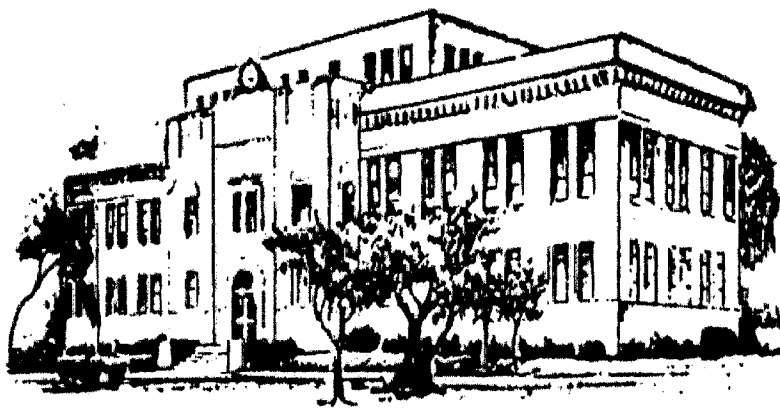
	<u>PERMANENT IMPROVEMENT DEBT SERVICE</u>	<u>ROAD BONDS DEBT SERVICE</u>	<u>TOTAL NONMAJOR DEBT SERVICE FUNDS</u>
REVENUES			
Taxes	\$ 963,471	\$ 793	\$ 964,264
Investment Income	<u>4,131</u>	<u>276</u>	<u>4,407</u>
Total Revenues	<u>967,602</u>	<u>1,069</u>	<u>968,671</u>
EXPENDITURES			
Debt Service	<u>1,216,030</u>	<u>0</u>	<u>1,216,030</u>
Total Expenditures	<u>1,216,030</u>	<u>0</u>	<u>1,216,030</u>
Net Changes in Fund Balances	(248,428)	1,069	(247,359)
Fund Balances at Beginning of Year	<u>541,045</u>	<u>54,599</u>	<u>595,644</u>
Fund Balances at End of Year	<u>\$ 292,617</u>	<u>\$ 55,668</u>	<u>\$ 348,285</u>

**SAN PATRICIO COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES-BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2009
PERMANENT IMPROVEMENT DEBT SERVICE FUND**

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
REVENUES				
Taxes	\$ 936,428	\$ 936,428	\$ 963,471	\$ 27,043
Investment Income	25,000	25,000	4,131	(20,869)
Total Revenues	<u>961,428</u>	<u>961,428</u>	<u>967,602</u>	<u>6,174</u>
EXPENDITURES				
Debt Service	1,219,735	1,219,735	1,216,030	3,705
Total Expenditures	<u>1,219,735</u>	<u>1,219,735</u>	<u>1,216,030</u>	<u>3,705</u>
Net Changes in Fund Balances	(258,307)	(258,307)	(248,428)	9,879
Fund Balance at Beginning of Year	541,045	541,045	541,045	
Fund Balance at End of Year	<u>\$ 282,738</u>	<u>\$ 282,738</u>	<u>\$ 292,617</u>	<u>\$ 9,879</u>

**SAN PATRICIO COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES-BUDGET AND ACTUAL
FOR THE YEAR ENDED DECEMBER 31, 2009
ROAD BONDS DEBT SERVICE FUND**

	ORIGINAL BUDGET	FINAL BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
REVENUES				
Taxes	\$	\$	\$ 793	\$ 793
Investment Income	1,400	1,400	276	(1,124)
Total Revenues	1,400	1,400	1,069	(331)
EXPENDITURES				
Debt Service				0
Total Expenditures	0	0	0	0
Net Changes in Fund Balances	1,400	1,400	1,069	(331)
Fund Balance at Beginning of Year	54,599	54,599	54,599	
Fund Balance at End of Year	\$ 55,999	\$ 55,999	\$ 55,668	\$ (331)



NONMAJOR CAPITAL PROJECTS GOVERNMENTAL FUNDS

Non-Major Capital Governmental Funds for San Patricio County, Texas, are set up to account for the acquisition of major improvements to buildings, parks, right-of-way, road construction and other capital facilities and consist of the following:

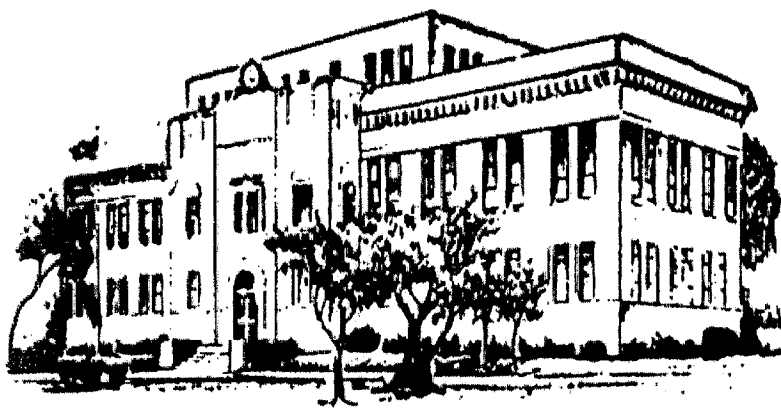
1. The Capital Improvements is used to account for certain monies used for major building construction and improvements and other costs.
2. The Bethel Estates Wastewater Project Fund accounts for grants and other monies used to assist qualified county residents in obtaining wastewater treatment.
3. The Right-of-Way Fund accounts for monies used for right-of-way purchases for road construction.
4. The Falman Acres Colonia Grant Fund accounts for ORCA funds used to build a water system for the Colonia community.
5. The Home Program Fund accounts for Federal and other monies that are used to build homes for qualified County residents.

**SAN PATRICIO COUNTY, TEXAS
COMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECTS FUNDS
DECEMBER 31, 2009**

	<u>CAPITAL IMPROVEMENTS</u>	<u>HOME PROGRAM</u>	<u>BETHEL ESTATES WASTEWATER PROJECT</u>	<u>RIGHT-OF-WAY</u>	<u>FALMAN ACRES COLONIA GRANT</u>	<u>TOTAL NONMAJOR CAPITAL PROJECT FUNDS</u>
ASSETS						
Cash and Cash Equivalents	\$ 860,862	\$	\$	\$ 1,385,527	\$	\$ 2,246,389
Intergovernmental Receivables					5,597	5,597
TOTAL ASSETS	<u>\$ 860,862</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,385,527</u>	<u>\$ 5,597</u>	<u>\$ 2,251,986</u>
LIABILITIES AND FUND BALANCES						
Liabilities						
Accounts Payable	\$ 118,481	\$	\$	\$ 27	\$	\$ 118,508
Other Liabilities					9	9
Due to Other Funds		6,825				6,825
Total Liabilities	<u>118,481</u>	<u>6,825</u>	<u>0</u>	<u>27</u>	<u>9</u>	<u>125,342</u>
Fund Balances -						
Unreserved-Undesignated	<u>742,381</u>	<u>(6,825)</u>	<u>0</u>	<u>1,385,500</u>	<u>5,588</u>	<u>2,126,644</u>
Total Fund Balances	<u>742,381</u>	<u>(6,825)</u>	<u>0</u>	<u>1,385,500</u>	<u>5,588</u>	<u>2,126,644</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 860,862</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,385,527</u>	<u>\$ 5,597</u>	<u>\$ 2,251,986</u>

**SAN PATRICIO COUNTY, TEXAS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES
 NONMAJOR CAPITAL PROJECTS FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2009**

	CAPITAL IMPROVEMENTS	HOME PROGRAM	BETHEL ESTATES WASTEWATER PROJECT	RIGHT-OF-WAY	FALMAN ACRES COLONIA GRANT	TOTAL NONMAJOR CAPITAL PROJECT FUNDS
REVENUES						
Intergovernmental	\$	\$	\$	\$	\$	\$
Investment Income	12,348	187,200	382,272	135,763	309,935	1,015,170
Rentals				5,574	0	17,922
Miscellaneous Revenue	2,190					0
						2,190
Total Revenues	<u>14,538</u>	<u>187,200</u>	<u>382,272</u>	<u>141,337</u>	<u>309,935</u>	<u>1,035,282</u>
EXPENDITURES						
Current						
Public Facilities	2,852,083	188,415	382,272		318,047	3,740,817
Public Transportation				49,191		49,191
Total Expenditures	<u>2,852,083</u>	<u>188,415</u>	<u>382,272</u>	<u>49,191</u>	<u>318,047</u>	<u>3,790,008</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(2,837,545)</u>	<u>(1,215)</u>	<u>0</u>	<u>92,146</u>	<u>(8,112)</u>	<u>(2,754,726)</u>
OTHER FINANCING SOURCES (USES)						
Transfers In	300,000			420,000		720,000
Total Other Financing Sources (Uses)	<u>300,000</u>	<u>0</u>	<u>0</u>	<u>420,000</u>	<u>0</u>	<u>720,000</u>
Net Changes in Fund Balances	(2,537,545)	(1,215)	0	512,146	(8,112)	(2,034,726)
Fund Balances at Beginning of Year	<u>3,279,926</u>	<u>(5,610)</u>	<u>0</u>	<u>873,354</u>	<u>13,700</u>	<u>4,161,370</u>
Fund Balances at End of Year	<u>\$ 742,381</u>	<u>\$ (6,825)</u>	<u>\$ 0</u>	<u>\$ 1,385,500</u>	<u>\$ 5,588</u>	<u>\$ 2,126,644</u>



AGENCY FUNDS

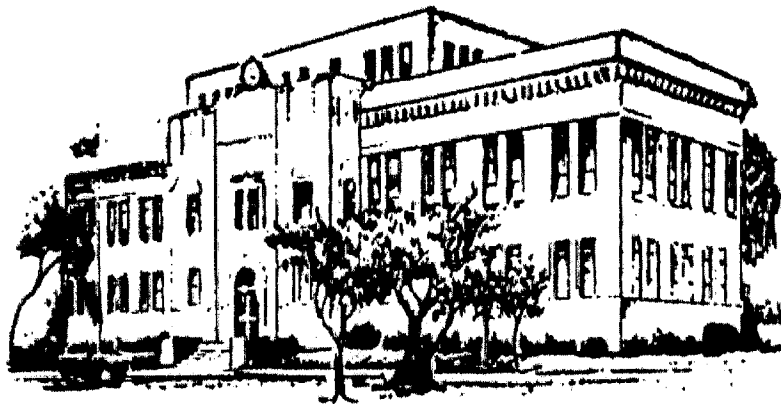
The Agency Funds are a Fiduciary Fund Type and are used to account for monies received and disbursed by the County in the capacity of trustee, custodian, or agent for individuals or other entities.

The Agency Funds consist of the following:

1. The Payroll Funds were established as clearing accounts. Cash is transferred from other County funds to the Payroll Funds, from which disbursements are made for payroll, federal income tax withheld, social security, retirement, deferred compensation, group insurance premiums, and other employee benefits and deductions.
2. The District Wide Adult Probation Department Funds account for monies received from other governmental entities and other sources and remitted to other entities for probation cost purposes.
3. The Dispute Resolution Center Fund accounts for funds that are collected by the County and held until the funds are awarded to the Resolution Center.
4. The Tri-County Narcotics Task Force Agency Fund accounts for funds that have been seized during drug arrests and held by the County until the funds are awarded by the Courts.
5. The County Clerk Trust Fund accounts for monies received that are put in trust funds and held for other individuals or entities.
6. The County Clerk Other Funds account for monies received from various County officials and remitted to the other entities.
7. The District Clerk Trust Fund accounts for monies received that are put in trust funds and held for other individuals or entities.
8. The District Clerk Other Funds account for monies received from various County officials and remitted to other entities.
9. The Health Department Fund accounts for certain funds used for Health Department salaries and other costs.
10. The Forfeiture Trust-Sheriff Fund accounts for escrow monies received through seizures pursuant to the forfeiture law.
11. The Section 125 Fund accounts for monies consisting of salaries and wages that have been deducted by the County for some of employees in order to take tax advantages provided by Internal Revenue Code Section 125.

**AGENCY FUNDS
(continued)**

12. The Court Cost and Fees Fund accounts for receipt and disbursement of monies related to statutory court costs and fees.
13. The Tax Collector Fund accounts for receipt and disbursement of monies related to tax collections for other entities.
14. The Sheriff Regular Fund accounts for fees collected by the Sheriff's Office.
15. The Sheriff Cash Bond Fund accounts for bond funds collected by the Sheriff's Office.
16. The Inmate Trust Fund accounts for County prisoner inmate funds remitted to the jail office to be used to buy personal items for the inmates.
17. The Justices of the Peace Fund accounts for fines and fees collected by the Justices of the Peace.
18. The District Attorney Fund accounts for certain payroll transactions of the District Attorney's Office.
19. The District Juvenile Probation Fund accounts for certain Juvenile Probations fees.
20. The District Attorney Seizure Fund accounts for funds seized and held pending court judgement.
21. The District Wide Juvenile Probation Department Funds account for monies received from other governmental entities and other sources and remitted to other entities for juvenile probation cost purposes.



