

ANGELINA COUNTY, TEXAS

ANNUAL FINANCIAL REPORT

December 31, 2023

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## INTRODUCTORY SECTION

ANGELINA COUNTY, TEXAS  
PRINCIPAL OFFICIALS  
December 31, 2023

GOVERNING BODY

Honorable Keith Wright .....County Judge  
Kent Walker .....Commissioner, Precinct 1  
Kermit Kennedy.....Commissioner, Precinct 2  
Terry Pitts.....Commissioner, Precinct 3  
Kenneth Jeffrey.....Commissioner, Precinct 4

OTHER PRINCIPAL OFFICIALS

Billie Page ..... Tax Assessor-Collector  
Janice Cordray.....County Auditor  
Cary Kirby .....County Attorney  
Janet Cassels ..... District Attorney  
Reba Squyres ..... District Clerk  
Amy Fincher..... County Clerk  
Jill Brewer ..... County Treasurer  
Tom Selman..... County Sheriff

FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT

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

**Opinions**

We have audited the accompanying financial statements of the governmental activities, the business type activities, the fiduciary activities, each major fund, and the aggregate remaining fund information of Angelina County, as of and for the year ended December 31, 2023, which collectively comprise the County's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business type activities, the fiduciary activities, each major fund, and the aggregate remaining fund information of the County, as of December 31, 2023, and the respective changes in financial position thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

**Basis for Opinions**

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

**Responsibilities of Management for the Financial Statements**

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the County's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

**Auditor's Responsibilities for the Audit of the Financial Statements**

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, no such opinion is expressed.

- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the County's ability to continue as a going concern for a reasonable period of time.

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

### **Other Matters**

#### *Required Supplementary Information*

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

#### *Supplementary Information*

Our audit was conducted for the purpose of forming opinions on the financial statements, that collectively comprise Angelina County, Texas' basic financial statements. The introductory section, combining fund statements and schedule of expenditures of federal awards as required by Uniform Guidance are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining fund statements and schedule of expenditures of federal awards as required by Uniform Guidance are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining fund statements and schedule of expenditures of federal awards as required by Uniform Guidance are fairly stated in all material respects in relation to the basic financial statements as a whole.

### **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated July 23, 2024 on our consideration of Angelina County, Texas' 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 or on compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Governmental Auditing Standards* in considering Angelina County's internal control over financial reporting and compliance.

Lufkin, Texas  
July 23, 2024

  
CERTIFIED PUBLIC ACCOUNTANTS



**ANGELINA COUNTY, TEXAS  
MANAGEMENT'S DISCUSSION AND ANALYSIS**

As management of Angelina County, we offer readers of the Angelina County's financial statements this narrative overview and analysis of the financial activities of Angelina County for the fiscal year ended December 31, 2023. All amounts, unless otherwise indicated, are expressed in thousands of dollars.

**Financial Highlights**

- The assets and deferred outflows of the County exceeded its liabilities and deferred inflows at the close of the most recent fiscal year by \$86,955,742 (*net position*). Of this amount, \$20,177,163 (*unrestricted net position*) may be used to meet the government's ongoing obligations to citizens and creditors.
- As of the close of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$45,035,655 an increase of \$3,085,300 in comparison with the prior year.
- At the end of the current fiscal year, unassigned fund balance for the general fund was \$16,493,209.

**Overview of the Financial Statements**

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

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

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

The *statement of activities* presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position 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 only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both the government-wide financial statements distinguish functions of the County's that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the County include general government, judicial, public safety, and roads and bridges. The business-type activities of the County include a landfill, an airport and an internal service fund.

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

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental 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 *governmental activities*.

The County adopts an annual appropriated budget for its general fund. A budgetary comparison statement has been provided for the general fund to demonstrate compliance with this budget.

**Proprietary Funds.** The County maintains two different types of proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The County uses enterprise funds to account for its Landfill and for its Airport. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the County's various functions. The County uses internal service funds to account for its self-insured group health insurance plan. This service benefits both governmental and business-type functions, which result in an allocation, based on participants, between the governmental and business-type activities in the government-wide financial statements.



**ANGELINA COUNTY, TEXAS  
MANAGEMENT'S DISCUSSION AND ANALYSIS - CONTINUED**

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Landfill and the Airport, both of which are considered to be major funds of the County. The internal service fund is presented in the proprietary fund financial statements.

**Fiduciary Funds.** Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statement because the resources of those funds are *not* available to support the County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

**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.

**Other Information.** In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the County's progress in funding its obligation to provide pension benefits to its employees. Budget and required supplementary information can be found in this report.

The combining statements referred to earlier in connection with nonmajor governmental funds are presented immediately following the required supplementary information on pensions. Combining and individual fund statements and schedules can be found in this report.

**Government-wide Financial Analysis**

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the County, assets and deferred outflows exceeded liabilities and deferred inflows by \$86,955,742 at the close of the most recent fiscal year.

By far the largest portion of the County's net position (35 percent) reflects its investment in capital assets (e.g., land, buildings, machinery, and equipment), less any related debt used to acquire those assets that is still outstanding. The County uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although the County's investment in 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.

**Angelina County's Net Position  
(in thousands)**

	GOVERNMENTAL ACTIVITIES		BUSINESS-TYPE ACTIVITIES		TOTALS	
	2023	2022	2023	2022	2023	2022
Current and other assets	\$ 78 108	\$ 70 757	\$ 14 789	\$ 11 073	\$ 92 897	\$ 81 830
Capital assets	22 342	21 218	10 671	9 894	33 013	31 111
<b>TOTAL ASSETS</b>	<u>100 450</u>	<u>91 975</u>	<u>25 460</u>	<u>20 967</u>	<u>125 910</u>	<u>112 941</u>
Deferred outflows	12 752	5 228	362	149	13 113	5 377
Long-term liabilities	5 957	(3 998)	9 020	8 241	14 977	4 241
Other liabilities	4 785	3 525	417	208	5 202	3 733
<b>TOTAL LIABILITIES</b>	<u>10 742</u>	<u>(473)</u>	<u>9 437</u>	<u>8 449</u>	<u>20 179</u>	<u>7 974</u>
Deferred inflows	31 104	32 886	784	643	31 888	33 529
Net Position:						
Net invest in capital assets	19 801	16 631	10 670	9 894	30 471	26 524
Restricted	27 527	25 510	8 777	8 097	36 304	33 607
Unrestricted	24 024	22 649	(3 847)	(5 966)	20 177	16 683
<b>TOTAL NET POSITION</b>	<u>\$ 71 355</u>	<u>\$ 64 790</u>	<u>\$ 15 601</u>	<u>\$ 12 025</u>	<u>\$ 86 955</u>	<u>\$ 76 814</u>

An additional portion of the County's net position (42 percent) represents resources that are subject to external restrictions on how they may be used. The remaining balance of *unrestricted net position* \$20,177,163 may be used to meet the government's ongoing obligations to citizens and creditors.

**ANGELINA COUNTY, TEXAS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS - CONTINUED**

**Governmental Activities.** Governmental activities increased the County's net position by \$6,593,865. Key elements of this net increase are as follows:

**Angelina County's Changes in Net Position**  
**(in thousands)**

	GOVERNMENTAL ACTIVITIES		BUSINESS-TYPE ACTIVITIES		TOTALS	
	2023	2022	2023	2022	2023	2022
Revenues:						
Program Revenues:						
Charges for service	\$ 25 099	\$ 25 751	\$ 5 192	\$ 4 890	\$ 30 291	\$ 30 641
Operating grants and contributions	4 785	12 682	-	-	4 785	12 682
Capital grants and contributions	155	229	-	-	155	229
General Revenues:						
Property taxes	23 638	21 199	-	-	23 638	21 199
Sales taxes	9 305	8 345	-	-	9 305	8 345
Investment earnings	2 474	604	256	29	2 730	633
Other	1 169	791	474	552	1 643	1 342
<b>TOTAL REVENUES</b>	<b>66 625</b>	<b>69 601</b>	<b>5 922</b>	<b>5 471</b>	<b>72 547</b>	<b>75 071</b>
Expenses:						
Administrative	10 099	9 599	-	-	10 099	9 599
Judicial and law enforcement	23 564	21 367	-	-	23 564	21 367
Health, welfare and sanitation	17 164	19 554	-	-	17 164	19 554
Highways and streets	5 390	4 023	-	-	5 390	4 023
Extension service	172	153	-	-	172	153
Interest and fiscal charges	90	188	-	-	90	188
Landfill	-	-	3 532	3 257	3 532	3 257
Airport	-	-	2 363	2 120	2 363	2 120
<b>TOTAL EXPENSES</b>	<b>56 479</b>	<b>54 884</b>	<b>5 896</b>	<b>5 377</b>	<b>62 375</b>	<b>60 261</b>
Transfers	(3 554)	(1 000)	3 554	1 000	-	-
<b>CHANGE IN NET POSITION</b>	<b>6 594</b>	<b>13 718</b>	<b>3 579</b>	<b>1 094</b>	<b>10 173</b>	<b>14 810</b>
Net position, beginning (restated)	64 761	51 071	12 065	10 931	76 826	62 002
<b>NET POSITION, ENDING</b>	<b>\$ 71 355</b>	<b>\$ 64 789</b>	<b>\$ 15 601</b>	<b>\$ 12 025</b>	<b>\$ 86 956</b>	<b>\$ 76 812</b>

**Financial Analysis of the Government's Funds**

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

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

As of the end of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$43,035,655. The *unassigned fund balance* amounts to a surplus of \$16,493,209. The amount of fund balance that is restricted \$27,529,480 to indicate that it is not available for new spending because it has already been committed to other expenses.

The general fund is the chief operating fund of the County. At the end of the current fiscal year, unassigned fund balance of the general fund was \$16,493,209. As a measure of the general fund's liquidity, it may be useful to compare both unrestricted fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 61 percent of total general fund expenditures.

The fund balance of the County's general fund increased by \$1,037,052 during the current fiscal year. The increase is the result of general fund revenue exceeding expected projections.

The local provider participation fund is utilized by local healthcare agencies to provide service in the County. The fund has a restricted fund balance of \$3,472,966.

The unit road system fund has a total fund balance of \$3,057,299, all of which is restricted for the maintenance and construction of roads and bridges. The net increase in fund balance during the current year in the fund is \$670,989.

**Proprietary Funds.** The County's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

Unrestricted net position of the Landfill at the end of the year amounted to \$(3,897,474), and those for the Airport amounted to \$50,543. Net position restricted for future landfill closure of the Landfill at the end of the year amounted to \$8,777,248. The total change in net position for both funds was \$3,560,585 and \$18,715, respectively. Other factors concerning the finances of these two funds have already been addressed in the discussion of the County's business-type activities.

**ANGELINA COUNTY, TEXAS  
MANAGEMENT'S DISCUSSION AND ANALYSIS - CONTINUED**

**General Fund Budgetary Highlights**

During the year revenues were less than budgetary estimates by \$416,637. Expenditures were less than budgetary estimates by \$4,997,726.