**SAN PATRICIO COUNTY, TEXAS
AGENCY FUNDS
COMBINING BALANCE SHEET
DECEMBER 31, 2009**

		<u>PAYROLL FUNDS</u>		<u>DISTRICT WIDE ADULT PROBATION DEPT FUNDS</u>		<u>DISPUTE RESOLUTION CENTER</u>		<u>TRI-COUNTY NARCOTICS TASK FORCE AGENCY FUND</u>
<u>ASSETS</u>								
Cash and Cash Equivalents	\$	764	\$	534,775	\$	2,399	\$	25,015
Due from Others				900				
Due from Other Governments								
TOTAL ASSETS	\$	<u>764</u>	\$	<u>535,675</u>	\$	<u>2,399</u>	\$	<u>25,015</u>
<u>LIABILITIES</u>								
Due to Others	\$	764	\$	527,040	\$	2,399	\$	25,015
Due to Other Governments				8,635				
TOTAL LIABILITIES	\$	<u>764</u>	\$	<u>535,675</u>	\$	<u>2,399</u>	\$	<u>25,015</u>

(Continued)

<u>COUNTY CLERK - TRUST FUND</u>	<u>COUNTY CLERK - OTHER FUNDS</u>	<u>DISTRICT CLERK - TRUST FUND</u>	<u>DISTRICT CLERK - OTHER FUNDS</u>	<u>HEALTH DEPARTMENT FUND</u>	<u>FORFEITURE TRUST- SHERIFF</u>
\$ 217,585	\$ 70,839	\$ 1,071,982	\$ 178,900	\$	\$ 1,463
<u>\$ 217,585</u>	<u>\$ 70,839</u>	<u>\$ 1,071,982</u>	<u>\$ 178,900</u>	<u>\$ 0</u>	<u>\$ 1,463</u>
\$ 217,585	\$ 70,839	\$ 1,071,982	\$ 178,900	\$	\$ 1,463
<u>\$ 217,585</u>	<u>\$ 70,839</u>	<u>\$ 1,071,982</u>	<u>\$ 178,900</u>	<u>\$ 0</u>	<u>\$ 1,463</u>

SAN PATRICIO COUNTY, TEXAS
AGENCY FUNDS
COMBINING BALANCE SHEET
DECEMBER 31, 2009
 (Continued)

	<u>SECTION 125 TRUST FUND</u>	<u>COURT COSTS AND FEES</u>	<u>TAX COLLECTOR</u>	<u>SHERIFF REGULAR FUND</u>	<u>SHERIFF CASH BOND FUND</u>
<u>ASSETS</u>					
Cash and Cash Equivalents	\$ 61,713	\$ 425,768	\$ 4,637,655	\$	\$ 14,250
Due from Others					
Due from Other Governments					
TOTAL ASSETS	\$ 61,713	\$ 425,768	\$ 4,637,655	\$ 0	\$ 14,250
<u>LIABILITIES</u>					
Due to Others	\$ 61,713	\$ 425,768	\$ 4,637,655	\$	\$ 14,250
Due to Other Governments					
TOTAL LIABILITIES	\$ 61,713	\$ 425,768	\$ 4,637,655	\$ 0	\$ 14,250

<u>INMATE TRUST FUND</u>	<u>JUSTICES OF THE PEACE FUND</u>	<u>DISTRICT ATTORNEY</u>	<u>DISTRICT ATTORNEY SEIZURE FUND</u>	<u>DISTRICT JUVENILE PROBATION</u>	<u>DISTRICT WIDE JUVENILE PROBATION DEPT FUNDS</u>	<u>TOTAL AGENCY FUNDS</u>
\$ 7,347	\$ 69,254	\$ 11	\$ 77,824	\$ 774	\$ 350,764	\$ 7,749,082
					6,521	7,421
					99,972	99,972
<u>\$ 7,347</u>	<u>\$ 69,254</u>	<u>\$ 11</u>	<u>\$ 77,824</u>	<u>\$ 774</u>	<u>\$ 457,257</u>	<u>\$ 7,856,475</u>
\$ 7,347	\$ 69,254	\$ 11	\$ 77,824	\$ 774	\$ 428,898	\$ 7,819,481
					28,359	36,994
<u>\$ 7,347</u>	<u>\$ 69,254</u>	<u>\$ 11</u>	<u>\$ 77,824</u>	<u>\$ 774</u>	<u>\$ 457,257</u>	<u>\$ 7,856,475</u>

**SAN PATRICIO COUNTY, TEXAS
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 ALL AGENCY FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2009**

	<u>BALANCE</u> <u>01/01/2009</u>	<u>ADDITIONS</u>	<u>DEDUCTIONS</u>	<u>BALANCE</u> <u>12/31/2009</u>
<u>PAYROLL FUNDS</u>				
ASSETS				
Cash and Cash Equivalents	\$ 157,596	\$	\$ 156,832	\$ 764
Due From Others	<u>25,032</u>	<u> </u>	<u>25,032</u>	<u>0</u>
	<u>\$ 182,628</u>	<u>\$ 0</u>	<u>\$ 181,864</u>	<u>\$ 764</u>
LIABILITIES				
Due to Others	\$ 182,192	\$	\$ 181,428	\$ 764
Due to Other Governments	<u>436</u>	<u> </u>	<u>436</u>	<u>0</u>
	<u>\$ 182,628</u>	<u>\$ 0</u>	<u>\$ 181,864</u>	<u>\$ 764</u>
 <u>DISTRICT ADULT PROBATION</u>				
<u>DEPARTMENT FUNDS</u>				
ASSETS				
Cash and Cash Equivalents	\$ 529,119	\$ 5,656	\$	\$ 534,775
Due from Others	172	728		900
Due from Other Governments	<u>436</u>	<u> </u>	<u>436</u>	<u>0</u>
	<u>\$ 529,727</u>	<u>\$ 6,384</u>	<u>\$ 436</u>	<u>\$ 535,675</u>
LIABILITIES				
Due to Others	\$ 527,594	\$ 5,948	\$ 6,502	\$ 527,040
Due to Other Governments	<u>2,133</u>	<u>6,502</u>	<u> </u>	<u>8,635</u>
	<u>\$ 529,727</u>	<u>\$ 12,450</u>	<u>\$ 6,502</u>	<u>\$ 535,675</u>
 <u>DISPUTE RESOLUTION CENTER</u>				
<u>FUND</u>				
ASSETS				
Cash and Cash Equivalents	\$ 2,588	\$	\$ 189	\$ 2,399
	<u>\$ 2,588</u>	<u>\$ 0</u>	<u>\$ 189</u>	<u>\$ 2,399</u>
LIABILITIES				
Due to Others	\$ 2,588	\$	\$ 189	\$ 2,399
	<u>\$ 2,588</u>	<u>\$ 0</u>	<u>\$ 189</u>	<u>\$ 2,399</u>

(Continued)

SAN PATRICIO COUNTY, TEXAS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2009
(Continued)

	<u>BALANCE</u> <u>01/01/2009</u>	<u>ADDITIONS</u>	<u>DEDUCTIONS</u>	<u>BALANCE</u> <u>12/31/2009</u>
<u>TRI-COUNTY NARCOTICS TASK</u>				
<u>FORCE AGENCY FUND</u>				
ASSETS				
Cash and Cash Equivalents	\$ <u>24,890</u>	\$ <u>125</u>	\$ _____	\$ <u>25,015</u>
	\$ <u>24,890</u>	\$ <u>125</u>	\$ <u>0</u>	\$ <u>25,015</u>
LIABILITIES				
Due to Others	\$ <u>24,890</u>	\$ <u>125</u>	\$ _____	\$ <u>25,015</u>
	\$ <u>24,890</u>	\$ <u>125</u>	\$ <u>0</u>	\$ <u>25,015</u>
<u>COUNTY CLERK-TRUST FUND</u>				
ASSETS				
Cash and Cash Equivalents	\$ <u>263,722</u>	\$ _____	46,137	\$ <u>217,585</u>
	\$ <u>263,722</u>	\$ <u>0</u>	\$ <u>46,137</u>	\$ <u>217,585</u>
LIABILITIES				
Due to Others	\$ <u>263,722</u>	\$ _____	\$ <u>46,137</u>	\$ <u>217,585</u>
	\$ <u>263,722</u>	\$ <u>0</u>	\$ <u>46,137</u>	\$ <u>217,585</u>
<u>COUNTY CLERK - OTHER FUNDS</u>				
ASSETS				
Cash and Cash Equivalents	\$ <u>92,328</u>	\$ _____	\$ <u>21,489</u>	\$ <u>70,839</u>
	\$ <u>92,328</u>	\$ <u>0</u>	\$ <u>21,489</u>	\$ <u>70,839</u>
LIABILITIES				
Due to Others	\$ <u>92,328</u>	\$ _____	\$ <u>21,489</u>	\$ <u>70,839</u>
	\$ <u>92,328</u>	\$ <u>0</u>	\$ <u>21,489</u>	\$ <u>70,839</u>
<u>DISTRICT CLERK - TRUST FUND</u>				
ASSETS				
Cash and Cash Equivalents	\$ <u>981,116</u>	\$ <u>90,866</u>	\$ _____	\$ <u>1,071,982</u>
	\$ <u>981,116</u>	\$ <u>90,866</u>	\$ <u>0</u>	\$ <u>1,071,982</u>
LIABILITIES				
Due to Others	\$ <u>981,116</u>	\$ <u>90,866</u>	\$ _____	\$ <u>1,071,982</u>
	\$ <u>981,116</u>	\$ <u>90,866</u>	\$ <u>0</u>	\$ <u>1,071,982</u>

(Continued)

SAN PATRICIO COUNTY, TEXAS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2009
(Continued)

	<u>BALANCE</u> <u>01/01/2009</u>	<u>ADDITIONS</u>	<u>DEDUCTIONS</u>	<u>BALANCE</u> <u>12/31/2009</u>
<u>DISTRICT CLERK - OTHER FUNDS</u>				
ASSETS				
Cash and Cash Equivalents	\$ 184,624	\$ _____	\$ 5,724	\$ 178,900
	<u>\$ 184,624</u>	<u>\$ 0</u>	<u>\$ 5,724</u>	<u>\$ 178,900</u>
LIABILITIES				
Due to Others	\$ 184,624	\$ _____	\$ 5,724	\$ 178,900
	<u>\$ 184,624</u>	<u>\$ 0</u>	<u>\$ 5,724</u>	<u>\$ 178,900</u>
<u>HEALTH DEPARTMENT FUND</u>				
ASSETS				
Cash and Cash Equivalents	\$ _____	\$ _____	\$ _____	\$ _____
	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
LIABILITIES				
Due to Others	\$ _____	\$ _____	\$ _____	\$ _____
	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
<u>FORFEITURE TRUST - SHERIFF</u>				
ASSETS				
Cash and Cash Equivalents	\$ 1,456	\$ 7	\$ _____	\$ 1,463
	<u>\$ 1,456</u>	<u>\$ 7</u>	<u>\$ 0</u>	<u>\$ 1,463</u>
LIABILITIES				
Due to Others	\$ 1,456	\$ 7	\$ _____	\$ 1,463
	<u>\$ 1,456</u>	<u>\$ 7</u>	<u>\$ 0</u>	<u>\$ 1,463</u>
<u>SECTION 125 - TRUST FUND</u>				
ASSETS				
Cash and Cash Equivalents	\$ 19,572	\$ 42,141	\$ _____	\$ 61,713
	<u>\$ 19,572</u>	<u>\$ 42,141</u>	<u>\$ 0</u>	<u>\$ 61,713</u>
LIABILITIES				
Due to Others	\$ 19,572	\$ 42,141	\$ _____	\$ 61,713
	<u>\$ 19,572</u>	<u>\$ 42,141</u>	<u>\$ 0</u>	<u>\$ 61,713</u>

(Continued)

SAN PATRICIO COUNTY, TEXAS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2009
(Continued)

	<u>BALANCE</u> <u>01/01/2009</u>	<u>ADDITIONS</u>	<u>DEDUCTIONS</u>	<u>BALANCE</u> <u>12/31/2009</u>
<u>COURT COST AND FEES</u>				
ASSETS				
Cash and Cash Equivalents	\$ <u>362,265</u>	\$ <u>63,503</u>	\$ _____	\$ <u>425,768</u>
	\$ <u>362,265</u>	\$ <u>63,503</u>	\$ <u>0</u>	\$ <u>425,768</u>
LIABILITIES				
Due to Others	\$ <u>362,265</u>	\$ <u>63,503</u>	\$ _____	\$ <u>425,768</u>
	\$ <u>362,265</u>	\$ <u>63,503</u>	\$ <u>0</u>	\$ <u>425,768</u>
<u>TAX COLLECTOR</u>				
ASSETS				
Cash and Cash Equivalents	\$ <u>4,770,306</u>	\$ _____	\$ <u>132,651</u>	\$ <u>4,637,655</u>
	\$ <u>4,770,306</u>	\$ <u>0</u>	\$ <u>132,651</u>	\$ <u>4,637,655</u>
LIABILITIES				
Due to Others	\$ <u>4,770,306</u>	\$ _____	\$ <u>132,651</u>	\$ <u>4,637,655</u>
	\$ <u>4,770,306</u>	\$ <u>0</u>	\$ <u>132,651</u>	\$ <u>4,637,655</u>
<u>SHERIFF REGULAR FUND</u>				
ASSETS				
Cash and Cash Equivalents	\$ <u>7,941</u>	\$ _____	\$ <u>7,941</u>	\$ <u>0</u>
	\$ <u>7,941</u>	\$ <u>0</u>	\$ <u>7,941</u>	\$ <u>0</u>
LIABILITIES				
Due to Others	\$ <u>7,941</u>	\$ _____	\$ <u>7,941</u>	\$ <u>0</u>
	\$ <u>7,941</u>	\$ <u>0</u>	\$ <u>7,941</u>	\$ <u>0</u>
<u>SHERIFF CASH BOND FUND</u>				
ASSETS				
Cash and Cash Equivalents	\$ <u>40,730</u>	\$ _____	\$ <u>26,480</u>	\$ <u>14,250</u>
	\$ <u>40,730</u>	\$ <u>0</u>	\$ <u>26,480</u>	\$ <u>14,250</u>
LIABILITIES				
Due to Others	\$ <u>40,730</u>	\$ _____	\$ <u>26,480</u>	\$ <u>14,250</u>
	\$ <u>40,730</u>	\$ <u>0</u>	\$ <u>26,480</u>	\$ <u>14,250</u>

(Continued)

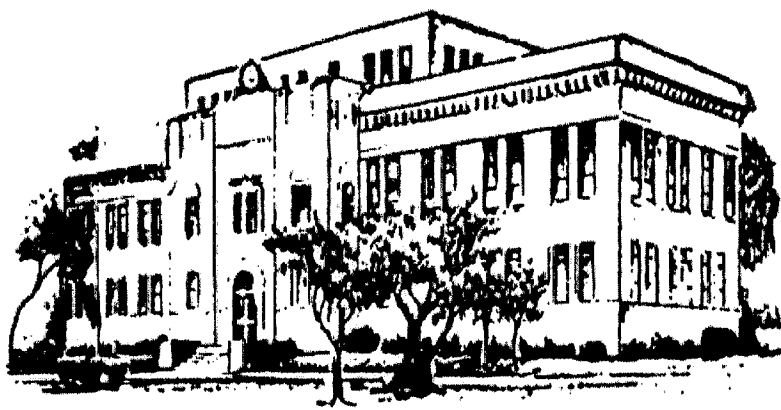
SAN PATRICIO COUNTY, TEXAS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2009
(Continued)

	<u>BALANCE</u> <u>01/01/2009</u>	<u>ADDITIONS</u>	<u>DEDUCTIONS</u>	<u>BALANCE</u> <u>12/31/2009</u>
<u>INMATE TRUST FUND</u>				
ASSETS				
Cash and Cash Equivalents	\$ <u>2,822</u>	\$ <u>4,525</u>	\$ _____	\$ <u>7,347</u>
	\$ <u>2,822</u>	\$ <u>4,525</u>	\$ <u>0</u>	\$ <u>7,347</u>
LIABILITIES				
Due to Others	\$ <u>2,822</u>	\$ <u>4,525</u>	\$ _____	\$ <u>7,347</u>
	\$ <u>2,822</u>	\$ <u>4,525</u>	\$ <u>0</u>	\$ <u>7,347</u>
<u>JUSTICES OF THE PEACE FUND</u>				
ASSETS				
Cash and Cash Equivalents	\$ <u>89,459</u>	\$ _____	\$ <u>20,205</u>	\$ <u>69,254</u>
	\$ <u>89,459</u>	\$ <u>0</u>	\$ <u>20,205</u>	\$ <u>69,254</u>
LIABILITIES				
Due to Others	\$ <u>89,459</u>	\$ _____	\$ <u>20,205</u>	\$ <u>69,254</u>
	\$ <u>89,459</u>	\$ <u>0</u>	\$ <u>20,205</u>	\$ <u>69,254</u>
<u>DISTRICT ATTORNEY</u>				
ASSETS				
Cash and Cash Equivalents	\$ <u>66</u>	\$ _____	\$ <u>55</u>	\$ <u>11</u>
	\$ <u>66</u>	\$ <u>0</u>	\$ <u>55</u>	\$ <u>11</u>
LIABILITIES				
Due to Others	\$ <u>66</u>	\$ _____	\$ <u>55</u>	\$ <u>11</u>
	\$ <u>66</u>	\$ <u>0</u>	\$ <u>55</u>	\$ <u>11</u>
<u>DISTRICT ATTORNEY SEIZURE FUND</u>				
ASSETS				
Cash and Cash Equivalents	\$ <u>69,987</u>	\$ <u>7,837</u>	\$ _____	\$ <u>77,824</u>
	\$ <u>69,987</u>	\$ <u>7,837</u>	\$ <u>0</u>	\$ <u>77,824</u>
LIABILITIES				
Due to Others	\$ <u>69,987</u>	\$ <u>7,837</u>	\$ _____	\$ <u>77,824</u>
	\$ <u>69,987</u>	\$ <u>7,837</u>	\$ <u>0</u>	\$ <u>77,824</u>

(Continued)

SAN PATRICIO COUNTY, TEXAS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2009
(Continued)

	<u>BALANCE</u> 01/01/2009	<u>ADDITIONS</u>	<u>DEDUCTIONS</u>	<u>BALANCE</u> 12/31/2009
<u>DISTRICT JUVENILE PROBATION</u>				
ASSETS				
Cash and Cash Equivalents	\$ 88	\$ 686	\$	\$ 774
	<u>\$ 88</u>	<u>\$ 686</u>	<u>\$ 0</u>	<u>\$ 774</u>
LIABILITIES				
Due to Others	\$ 88	\$ 686	\$	\$ 774
	<u>\$ 88</u>	<u>\$ 686</u>	<u>\$ 0</u>	<u>\$ 774</u>
<u>DISTRICT JUVENILE PROBATION</u> <u>DEPARTMENT FUNDS</u>				
ASSETS				
Cash and Cash Equivalents	\$ 999,112	\$	\$ 648,348	\$ 350,764
Due from Others	6,317	204		6,521
Due from Other Governments	245,076		145,104	99,972
	<u>\$ 1,250,505</u>	<u>\$ 204</u>	<u>\$ 793,452</u>	<u>\$ 457,257</u>
LIABILITIES				
Due to Others	\$ 1,223,486	\$	\$ 794,588	\$ 428,898
Due to Other Governments	27,019	1,340		28,359
	<u>\$ 1,250,505</u>	<u>\$ 1,340</u>	<u>\$ 794,588</u>	<u>\$ 457,257</u>
<u>TOTALS - ALL AGENCY FUNDS</u>				
ASSETS				
Cash and Cash Equivalents	\$ 8,599,787	\$ 215,346	\$ 1,066,051	\$ 7,749,082
Due from Others	31,521	932	25,032	7,421
Due from Other Governments	245,512	0	145,540	99,972
TOTAL ASSETS	<u>\$ 8,876,820</u>	<u>\$ 216,278</u>	<u>\$ 1,236,623</u>	<u>\$ 7,856,475</u>
LIABILITIES				
Due to Others	\$ 8,847,232	\$ 215,638	\$ 1,243,389	\$ 7,819,481
Due to Other Governments	29,588	7,842	436	36,994
TOTAL LIABILITIES	<u>\$ 8,876,820</u>	<u>\$ 223,480</u>	<u>\$ 1,243,825</u>	<u>\$ 7,856,475</u>



OTHER SCHEDULES

The following three schedules present information on the County's Capital Assets.

**SAN PATRICIO COUNTY, TEXAS
SCHEDULE OF CAPITAL ASSETS - BY SOURCE
DECEMBER 31, 2009**

CAPITAL ASSETS

Land	\$	3,180,673
Buildings		37,445,040
Improvements, Other than Buildings		1,419,029
Equipment		9,187,698
Infrastructure		47,736,919
Construction in Progress		<u>163,000</u>
Total Capital Assets	\$	<u><u>99,132,359</u></u>

INVESTMENTS IN CAPITAL ASSETS BY SOURCE

From Governmental Funds and Other	\$	<u>99,132,359</u>
Total Investment In Capital Assets	\$	<u><u>99,132,359</u></u>

Note: The figures above are presented at cost. Infrastructure consists of \$45,722,761 for roads and \$2,014,158 for bridges.

**SAN PATRICIO COUNTY
SCHEDULE OF CAPITAL ASSETS
BY FUNCTION AND ACTIVITY
DECEMBER 31, 2009**

<u>FUNCTION & ACTIVITY</u>	<u>TOTAL</u>	<u>LAND</u>	<u>BUILDINGS</u>	<u>IMPROVE- MENTS, OTHER THAN BUILDINGS</u>	<u>EQUIPMENT</u>
<u>GENERAL ADMINISTRATION</u>					
CIVIL DEFENSE	\$ 102,923	\$	\$	\$	\$ 102,923
COUNTY JUDGE	21,299				21,299
COUNTY CLERK	101,651				101,651
VETERANS SERVICE	25,210			25,210	
RECORDS MANAGEMENT	13,090				13,090
PRINTING DEPARTMENT	65,088				65,088
INFORMATION SERVICES	78,592				78,592
NON-DEPARTMENTAL	162,427				162,427
TOTAL GENERAL ADMINISTRATION	570,280	0	0	25,210	545,070
<u>JUDICIAL</u>					
DISTRICT CLERK	110,021				110,021
DISTRICT COURT	5,680				5,680
JUSTICES OF THE PEACE	15,002				15,002
DISTRICT ATTORNEY	108,093				108,093
TOTAL JUDICIAL	238,796	0	0	0	238,796
<u>FINANCIAL ADMINISTRATION</u>					
COUNTY AUDITOR	47,630				47,630
TAX-ASSESSOR COLLECT	5,680				5,680
TOTAL FINANCIAL ADMINISTRATION	53,310	0	0	0	53,310
<u>LEGAL</u>					
COUNTY ATTORNEY	7,384				7,384
TOTAL LEGAL	7,384	0	0	0	7,384
<u>ELECTIONS</u>					
ELECTIONS	231,850				231,850
TOTAL ELECTIONS	231,850	0	0	0	231,850
<u>PUBLIC FACILITIES</u>					
LAND & BUILDINGS	18,397,316	2,240,841	15,313,708	748,509	94,258
BUILDING SUPERINTENDENT	85,848			279	85,569
AIRPORT - TP McCAMPBELL	2,010,170	682,878	564,711	353,679	408,902
AIRPORT - SINTON	466,080	153,905	139,974	172,201	
CITIZEN COLLECTION STATIONS	73,000	61,673		11,327	
COUNTY FAIRGROUNDS	20,867,227		20,682,445	35,576	149,206
TOTAL PUBLIC FACILITIES	41,899,641	3,139,297	36,700,838	1,321,571	737,935

(Continued)

**SAN PATRICIO COUNTY
SCHEDULE OF CAPITAL ASSETS
BY FUNCTION AND ACTIVITY
DECEMBER 31, 2009
(Continued)**

<u>FUNCTION & ACTIVITY</u>	<u>TOTAL</u>	<u>LAND</u>	<u>BUILDINGS</u>	<u>IMPROVE- MENTS, OTHER THAN BUILDINGS</u>	<u>EQUIPMENT</u>
<u>PUBLIC SAFETY</u>					
CONSTABLES:					
PRECINCT #1	\$ 37,545	\$	\$	\$	\$ 37,545
PRECINCT #2	19,437				19,437
PRECINCT #4	11,614				11,614
PRECINCT #5	15,409				15,409
PRECINCT #6	0				0
SHERIFF	1,558,006				1,558,006
JUVENILE PROBATION AND DETENTION CENTER	150,137			90	150,047
HIGHWAY PATROL	14,705				14,705
BREATH TESTING	84,284				84,284
TOTAL PUBLIC SAFETY	1,891,137	0	0	90	1,891,047
<u>PUBLIC TRANSPORTATION</u>					
ROAD AND BRIDGE:					
PRECINCT #1	587,427	2,400	14,000	4,511	566,516
PRECINCT #2	1,737,373	13,606	201,318	28,307	1,494,142
PRECINCT #3	2,198,947	14,370	131,899	39,340	2,013,338
PRECINCT #4	1,150,533	10,000	194,019		946,514
GENERAL	52,417				52,417
TOTAL PUBLIC TRANSPORTATION	5,726,697	40,376	541,236	72,158	5,072,927
<u>HEALTH & WELFARE</u>					
COUNTY HEALTH UNIT	214,257				214,257
WOMEN'S, INFANTS AND CHILDREN (GRANT)	122,755		111,050		11,705
TOTAL HEALTH AND WELFARE	337,012	0	111,050	0	225,962
<u>CULTURE & RECREATION</u>					
LIBRARY	15,938				15,938
COUNTY PARKS	106,640				106,640
COUNTY FAIRGROUNDS	0				0
TOTAL CULTURE & RECREATION	122,578	0	0	0	122,578
<u>CONSERVATION</u>					
COUNTY EXTENSION AGENT EXHIBIT BUILDING	153,755	1,000	91,916		60,839
	0				0
TOTAL CONSERVATION	153,755	1,000	91,916	0	60,839
TOTALS	\$ 51,232,440	\$ 3,180,673	\$ 37,445,040	\$ 1,419,029	\$ 9,187,698
<u>INFRASTRUCTURE</u>					
ROADS	45,722,761				
BRIDGES	2,014,158				
TOTAL INFRASTRUCTURE	47,736,919				
CONSTRUCTION IN PROGRESS	163,000				
TOTAL CAPITAL ASSETS	\$ 99,132,359				

Note: The above figures are presented at cost.