**Capital Asset and Debt Administration**

**Capital Assets.** The County's investment in capital assets for its governmental and business type activities as of December 31, 2023, amounts to \$33,055,279 (net of accumulated depreciation). This investment in capital assets includes land, buildings and system, improvements, machinery and equipment, roads, and bridges.

**Angelina County's Capital Assets  
(net of depreciation)  
(in thousands)**

	GOVERNMENTAL ACTIVITIES		BUSINESS-TYPE ACTIVITIES		TOTALS	
	2023	2022	2023	2022	2023	2022
	Land	\$ 669	\$ 669	\$ 2 181	\$ 2 181	\$ 2 850
Buildings	25 268	25 268	12 055	10 581	37 323	35 849
Machinery and equipment	17 092	17 477	8 564	8 001	25 656	25 477
Infrastructure	73 286	73 182	11 669	11 699	84 955	84 881
Construction in progress	2 248	22	90	-	2 338	22
Depreciation	(96 221)	(94 979)	(24 031)	(22 539)	(120 252)	(117 518)
<b>TOTAL</b>	<b>\$ 22 342</b>	<b>\$ 21 639</b>	<b>\$ 10 671</b>	<b>\$ 9 923</b>	<b>\$ 33 013</b>	<b>\$ 31 561</b>

**Long-term debt.** At the end of the current fiscal year, the County had no bonded debt outstanding.

**Angelina County's Outstanding Debt  
Long Term Liabilities  
(in thousands)**

	GOVERNMENTAL ACTIVITIES		BUSINESS-TYPE ACTIVITIES		TOTALS	
	2023	2022	2023	2022	2023	2022
	Notes	\$ 3 495	\$ 4 340	\$ -	\$ -	\$ 3 495
Capital leases	119	247	74	-	193	247
Subscription based IT arrangements	273	-	-	-	273	-
Landfill closure and postclosure	-	-	8 905	8 482	8 905	8 482
Accrued compensated absences	726	825	85	77	811	825
<b>TOTAL</b>	<b>\$ 4 613</b>	<b>\$ 5 412</b>	<b>\$ 9 064</b>	<b>\$ 8 559</b>	<b>\$ 13 677</b>	<b>\$ 13 894</b>

The County maintains an "Aaa" rating from Moody's for its debt issuances.

Additional information on the County's long-term debt can be found in Note 3.E of this report.

**Economic Factors and Next Years' Budgets and Rates**

- Economic trends in the region compare favorably with state and regional indices.

All other factors were considered in preparing the County's budget for the 2024 fiscal year.

**Requests for Information**

This financial report is designed to provide a general overview of the County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the County Auditor's Office, P. O. Box 727, Lufkin, Texas 75902-0727.

## BASIC FINANCIAL STATEMENTS

ANGELINA COUNTY, TEXAS  
STATEMENT OF NET POSITION  
December 31, 2023

	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
<b>ASSETS</b>			
Current Assets:			
Cash and cash equivalent	\$ 659 069	\$ 3 561 293	\$ 4 220 362
Investments	55 650 524	1 318 847	56 969 371
Receivables (Net Allowance):			
Taxes	19 197 108	-	19 197 108
Miscellaneous	245	-	245
Intergovernmental	937 734	-	937 734
Accounts	650 167	474 816	1 124 983
Leases	-	541 936	541 936
Due from other funds	-	27 918	27 918
Inventory	884	74 603	75 487
Prepaid expense	1 012 082	12 576	1 024 658
<b>TOTAL CURRENT ASSETS</b>	<b>78 107 813</b>	<b>6 011 989</b>	<b>84 119 802</b>
Noncurrent Assets:			
Restricted Assets:			
Investments	-	8 777 248	8 777 248
Capital assets (net of depreciation)	22 341 941	10 670 711	33 012 652
<b>TOTAL NONCURRENT ASSETS</b>	<b>22 341 941</b>	<b>19 447 959</b>	<b>41 789 900</b>
<b>TOTAL ASSETS</b>	<b>100 449 754</b>	<b>25 459 948</b>	<b>125 909 702</b>
<b>DEFERRED OUTFLOWS</b>			
Pension related deferred outflows	12 751 527	361 520	13 113 047
<b>TOTAL DEFERRED OUTFLOWS</b>	<b>12 751 527</b>	<b>361 520</b>	<b>13 113 047</b>
<b>TOTAL ASSETS AND DEFERRED OUTFLOWS</b>	<b>\$ 113 201 281</b>	<b>\$ 25 821 468</b>	<b>\$ 139 022 749</b>
<b>LIABILITIES</b>			
Current Liabilities:			
Accounts payable	\$ 1 552 123	\$ 245 722	\$ 1 797 845
Accrued liabilities	2 169 022	145 175	2 314 197
Accrued interest	27 943	-	27 943
Due within one year	1 036 269	25 617	1 061 886
<b>TOTAL CURRENT LIABILITIES</b>	<b>4 785 357</b>	<b>416 514</b>	<b>5 201 871</b>
Noncurrent Liabilities:			
Due in more than one year	3 577 070	8 952 838	12 529 908
Net pension liability (asset)	2 380 068	67 478	2 447 546
<b>TOTAL NONCURRENT LIABILITIES</b>	<b>5 957 138</b>	<b>9 020 316</b>	<b>14 977 454</b>
<b>TOTAL LIABILITIES</b>	<b>10 742 495</b>	<b>9 436 830</b>	<b>20 179 325</b>
<b>DEFERRED INFLOWS</b>			
Deferred pension inflow	8 524 324	241 674	8 765 998
Unavailable revenues	22 579 748	541 936	23 121 684
<b>TOTAL DEFERRED INFLOWS</b>	<b>31 104 072</b>	<b>783 610</b>	<b>31 887 682</b>
<b>NET POSITION</b>			
Net investment in capital assets	19 801 140	10 670 711	30 471 851
Restricted:			
Construction	1 530 915	-	1 530 915
Debt service	11 271	-	11 271
Other	25 987 294	8 777 248	34 764 542
Unrestricted	24 024 094	(3 846 931)	20 177 163
<b>TOTAL NET POSITION</b>	<b>71 354 714</b>	<b>15 601 028</b>	<b>86 955 742</b>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS AND NET POSITION</b>	<b>\$ 113 201 281</b>	<b>\$ 25 821 468</b>	<b>\$ 139 022 749</b>

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

ANGELINA COUNTY, TEXAS  
STATEMENT OF ACTIVITIES  
For the Year Ended December 31, 2023

FUNCTIONS/PROGRAMS	EXPENSES	PROGRAM REVENUES		
		CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS
Governmental Activities:				
Administrative	\$ 10 099 076	\$ 6 286 603	\$ 692 052	\$ -
Judicial and law enforcement	23 563 656	1 434 786	4 085 329	-
Health, welfare and sanitation	17 163 592	15 977 177	8 000	-
Highways and streets	5 390 300	1 400 846	-	155 180
Extension services	172 546	-	-	-
Interest and fiscal charges	89 910	-	-	-
TOTAL GOVERNMENTAL ACTIVITIES	<u>56 479 081</u>	<u>25 099 412</u>	<u>4 785 381</u>	<u>155 180</u>
Business-Type Activities:				
Landfill	3 532 293	3 164 540	-	-
Airport	2 363 420	2 027 094	-	-
TOTAL BUSINESS-TYPE ACTIVITIES	<u>5 895 713</u>	<u>5 191 634</u>	<u>-</u>	<u>-</u>
TOTAL GOVERNMENT	<u>\$ 62 374 794</u>	<u>\$ 30 291 046</u>	<u>\$ 4 785 381</u>	<u>\$ 155 180</u>

General Revenues:

Property taxes  
Sales taxes  
Other taxes  
Unrestricted investment earnings  
Miscellaneous revenues  
Transfer

TOTAL GENERAL REVENUES AND TRANSFERS

CHANGE IN NET POSITION

Net position - Beginning of year  
Prior period adjustment  
Net position - Beginning of year, Restated

NET POSITION - ENDING

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

NET (EXPENSE) REVENUE AND CHANGE  
IN NET POSITION

GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
\$ (3 120 421)	\$ -	\$ (3 120 421)
(18 043 541)	-	(18 043 541)
(1 178 415)	-	(1 178 415)
(3 834 274)	-	(3 834 274)
(172 546)	-	(172 546)
(89 910)	-	(89 910)
<u>(26 439 107)</u>	<u>-</u>	<u>(26 439 107)</u>
-	(367 753)	(367 753)
-	(336 326)	(336 326)
-	(704 079)	(704 079)
<u>(26 439 107)</u>	<u>(704 079)</u>	<u>(27 143 186)</u>
23 637 935	-	23 637 935
9 305 112	-	9 305 112
171 144	-	171 144
2 474 110	255 729	2 729 839
998 203	474 118	1 472 321
<u>(3 553 532)</u>	<u>3 553 532</u>	<u>-</u>
<u>33 032 972</u>	<u>4 283 379</u>	<u>37 316 351</u>
6 593 865	3 568 484	10 173 165
64 760 849	12 024 528	76 785 377
-	(2 800)	(2 800)
<u>64 760 849</u>	<u>12 021 728</u>	<u>76 782 577</u>
<u>\$ 71 354 714</u>	<u>\$ 15 601 028</u>	<u>\$ 86 955 742</u>

ANGELINA COUNTY, TEXAS  
COMBINING BALANCE SHEET  
GOVERNMENTAL FUNDS  
December 31, 2023

	GENERAL FUND	LOCAL PROVIDER PARTICIPATION FUND	UNIT ROAD SYSTEM FUND	AMERICAN RESCUE PLAN FUND
<b>ASSETS</b>				
Cash and cash equivalent	\$ (28 275 440)	\$ 3 930 872	\$ 3 201 950	\$ 14 017 575
Investments	53 102 466	-	-	-
Receivables:				
Taxes	19 197 108	-	-	-
Miscellaneous	-	-	-	-
Intergovernmental	923 116	-	-	-
Other	649 367	-	800	-
Prepaid expenses	1 012 082	-	-	-
Due from other funds	3 000	-	3 889 709	-
Inventory	884	-	-	-
<b>TOTAL ASSETS</b>	<b>\$ 46 612 583</b>	<b>\$ 3 930 872</b>	<b>\$ 7 092 459</b>	<b>\$ 14 017 575</b>
<b>LIABILITIES</b>				
Accounts payable	\$ 711 757	\$ 457 906	\$ 36 775	\$ 253 695
Accrued liabilities	1 476 094	-	36 596	-
Accrued compensated absences	586 469	-	72 080	-
Due to other funds	4 787 347	-	-	-
<b>TOTAL LIABILITIES</b>	<b>7 561 667</b>	<b>457 906</b>	<b>145 451</b>	<b>253 695</b>
<b>DEFERRED INFLOWS</b>				
Unavailable revenues	21 544 741	-	3 889 709	-
<b>TOTAL DEFERRED INFLOWS</b>	<b>21 544 741</b>	<b>-</b>	<b>3 889 709</b>	<b>-</b>
<b>FUND BALANCES</b>				
Nonspendable - Prepaid expenses	1 012 082	-	-	-
Nonspendable - Inventory	884	-	-	-
Restricted:				
Highways and streets	-	-	3 057 299	13 763 880
Construction	-	-	-	-
Health and welfare	-	3 472 966	-	-
Debt service	-	-	-	-
Other	-	-	-	-
Unassigned	16 493 209	-	-	-
<b>TOTAL FUND BALANCES</b>	<b>17 506 175</b>	<b>3 472 966</b>	<b>3 057 299</b>	<b>13 763 880</b>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES</b>	<b>\$ 46 612 583</b>	<b>\$ 3 930 872</b>	<b>\$ 7 092 459</b>	<b>\$ 14 017 575</b>