**SCHEDULE OF CHANGES IN CAPITAL ASSETS
BY FUNCTION AND ACTIVITY
FOR THE YEAR ENDED DECEMBER 31, 2009**

<u>FUNCTION & ACTIVITY</u>	<u>CAPITAL ASSETS 1-1-2009</u>	<u>ADDITIONS</u>	<u>DELETIONS</u>	<u>CAPITAL ASSETS 12-31-2009</u>
<u>GENERAL ADMINISTRATION</u>				
CIVIL DEFENSE	\$ 68,086	\$ 34,837	\$	\$ 102,923
COUNTY JUDGE	21,299			21,299
COUNTY CLERK	101,651			101,651
VETERANS SERVICE	25,210			25,210
RECORDS MANAGEMENT	13,090			13,090
PRINTING DEPARTMENT	65,088			65,088
INFORMATION SERVICES	78,592			78,592
NON-DEPARTMENTAL	162,427			162,427
TOTAL GENERAL ADMINISTRATION	535,443	34,837	0	570,280
<u>JUDICIAL</u>				
DISTRICT CLERK	110,021			110,021
DISTRICT COURT	5,680			5,680
JUSTICES OF THE PEACE	15,002			15,002
DISTRICT ATTORNEY	108,093			108,093
TOTAL JUDICIAL	238,796	0	0	238,796
<u>FINANCIAL ADMINISTRATION</u>				
COUNTY AUDITOR	74,950		27,320	47,630
TAX-ASSESSOR COLLECT	5,680			5,680
TOTAL FINANCIAL ADMINISTRATION	80,630	0	27,320	53,310
<u>LEGAL</u>				
COUNTY ATTORNEY	7,384			7,384
TOTAL LEGAL	7,384	0	0	7,384
<u>ELECTIONS</u>				
ELECTIONS	231,850			231,850
TOTAL ELECTIONS	231,850	0	0	231,850
<u>PUBLIC FACILITIES</u>				
LAND & BUILDINGS	18,186,701	397,976	187,361	18,397,316
BUILDING SUPERINTENDENT	110,843		24,995	85,848
AIRPORT - TP McCAMPBELL	1,930,414	79,756		2,010,170
AIRPORT - SINTON	466,080			466,080
CITIZEN COLLECTION STATIONS	73,000			73,000
COUNTY FAIRGROUNDS	19,264,867	1,602,360		20,867,227
TOTAL PUBLIC FACILITIES	40,031,905	2,080,092	212,356	41,899,641

(Continued)

**SCHEDULE OF CHANGES IN CAPITAL ASSETS
BY FUNCTION AND ACTIVITY
FOR THE YEAR ENDED DECEMBER 31, 2009
(Continued)**

<u>FUNCTION & ACTIVITY</u>	<u>CAPITAL ASSETS 1-1-2009</u>	<u>ADDITIONS</u>	<u>DELETIONS</u>	<u>CAPITAL ASSETS 12-31-2009</u>
<u>PUBLIC SAFETY</u>				
CONSTABLES:				
PRECINCT #1	\$ 51,457		\$ 13,912	\$ 37,545
PRECINCT #2	34,379		14,942	19,437
PRECINCT #4	11,614			11,614
PRECINCT #5	15,409			15,409
PRECINCT #6	16,473		16,473	0
SHERIFF	1,789,748	313,488	545,230	1,558,006
JUVENILE PROBATION AND DETENTION CENTER	159,535	27,024	36,422	150,137
HIGHWAY PATROL	14,705			14,705
BREATH TESTING	40,604	43,680		84,284
TOTAL PUBLIC SAFETY	2,133,924	384,192	626,979	1,891,137
<u>PUBLIC TRANSPORTATION</u>				
ROAD AND BRIDGE:				
PRECINCT #1	549,569	78,380	40,522	587,427
PRECINCT #2	1,632,628	179,745	75,000	1,737,373
PRECINCT #3	2,450,503	205,251	456,807	2,198,947
PRECINCT #4	1,216,605	8,500	74,572	1,150,533
GENERAL	52,417			52,417
TOTAL PUBLIC TRANSPORTATION	5,901,722	471,876	646,901	5,726,697
<u>HEALTH & WELFARE</u>				
COUNTY HEALTH UNIT WOMEN'S, INFANTS AND CHILDREN (GRANT)	183,592	30,665		214,257
	122,755			122,755
TOTAL HEALTH AND WELFARE	306,347	30,665	0	337,012
<u>CULTURE & RECREATION</u>				
LIBRARY	15,938			15,938
COUNTY PARKS	106,640			106,640
COUNTY FAIRGROUNDS	94,258		94,258	0
TOTAL CULTURE & RECREATION	216,836	0	94,258	122,578
<u>CONSERVATION</u>				
COUNTY EXTENSION AGENT	153,755			153,755
EXHIBIT BUILDING	14,598		14,598	0
SHOWBARN	0			0
TOTAL CONSERVATION	168,353	0	14,598	153,755
<u>INFRASTRUCTURE</u>				
ROADS	45,722,761			45,722,761
BRIDGES	2,014,158			2,014,158
TOTAL INFRASTRUCTURE	47,736,919	0	0	47,736,919
CONSTRUCTION IN PROGRESS	163,000			163,000
TOTAL CAPITAL ASSETS	\$ 97,753,109	\$ 3,001,662	\$ 1,622,412	\$ 99,132,359

Note: The above figures are presented at cost.

STATISTICAL SECTION (UNAUDITED)

The Statistical Section presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information say about the County's overall financial health. It includes six categories of information: Financial Trends (pages 126-135), Revenue Capacity (pages 136 -145), Debt Capacity (pages 146-153), Demographic and Economic Information (pages 154-157), Operating Information (pages 158-160), and Other Information (pages 161 -163).

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

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

Debt Capacity – These schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future.

Demographic and Economic Information – These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's activities take place.

Operating Information – These schedules contain service and infrastructure data to help the reader understand how the information in the County's financial report relate to the services the County provides and the activities it performs.

Other Information – These schedules include any other information the County feels would be of interest to the reader.

SAN PATRICIO COUNTY, TEXAS
NET ASSETS BY COMPONENTS
LAST SIX YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)

	2009	2008	2007
Governmental Activities			
Invested in Capital Assets, net of related debt	\$ 32,837,782	\$ 33,309,227	\$ 34,049,445
Restricted for Debt Service	205,020	444,758	519,716
Unrestricted	17,458,342	19,990,260	21,853,732
Total governmental activities net assets	\$ 50,501,144	\$ 53,744,245	56,422,893

The County will add yearly data until ten years are presented. It is also noted that during the above years the County did not have any Business-type activities so the information above is the same for the primary government.

	<u>2006</u>	<u>2005</u>	<u>2004</u>
\$	31,789,329	\$ 28,685,243	26,193,034
	578,212	589,148	1,219,472
	<u>18,871,398</u>	<u>16,187,780</u>	<u>12,537,141</u>
\$	<u><u>51,238,939</u></u>	<u><u>45,462,171</u></u>	<u><u>39,949,647</u></u>

SAN PATRICIO COUNTY, TEXAS
 CHANGES IN NET ASSETS
 LAST SIX YEARS
 (ACCRUAL BASIS OF ACCOUNTING)
 (UNAUDITED)

	<u>2009</u>	<u>2008</u>	<u>2007</u>
Expenses			
Governmental Activities:			
General Administration	\$ 2,455,393	\$ 5,023,713	\$ 2,113,842
Judicial	3,389,464	3,262,148	3,074,405
Legal	720,290	543,832	488,193
Elections	272,843	362,296	267,174
Financial Administration	1,903,478	1,734,888	1,572,418
Public Facilities	4,524,661	3,017,922	2,346,042
Public Safety	9,829,865	8,682,571	7,410,239
Environmental	84,702	90,000	72,766
Public Transportation	6,384,212	5,720,000	3,162,774
Health and Welfare	2,527,697	2,548,166	2,145,401
Culture and Recreation	910,603	806,382	222,455
Conservation	201,375	185,911	238,682
Amortization of Bond Issuance Costs	10,404	10,404	10,404
Interest Long Term Debt	864,134	881,901	941,275
Total Governmental Activities	<u>\$ 34,079,121</u>	<u>\$ 32,870,134</u>	<u>\$ 24,066,070</u>
Expenses			

(continued)

	<u>2006</u>	<u>2005</u>	<u>2004</u>
\$	2,114,757	\$ 1,791,101	\$ 1,591,825
	2,830,136	2,664,770	2,529,067
	449,410	454,903	426,741
	165,136	385,786	100,823
	1,425,167	1,361,227	1,317,715
	1,881,216	4,090,972	2,362,340
	7,098,237	6,993,558	7,033,028
	54,933	47,918	18,981
	1,958,204	1,701,403	772,767
	2,016,407	2,338,134	2,633,406
	188,479	100,450	91,331
	227,278	225,436	215,970
	3,468	0	0
	321,045	95,432	127,037
\$	<u>20,733,873</u>	<u>\$ 22,251,090</u>	<u>\$ 19,221,031</u>

SAN PATRICIO COUNTY, TEXAS
 CHANGES IN NET ASSETS
 LAST SIX YEARS
 (ACCRUAL BASIS OF ACCOUNTING)
 (UNAUDITED)
 (continued)

	<u>2009</u>	<u>2008</u>	<u>2007</u>
Program Revenues			
Governmental Activities:			
Charges for Services			
General Administration	\$ 485,418	\$ 481,893	\$ 583,839
Judicial	2,592,852	2,109,493	2,241,891
Legal	62,649	67,579	53,491
Elections	36,844	88,115	51,283
Financial Administration	944,130	860,789	669,889
Public Facilities	107,934	137,354	114,488
Public Safety	847,294	978,620	888,293
Environmental	42,502	56,587	44,742
Public Transportation	1,213,403	1,304,453	1,304,140
Health and Welfare	360,372	335,225	259,648
Culture & Recreation	76,542	34,748	0
Total Charges for Services	<u>6,769,940</u>	<u>6,454,856</u>	<u>6,211,704</u>
Operating Grants & Contributions	2,197,429	2,353,082	1,606,706
Capital Grants & Contributions - Public Facilities	<u>1,100,428</u>	<u>933,234</u>	<u>1,037,452</u>
Total Governmental Activities			
Program Revenues	<u>\$ 10,067,797</u>	<u>\$ 9,741,172</u>	<u>\$ 8,855,862</u>
Net (Expense) Revenue	<u>\$ (24,011,324)</u>	<u>\$ (23,128,962)</u>	<u>\$ (15,210,208)</u>
General Revenues and Other Changes In Net Assets			
Governmental Activities:			
Property Taxes	\$ 20,096,396	\$ 18,947,806	\$ 17,460,961
Investment Earnings	153,540	872,867	2,273,600
Other General Activities	518,287	629,641	659,601
Total Governmental Activities	<u>\$ 20,768,223</u>	<u>\$ 20,450,314</u>	<u>\$ 20,394,162</u>
Changes in Net Assets	<u>\$ (3,243,101)</u>	<u>\$ (2,678,648)</u>	<u>\$ 5,183,954</u>

Note: The County will add yearly data until ten years are presented. It is also noted that during the above years the County did not have any Business-type activities so the information above is the same for the primary government.

	<u>2006</u>	<u>2005</u>	<u>2004</u>
\$	588,741	\$ 419,522	378,383
	1,580,491	2,249,136	2,382,566
	58,536	62,943	75,515
	69,231	0	0
	810,667	639,060	517,519
	142,285	126,571	214,432
	981,085	709,848	958,826
	41,201	28,074	18,037
	1,327,025	1,304,349	1,242,868
	229,088	222,199	195,558
	<u>0</u>	<u>0</u>	<u>0</u>
	5,828,350	5,761,702	5,983,704
	2,029,425	2,875,084	2,532,038
	<u>398,592</u>	<u>2,547,758</u>	<u>1,996,838</u>
\$	<u>8,256,367</u>	<u>\$ 11,184,544</u>	<u>10,512,580</u>
\$	<u>(12,477,506)</u>	<u>(11,066,546)</u>	<u>(8,708,451)</u>

\$	16,045,078	\$ 15,153,198	\$ 13,040,950
	1,463,743	628,517	215,110
	745,453	797,355	927,219
\$	<u>18,254,274</u>	<u>\$ 16,579,070</u>	<u>\$ 14,183,279</u>
\$	<u>5,776,768</u>	<u>\$ 5,512,524</u>	<u>\$ 5,474,828</u>

SAN PATRICIO COUNTY, TEXAS
 FUND BALANCES OF GOVERNMENTAL FUNDS
 LAST SIX YEARS
 (MODIFIED ACCRUAL BASIS OF ACCOUNTING)
 (UNAUDITED)

	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
General Fund					
Reserved for Prepaid Items	\$	\$	\$	\$ 230,087	\$
Unreserved	<u>8,676,717</u>	<u>9,065,120</u>	<u>10,070,804</u>	<u>7,384,472</u>	<u>5,380,686</u>
Total General Fund	<u>\$ 8,676,717</u>	<u>\$ 9,065,120</u>	<u>\$ 10,070,804</u>	<u>\$ 7,614,559</u>	<u>\$ 5,380,686</u>
All Other Governmental funds					
Reserved for Debt Service Reported in Debt Service Funds	\$ 348,285	\$ 595,644	\$ 670,260	\$ 765,032	\$ 530,173
Reserved for Prepaid Items Reported in					
Special Revenue Funds				98,860	
Capital Projects Funds				1,649	
Unreserved, reported in:					
Special Revenue Funds	5,524,544	5,549,192	6,021,676	6,008,099	5,414,537
Capital Projects Funds	<u>2,126,644</u>	<u>4,161,370</u>	<u>8,334,997</u>	<u>19,639,641</u>	<u>797,703</u>
Total All Other Governmental Funds	<u>\$ 7,999,473</u>	<u>\$ 10,306,206</u>	<u>\$ 15,026,933</u>	<u>\$ 26,513,281</u>	<u>\$ 6,742,413</u>
Total for All Governmental Funds	<u>\$ 16,676,190</u>	<u>\$ 19,371,326</u>	<u>\$ 25,097,737</u>	<u>\$ 34,127,840</u>	<u>\$ 12,123,099</u>

Note: The County will add yearly data until ten years are presented.

2004

\$ 4,570,208

\$ 4,570,208

\$ 673,420

4,073,956
681,393

\$ 5,428,769

\$ 9,998,977

SAN PATRICIO COUNTY, TEXAS
 CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
 LAST SIX YEARS
 (MODIFIED ACCRUAL BASIS OF ACCOUNTING)
 (UNAUDITED)

	2009	2008	2007	2006	2005
REVENUES					
Taxes	\$ 20,006,042	\$ 18,858,646	\$ 17,489,519	\$ 16,115,187	\$ 15,139,453
Licenses and Permits	165,986	118,750	140,361	131,425	133,174
Intergovernmental	3,615,328	3,748,422	3,064,863	2,890,580	5,811,017
Charges for Services	4,363,361	4,315,206	4,171,543	4,390,024	3,685,922
Fines & Forfeitures	1,484,589	1,430,348	1,429,821	1,297,149	1,229,578
Investment Income	146,800	833,179	2,191,425	1,381,567	589,719
Miscellaneous Revenue	474,107	592,968	388,674	552,280	486,814
Total Revenues	<u>30,256,213</u>	<u>29,897,519</u>	<u>28,876,206</u>	<u>26,758,212</u>	<u>27,075,677</u>
EXPENDITURES					
Current					
General Administration	2,429,490	2,160,419	1,999,055	2,085,984	1,813,197
Judicial	3,265,775	3,154,027	3,012,657	2,823,118	2,671,839
Legal	705,769	526,640	478,716	448,874	457,556
Elections	243,492	332,441	237,391	190,986	531,232
Financial Administration	1,833,328	1,658,420	1,566,045	1,421,852	1,377,295
Public Facilities	5,228,275	9,764,935	14,287,984	1,977,656	3,660,479
Public Safety	9,383,450	8,517,647	7,226,623	7,049,948	7,132,101
Environmental	84,702	90,000	72,766	54,933	47,918
Public Transportation	4,949,096	4,604,233	4,448,628	4,471,449	3,867,381
Health & Welfare	2,461,646	2,480,687	2,102,488	2,012,623	2,362,849
Culture and Recreation	886,385	875,330	233,063	251,452	99,232
Conservation	181,729	161,383	218,768	210,270	239,389
Debt Service					
Principal	429,059	411,055	1,043,165	1,000,385	960,382
Interest	868,858	886,418	978,665	72,552	110,552
Other Charges	295	295	295	500	1,000
Total Expenditures	<u>32,951,349</u>	<u>35,623,930</u>	<u>37,906,309</u>	<u>24,072,582</u>	<u>25,332,402</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(2,695,136)</u>	<u>(5,726,411)</u>	<u>(9,030,103)</u>	<u>2,685,630</u>	<u>1,743,275</u>
OTHER FINANCING SOURCES (USES)					
Bonds Issued				19,330,000	
Discount on Bonds				(10,889)	
Capital Leases					380,847
Transfers In	2,301,705	4,347,048	1,644,006	1,685,282	2,114,107
Transfers Out	(2,301,705)	(4,347,048)	(1,644,006)	(1,685,282)	(2,114,107)
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>19,319,111</u>	<u>380,847</u>
Net Changes in Fund Balances	<u>\$ (2,695,136)</u>	<u>\$ (5,726,411)</u>	<u>(9,030,103)</u>	<u>22,004,741</u>	<u>\$ 2,124,122</u>
Debt service as a percentage of Noncapital Expenditures	<u>4.3%</u>	<u>4.8%</u>	<u>5.3%</u>	<u>5.7%</u>	<u>4.7%</u>

Note: The County will continue to add yearly data until ten years are presented.

2004

13,709,236
133,524
5,027,717
3,649,486
1,552,472
204,659
522,130
24,799,224

1,725,644
2,590,982
430,138
101,404
1,331,520
3,734,865
7,262,836
18,981
3,475,256
2,633,571
90,278
217,358

860,000
134,850
1,000
24,608,683

190,541

1,998,127
(1,998,127)
0

190,531

4.6%

SAN PATRICIO COUNTY, TEXAS
 GOVERNMENTAL ACTIVITIES TAX REVENUES BY SOURCE
 LAST SIX YEARS
 (ACCRUAL BASIS OF ACCOUNTING)
 (UNAUDITED)

<u>YEAR</u>	<u>PROPERTY TAXES</u>	<u>TOTAL</u>
2004	\$ 13,709,236	\$ 13,709,236
2005	15,139,453	15,139,453
2006	16,045,078	16,045,078
2007	17,460,961	17,460,961
2008	18,947,806	18,947,806
2009	20,096,396	20,096,396

Note: The County will yearly add data until ten years of data are presented.

SAN PATRICIO COUNTY, TEXAS
GOVERNMENTAL ACTIVITIES TAX REVENUES BY SOURCE
LAST SIX YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)

<u>YEAR</u>	<u>PROPERTY TAXES</u>	<u>TOTAL</u>
2004	\$ 13,040,950	\$ 13,040,950
2005	15,153,198	15,153,098
2006	16,115,187	16,115,187
2007	17,489,519	17,489,519
2008	18,858,646	18,858,646
2009	20,006,042	20,006,042

Note: The County will yearly add data until ten years of data are presented.

SAN PATRICIO COUNTY, TEXAS
 ASSESSED AND ESTIMATED ACTUAL VALUES OF TAXABLE PROPERTY
 LAST TEN YEARS
 (UNAUDITED)

YEAR	ASSESSED VALUES	
	REAL ESTATE AND PERSONAL	MINERALS AND IMPROVEMENTS
2000	\$ 1,375,779,022	\$ 1,042,880,598
2001	1,506,889,735	1,142,266,340
2002	1,390,884,139	1,054,330,718
2003	1,488,542,080	1,128,358,284
2004	1,488,601,364	1,128,403,223
2005	1,596,188,910	1,209,957,718
2006	1,884,479,577	1,305,579,600
2007	2,181,884,577	1,511,623,702
2008	2,265,516,297	1,564,485,877
2009	2,314,411,085	1,597,743,333

<u>TOTAL</u>	<u>ESTIMATED ACTUAL VALUES</u>	<u>RATIO ASSESSED TO ESTIMATED ACTUAL VALUES</u>	<u>DIRECT TAX RATE (PER \$100 ASSESSED VALUE)</u>
\$ 2,418,659,620	\$ 2,418,659,620	100	\$ 0.53500
2,649,156,075	2,649,156,075	100	0.53500
2,445,214,857	2,445,214,857	100	0.53500
2,616,900,364	2,616,900,364	100	0.53500
2,617,004,587	2,617,004,587	100	0.53990
2,806,146,628	2,806,146,628	100	0.53990
3,190,059,177	3,190,059,177	100	0.53990
3,693,508,279	3,693,508,279	100	0.52750
3,830,002,174	3,830,002,174	100	0.52750
3,912,154,418	3,912,154,418	100	0.52750

SAN PATRICIO COUNTY, TEXAS
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
(PER \$100 OF ASSESSED VALUE)
LAST TEN YEARS
(UNAUDITED)

<u>GOVERNMENTAL SUBDIVISIONS</u>	<u>DATE OF FISCAL YEAR</u>	<u>PERCENTAGE APPLICABLE TO SAN PATRICIO COUNTY</u>	<u>2000</u>
San Patricio County	01-01 / 12-31	100.00	\$ 0.53500
<u>Cities</u>			
Aransas Pass	10-01 / 09-30	93.37	0.83185
Gregory	10-01 / 09-30	100.00	0.78214
Ingleside	10-01 / 09-30	100.00	0.81000
Ingleside on the Bay	10-01 / 09-30	100.00	0.18446
Lakeside	10-01 / 09-30	100.00	0.07400
Mathis	01-01 / 12-31	100.00	1.00769
Odem	10-01 / 09-30	100.00	0.86650
Portland	04-01 / 03-31	100.00	0.57000
Sinton	10-01 / 09-30	100.00	0.62000
Taft	10-01 / 09-30	100.00	0.81917
<u>School Districts</u>			
Aransas Pass I.S.D.	09-01 / 08-31	69.49	1.48700
Gregory-Portland I.S.D.	07-01 / 06-30	100.00	1.63910
Ingleside I.S.D.	09-01 / 08-31	100.00	1.38918
Mathis I.S.D.	09-01 / 08-31	86.17	1.46000
Odem I.S.D.	09-01 / 08-31	100.00	1.54280
Sinton I.S.D.	09-01 / 08-31	100.00	1.47400
Skidmore-Tynan I.S.D.	09-01 / 08-31	4.18	1.38355
Taft I.S.D.	09-01 / 08-31	100.00	1.57800
<u>Special Districts</u>			
San Patricio Drainage District	01-01 / 12-31	100.00	0.09350
San Patricio Navigation District	01-01 / 12-31	100.00	0.03680
Industrial	01-01 / 12-31	100.00	0.81000
Industrial District 8			0.81000

*

* No levy

Note: The information above was obtained from each entity's financial office.

	2001	2002	2003	2004	2005	2006	2007	2008	2009
\$	0.53500	\$ 0.53500	\$ 0.53500	\$ 0.53990	\$ 0.5399	\$ 0.5399	\$ 0.5275	\$ 0.5275	0.5245
	0.81000	0.79000	0.75000	0.67000	0.63360	0.60124	0.60124	0.58000	0.59286
	0.80148	0.83900	0.84145	0.81250	0.75846	0.71129	0.71129	0.63229	0.62774
	0.77000	0.77000	0.74180	0.72070	0.69990	0.73000	0.73000	0.71500	0.70000
	0.18470	0.18349	0.17880	0.17451	0.16415	0.16484	0.16484	0.17606	0.18996
	0.07400	0.71400	0.07380	0.07680	0.07644	0.07806	0.07806	0.08208	0.08829
	1.05420	1.05400	1.08630	1.07160	1.03873	0.97457	0.97457	0.97457	0.95789
	0.92890	0.89910	0.88266	0.88266	0.86900	0.85224	0.85224	0.84500	0.83754
	0.55000	0.54000	0.52290	0.52290	0.49470	0.50230	0.50230	0.50689	0.52037
	0.62000	0.62000	0.61490	0.64000	0.64000	0.64000	0.64000	0.63548	0.63548
	0.86301	0.86722	0.87190	0.85691	0.80602	0.78284	0.78284	0.75000	0.75000
	1.57675	1.57675	1.57675	1.57675	1.57675	1.44842	1.44842	1.06138	1.07138
	1.77500	1.77500	1.77500	1.77500	1.74090	1.61000	1.61000	1.36000	1.36000
	1.46568	1.46960	1.55010	1.62960	1.62877	1.50000	1.50000	1.13000	1.13900
	1.46000	1.58000	1.58433	1.61290	1.58430	1.44690	1.44690	1.35000	1.35000
	1.61030	1.61030	1.61030	1.61030	1.61030	1.50030	1.50030	1.29244	1.29240
	1.54030	1.57600	1.57100	1.57000	1.57000	1.44250	1.44250	1.24000	1.35120
	1.45840	1.47840	1.59500	1.58500	1.58500	1.58500	1.58500	1.27773	1.27901
	1.54700	1.57075	1.62438	1.40000	1.57610	1.45200	1.45200	1.26072	1.30970
	0.09500	0.09520	0.09570	0.09860	0.09967	0.09105	0.09105	0.07974	0.07928
*	*	*	*	*	*	*	*	*	*
	0.77000	0.77000	0.74180	0.72070	0.69990	0.73000	0.73000	0.71500	0.70000
	0.77000	0.77000	0.74180	0.72070	0.69990	0.73000	0.73000	0.71500	0.70000
*	*	*	*	*	*	*	*	*	0.07000

SAN PATRICIO COUNTY, TEXAS
 PRINCIPAL TAXPAYERS - 2009 AND NINE YEARS AGO
 (UNAUDITED)

RANK	NAME	ASSESSED VALUE	PERCENT OF TOTAL
1	OxyMar Chemical Corp	\$249,918,200	6.39%
2	Ingelside Cogeneration LP	144,707,770	3.70%
3	Gregory Power Partners	120,917,590	3.09%
4	E.I. Dupont DeNemours & Co.	108,298,190	2.77%
5	Occidental Chemical Corp.	106,064,250	2.71%
6	Kiewit Offshore Services LTD	65,278,330	1.67%
7	AEP Texas Central Company	55,675,240	1.42%
8	Gulf Marine Fabricators-Aransas Pass	50,426,590	1.29%
9	Air Liquide America LP (I)	39,930,310	1.02%
10	Flint Hills Resources, LP	<u>37,501,610</u>	<u>0.91%</u>
	Total	<u><u>\$978,718,080</u></u>	<u><u>24.97%</u></u>
	(24.20% of Actual Value, \$3,830,002,174)		

The information on this page is for 2009.