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



OTHER NON-MAJOR GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
\$ 7 849 257	\$ 724 214
328 646	53 431 112
-	19 197 108
245	245
14 618	937 734
-	650 167
-	1 012 082
897 638	4 790 347
-	884
<u>\$ 9 090 404</u>	<u>\$ 80 743 893</u>
\$ 91 990	\$ 1 552 123
46 556	1 559 246
67 413	725 962
<u>3 000</u>	<u>4 790 347</u>
<u>208 959</u>	<u>8 627 678</u>
<u>1 646 110</u>	<u>27 080 560</u>
<u>1 646 110</u>	<u>27 080 560</u>
-	1 012 082
-	884
-	16 821 179
1 530 915	1 530 915
-	3 472 966
11 271	11 271
5 693 149	5 693 149
-	16 493 209
<u>7 235 335</u>	<u>45 035 655</u>
<u>\$ 9 090 404</u>	<u>\$ 80 743 893</u>

ANGELINA COUNTY, TEXAS  
 RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET  
 TO THE GOVERNMENT-WIDE STATEMENT OF NET POSITION  
 December 31, 2023

Total fund balances - Governmental funds balance sheet	\$ 41 035 655
Amounts Reported for Governmental Activities in the Statement of Net Position are Different because:	
Capital assets used in governmental activities are not reported in the funds.	22 341 941
Property taxes receivable unavailable to pay for current period expenditures are deferred in the funds.	4 500 812
Payables for debt principal, interest and accrued compensated absences which are not due in the current period are not reported in the funds.	(4 641 282)
Recognition of the County's net pension liability and related deferred outflows are not reported in the funds.	2 573 097
An internal service fund is used to charge the cost to individual funds. The funds assets and liabilities are included in governmental activities in the Statement of Net Position.	<u>1 544 491</u>
NET POSITION OF GOVERNMENTAL ACTIVITIES - STATEMENT OF NET POSITION	\$ <u><u>71 354 714</u></u>

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

ANGELINA COUNTY, TEXAS  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
 AND CHANGES IN FUND BALANCES  
 GOVERNMENTAL FUNDS  
 December 31, 2023

	<u>GENERAL</u> <u>FUND</u>	<u>LOCAL</u> <u>PROVIDER</u> <u>PARTICIPATION</u> <u>FUND</u>	<u>UNIT</u> <u>ROAD</u> <u>SYSTEM</u> <u>FUND</u>	<u>AMERICAN</u> <u>RESCUE</u> <u>PLAN</u> <u>FUND</u>
Revenues:				
Ad valorem taxes	\$ 18 817 973	\$ -	\$ 3 150 000	\$ -
Sales tax	9 305 112	-	-	-
Other taxes	171 144	-	-	-
Intergovernmental	498 632	-	253 993	551 455
Charges for services	2 245	-	-	-
Fines and fees	2 811 782	15 910 450	1 296 406	-
Interest income	1 266 846	89 359	198 156	557 210
Other revenue	453 108	-	530 109	-
TOTAL REVENUES	<u>33 326 842</u>	<u>15 999 809</u>	<u>5 428 664</u>	<u>1 108 665</u>
Expenditures:				
Administrative	8 729 257	-	-	136 655
Judicial and law enforcement	16 358 846	-	-	-
Health, welfare and sanitation	1 825 239	13 155 605	-	-
Highways and streets	-	-	4 710 068	-
Extension services	150 644	-	-	-
Capital outlays	-	-	-	2 335 334
Debt Service:				
Principal	-	-	44 659	-
Interest and other fees	-	-	-	-
TOTAL EXPENDITURES	<u>27 063 986</u>	<u>13 155 605</u>	<u>4 754 727</u>	<u>2 471 989</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>6 262 856</u>	<u>2 844 204</u>	<u>673 937</u>	<u>(1 363 324)</u>
Other Financing Sources (Uses):				
Operating transfers in	62 431	-	-	-
Operating transfers out	(5 288 235)	-	(2 948)	(42 000)
TOTAL OTHER FINANCING SOURCES (USES)	<u>(5 225 804)</u>	<u>-</u>	<u>(2 948)</u>	<u>(42 000)</u>
NET CHANGE IN FUND BALANCE	1 037 052	2 844 204	670 989	(1 405 324)
Fund balance - Beginning	<u>16 469 123</u>	<u>628 762</u>	<u>2 386 310</u>	<u>15 169 204</u>
FUND BALANCE - ENDING	<u>\$ 17 506 175</u>	<u>\$ 3 472 966</u>	<u>\$ 3 057 299</u>	<u>\$ 13 763 880</u>

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

OTHER NON-MAJOR GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
\$ 985 403	\$ 22 953 376
-	9 305 112
-	171 144
3 481 301	4 785 381
-	2 245
546 814	20 565 452
253 375	2 364 946
14 987	998 204
<u>5 281 880</u>	<u>61 145 860</u>
216 616	9 082 528
4 871 275	21 230 121
203 357	15 184 201
-	4 710 068
-	150 644
373 383	2 708 717
845 000	889 659
54 290	54 290
<u>6 563 921</u>	<u>54 010 228</u>
<u>(1 282 041)</u>	<u>7 135 632</u>
4 192 998	4 255 429
<u>(2 972 578)</u>	<u>(8 305 761)</u>
<u>1 220 420</u>	<u>(4 050 332)</u>
(61 621)	3 085 300
<u>7 296 956</u>	<u>41 950 355</u>
\$ <u>7 235 335</u>	\$ <u>45 035 655</u>

ANGELINA 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, 2023

Amounts Reported for Governmental Activities in the Statement of Activities are Different because:

Net change in fund balances - Total governmental funds	\$	3 085 300
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which outlays exceeded capital depreciation in the current period.		1 124 412
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		684 559
The issuance of long-term debt (e.g., bonds, notes, leases and compensated absences) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas, these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.		854 039
Internal service funds are used by management to charge the cost of group medical self-insurance individual funds. The net revenue (expense) of the internal service fund is reported with governmental activities.		188 812
The net pension liability and the related deferred outflows and deferred inflows are reported in the government wide statements, while the fund level statements only recognize the amounts paid during the period.		<u>656 743</u>
CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES	\$	<u><u>6 593 865</u></u>

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

ANGELINA COUNTY, TEXAS  
 COMBINING STATEMENT OF NET POSITION  
 PROPRIETARY FUNDS  
 December 31, 2023

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS			GOVERNMENTAL ACTIVITIES INTERNAL SERVICE FUND
	LANDFILL	AIRPORT	TOTAL	GROUP HEALTH INSURANCE FUND
<b>ASSETS</b>				
<b>Current Assets:</b>				
Cash and cash equivalent	\$ 3 450 305	\$ 110 988	\$ 3 561 293	\$ (65 145)
Investments	1 318 847	-	1 318 847	2 219 412
Receivables (Net Allowance):				
Accounts	327 250	147 566	474 816	-
Leases	-	541 936	541 936	-
Due from other funds	-	27 918	27 918	-
Inventory	-	74 603	74 603	-
Prepaid expense	12 576	-	12 576	-
<b>TOTAL CURRENT ASSETS</b>	<u>5 108 978</u>	<u>903 011</u>	<u>6 011 989</u>	<u>2 154 267</u>
<b>Noncurrent Assets:</b>				
<b>Restricted Assets:</b>				
Investments	8 777 248	-	8 777 248	-
<b>TOTAL RESTRICTED ASSETS</b>	<u>8 777 248</u>	<u>-</u>	<u>8 777 248</u>	<u>-</u>
Capital assets (net of depreciation)	7 060 479	3 610 232	10 670 711	-
<b>TOTAL NONCURRENT ASSETS</b>	<u>15 837 727</u>	<u>3 610 232</u>	<u>19 447 959</u>	<u>-</u>
<b>TOTAL ASSETS</b>	<u>20 946 705</u>	<u>4 513 243</u>	<u>25 459 948</u>	<u>2 154 267</u>
Deferred outflows	282 186	79 334	361 520	-
<b>TOTAL ASSETS AND DEFERRED OUTFLOWS</b>	<u>\$ 21 228 891</u>	<u>\$ 4 592 577</u>	<u>\$ 25 821 468</u>	<u>\$ 2 154 267</u>
<b>LIABILITIES</b>				
<b>Current Liabilities:</b>				
Accounts/claims payable	\$ 132 905	\$ 112 817	\$ 245 722	\$ -
Lease payable - Current	-	25 617	25 617	-
Accrued liabilities	103 695	41 480	145 175	609 776
<b>TOTAL CURRENT LIABILITIES</b>	<u>236 600</u>	<u>179 914</u>	<u>416 514</u>	<u>609 776</u>
<b>Noncurrent Liabilities:</b>				
Pension liability	48 356	19 122	67 478	-
Lease payable - Noncurrent	-	47 943	47 943	-
Landfill post closure cost - Noncurrent	8 904 895	-	8 904 895	-
<b>TOTAL NONCURRENT LIABILITIES</b>	<u>8 953 251</u>	<u>67 065</u>	<u>9 020 316</u>	<u>-</u>
<b>TOTAL LIABILITIES</b>	<u>9 189 851</u>	<u>246 979</u>	<u>9 436 830</u>	<u>609 776</u>
Deferred inflows	98 787	142 887	241 674	-
Unearned lease revenue	-	541 936	541 936	-
<b>TOTAL DEFERRED INFLOWS</b>	<u>98 787</u>	<u>684 823</u>	<u>783 610</u>	<u>-</u>
<b>NET POSITION</b>				
Investment in capital assets, net of debt	7 060 479	3 610 232	10 670 711	-
Restricted for post closure liability	8 777 248	-	8 777 248	-
Unrestricted	(3 897 474)	50 543	(3 846 931)	1 544 491
<b>TOTAL NET POSITION</b>	<u>11 940 253</u>	<u>3 660 557</u>	<u>15 601 028</u>	<u>1 544 491</u>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS AND NET POSITION</b>	<u>\$ 21 228 891</u>	<u>\$ 4 592 577</u>	<u>\$ 25 821 468</u>	<u>\$ 2 154 267</u>

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

ANGELINA COUNTY, TEXAS  
 COMBINING STATEMENT OF REVENUES, EXPENSES,  
 AND CHANGES IN FUND NET POSITION  
 PROPRIETARY FUNDS  
 For the Year Ended December 31, 2023

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS			GOVERNMENTAL ACTIVITIES - INTERNAL SERVICE FUND
	LANDFILL	AIRPORT	TOTAL	GROUP HEALTH INSURANCE FUND
Operating Revenues:				
Charges for services	\$ 3 164 540	\$ 151 291	\$ 3 315 831	\$ -
Fuel and oil sales	-	1 612 639	1 612 639	-
Café sales	-	263 164	263 164	-
Employee premiums	-	-	-	425 076
Employer premiums	-	-	-	3 585 000
Stop-loss reimbursements	-	-	-	407 480
Other revenue	40 839	78 658	119 497	269 339
TOTAL OPERATING REVENUES	<u>3 205 379</u>	<u>2 105 752</u>	<u>5 311 131</u>	<u>4 686 895</u>
Operating Expenses:				
Salaries	1 056 734	560 968	1 617 702	-
Fuel	-	1 042 899	1 042 899	-
Café cost	-	135 555	135 555	-
Repairs and supplies	691 286	44 488	735 774	-
Depreciation and amortization	1 059 705	417 975	1 477 680	-
Professional fees	102 803	42 298	145 101	-
Insurance claims and related expenses	-	-	-	5 104 047
Closure and post closure expense	446 806	-	446 806	-
Capital outlay	5 029	8 607	13 636	-
Other expenses	169 930	110 630	280 560	-
TOTAL OPERATING EXPENSES	<u>3 532 293</u>	<u>2 363 420</u>	<u>5 895 713</u>	<u>5 104 047</u>
OPERATING INCOME (LOSS)	<u>(326 914)</u>	<u>(257 668)</u>	<u>(584 582)</u>	<u>(417 152)</u>
Non-Operating Revenues:				
Interest earned	253 186	2 543	255 729	109 164
Transfer in	3 279 692	273 840	3 553 532	496 800
Trust income (loss)	354 621	-	354 621	-
TOTAL NON-OPERATING REVENUES	<u>3 887 499</u>	<u>276 383</u>	<u>4 163 882</u>	<u>605 964</u>
NET CHANGE IN NET POSITION	3 560 585	18 715	3 579 300	188 812
Net position - Beginning	8 379 668	3 644 860	12 024 528	1 355 679
Prior Period Adjustment	-	(2 800)	(2 800)	-
Net position - Beginning, Restated	<u>8 379 668</u>	<u>3 642 060</u>	<u>12 021 728</u>	<u>1 355 679</u>
NET POSITION - ENDING	<u>\$ 11 940 253</u>	<u>\$ 3 660 775</u>	<u>\$ 15 601 028</u>	<u>\$ 1 544 491</u>

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

ANGELINA COUNTY, TEXAS  
 COMBINING STATEMENT OF CASH FLOWS  
 PROPRIETARY FUNDS  
 For the Year Ended December 31, 2023

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS			GOVERNMENTAL ACTIVITIES - INTERNAL SERVICE FUND
	LANDFILL	AIRPORT	TOTALS	GROUP HEALTH INSURANCE FUND
Cash Flows From Operating Activities:				
Receipts from customers	\$ 3 282 663	\$ 2 080 163	\$ 5 362 826	\$ -
Receipts from interfund services provided	-	-	-	4 686 895
Payments for interfund services used	-	-	-	(4 800 655)
Payments to suppliers	(953 432)	(1 285 899)	(2 239 331)	-
Payments to employees	(1 052 759)	(551 296)	(1 604 055)	-
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	1 276 472	242 968	1 519 440	(113 760)
Cash Flows From Non-Capital Financing Activities:				
Transfer between funds	3 279 692	-	3 279 692	496 800
Borrowing (to) from other funds	-	(27 918)	(27 918)	-
NET CASH PROVIDED (USED) BY NON-CAPITAL FINANCING ACTIVITIES	3 279 692	(27 918)	3 251 774	496 800
Cash Flows From Capital and Related Financing Activities:				
Acquisition of capital assets	(1 587 092)	(129 079)	(1 716 171)	-
NET CASH USED BY CAPITAL AND RELATED FINANCING ACTIVITIES	(1 587 092)	(129 079)	(1 716 171)	-
Cash Flows From Investing Activities:				
Sale (purchase) of investments	(744 262)	-	(744 262)	(108 100)
Interest received	253 186	2 543	255 729	109 164
NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES	(491 076)	2 543	(488 533)	1 064
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	2 477 996	88 514	2 566 510	384 104
Cash and cash equivalents - Beginning of year	972 309	22 474	994 783	(449 249)
CASH AND CASH EQUIVALENTS - END OF YEAR	\$ 3 450 305	\$ 110 988	\$ 3 561 293	\$ (65 145)
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:				
Operating income (loss)	\$ (326 914)	\$ (257 668)	\$ (584 582)	\$ (417 152)
Adjustments:				
Depreciation and amortization	1 059 705	417 975	1 477 680	-
Decrease (increase) in accounts receivable	77 284	(25 589)	51 695	-
Decrease (increase) in inventory	-	(1 479)	(1 479)	-
Decrease (increase) in prepaid expense	(11 826)	-	(11 826)	-
Decrease (increase) in deferred outflows	(164 449)	(48 037)	(212 486)	-
Increase (decrease) in accounts/claims payable	51 165	100 057	151 222	-
Increase (decrease) in accrued liabilities	18 241	13 839	32 080	303 392
Increase (decrease) in deferred inflows	(88 268)	(25 784)	(114 052)	-
Increase (decrease) in pension liabilities	238 451	69 654	308 105	-
Increase (decrease) in landfill closure and post closure cost	423 083	-	423 083	-
TOTAL ADJUSTMENTS	1 603 386	500 636	2 104 022	303 392
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	\$ 1 276 472	\$ 242 968	\$ 1 519 440	\$ (113 760)

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



ANGELINA COUNTY, TEXAS  
STATEMENT OF FIDUCIARY NET POSITION  
December 31, 2023

	<u>TOTAL FUNDS</u>
ASSETS	
Cash and cash equivalents	\$ 5 605 244
TOTAL ASSETS	\$ <u>5 605 244</u>
NET POSITION	
Net position	\$ 5 605 244
TOTAL NET POSITION	\$ <u>5 605 244</u>

The accompanying notes are an integral part of this financial statement.

ANGELINA COUNTY, TEXAS  
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
December 31, 2023

	TOTAL FUNDS
Inflows:	
Fees	\$ 143 519 168
Interest	5 011
TOTAL INFLOWS	143 524 179
Outflows:	
Distribution to others	14 655 723
TOTAL OUTFLOWS	14 655 723
CHANGE IN NET POSITION	(2 131 544)
Beginning net position	7 736 788
ENDING NET POSITION	\$ 5 605 244

The accompanying notes are an integral part of this financial statement.

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. Reporting Entity**

Angelina County is an independent governmental entity created under the laws of the State of Texas. The County is governed by a Commissioners' Court. The accompanying financial statements present the County and its component units, entities for which the County is considered to be financially accountable. Blended component units, although legally separate entities, are, in substance, part of the County's operations. Each discretely presented component unit is reported in a separate column in the government-wide financial statements (see note below for description) to emphasize that it is legally separate for the County.

**Blended Component Unit.** The County did not have any blended component units for the year ended December 31.

**Discretely Presented Units.** The County did not have any discretely presented units for the year ended December 31.

**B. Government-Wide and Fund Financial Statements**

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support. Likewise, the *primary government* is reported separately from certain legally separate *component units* for which the primary government is financially accountable.

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

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

**C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation**

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

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

Property taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the County.

The County reports the following major governmental funds:

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

The *local provider participation fund* assists local hospitals with operational costs for public health

The *unit road system fund* accounts for the resources and expenses related to roads and bridges.

The *American rescue plan fund* accounts for the federal COVID relief funds received.

The County reports the following major proprietary funds:

The *landfill fund* accounts for the activities of the County's landfill operations.

The *airport fund* accounts for the activities of the County's airport.

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED**

Additionally, the County reports the following fund type:

The *internal service fund* accounts for the activities of the employee health benefit plan. The activities include the accounting for premiums provided for and the payments of eligible claims and related costs.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the *option* of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The County has elected not to follow subsequent private-sector guidance.

Amounts reported as *program revenues* include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the landfill and airport enterprise funds, and the County's internal service funds are charges to customers and the County departments for sales and services. Operating expenses for the enterprise funds and internal service fund include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

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

Fiduciary fund financial statements include fiduciary funds which are classified into private purpose trust and custodial funds. The County has only custodial funds which are used to account for assets held by the County as an agent for individuals, private organizations, other governments and other funds. Custodial funds do not involve a formal trust agreement.

**D. Assets, Liabilities, and Net Position or Equity**

1. Deposits and Investments

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

Investments for the County are reported at fair value. Investors Cash Trust and TexStar operate in accordance with appropriate state laws and regulations. The reported value of the pools are the same as the fair value of the pool shares.

2. Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as internal balances."

All trade and property tax receivables are shown net of an allowance for uncollectibles. Trade accounts receivable in excess of 180 days comprise the trade accounts receivable allowance for uncollectibles. The property tax receivable allowance is equal to 2 percent of assessed property taxes at October 1.

Property taxes are levied by October 1 and are due on receipt of the tax bill and are delinquent if not paid before February 1 of the year following the year in which imposed. On January 1 of each year, a tax lien attaches to property to secure payment of all taxes, penalties, and interest ultimately imposed.

3. Inventories and Prepaid Items

All inventories are valued at cost using the first-in/first-out (FIFO) method. Inventories of governmental funds are recorded as expenditures when consumed rather than when purchased.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED**

4. Restricted Assets

Restricted assets include cash and investments or the proprietary funds that are restricted as to a specific use.

5. Capital Assets

Capital assets, which include property, plant, equipment and infrastructure assets (e.g., roads, bridges, and similar items), are reported in the applicable governmental or business-type activities columns 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 one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

Property, plant and equipment of the primary government, as well as the component units, is depreciated using the straight line method over the following estimated useful lives:

ASSETS	YEARS
Buildings	25 - 50
Equipment	10 - 15
Vehicles	3 - 6
Infrastructure	10 - 30

6. Compensated Absences

It is the County's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. There is no liability for unpaid accumulated sick leave since the County does not have a policy to pay any amounts when employees separate from service with the County. All vacation pay is accrued when incurred in the government-wide, proprietary, and fiduciary fund financial statements. The noncurrent portion (the amount estimated to be used in subsequent fiscal years) for governmental funds is maintained separately and represents a reconciling item between the fund and government-wide presentations.

7. Long-Term Obligations

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position.

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

8. Fund Equity

GASB Statement No. 54, "Fund Balance Reporting and Governmental Fund Type Definitions" clearly defines fund balance categories to make the nature and extent of the constraints placed on a government's fund balances more transparent. The following classifications describe the relative strength of the spending constraints:

- Nonspendable Fund Balance - Amounts that are not in spendable form (such as inventory) or are required to be maintained intact.
- Restricted Fund Balance - Amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions, or by enabling legislation.
- Committed Fund Balance - Amounts constrained to specific purposes by the County itself, using its highest level of decision-making authority (i.e., Commissioners Court). To be reported as committed, amounts cannot be used for any other purpose unless the County takes the same highest level action to remove or change the constraint.
- Assigned Fund Balance - Amounts the County intends to use for a specific purpose. Intent can be expressed by the Commissioners Court or by an official or body to which the Court delegates the authority.