(continued)

SAN PATRICIO COUNTY, TEXAS
 PRINCIPAL TAXPAYERS - 2009 AND NINE YEARS AGO
 (UNAUDITED)
 (CONTINUED)

RANK	NAME	ASSESSED VALUE	PERCENT OF TOTAL
1	OxyMar Chemical Corp.	\$294,332,550	12.17%
2	Reynolds Metal Company	167,220,325	6.91%
3	E.I. Dupont DeNemours & Co.	162,977,319	6.74%
4	Occidental Chemical Corp.	157,952,210	6.53%
5	Central Power & Light Co.	30,347,996	1.25%
6	Aker Gulf Marine	22,285,720	0.92%
7	GTE Southwest, Inc.	15,153,250	0.63%
8	Koch Refinery Co.	13,936,200	0.58%
9	Portland Townhomes	12,215,312	0.50%
10	H.E.B. Grocery	<u>11,068,293</u>	<u>0.46%</u>
	Total	<u><u>\$887,489,175</u></u>	<u><u>36.69%</u></u>
	(34.06% of Actual Value, \$2,279,884,737)		

The information on this page is for nine years ago (2000).

SAN PATRICIO COUNTY, TEXAS
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN YEARS
(UNAUDITED)

FISCAL YEAR	TOTAL TAX LEVY	CURRENT TAX COLLECTIONS	PERCENT OF LEVY COLLECTED	DELINQUENT TAX COLLECTIONS*
2000	\$ 12,168,260	\$ 11,595,740	95.3%	\$ 395,087
2001	12,779,513	12,194,606	95.4%	331,040
2002	12,678,092	11,900,824	93.9%	73,787
2003	13,386,057	12,315,025	92.0%	144,296
2004	14,000,424	12,479,575	89.1%	244,244
2005	15,129,037	14,618,605	96.6%	118,345
2006	16,703,475	15,476,324	92.7%	638,863
2007	16,524,208	16,360,757	99.0%	1,128,762
2008	19,483,256	18,249,124	93.7%	609,522
2009	19,859,744	19,338,718	97.4%	667,324

*Includes cancellations and supplements

Collections on 2009 tax roll not complete until end of collection period on September 30, 2010. The 2009 roll year total tax levy was \$19,742,439 which will be used for 2010 operations.

Each Roll Year begins October 1st and ends on September 30th of the next year. The Fiscal Years above are calendar years (January 1 to December 31). The County operates on a calendar year.

The Advance Tax Collections above are monies collected in the above fiscal years during October 1 through December 31. These funds are deferred revenues since they are for the next fiscal year and will be included with the next year's current tax collections as budgeted.

<u>TOTAL CURRENT AND DELINQUENT COLLECTIONS</u>	<u>PERCENT OF TOTAL TAX COLLECTIONS TO TAX LEVY</u>	<u>ADVANCE TAX COLLECTIONS</u>
\$ 11,990,827	98.5%	\$ 3,337,600
12,525,646	98.0%	2,287,167
11,974,611	94.5%	2,562,796
12,459,321	93.1%	2,213,403
12,723,819	90.9%	5,459,602
14,736,950	97.4%	5,011,229
16,115,187	96.5%	3,962,340
17,489,519	100.6%	7,416,529
18,858,646	96.8%	7,368,142
20,006,042	100.7%	6,882,139

SAN PATRICIO COUNTY, TEXAS
RATIO OF OUTSTANDING DEBT BY TYPE
LAST SIX YEARS
(UNAUDITED)

YEAR	GOVERNMENT ACTIVITIES		TOTAL PRIMARY GOVERNMENT	PERCENTAGE OF PERSONAL INCOME	PER CAPITA
	GENERAL OBLIGATION BONDS	CAPITAL LEASES			
2004	\$ 2,790,000	\$	\$ 2,790,000	N/A	\$ 42
2005	1,900,000	298,664	2,198,664	N/A	33
2006	20,300,000	228,279	20,528,279	N/A	306
2007	19,330,000	155,114	19,485,114	1.14	290
2008	18,995,000	79,059	19,074,059	0.97	284
2009	18,645,000	0	18,645,000	0.95	278

Note: The County will add yearly data until ten years of information are presented.
The details regarding the County's outstanding debt can be found in the notes
to the financial statements.

N/A Information not readily available.

SAN PATRICIO COUNTY, TEXAS
RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR
GENERAL BONDED DEBT TO TOTAL GENERAL EXPENDITURES OF
ALL GENERAL, SPECIAL REVENUE, DEBT SERVICE AND
CAPITAL PROJECTS FUNDS - LAST TEN YEARS
(UNAUDITED)

<u>YEAR</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>OTHER</u>	<u>TOTAL DEBT SERVICE</u>	<u>TOTAL GENERAL EXPENDITURES</u>	<u>RATIO OF DEBT SERVICE TO GENERAL EXPENDITURES</u>
2000	\$ 850,000	\$ 294,332	\$ 978	\$ 1,145,310	20,722,264	5.53
2001	685,000	251,425	435	936,860	20,720,220	4.52
2002	885,000	215,839	470	1,101,309	22,076,168	4.99
2003	935,000	171,537	471	1,107,008	23,971,520	4.62
2004	860,000	134,850	1,000	995,850	24,622,683	4.04
2005	890,000	98,752	1,000	989,752	25,332,402	3.91
2006	930,000	60,755	500	991,255	24,072,582	4.12
2007	970,000	1,035,312	295	2,005,607	37,906,309	5.29
2008	335,000	880,291	295	1,215,586	35,623,930	3.41
2009	350,000	865,735	295	1,216,030	32,951,349	3.69

Note: The above debt service expenditures consist only of general bonded debt expenditure.
The above figures are presented on the modified accrual basis of accounting.

SAN PATRICIO COUNTY, TEXAS
 COMPUTATION OF LEGAL DEBT MARGIN
 LAST SIX YEARS
 (UNAUDITED)

	<u>2009</u>	<u>2008</u>
Assessed Value of Real Property	<u>2,314,411,085</u> \$	<u>2,265,516,297</u>
Debt Limited to 25% of Assessed Value of Real Property (Article 3, Section 52, Constitution of the State of Texas)	578,527,713 \$	566,379,074
Amount of Debt Applicable to Debt Limit	<u>(1,285,000) *</u>	<u>(1,285,000) *</u>
Legal Debt Margin	<u>577,242,713</u> \$	<u>565,094,074</u>

*This constitutional limit applies only to the County's unlimited bond issue.

Note: The amounts above are at December 31st of each year. The County will add data until ten years are presented.

<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
\$ <u>2,181,884,557</u>	\$ <u>1,844,479,577</u>	\$ <u>1,596,188,910</u>	\$ <u>1,488,601,364</u>
\$ 545,471,139	\$ 461,119,894	\$ 399,047,228	\$ 372,150,341
<u>(1,285,000) *</u>	<u>(1,285,000) *</u>	<u>(1,285,000) *</u>	<u>(1,285,000) *</u>
\$ <u>544,186,139</u>	\$ <u>459,834,894</u>	\$ <u>397,762,228</u>	\$ <u>370,865,341</u>

SAN PATRICIO COUNTY, TEXAS
 RATIO OF NET GENERAL BONDED DEBT TO ASSESSED VALUES
 AND NET BONDED DEBT PER CAPITA
 LAST TEN YEARS
 (UNAUDITED)

<u>YEAR</u>	<u>POPULATION*</u>	<u>ASSESSED VALUES</u>	<u>GROSS BONDED DEBT</u>	<u>LESS DEBT SERVICE FUNDS</u>
2000	\$ 67,138	\$ 2,418,659,620	\$ 5,940,000	523,675
2001	67,138	2,649,156,075	5,255,000	503,167
2002	67,138	2,445,214,857	4,475,000	854,434
2003	67,138	2,616,900,364	3,650,000	836,151
2004	67,138	2,617,004,587	2,790,000	673,420
2005	67,138	2,806,146,628	1,900,000	530,173
2006	67,138	3,190,059,177	20,300,000	765,032
2007	67,138	3,693,508,279	19,330,000	670,268
2008	67,138	3,830,002,174	18,995,000	595,644
2009	67,138	3,912,154,418	18,645,000	348,285

*SOURCE: U.S. Bureau of Census and Texas Almanac published by the Dallas Morning News.

<u>NET BONDED DEBT</u>	<u>RATIO OF NET BONDED DEBT TO ASSESSED VALUES</u>	<u>NET BONDED DEBT PER CAPITA</u>
\$ 5,416,325	0.22	\$ 81
4,751,833	0.18	71
3,620,566	0.15	54
2,813,849	0.11	45
2,116,580	0.08	32
1,369,827	0.05	20
19,534,968	6.12	291
18,659,732	5.05	278
18,399,356	4.80	274
18,296,715	4.68	273

SAN PATRICIO COUNTY, TEXAS
 COMPUTATION OF NET DIRECT AND OVERLAPPING DEBT
 DECEMBER 31, 2009
 (UNAUDITED)

NAME OF GOVERNMENTAL UNIT	NET DEBT DATE	OUTSTANDING AMOUNT	APPLICABLE TO SAN PATRICIO COUNTY	
			PERCENT	AMOUNT
DIRECT				
San Patricio County	12/31/2009	\$ 18,296,715	100.00%	\$ 18,296,715
OVERLAPPING				
Cities				
*Aransas Pass	09/30/2007	12,134,483	93.37	11,329,967
*Gregory	09/30/2009	0	100.00	0
*Ingleside	08/31/2009	4,021,000	100.00	4,021,000
*Mathis	08/31/2009	2,077,000	100.00	2,077,000
*Odem	08/31/2009	2,190,000	100.00	2,190,000
*Portland	09/30/2008	6,564,919	100.00	6,564,919
*Sinton	08/31/2009	2,440,000	100.00	2,440,000
*Taft	08/31/2009	350,000	100.00	350,000
School Districts				
*Aransas Pass I.S.D.	08/31/2008	2,395,669	69.49	1,664,750
*Gregory-Portland I.S.D.	08/31/2008	20,348,262	100.00	20,348,262
*Ingleside I.S.D.	08/31/2009	10,190,000	100.00	10,190,000
*Mathis I.S.D.	08/31/2009	12,754,999	86.17	10,990,983
*Odem-Edroy I.S.D.	09/30/2009	5,784,997	100.00	5,784,997
*Sinton I.S.D.	08/31/2009	12,739,999	100.00	12,739,999
*Skidmore-Tynan I.S.D.	08/31/2009	5,429,999	1.99	226,974
*Taft I.S.D.	02/28/2009	<u>4,934,999</u>	4.18	<u>4,934,999</u>
TOTAL OVERLAPPING		\$ <u>104,356,326</u>		\$ <u>95,853,850</u>
GRAND TOTALS		\$ <u><u>122,653,041</u></u>		\$ <u><u>114,150,565</u></u>

* Taken from Texas Municipal Reports compiled and published by Municipal Advisory Council of Texas, Austin, Texas. The latest publication for San Patricio County is dated September 16, 2009.

Note: Outstanding amount above for San Patricio County includes only bonded debt.

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SAN PATRICIO COUNTY, TEXAS
 DEMOGRAPHIC AND ECONOMIC STATISTICS
 LAST TEN YEARS
 (UNAUDITED)

<u>YEAR</u>	<u>POPULATION</u>	<u>MEDIAN AGE</u>	<u>SCHOOL ENROLLMENT</u>
1999	58,749	30.8	15,629
2000	67,138	30.8	15,639
2001	67,138	30.9	15,647
2002	67,138	32	15,656
2003	67,138	32.1	15,702
2004	67,138	32.2	15,733
2005	67,138	32.2	15,742
2006	67,138	32.3	15,761
2007	67,138	32.3	15,769
2008	67,138	32.7	15,778
2009	67,138	32.8	15,642

EDUCATION LEVEL IN YEAR OF FORMAL SCHOOLING	PERSONAL INCOME	PER CAPITA PERSONAL INCOME	UNEMPLOYMENT RATE
	\$	\$	
N/A	N/A	N/A	4.1%
N/A	N/A	N/A	4.2%
N/A	N/A	N/A	4.2%
N/A	1,709,343,000	24,674	5.6%
N/A	1,965,288,680	27,452	5.9%
N/A	1,952,368,590	26,422	9.7%

Sources: U.S. Bureau of Census, School Districts, Wikipedia, the free Encyclopedia, Sperlings, PODUNK, and Texas Almanac

Note: Even though ten years of data are not presented for all of the items above the County will continue to add yearly data until information for ten years is presented for all items. Estimates are used for some of the will be changed when actual data is available.

N/A Information not readily available.

SAN PATRICIO COUNTY, TEXAS
 MAJOR EMPLOYERS
 DECEMBER 31, 2009 AND ONE YEAR AGO
 (UNAUDITED)

EMPLOYER	2009		
	NUMBER OF EMPLOYEES	RANK	PERCENTAGE OF TOTAL COUNTY EMPLOYMENT
Navel Station Ingleside	1,420	1	4.70%
Kiewit Offshore Services, Ltd.	1,400	2	4.63%
Sherwin Alumina Co.	849	3	2.81%
Wal-Mart	556	4	1.84%
San Patricio County	453	5	1.50%
Occidental Chemical	368	6	1.22%
Dupont Dumours	275	7	0.91%
North Bay Hospital	<u>200</u>	8	<u>0.66%</u>
	<u>5,521</u>		<u>18.27%</u>

Note: In November 2005, closure of Naval Station Ingleside was announced and the closure is expected to take effect in 2010. Information for nine years ago is not readily available. The County will provide comparisons to nine years ago beginning in 2016.