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED**

- Unassigned Fund Balance - Amounts that are available for any purpose. Positive amounts are reported only in the general fund.

The Commissioners Court establishes (and modifies or rescinds) fund balance commitments by passage of an ordinance or resolution. This is typically done through adoption and amendment of the budget. A fund balance commitment is further indicated in the budget document as a designation or commitment of the fund (such as for special incentives). Assigned fund balance is established by the Court through adoption or amendment of the budget as intended for specific purpose (such as the purchase of fixed assets, construction, debt service, or for other purposes).

9. Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

**NOTE 2 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY**

**A. Budgets and Budgetary Process**

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all governmental funds. All annual appropriations lapse at fiscal year end.

The County Judge, assisted by the County Auditor, annually submits a proposed operating budget for the fiscal year ending December 31. After a public hearing on the proposed budget, the official budget is approved by the Commissioners' Court in September preceding the applicable fiscal year. The budget and any amendments approved by the Commissioners' Court are filed in the office of the County Clerk.

The appropriated budget is prepared by fund, function and department. The County's department heads may request transfers of appropriations within a department. Transfers of appropriations between departments require the approval of the Commissioners' Court. The legal level of budgetary control (i.e., the level at which expenditures may not legally exceed appropriations) is the department level.

**B. Excess of Expenditures Over Appropriations in Individual Funds**

For the year ended December 31, 2023, expenditures exceeded appropriations (by significant amounts) in the following funds and departments:

DEPARTMENT/FUND	AMOUNT
General - County Court at Law II	\$ 70 312
General - Constable Pct 3	\$ 4 193
General - County Public Health and Welfare	\$ 360 929

**C. Deficit Fund Equity**

SPECIAL REVENUE FUNDS	DEFICIT BALANCE
Juvenile Services	\$ 91 563
Grant Fund	\$ 1

**NOTE 3 - DETAILED NOTES ON ALL FUNDS**

**A. Cash Deposits and Investments**

At year end, the County's carrying amount of deposits was \$21,111,627 and the bank balance was \$19,900,313. Amounts over FDIC coverage were collateralized with securities held by the pledging financial institution's trust department or agent in the government's name.

Investments are categorized into these three categories of credit risk:

1. Insured or registered, or securities held by the County or its agent in the County's name.
2. Uninsured and unregistered, with securities held by the counterparty's trust department or agent in the County's name.
3. Uninsured and unregistered, with securities held by the counterparts, or by its trust department or agent, but not in the County's name.

ANGELINA COUNTY, TEXAS  
NOTES TO FINANCIAL STATEMENTS - CONTINUED  
December 31, 2023

**NOTE 3 - DETAILED NOTES ON ALL FUNDS - CONTINUED**

At year end, the County's investment balances were as follows:

	1	2	3	REPORTED AMOUNT/ FAIR VALUE
Waste Management Center Trust:				
U.S. Government Securities	\$ 7 664 081	\$ -	\$ -	\$ 7 664 081
Certificates of Deposits	1 113 167	-	-	1 113 167
Investment Pools:				
Tex Star	-	-	3 644 994	3 644 994
Tex CLASS	-	-	7 186 053	7 186 053
U.S. Government Securities	1 381 674	-	-	1 381 674
Tex Pool	-	-	20 936 487	20 936 487
Money Market Funds	3 053 938	-	-	3 053 938
Certificates of Deposit	20 766 224	-	-	20 766 224
TOTAL INVESTMENTS	<u>\$ 33 979 085</u>	<u>\$ -</u>	<u>\$ 31 767 534</u>	<u>\$ 65 746 619</u>

**C. Capital Assets**

Capital asset activity for the year ended December 31, 2023 was as follows:

	BEGINNING BALANCE	ADDITIONS	TRANSFERS	DELETIONS	ENDING BALANCE
Governmental Activities:					
Capital Assets Not Being Depreciated:					
Land	\$ 669 014	\$ -	\$ -	\$ -	\$ 669 014
Construction in progress	22 140	2 269 730	-	(43 386)	2 248 484
TOTAL ASSETS NOT BEING DEPRECIATED	<u>691 154</u>	<u>2 269 730</u>	<u>-</u>	<u>(43 386)</u>	<u>2 917 498</u>
Capital Assets Being Depreciated:					
Buildings	25 267 713	-	-	-	25 267 713
Equipment	17 055 507	838 895	(43 520)	(1 408 941)	16 441 941
Infrastructure	73 182 234	103 278	-	-	73 285 512
Capital leases	420 528	-	(186 000)	-	234 528
SBITA	-	415 937	-	-	415 937
TOTAL ASSETS BEING DEPRECIATED	<u>115 925 982</u>	<u>1 358 110</u>	<u>(229 520)</u>	<u>(1 408 941)</u>	<u>115 645 631</u>
Less Accumulated Depreciation For:					
Buildings	(14 632 013)	(649 838)	-	-	(15 281 851)
Equipment	(13 944 771)	(875 375)	43 520	1 345 904	(13 430 722)
Infrastructure	(66 402 295)	(773 135)	-	-	(67 175 430)
Capital leases	(166 401)	(85 718)	57 580	-	(194 539)
SBITA	-	(138 646)	-	-	(138 646)
TOTAL ACCUMULATED DEPRECIATION	<u>(95 145 480)</u>	<u>(2 522 712)</u>	<u>101 100</u>	<u>1 345 904</u>	<u>(96 221 188)</u>
TOTAL ASSETS BEING DEPRECIATED, NET	<u>20 526 375</u>	<u>(1 164 602)</u>	<u>(128 420)</u>	<u>(63 037)</u>	<u>19 424 443</u>
GOVERNMENTAL ACTIVITIES CAPITAL ASSETS, NET	<u>\$ 21 217 529</u>	<u>\$ 1 105 128</u>	<u>\$ (128 420)</u>	<u>\$ (106 423)</u>	<u>\$ 22 341 941</u>
Business-Type Activities:					
Capital Assets Not Being Depreciated:					
Land	\$ 2 180 720	\$ -	\$ -	\$ -	\$ 2 180 720
Construction in progress	-	142 290	-	-	142 290
TOTAL CAPITAL ASSETS NOT BEING DEPRECIATED	<u>2 180 720</u>	<u>142 290</u>	<u>-</u>	<u>-</u>	<u>2 323 010</u>
Capital Assets Being Depreciated:					
Buildings and improvements	10 581 268	1 473 993	-	-	12 055 261
Machinery and equipment	8 000 940	548 463	43 520	(28 638)	8 564 285
Infrastructure	11 669 379	-	-	-	11 669 379
Capital leases	-	90 000	186 000	(186 000)	90 000
TOTAL CAPITAL ASSETS BEING DEPRECIATED	<u>30 251 587</u>	<u>2 112 456</u>	<u>229 520</u>	<u>(214 638)</u>	<u>32 378 925</u>
Less Accumulated Depreciation For:					
Buildings and improvements	(6 574 995)	(665 943)	-	-	(7 240 938)
Machinery and equipment	(5 880 076)	(518 922)	(43 520)	28 638	(6 413 880)
Infrastructure	(10 083 592)	(274 815)	-	-	(10 358 406)
Capital leases	-	(18 000)	(57 580)	57 580	(18 000)
TOTAL ACCUMULATED DEPRECIATION	<u>(22 538 663)</u>	<u>(1 477 679)</u>	<u>(101 100)</u>	<u>86 218</u>	<u>(24 031 224)</u>
TOTAL CAPITAL ASSETS BEING DEPRECIATED, NET	<u>7 712 924</u>	<u>634 777</u>	<u>128 420</u>	<u>(128 420)</u>	<u>8 347 701</u>
BUSINESS-TYPE ACTIVITIES CAPITAL ASSETS, NET	<u>\$ 9 893 644</u>	<u>\$ 777 067</u>	<u>\$ 128 420</u>	<u>\$ (128 420)</u>	<u>\$ 10 670 711</u>

Capital assets are recorded at cost or, if donated, at fair market value at the date of receipt. Depreciation policies were adopted to include useful lives and classifications by function.

ANGELINA COUNTY, TEXAS  
NOTES TO FINANCIAL STATEMENTS - CONTINUED  
December 31, 2023

**NOTE 3 - DETAILED NOTES ON ALL FUNDS - CONTINUED**

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

Governmental Activities:	
Administration	\$ 501 585
Judicial and law enforcement	1 160 070
Health, welfare and sanitation	638 406
Streets and highways	214 053
Extension service	8 598
TOTAL DEPRECIATION EXPENSE - GOVERNMENTAL ACTIVITIES	\$ 2 522 712
Business-Type Activities:	
Landfill	\$ 1 059 705
Airport	417 974
TOTAL DEPRECIATION EXPENSE - BUSINESS-TYPE ACTIVITIES	\$ 1 477 679

**D. Hangar and Ground Leases**

The Angelina County Airport has long term leases for hangars and ground rentals that extend through December 31, 2063. The leases have been recognized as a receivable and the revenue deferred in the Airport fund. The revenue will be recognized in the future as earned.

	FUTURE REVENUE
2024	\$ 36 080
2025	34 352
2026	32 707
2027	31 141
2028	24 688
Thereafter	382 968
	\$ 541 936

**E. Long-Term Debt**

**Change in Long-Term Liabilities:**

GOVERNMENTAL ACTIVITIES	BEGINNING BALANCE	ADDITIONS	REDUCTIONS	ENDING BALANCE	DUE WITHIN ONE YEAR
Notes payable	\$ 4 340 000	\$ -	\$ 845 000	\$ 3 495 000	\$ 855 000
Leases payable	187 126	20 677	88 348	119 455	47 378
Subscription based IT arrangements	246 680	415 937	143 014	272 923	133 891
Accrued compensated absences	825 495	-	99 534	725 961	-
GOVERNMENTAL ACTIVITY LONG- TERM LIABILITIES	\$ 5 412 175	\$ 436 614	\$ 1 175 896	\$ 4 613 339	\$ 1 036 269
BUSINESS-TYPE ACTIVITIES	BEGINNING BALANCE	ADDITIONS	REDUCTIONS	ENDING BALANCE	DUE WITHIN ONE YEAR
Landfill closure and post closure costs	\$ 8 481 812	\$ 423 083	\$ -	\$ 8 904 895	\$ -
Leases payable	59 554	82 455	68 449	73 560	25 617
BUSINESS-TYPE ACTIVITY LONG- TERM LIABILITIES	\$ 8 541 366	\$ 505 538	\$ 68 449	\$ 8 978 455	\$ 25 617

**Notes:**

Notes payable at December 31, 2023 are comprised of the following individual issue:

\$5,980,000 maturing through 2027 with payments of \$896,186 to \$900,650  
including interest at 1.39% \$ 3 495 000

YEAR ENDING DECEMBER 31,	PRINCIPAL	INTEREST	TOTAL
2024	\$ 855 000	\$ 42 638	\$ 897 638
2025	870 000	30 650	900 650
2026	880 000	18 487	898 487
2027	890 000	6 186	896 186
	\$ 3 495 000	\$ 97 960	\$ 3 592 960

On June 9, 2021, the County approved the Tax Note, Series 2021 for \$5,980,000 for construction of public works, purchase of items for County's purposes, professional fees, current expenses, and cumulative cash flow deficits.



ANGELINA COUNTY, TEXAS  
NOTES TO FINANCIAL STATEMENTS - CONTINUED  
December 31, 2023

**NOTE 3 - DETAILED NOTES ON ALL FUNDS - CONTINUED**

**Leases and Subscription based IT arrangements (SBITA):**

The County has leased fuel trucks, office equipment and software for various periods at 2.55% to 3.99%.

		PRINCIPAL		INTEREST		TOTAL
2024	\$	206 886	\$	15 310	\$	222 196
2025		184 775		9 012		193 787
2026		41 902		2 296		44 198
2027		30 252		956		31 208
2028		1 504		451		1 955
Thereafter		619		92		711
	\$	465 938	\$	28 117	\$	494 055

**Closure and Postclosure Costs:**

State and federal laws and regulations require that the County place a final cover on its landfill when closed and perform certain maintenance and monitoring functions at the landfill site for thirty years after closure. In addition to operating expenses related to the current activities of the landfill, an expense provision and related liability are being recognized based on the future closure and postclosure costs that will be incurred near or after the date the landfill no longer accepts waste. The recognition of these landfill closure and postclosure costs is based upon the amount of the landfill used during the current year. The estimated liability for the landfill closure and postclosure costs had a balance of \$8,904,895 as of December 31, 2023, which was based on 53.83% usage (filled) of the landfill. It is estimated that an additional \$7,637,041 will be recognized as closure and postclosure expenses between the date of the balance sheet and the date the landfill is expected to be filled to capacity (2042). The estimated total current cost of the landfill closure and postclosure of \$16,541,936 is based upon the amount that would be paid if all equipment, facilities and services required to close, monitor and maintain the landfill were acquired as of December 31, 2023. However, the actual cost of closure and postclosure may be higher due to inflation, change in technology or changes in landfill laws and regulations.

The County was not required by state and federal laws and regulations to make annual contributions to finance closure and postclosure due to meeting the local government financial test and government guarantee. The County is in compliance with these requirements; however, the County has established a landfill trust account to finance closure and postclosure. At December 31, 2023, the balance in the landfill trust account was \$8,777,248. The future inflation costs (including inadequate earnings on investments, if any) and additional costs that might arise from changes in postclosure requirements (due to changes in technology or more rigorous environmental regulations, for example) may need to be covered by charges to future landfill users, taxpayers or both.

**F. Tax Abatements**

The County individually negotiates property tax abatement agreements with local businesses under the authority of Chapter 312 of the Texas Tax Code and the County's local guidelines and criteria for tax abatement for reinvestment zones.

For the fiscal year ended December 31, 2023, the County abated property taxes totaling \$58,596 under this program, the amount of property valuation abated in the current and future years is as follows:

2024		\$ 5 663 030			
2025		2 821 970			
2026		2 257 576			
2027		1 693 182			
2028		1 128 788			
TOTAL	\$	13 564 546	\$		

A provision exists within each of these agreements that, should the recipient entities violate the conditions of the agreements or become delinquent in the payment of their property taxes, the County is entitled to recapture any property tax that has been abated as a result of the agreements within 30 days of the agreement's termination. Compliance with the agreements is monitored by the Lufkin Economic Development Corporation, a component unit of the City of Lufkin, Texas and reported to the County.

**G. Tax Rebates**

During July 2018, the County established an Economic Development Grant program to incentivize capital development and job creation in the County. The provision of the grant requires a minimum capital investment and creation and maintenance of a specific number of new jobs in the County. The participating companies sign an agreement with the County that is approved by the Commissioners Court and monitored by County officials. The companies are required to pay in full the property taxes due to all local taxing entities by the due date. The grant will be awarded within 30 days of year end if all taxes have been paid and a Certification of Compliance has been filed with the County Judge. Only the County portion of property taxes paid are rebated.

During the fiscal year end, December 31, 2023, the County rebated \$571,866 through these grants.

**NOTE 4 - OTHER INFORMATION**

**Pension Plan**

**A. Plan Description**

The County provides retirement, disability, and death benefits for all of its full-time employees through a nontraditional defined benefit pension plan in the statewide Texas County and District Retirement System (TCDRS). The Board of Trustees of TCDRS is responsible for the administration of the statewide agent multiple-employer public employee retirement system consisting of 641 nontraditional defined benefit pension plans. TCDRS in the aggregate issues a comprehensive annual financial report 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.

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 8 or more years of service, with 30 years of service regardless of age, or when the sum of their age and years of service equals 75 or more. Members are vested after 8 years of service but must leave their accumulated contributions in the plan to receive any employer-financed benefit. Members who withdraw their personal contributions in a lump sum are not entitled to any amounts contributed by their employer.

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.

**B. Actuarial Assumptions**

Following are the key assumptions and methods used in this GASB analysis.

<b>Valuation Timing</b>	Actuarially determined contribution rates are calculated as of December 31, two years prior to the end of the fiscal year in which the contributions are reported.
<b>Actuarial Cost Method</b>	Entry Age Normal <sup>(1)</sup>
<b>Asset Valuation Method</b>	
Smoothing period	5 years
Recognition method	Non-asymptotic
Corridor	None
<b>Inflation</b>	2.50%
<b>Salary Increases</b>	Varies by age and service, 4.7% average over career including inflation.
<b>Investment Rate of Return</b>	7.50%, net of administration and investment expense, including inflation.
<b>Cost-of-Living Adjustments</b>	Cost-of-Living Adjustments for the County are not considered to be substantively automatic under GASB 68. Therefore, no assumption for future cost-of-living adjustments is included in the GASB calculations. No assumption for future cost-of-living adjustments is included in the funding valuation.
<b>Retirement Age</b>	Same as funding valuation
<b>Turnover</b>	Same as funding valuation
<b>Mortality</b>	Same as funding valuation

*(1) Individual entry age normal cost method, as required by GASB 68, used for GASB calculations. Note that a slightly different version of the entry age normal cost method is used for the funding actuarial valuation.*

**Actuarial Methods and Assumptions Used for Funding Valuation:**

Following is a description of the assumptions used in the December 31, 2022 actuarial valuation analysis for the Angelina County. This information may also be found in the Angelina County December 31, 2022 Summary Valuation Report.

**Economic Assumptions:**

**TCDRS System-Wide Economic Assumptions:**

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

Assuming interest will be credited at these nominal annual rates to the various funds, we have then assumed the following:

- An annual rate of 9% for calculating the actuarial accrued liability and normal cost contributions rate for the retirement plan of each participating employer.
- An annual rate of 7% required under the TCDRS Act for: (1) accumulating current service credit and multiple matching credit after the valuation date; (2) accumulating prior service credit after the valuation date; (3) determining the amount of the monthly benefit at future dates of retirement or disability; and (4) calculating the actuarial accrued liability of the system-wide Current Service Annuity Reserve Fund.

ANGELINA COUNTY, TEXAS  
NOTES TO FINANCIAL STATEMENTS - CONTINUED  
December 31, 2023

**NOTE 4 - OTHER INFORMATION - CONTINUED**

The annual salary increase rates assumed for individual members vary by length of service and by entry-age group. The annual rates consist of a general wage inflation component of 3.5% (made up of 3.0% inflation and 0.5% productivity increase assumptions) and a merit, promotion and longevity component that on average approximates 1.4% per year for a career employee. (See Table 1 for Merit Salary Increases.)

Employer-Specific Economic Assumptions:

Growth in membership	0.00%
Payroll growth	3.00%

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

**Table 1  
Merit Salary Increases\***

Years of Service	Entry Age				Years of Service	Before 30	Ages 30-39	Ages 40-49	Ages 50 and Later
	Before 30	Ages 30-39	Ages 40-49	50 and Later					
0	5.25%	4.75%	4.25%	3.50%	16	1.50%	1.25%	0.85%	0.60%
1	4.50%	4.00%	3.50%	2.75%	17	1.40%	1.15%	0.75%	0.55%
2	4.10%	3.25%	2.85%	2.20%	18	1.30%	1.05%	0.70%	0.50%
3	3.70%	3.00%	2.50%	1.75%	19	1.25%	1.00%	0.65%	0.45%
4	3.35%	2.75%	2.25%	1.65%	20	1.20%	0.95%	0.60%	0.40%
5	3.10%	2.60%	2.15%	1.55%	21	1.15%	0.90%	0.55%	0.40%
6	2.85%	2.40%	2.05%	1.40%	22	1.10%	0.85%	0.50%	0.40%
7	2.65%	2.25%	1.90%	1.25%	23	1.00%	0.75%	0.45%	0.40%
8	2.50%	2.15%	1.80%	1.15%	24	0.94%	0.65%	0.40%	0.40%
9	2.35%	2.00%	1.65%	1.05%	25	0.88%	0.60%	0.40%	0.40%
10	2.20%	1.85%	1.50%	0.95%	26	0.82%	0.60%	0.40%	0.40%
11	2.10%	1.75%	1.35%	0.85%	27	0.76%	0.60%	0.40%	0.40%
12	1.95%	1.65%	1.25%	0.80%	28	0.70%	0.60%	0.40%	0.40%
13	1.85%	1.55%	1.10%	0.75%	29	0.65%	0.60%	0.40%	0.40%
14	1.75%	1.45%	1.00%	0.70%	30 & Up	0.60%	0.60%	0.40%	0.40%
15	1.65%	1.35%	0.90%	0.65%					

\* These rates do not include the wage inflation rate of 3.00% per year. For example, a member who entered the system at age 20 and is in the first year of service is assumed to receive an 8.41% total annual increase in his salary. The 8.41% is a combination of the 5.25% merit increase and the 3.00% wage inflation. Note that the two components are compounded, so it is a slightly different result than just adding the two percentages.

**Demographic Assumptions**

TCDRS System-Wide Demographic Assumptions:

**Replacement of Terminated Members** - New employees are assumed to replace any terminated members and have similar entry ages.

**Disability** - The rates of disability used in this valuation are illustrated in Table 2. Members who become disabled are eligible to commence benefit payments regardless of age. Rates of disability are in a custom table based on TCDRS experience.