Source: Municipal Advisory Council of Texas (Austin, Texas) San Patricio Economic Development Corporation (Gregory, Texas) and the Entities.

2008

<u>NUMBER OF EMPLOYEES</u>	<u>RANK</u>	<u>PERCENTAGE OF TOTAL COUNTY EMPLOYMENT</u>
1,500	1	5.04%
1,400	2	4.70%
847	3	2.84%
553	8	1.86%
487	5	1.63%
430	6	1.44%
298	4	1.00%
<u>200</u>	7	<u>0.67%</u>
<u><u>5,715</u></u>		<u><u>19.18%</u></u>

SAN PATRICIO COUNTY, TEXAS
 FULL-TIME EQUIVALENT COUNTY EMPLOYEES BY FUNCTION
 LAST SIX YEARS
 (UNAUDITED)

FUNCTION	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
General Administration	34	34	34	34	34	34
Judicial	43	43	43	43	43	43
Legal	20	20	20	20	19	19
Elections	2	2	2	2	2	2
Financial Administration	35	33	32	34	35	35
Public Facilities	18	17	17	18	18	17
Public Safety	144	93	93	98	100	99
Public Transportation	60	60	60	60	60	60
Health and Welfare	38	38	38	39	38	38
Culture and Recreation	2	2	2	2	2	2
Conservation	<u>5</u>	<u>5</u>	<u>5</u>	<u>5</u>	<u>5</u>	<u>5</u>
Totals	<u><u>401</u></u>	<u><u>347</u></u>	<u><u>346</u></u>	<u><u>355</u></u>	<u><u>356</u></u>	<u><u>354</u></u>

Note: The County will add yearly data until ten years of information are presented.

SAN PATRICIO COUNTY, TEXAS
SALARIES AND SURETY BONDS FOR PRINCIPAL OFFICIALS
FOR THE YEAR ENDED DECEMBER 31, 2009
(UNAUDITED)

<u>NAME</u>	<u>TITLE</u>	<u>AMOUNT OF ANNUAL SALARY</u>	<u>SURETY BOND</u>
Terry Simpson	County Judge	87,600	\$10,000
	Juvenile Board	5,800	
Nina G. Trevino	Commissioner, Pct. No 1	59,594	3,000
Fred P. Nardini	Commissioner, Pct. No 2	59,594	3,000
Alma Moreno	Commissioner, Pct. No 3	59,594	3,000
Jim Price	Commissioner, Pct. No 4	59,594	3,000
Leroy Moody	Sheriff	73,163	15,000
Gracie A. Gonzales	County Clerk	59,524	35,000
Richard Hatch, III	County Court-at-Law-Judge	124,000	5,000
	Juvenile Board	5,800	
Dalia Sanchez	Tax Assessor-Collector	59,524	50,000
David Aken	County Attorney	103,497	2,500
Courtney Dugat	County Treasurer	59,524	15,000
Laura Miller	District Clerk	59,524	5,000
David W. Wendel	County Auditor	97,584	5,000
Julius L. Petrus, Jr.	County Surveyor	0	1,000
Patrick Flanigan	District Attorney	5,800	5,000
 <u>JUSTICE OF THE PEACE</u>			
Yolanda Guerrero	Precinct No. 1	47,364	1000
Daniel Garza	Precinct No. 2	46,013	1000
Karen Diaz	Precinct No. 4	46,013	1000
Amada V. Cardenas	Precinct No. 5	46,013	5000
Charlene Lewis	Precinct No. 6	46,013	5000
Henry Montemayor	Precinct No. 8	46,013	1000
 <u>CONSTABLES</u>			
Gonzalo Gonzales	Precinct No. 1	37,687	1000
Steve Garcia	Precinct No. 2	37,335	1000
Parnel Haynes	Precinct No. 4	37,335	1000
Juan C. Gonzales	Precinct No. 5	33,941	1000
Don Perkins	Precinct No. 6	37,335	1000
Teresa Gonzales	Precinct No. 8	37,335	1000

SAN PATRICIO COUNTY, TEXAS
 OPERATING INDICATORS BY FUNCTION
 LAST THREE YEARS
 (UNAUDITED)

	<u>2009</u>	<u>2008</u>	<u>2007</u>
Public Transportation			
Streets Resurfacing (Miles)	33	33	32
Public Safety			
Physical Arrests	762	758	745
Traffic Violations	1,292	1,286	1,223

Note: The County will add yearly data until ten years of information are presented.
 More information will be presented in future years.

SAN PATRICIO COUNTY, TEXAS
 CAPITAL ASSET STATISTICS BY FUNCTION
 LAST THREE YEARS
 (UNAUDITED)

	<u>2009</u>	<u>2008</u>	<u>2007</u>
General Administration			
Vehicles and Other	24	24	23
Judicial			
Vehicles and Other	11	11	10
Financial Administration			
Vehicles and Other	10	10	10
Legal			
Other	1	1	1
Elections			
Other	3	3	3
Public Facilities			
Land, Buildings and Improvements	125	124	122
Vehicles and Other	13	13	12
Public Safety			
Vehicles and Other	124	123	121
Public Transportation			
Road Mileage	613	613	613
Bridges	55	55	55
Vehicles and Other	218	217	214
Health and Welfare			
Vehicles and Other	18	18	18
Culture and Recreation			
Vehicles and Other	18	18	18
Conservation			
Vehicles and Other	5	5	5

Note: The County will add information yearly until ten years are presented. All County Land Building, and Improvements are included under Public Facilities in this schedule.

SAN PATRICIO COUNTY, TEXAS
PROPERTY VALUE, CONSTRUCTION, AND BANK DEPOSITS
LAST TEN YEARS
(UNAUDITED)

<u>YEAR</u>	<u>PROPERTY VALUES*</u>	<u>CONSTRUCTION</u>	<u>BANK DEPOSITS</u>
2000	\$ 2,418,659,620	\$ 68,926,132	\$ 333,123,000
2001	2,649,156,075	41,692,225	347,000,000
2002	2,445,214,857	38,225,093	361,000,000
2003	2,616,900,364	45,326,561	374,000,000
2004	2,617,004,587	232,457,893	378,529,000
2005	2,806,146,628	189,661,054	356,112,000
2006	3,190,059,177	193,224,063	402,478,000
2007	3,693,508,279	191,372,124	424,000,000
2008	3,830,002,174	186,522,354	449,000,000
2009	3,912,154,418	47,723,292	472,317,000

* Before exemptions, obtained from San Patricio County Tax Appraisal District.
The Construction amounts were obtained from the San Patricio County Tax Office.
The bank deposits were obtained from the Federal Deposit Insurance Corporation,
Washington D.C.

**SAN PATRICIO COUNTY, TEXAS
MISCELLANEOUS STATISTICS
DECEMBER 31, 2009
(UNAUDITED)**

Location, History, Etc.: San Patricio County (named after the Patron Saint of Ireland) was settled by Irish immigrants holding Spanish Land grants in 1828. The County is situated on an exceedingly fertile alluvial fan laid down by the Nueces (pecans) River during the Pleistocene Geological Age. The land area of the County is 685 square miles; bounded by the Nueces River and Corpus Christi Bay to the south, Redfish Bay and the Gulf of Mexico to the east, and the Aransas River to the north.

Population Growth and Statistics: Farming, ranching, oil and gas production, industry, and the fish and shrimping business have contributed to the growth of San Patricio County. Nueces County and San Patricio County together form one of the 23 Standard Metropolitan Statistical Area (SMSA) of Texas. The 2000 population was 67,138.

<u>Year</u>	<u>Population</u>	<u>Year</u>	<u>Population</u>
1850	200	1930	23,836
1860	620	1940	28,871
1870	602	1950	35,021
1880	1,010	1960	45,021
1890	1,312	1970	47,288
1900	2,372	1980	58,013
1910	7,307	1990	58,749
1920	11,286	2000	67,138

Principal Cities: Sinton (5,676), County Seat; Aransas Pass (8,138); Portland (14,827); Mathis (5,034); Taft (3,396); Ingleside (9,388); Gregory (2,318); Odem (2,499); Taft Southwest (1,721); Ingleside on the Bay (659); Edroy (420); San Patricio (318); Lake City (526) and Lakeside (333).

County Road Mileage: Total 613.1 miles (100%) divided as follows:
Pct. No. #1 - 67.4 miles (11.0%), Pct. No. #2 - 149.9 miles (24.5%),
Pct. No #3- 276.7 miles (45.1%), and Pct. No. #4 - 119.1 miles (19.4%).

County Employees: The total number of San Patricio County employees at December 31, 2009, was 401 full time employees and 7 part time employees. Because they are separate districts these figures do not include Juvenile Probation employees (45 full time and 0 part time) or Adult Probation employees (68 full time and 0 part time). The total County Social Security wages paid during the 2009 year were \$16,114,223.

SAN PATRICIO COUNTY, TEXAS
 MISCELLANEOUS STATISTICS
 DECEMBER 31, 2009
 (UNAUDITED)
 (continued)

Agricultural Income: Estimated cash receipts from agricultural production in San Patricio County for 2010 is estimated at \$ 6 million. This level of agricultural income would probably result in \$12 million of economic effect upon the county. The following table is an overview of 2009 Agricultural Income:

AGRICULTURAL PRODUCT	ACREAGE		VALUE
Cotton & Cottonseed	12,970	\$	1,486,300
Fed Beef & Cow Calf			2,821,250
Grain Sorghum	3,079		180,800
Corn	5,540		378,100
Hay, Honey, Nursery, etc.			1,411,000
TOTAL		\$	6,277,450

Sources of Data: Texas Cooperative Extension
 Texas Almanac
 Coastal Bend Area Council of Governments
 San Patricio - Aransas A.S.C.S.

Note: The County in 2009 was Declared a Disaster Area due to drought of record proportions.

SUPPLEMENTARY FINANCIAL INFORMATION

SAN PATRICIO COUNTY, TEXAS
CERTIFICATES OF OBLIGATION SERIES 2006
MATURITY SCHEDULE
INTEREST AT 4.25% TO 4.75% PAYABLE 4-1 & 10-1
DECEMBER 31, 2009

ISSUED	\$ 19,330,000
PAID	<u>(685,000)</u>
 OUTSTANDING	 \$ <u>18,645,000</u>

<u>DUE DATE</u>	<u>UNPAID BALANCE</u>	<u>COUPON</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>ANNUAL REQUIREMENT</u>
	\$ 18,645,000	\$	\$	\$	\$
04-01-2010 10-01-2010	18,280,000	4.25%	365,000	429,149 <u>421,392</u>	 <u>1,215,541</u>
04-01-2011 10-01-2011	17,900,000	4.25%	380,000	421,392 <u>413,318</u>	 <u>1,214,710</u>
04-01-2012 10-01-2012	17,505,000	4.25%	395,000	413,318 <u>404,923</u>	 <u>1,213,241</u>
04-01-2013 10-01-2013	17,095,000	4.25%	410,000	404,923 <u>396,212</u>	 <u>1,211,135</u>
04-01-2014 10-01-2014	16,665,000	4.25%	430,000	396,212 <u>387,073</u>	 <u>1,213,285</u>
04-01-2015 10-01-2015	16,215,000	4.50%	450,000	387,073 <u>376,950</u>	 <u>1,214,023</u>

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SAN PATRICIO COUNTY, TEXAS
 CERTIFICATES OF OBLIGATION SERIES 2006
 MATURITY SCHEDULE
 INTEREST AT 4.25% TO 4.75% PAYABLE 4-1 & 10-1
 DECEMBER 31, 2009
 <CONTINUED>

<u>DUE DATE</u>	<u>UNPAID BALANCE</u>	<u>COUPON</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>ANNUAL REQUIREMENT</u>
04-01-2016 10-01-2016	\$ 15,745,000	\$ 4.50%	\$ 470,000	\$ 376,950 366,373	\$ 1,213,323
04-01-2017 10-01-2017	15,255,000	4.50%	490,000	366,373 355,350	1,211,723
04-01-2018 10-01-2018	14,740,000	4.50%	515,000	355,350 343,760	1,214,110
04-01-2019 10-01-2019	14,200,000	4.50%	540,000	343,760 331,613	1,215,373
04-01-2020 10-01-2020	13,635,000	4.40%	565,000	331,613 319,180	1,215,793
04-01-2021 10-01-2021	13,045,000	4.50%	590,000	319,180 305,908	1,215,088
04-01-2022 10-01-2022	12,430,000	4.50%	615,000	305,908 292,067	1,212,975
04-01-2023 10-01-2023	11,785,000	4.50%	645,000	292,067 277,558	1,214,625
04-01-2024 10-01-2024	11,110,000	4.50%	675,000	277,558 262,367	1,214,925
04-01-2025 10-01-2025	10,405,000	4.60%	705,000	262,367 246,156	1,213,523
04-01-2026 10-01-2026	9,665,000	4.625%	740,000	246,156 229,039	1,215,195