**Table 2  
Annual Rates of Disability\***

Age	Work Related		All Other Causes	
	Male and Female	Male and Female	Male and Female	Male and Female
less than 25	0.001%	0.000%		
25	0.001%	0.003%		
26	0.001%	0.006%		
27	0.001%	0.009%		
28	0.001%	0.011%		
29	0.001%	0.013%		
30	0.001%	0.014%		
31	0.001%	0.016%		
32	0.001%	0.018%		
33	0.001%	0.020%		
34	0.001%	0.023%		
35	0.001%	0.025%		
36	0.001%	0.028%		
37	0.001%	0.030%		
38	0.001%	0.034%		
39	0.001%	0.038%		
40	0.001%	0.042%		
41	0.001%	0.046%		
42	0.001%	0.050%		
43	0.001%	0.058%		
44	0.001%	0.066%		
45	0.001%	0.074%		
46	0.001%	0.082%		
47	0.001%	0.090%		
48	0.001%	0.099%		
49	0.001%	0.108%		
50	0.001%	0.117%		
51	0.001%	0.126%		
52	0.001%	0.135%		
53	0.001%	0.144%		
54	0.001%	0.153%		
55	0.001%	0.162%		
56	0.001%	0.171%		
57	0.001%	0.180%		
58	0.001%	0.189%		
59	0.001%	0.198%		
60 & Above	0.000%	0.000%		

\* The probability of disablement from All Causes is applicable for members who are vested (satisfied service requirement for retirement at age 60). Before a member is vested, the Work-Related disability assumptions are applicable. No disability retirements are assumed to occur after a member becomes eligible for service retirement.

**Mortality**

Depositing members	135% of Pub-2010 General Employees Amount-Weighted Mortality Table for males and 120% Pub-2010 General Employees Amount-Weighted Mortality Table for females, both projected with 100% of the MP-2021 Ultimate scale after 2010.
Service retirees, beneficiaries and non-depositing members	135% of Pub-2010 General Retirees Amount-Weighted Mortality Table for males and 120% Pub-2010 General Retirees Amount-Weighted Mortality Table for females, both projected with 100% of the MP-2021 Ultimate scale after 2010.
Disabled retirees	160% of Pub-2010 General Disabled Retirees Amount-Weighted Mortality Table for males and 125% Pub-2010 General Disabled Retirees Amount-Weighted Mortality Table for females, both projected with 100% of the MP-2021 Ultimate scale after 2010.

ANGELINA COUNTY, TEXAS  
NOTES TO FINANCIAL STATEMENTS - CONTINUED  
December 31, 2023

**NOTE 4 - OTHER INFORMATION - CONTINUED**

Family Composition - For current retirees, beneficiary information is supplied by TCDRS. For purposes of calculating the Survivor Benefit for current depositing and non-depositing members, male members are assumed to have a female beneficiary who is three years younger. Female members are assumed to have a male beneficiary who is three years older.

Service Retirement - Members eligible for service retirement are assumed to retire at the rates shown in Table 3.

**Table 3  
Annual Rates of Service Retirement\***

Age	Active Svc<15	Active Svc 15-24	Active Svc 25-29	Active Svc 30+	Deferred All Svc
40-49	5.3%	6.3%	7.7%	8.8%	0.0%
50	5.6%	6.8%	8.3%	9.4%	0.0%
51	5.6%	6.8%	8.3%	9.4%	0.0%
52	6.0%	7.2%	8.8%	10.0%	0.0%
53	6.0%	7.2%	8.8%	10.0%	0.0%
54	6.8%	8.1%	9.9%	11.3%	0.0%
55	6.8%	8.1%	9.9%	11.3%	0.0%
56	6.8%	8.1%	9.9%	11.3%	0.0%
57	7.5%	9.0%	11.0%	12.5%	0.0%
58	7.5%	9.0%	11.0%	12.5%	0.0%
59	7.5%	9.0%	11.0%	12.5%	0.0%
60	9.0%	10.8%	13.2%	15.0%	12.0%
61	9.0%	10.8%	13.2%	15.0%	12.0%
62	13.5%	16.2%	19.8%	22.5%	18.0%
63	11.3%	13.5%	16.5%	18.8%	15.0%
64	11.3%	13.5%	16.5%	18.8%	15.0%
65	22.5%	22.5%	27.5%	27.5%	25.0%
66	22.5%	22.5%	27.5%	27.5%	25.0%
67	21.6%	21.6%	26.4%	26.4%	24.0%
68	18.9%	18.9%	23.1%	23.1%	21.0%
69	18.9%	18.9%	23.1%	23.1%	21.0%
70	20.7%	20.7%	25.3%	25.3%	23.0%
71	20.7%	20.7%	25.3%	25.3%	23.0%
72	20.7%	20.7%	25.3%	25.3%	23.0%
73	20.7%	20.7%	25.3%	25.3%	23.0%
74	20.7%	20.7%	25.3%	25.3%	23.0%
75 & Above	100.0%	100.0%	100.0%	100.0%	100.0%

*\* For all eligible members ages 75 and later, retirement is assumed to occur immediately.*

**Table 4  
Annual Rates of Termination**

Years of Service	Entry Age 20		Entry Age 30		Entry Age 40		Entry Age 50	
	Male	Female	Male	Female	Male	Female	Male	Female
0	36.3%	36.3%	29.7%	29.7%	26.4%	26.4%	24.2%	24.2%
1	27.5%	27.5%	23.1%	23.1%	19.8%	19.8%	17.6%	17.6%
2	23.1%	23.1%	23.1%	23.1%	19.8%	19.8%	17.6%	17.6%
3	23.1%	23.1%	23.1%	23.1%	19.8%	19.8%	17.6%	17.6%
4	19.8%	19.8%	16.5%	16.5%	13.2%	13.2%	12.1%	12.1%
5	16.5%	16.5%	14.3%	14.3%	11.0%	11.0%	9.9%	9.9%
6	14.3%	14.3%	12.1%	12.1%	9.9%	9.9%	8.8%	8.8%
7	12.1%	12.1%	11.0%	11.0%	8.8%	8.8%	7.7%	7.7%
8	11.0%	11.0%	9.9%	9.9%	7.7%	7.7%	6.6%	6.6%
9	9.9%	9.9%	8.8%	8.8%	6.6%	6.6%	6.1%	6.1%
10	8.8%	8.8%	7.7%	7.7%	6.1%	6.1%	5.5%	5.5%
11	7.7%	7.7%	7.2%	7.2%	5.6%	5.6%	0.0%	0.0%
12	7.2%	7.2%	6.6%	6.6%	5.3%	5.3%	0.0%	0.0%
13	6.6%	6.6%	6.1%	6.1%	5.0%	5.0%	0.0%	0.0%
14	6.1%	6.1%	5.5%	5.5%	4.6%	4.6%	0.0%	0.0%
15	5.5%	5.5%	5.2%	5.2%	4.2%	4.2%	0.0%	0.0%
16	4.8%	4.8%	4.8%	4.8%	3.7%	3.7%	0.0%	0.0%
17	4.4%	4.4%	4.4%	4.4%	3.3%	3.3%	0.0%	0.0%
18	4.0%	4.0%	4.0%	4.0%	2.9%	2.9%	0.0%	0.0%
19	3.6%	3.6%	3.6%	3.6%	2.4%	2.4%	0.0%	0.0%
20	3.3%	3.3%	3.3%	3.3%	2.0%	2.0%	0.0%	0.0%
21	3.0%	3.0%	3.0%	3.0%	0.0%	0.0%	0.0%	0.0%
22	2.8%	2.8%	2.8%	2.8%	0.0%	0.0%	0.0%	0.0%
23	2.5%	2.5%	2.5%	2.5%	0.0%	0.0%	0.0%	0.0%
24	2.3%	2.3%	2.3%	2.3%	0.0%	0.0%	0.0%	0.0%
25	2.1%	2.1%	2.1%	2.1%	0.0%	0.0%	0.0%	0.0%
26	1.9%	1.9%	1.9%	1.9%	0.0%	0.0%	0.0%	0.0%
27	1.7%	1.7%	1.7%	1.7%	0.0%	0.0%	0.0%	0.0%
28	1.4%	1.4%	1.4%	1.4%	0.0%	0.0%	0.0%	0.0%
29	1.2%	1.2%	1.2%	1.2%	0.0%	0.0%	0.0%	0.0%
30 & Later	1.1%	1.1%	1.1%	1.1%	0.0%	0.0%	0.0%	0.0%

ANGELINA COUNTY, TEXAS  
NOTES TO FINANCIAL STATEMENTS - CONTINUED  
December 31, 2023

**NOTE 4 - OTHER INFORMATION - CONTINUED**

Withdrawals - Members who terminate may either elect to leave their account with TCDRS or withdraw their funds. The probability that a member elects a withdrawal varies by length of service and vesting schedule. Rates applied to your plan are shown in Table 5. For non-depositing members who are not vested, 100% are assumed to elect a withdrawal.

**Table 5  
Probability of Withdrawal**

Years of Service	Probability	Years of Service	Probability
0	100%	15	26%
1	100%	16	25%
2	100%	17	24%
3	100%	18	23%
4	100%	19	22%
5	100%	20	21%
6	100%	21	20%
7	100%	22	19%
8	34%	23	19%
9	33%	24	18%
10	32%	25	18%
11	31%	26	17%
12	30%	27	17%
13	29%	28	16%
14	27%	29*	16%

\* Members with more than 29 years of service are not assumed to refund.

**C. Long-Term Expected Rate of Return**

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

Note that the valuation assumption for long-term expected return is re-assessed at a minimum of every four years, and is set based on a long-term time horizon. The TCDRS Board of Trustees adopted the current assumption at their March 2021 meeting. The assumption for the long-term expected return is reviewed annually for continued compliance with the relevant actuarial standards of practice. Milliman relies on the expertise of Cliffwater in this assessment.

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

<sup>(1)</sup> Target asset allocation adopted at the March 2023 TCDRS Board meeting.

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

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

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

<sup>(5)</sup> Includes vintage years 2006-present of Quarter Pooled Horizon IRRs.

**D. Depletion of Plan Assets / GASB Discount Rate**

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

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

ANGELINA COUNTY, TEXAS  
NOTES TO FINANCIAL STATEMENTS - CONTINUED  
December 31, 2023

**NOTE 4 - OTHER INFORMATION - CONTINUED**

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

The determination of a future date when plan investments are not sufficient to pay projected benefit payments is often referred to as a depletion date projection. A depletion date projection compares projections of the pension plan's fiduciary net position to projected benefit payments and aims to determine a future date, if one exists, when the fiduciary net position is projected to be less than projected benefit payments. If an evaluation of the sufficiency of the projected fiduciary net position compared to projected benefit payments can be made with sufficient reliability without performing a depletion date projection, alternative methods to determine sufficiency may be applied.

In order to determine the discount rate to be used by the employer we have used an alternative method to determine the sufficiency of the fiduciary net position in all future years. Our alternative method reflects the funding requirements under the employer's funding policy and the legal requirements under the TCDRS Act.

1. TCDRS has a funding policy where the Unfunded Actuarial Accrued Liability (UAAL) shall be amortized as a level percent of pay over 20-year closed layered periods.
2. Under the TCDRS Act, the employer is legally required to make the contribution specified in the funding policy.
3. The employer's assets are projected to exceed its accrued liabilities in 20 years or less. When this point is reached, the employer is still required to contribute at least the normal cost.
4. Any increased cost due to the adoption of a COLA is required to be funded over a period of 15 years, if applicable.

Based on the above, the projected fiduciary net position is determined to be sufficient compared to projected benefit payments. Based on the expected level of cash flows and investment returns to the system, the fiduciary net position as a percentage of total pension liability is projected to increase from its current level in future years.