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SAN PATRICIO COUNTY, TEXAS
 CERTIFICATES OF OBLIGATION SERIES 2006
 MATURITY SCHEDULE
 INTEREST AT 4.25% TO 4.75% PAYABLE 4-1 & 10-1
 DECEMBER 31, 2009
 <CONTINUED>

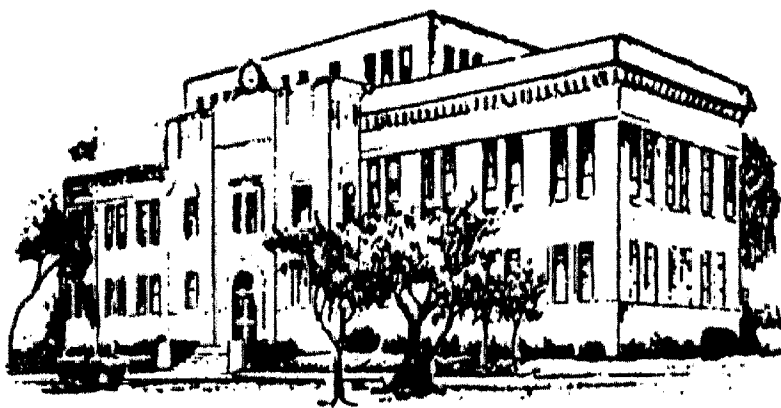
<u>DUE DATE</u>	<u>UNPAID BALANCE</u>	<u>COUPON</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>ANNUAL REQUIREMENT</u>
04-01-2027 10-01-2027	\$ 8,890,000	\$ 4.625%	\$ 775,000	\$ 229,039 210,637	\$ 1,214,676
04-01-2028 10-01-2028	8,080,000	4.625%	810,000	210,637 191,395	1,212,032
04-01-2029 10-01-2029	7,230,000	4.625%	850,000	191,395 171,212	1,212,607
04-01-2030 10-01-2030	6,340,000	4.625%	890,000	171,212 150,070	1,211,282
04-01-2031 10-01-2031	5,405,000	4.75%	935,000	150,070 127,869	1,212,939
04-01-2032 10-01-2032	4,425,000	4.75%	980,000	127,869 104,833	1,212,702
04-01-2033 10-01-2033	3,395,000	4.70%	1,030,000	104,833 80,634	1,215,467
04-01-2034 10-01-2034	2,315,000	4.70%	1,080,000	80,634 54,978	1,215,612
04-01-2035 10-01-2035	1,185,000	4.70%	1,130,000	54,978 28,147	1,213,125
04-01-2036		4.75%	1,185,000	28,144	1,213,144
TOTALS			\$ 18,645,000	\$ 14,127,174	\$ 32,772,174

The above debt was issued for new showbarn facilities and is served by the Permanent Improvement Debt Service Fund. Payments are made to the Bank of New York, Newark, N.J. The above debt will be liquidated in 2036.

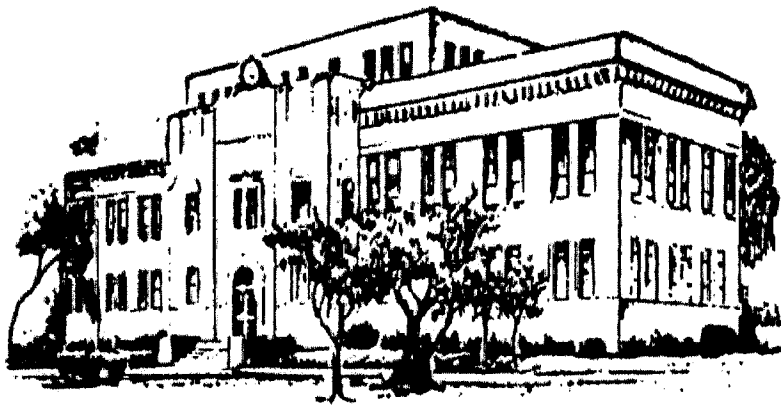
SAN PATRICIO COUNTY, TEXAS
 SCHEDULE OF ANNUAL GENERAL LONG-TERM BONDED DEBT REQUIREMENTS
 DECEMBER 31, 2009

The annual requirements of the general long-term bonded debt requirements outstanding at December 31, 2009 are as follows:

YEAR ENDING <u>DECEMBER 31</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>TOTAL REQUIREMENTS</u>
2010	\$365,000	\$850,541	\$1,215,541
2011	380,000	834,710	1,214,710
2012	395,000	818,241	1,213,241
2013	410,000	801,135	1,211,135
2014	430,000	783,285	1,213,285
2015-2019	2,465,000	3,603,552	6,068,552
2020-2024	3,090,000	2,983,406	6,073,406
2025-2029	3,880,000	2,188,033	6,068,033
2030-2034	4,915,000	1,153,002	6,068,002
2035-2036	<u>2,315,000</u>	<u>111,269</u>	<u>2,426,269</u>
TOTAL	<u>\$18,645,000</u>	<u>\$14,127,174</u>	<u>\$32,772,174</u>



SINGLE AUDIT SECTION





PATTILLO, BROWN & HILL, L.L.P.
CERTIFIED PUBLIC ACCOUNTANTS ■ BUSINESS CONSULTANTS

**REPORT ON INTERNAL CONTROL OVER FINANCIAL
REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED
IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

To the Honorable County Judge
and County Commissioners
San Patricio County, Texas

We have audited the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of San Patricio County, Texas as of and for the year ended December 31, 2009, which collectively comprise the County's basic financial statements and have issued our report thereon dated May 21, 2010. 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.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered San Patricio County, Texas' internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the San Patricio County, Texas' internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the San Patricio County, Texas' internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects San Patricio County, Texas' ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of San Patricio County, Texas' financial statements that is more than inconsequential will not be prevented or detected by San Patricio County, Texas' internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by San Patricio County Texas' internal control.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

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

This report is intended solely for the information of County Commissioners, the administration, federal and state awarding agencies and pass-through entities, and is not intended to be used and should not be used by anyone other than these specified parties.

Pattillo, Brent Hill, C.P.

May 21, 2010



PATTILLO, BROWN & HILL, L.L.P.
CERTIFIED PUBLIC ACCOUNTANTS ■ BUSINESS CONSULTANTS

**REPORT ON COMPLIANCE WITH REQUIREMENTS
APPLICABLE TO EACH MAJOR PROGRAM AND ON
INTERNAL CONTROL OVER COMPLIANCE IN
ACCORDANCE WITH OMB CIRCULAR A-133**

To the Honorable County Judge
and County Commissioners
San Patricio County, Texas

Compliance

We have audited the compliance of San Patricio County, Texas (the "County") with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended December 31, 2009. The County's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of San Patricio County, Texas' management. Our responsibility is to express an opinion on the County's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about San Patricio County, Texas' compliance with those requirements and performing such other procedures, as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on San Patricio County, Texas' compliance with those requirements.

In our opinion, San Patricio County, Texas complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended December 31, 2009.

Internal Control Over Compliance

The management of San Patricio County, Texas is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the County's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses as defined below. However, as discussed below, we identified certain deficiencies in internal control over compliance that we consider to be significant deficiencies.

A control deficiency in an entity's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control. We do not consider any of the deficiencies described in the accompanying schedule of findings and questioned costs to be material weaknesses.

This report is intended solely for the information of County Commissioners, the administration, federal awarding agencies and pass-through entities, and is not intended to be used and should not be used by anyone other than these specified parties.

Pattullo, Brian Hill, C.P.

May 21, 2010

SAN PATRICIO COUNTY, TEXAS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2009

I. Summary of the Auditors' Results:

The type of auditors' report on financial statements:	Unqualified
Regarding internal control over financial reporting:	
a. Material weakness(es) identified:	No
b. Significant deficiencies identified that are not considered to be material weaknesses:	None reported
c. Noncompliance which is material to the financial statements:	None
d. Regarding internal control over major programs:	
Material weakness(es) identified:	None reported
Significant deficiencies identified that are not considered to be material weaknesses:	No
e. Type of auditors' report on compliance with major programs:	Unqualified
f. Any audit findings which are required to be reported in accordance with OMB Circular A-133, Sec. 510(a):	No
g. Major programs are as follows:	
	Special Supplemental Nutrition Program for Women, Infants, and Children (WIC) CFDA 10.557
h. Dollar threshold used to distinguish between Type A and Type B programs:	\$300,000
i. Low risk auditee:	Yes

II. Findings Relating to the Financial Statements Which Are Required To Be Reported in Accordance with *Generally Accepted Government Auditing Standards*.

None.

SAN PATRICIO COUNTY, TEXAS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2009

III. Findings and Questioned Costs for Federal Awards.

There were no federal award findings and questioned costs required to be reported.

SAN PATRICIO COUNTY, TEXAS
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED DECEMBER 31, 2009

Finding 08-1

WIC Program - Eligibility Determination

Criteria: The County is responsible for administering the WIC Program and maintaining effective internal control over compliance of applicable laws and regulations in carrying out the program.

Condition: During our testing of eligibility, we found that the County was not in compliance with the Income Eligibility Determination guidelines. According to OMB A-133 Compliance Supplement, eligibility is based on gross income. We found an instance in which eligibility was based on net income.

Questioned Costs: Questioned costs could not be quantified because the finding does not relate to specific dollar amounts.

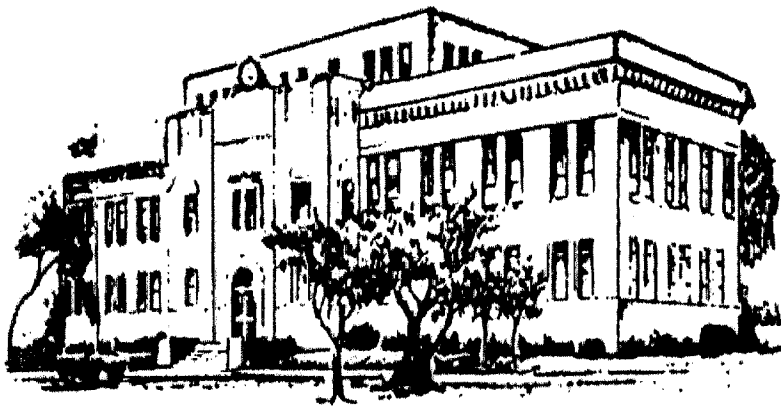
Effect: An applicant that is not eligible, based on gross income, is receiving WIC benefits.

Recommendation: The County should review all applicant files to ensure that the individuals are meeting the eligibility criteria.

Current Year Status: No exceptions found during our testing.

SAN PATRICIO COUNTY, TEXAS
CORRECTIVE ACTION PLAN
FOR THE YEAR ENDED DECEMBER 31, 2009

Not Applicable



SAN PATRICIO COUNTY, TEXAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2009

Federal Grantor/ Pass-Through Grantor/ Program Title	Federal CFDA Number	Pass Through Entity Identifying Number	Federal Expenditures
U.S. DEPARTMENT OF AGRICULTURE			
<i>Passed Through Texas Department of State Health Services:</i>			
WIC Program Fiscal Year 2009	10.557	-	\$ 569,080
Total U.S. Department of Agriculture			<u>569,080</u>
U.S. DEPARTMENT OF JUSTICE			
<i>Pass Through Texas Governor's Office of General Counsel and Criminal Justice:</i>			
Coastal Bend Major Offender Unit	16.738	-	128,177
Total Passed Through Texas Criminal Justice Division			<u>128,177</u>
Total U.S. Department of Justice			<u>128,177</u>
U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT			
<i>Passed Through Office of Rural Community Affairs:</i>			
ORCA Grant	14.228	726195	237,104
ORCA Grant	14.228	726205	145,168
Falman Subdivision Project 3	14.228	727105	190,107
Falman Subdivision Project 4	14.228	728381	119,829
Total CFDA 14.228			<u>692,208</u>
Total U.S. Department of Housing and Urban Development			<u>692,208</u>
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			
<i>Passed Through Texas Department of State Health Services:</i>			
Social Services Block Grant CHS/TTLXX	93.667	-	58,775
Centers for Disease Control & Prevention Bio-Terrorism	93.283	-	59,498
Immunization Grants - IMM/IAP	93.268	-	112,923
Preventive Health - RLSS/LPHS	93.991	-	133,489
Family Planning Grant CHS/FEE	93.994	-	29,454
Total U.S. Department of Housing and Urban Development			<u>394,139</u>

SAN PATRICIO COUNTY, TEXAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2009

Federal Grantor/ Pass-Through Grantor/ Program Title	Federal CFDA Number	Pass Through Entity Identifying Number	Federal Expenditures
U.S. DEPARTMENT OF HOMELAND SECURITY			
<i>Passed Through Texas Department of Public Safety</i>			
Emergency Management Performance Grant	97.074	-	<u>36,962</u>
Total CFDA 97.074			<u>36,962</u>
<i>Direct:</i>			
FEMA - Public Assistance Grant (Bret)	97.024	-	14,313
FEMA - Public Assistance Grant	97.024	-	73,434
FEMA - EFSP Grant	97.024	-	<u>60,227</u>
Total CFDA 97.024			<u>147,974</u>
Total U.S. Department of Homeland Security			<u>184,936</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS			<u>\$ 1,968,540</u>

SAN PATRICIO COUNTY, TEXAS
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2009

BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes the federal grant activity of San Patricio County, Texas and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in, or used in the preparation of, the basic financial statements.