Since the projected fiduciary net position is projected to be sufficient to pay projected benefit payments in all future years, the discount rate for purposes of calculating the total pension liability and net pension liability of the employer is equal to the long-term assumed rate of return on investments. This long-term assumed rate of return should be net of investment expenses, but gross of administrative expenses for GASB 68 purposes. Therefore, we have used a discount rate of 7.60%. This rate reflects the long-term assumed rate of return on assets for funding purposes of 8.10%, net of all expenses, increased by 0.10% to be gross of administrative expenses.

**E. Sensitivity Analysis**

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

	1% Decrease 6.60%	Current Discount Rate 7.60%	1% Increase 8.60%
Total pension liability	\$ 101 900 160	\$ 89 597 630	\$ 79 423 994
Fiduciary net position	\$ 87 150 084	\$ 87 150 084	\$ 87 150 084
Net pension liability/(asset)	\$ 14 750 076	\$ 2 447 546	\$ (7 726 090)

**F. Changes in Net Pension Liability**

Changes in Net Pension Liability / (Asset)	Total Pension Liability (a)	Increase (Decrease) Fiduciary Net Position (b)	Net Pension Liability / (Asset) (a) - (b)
Balances as of December 31, 2021	\$ 85 621 415	\$ 94 302 755	\$ (8 681 340)
Changes for the Year:			
Service cost	1 914 169	-	1 914 169
Interest on total pension liability <sup>(1)</sup>	6 486 189	-	6 486 189
Effect of plan changes	-	-	-
Effect of economic/demographic gains or losses	39 582	-	39 582
Effect of assumptions changes or inputs	-	-	-
Refund of contributions	(340 970)	(340 970)	-
Benefit payments	(4 122 755)	(4 122 755)	-
Administrative expenses	-	(51 072)	51 072
Member contributions	-	1 141 931	(1 141 931)
Net investment income	-	(5 394 681)	5 394 681
Employer contributions	-	1 757 103	(1 757 103)
Other <sup>(2)</sup>	-	(142 227)	142 227
Balances as of December 31, 2022	\$ 89 597 630	\$ 87 150 084	\$ 2 447 546

<sup>(1)</sup> Reflects the change in the liability due to the time value of money. TCDRS does not charge fees or interest.  
<sup>(2)</sup> Relates to allocation of system-wide items.

ANGELINA COUNTY, TEXAS  
NOTES TO FINANCIAL STATEMENTS - CONTINUED  
December 31, 2023

**NOTE 4 - OTHER INFORMATION - CONTINUED**

**G. Pension Expense and Deferred Inflows/Outflows**

As of December 31, 2023, the deferred inflows and outflows of resources are as follows:

DEFERRED INFLOWS/ OUTFLOWS OF RESOURCES	DEFERRED INFLOWS OF RESOURCES	DEFERRED OUTFLOWS OF RESOURCES
Differences between expected and actual experience	\$ 312 863	\$ 29 686
Change of assumptions	17 494	1 161 874
Net difference between projected and actual earnings	8 435 641	9 996 890
Contributions made subsequent to measurement date	-	1 924 597
	\$ 8 765 998	\$ 13 113 047

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

YEAR ENDED DECEMBER 31,	
2023	\$ (288 373)
2024	\$ (59 263)
2025	\$ 270 866
2026	\$ 2 499 222
Thereafter	\$ -

**H. Employee Benefit Fund**

All funds with employees participate in the County's health insurance program and make payments to the Employee Benefit Fund based on estimates of the amounts needed to pay prior and current claim-year claims and to establish a reserve for losses. That reserve was \$2,154,267 at December 31, 2023. The claims liability of \$609,776 reported in the Fund at December 31, 2023 is based on the requirements of Governmental Accounting Standards Board, which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicate that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. Changes in the fund's claims liability amounts were as follows:

	BEGINNING OF FISCAL YEAR LIABILITY	CURRENT-YEAR CLAIMS AND CHANGES IN ESTIMATES	CLAIM PAYMENTS	BALANCE AT FISCAL YEAR-END
2024	\$ 306 384	\$ 5 407 439	\$ (5 104 047)	\$ 609 776
2023	\$ 379 375	\$ 4 103 062	\$ (4 176 053)	\$ 306 384
2022	\$ 149 165	\$ 4 842 468	\$ (4 612 258)	\$ 379 375
2021	\$ 413 665	\$ 3 306 984	\$ (3 571 484)	\$ 149 165
2020	\$ 623 670	\$ 4 615 236	\$ (4 825 241)	\$ 413 665

**I. Risk Management**

The County is exposed to various risks of loss related to torts: theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. Angelina County maintains commercial insurance coverage covering each of those risks of loss, except for workers' compensation insurance. The County has joined other governmental entities in the region to form the Deep East Texas Self Insurance Fund (DETSIF). The County pays an annual premium to the pool for its insurance coverage. The Agreement for Formation of the pool provides that the pool will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of a dollar amount for each insured.

**J. Subsequent Event**

Management has evaluated subsequent events through July 23, 2024, the date the financial statements were available to be released.

**K. Prior Period Adjustment**

Leases payable not previously recognized for equipment at the airport resulted in the recognition of prior period capital assets for a net prior period adjustment of \$2,800 in the Government Wide Statement of Position and the Fund Statement of Net Position.

REQUIRED SUPPLEMENTARY INFORMATION



ANGELINA COUNTY, TEXAS  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
BUDGET AND ACTUAL  
GENERAL FUND

For the Year Ended December 31, 2023

	BUDGETED AMOUNTS		ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
<b>Revenues:</b>				
Ad valorem tax	\$ 21 095 558	\$ 21 095 558	\$ 18 817 973	\$ (2 277 585)
Sales tax	8 100 000	8 100 000	9 305 112	1 205 112
Other taxes	170 000	170 000	171 144	1 144
Intergovernmental	658 471	658 471	498 632	(159 839)
Charges for services	3 250	3 250	2 245	(1 005)
Fines and fees	2 834 200	2 834 200	2 811 782	(22 418)
Interest income	750 000	750 000	1 266 846	516 846
Other revenues	132 000	132 000	453 108	321 108
<b>TOTAL REVENUES</b>	<u>33 743 479</u>	<u>33 743 479</u>	<u>33 326 842</u>	<u>(416 637)</u>
<b>Expenditures:</b>				
<b>Administrative:</b>				
County Commissioners	536 334	536 334	472 581	63 753
County Clerk	664 616	664 616	624 603	40 013
County Service Officer	17 298	17 298	14 426	2 872
County Judge	276 040	276 040	262 351	13 689
County Auditor	630 678	630 678	524 506	106 172
County Treasurer	234 134	234 134	222 327	11 807
County Tax Assessor-Collector	1 209 773	1 209 773	1 095 821	113 952
Election/Voter Registration	716 363	716 363	539 285	177 078
Emergency Management	91 411	91 411	84 111	7 300
Human Resources	181 880	181 880	159 854	22 026
Information Technology	1 306 348	1 306 348	1 228 465	77 883
Maintenance	937 662	937 662	817 844	119 818
General Administration	3 321 908	3 321 908	2 683 083	638 825
<b>TOTAL ADMINISTRATIVE</b>	<u>10 124 445</u>	<u>10 124 445</u>	<u>8 729 257</u>	<u>1 395 188</u>
<b>Judicial and Law Enforcement:</b>				
County Court-at-Law I	617 721	617 721	572 718	45 003
County Court-at-Law II	851 698	851 698	922 010	(70 312)
County Attorney	1 419 370	1 419 370	1 184 075	235 295
Constable Pct 1	109 741	109 741	11 338	98 403
Constable Pct 2	111 293	111 293	107 692	3 601
Constable Pct 3	107 644	107 644	111 837	(4 193)
Constable Pct 4	106 004	106 004	99 434	6 570
County Jail	5 506 411	5 506 411	4 645 235	861 176
County Sheriff	7 026 710	7 026 710	5 367 129	1 659 581
District Courts	1 173 270	1 173 270	835 084	338 186
District Clerk	700 123	700 123	622 396	77 727
District Attorney	1 540 905	1 540 905	959 172	581 733
Juvenile Judges	50 151	50 151	49 743	408
Justice of the Peace Pct 1	342 116	342 116	322 273	19 843
Justice of the Peace Pct 2	220 126	220 126	190 898	29 228
Justice of the Peace Pct 3	197 613	197 613	148 270	49 343
Justice of the Peace Pct 4	220 713	220 713	209 542	11 171
<b>TOTAL JUDICIAL AND LAW ENFORCEMENT</b>	<u>20 301 609</u>	<u>20 301 609</u>	<u>16 358 846</u>	<u>3 942 763</u>
<b>Health, Welfare and Sanitation:</b>				
County Public Health and Welfare	1 464 310	1 464 310	1 825 239	(360 929)
<b>Extension Service:</b>				
County Ag Extension Service	171 348	171 348	150 644	20 704
<b>TOTAL EXPENDITURES</b>	<u>32 061 712</u>	<u>32 061 712</u>	<u>27 063 986</u>	<u>4 997 726</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>1 681 767</u>	<u>1 681 767</u>	<u>6 262 856</u>	<u>4 581 089</u>
<b>Other Financing Sources (Uses):</b>				
Operating transfer in	4 000 000	4 000 000	62 431	(3 937 569)
Operating transfers out	(5 860 776)	(5 860 773)	(5 288 235)	572 538
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>(1 860 776)</u>	<u>(1 860 773)</u>	<u>(5 225 804)</u>	<u>(3 365 031)</u>
<b>NET CHANGE IN FUND BALANCES</b>	(179 009)	(179 009)	1 037 052	1 216 058
Beginning fund balance	16 469 123	16 469 123	16 469 123	-
<b>ENDING FUND BALANCE</b>	<u>\$ 16 290 114</u>	<u>\$ 16 290 114</u>	<u>\$ 17 506 175</u>	<u>\$ 1 216 058</u>

See independent auditor's report.

ANGELINA COUNTY, TEXAS  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
BUDGET AND ACTUAL  
UNIT ROAD SYSTEM FUND BUDGET  
For the Year Ended December 31, 2023

	BUDGETED AMOUNTS		ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET - POSITIVE (NEGATIVE)
	ORIGINAL	FINAL		
Revenue:				
Ad valorem tax	\$ 3 889 709	\$ 3 889 709	\$ 3 150 000	\$ (739 709)
Intergovernmental	192 000	192 000	253 993	61 993
Fines and fees	1 323 000	1 323 000	1 296 406	(26 594)
Interest income	50 000	50 000	198 156	148 156
Other revenue	-	-	530 109	530 109
TOTAL REVENUE	<u>5 454 709</u>	<u>5 454 709</u>	<u>5 428 664</u>	<u>(26 045)</u>
Expenditures:				
Highways and streets	6 080 278	6 080 278	4 710 068	1 370 210
Debt service	-	-	44 659	(44 659)
TOTAL EXPENDITURES	<u>6 080 278</u>	<u>6 080 278</u>	<u>4 754 727</u>	<u>1 325 551</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(625 569)</u>	<u>(625 569)</u>	<u>673 937</u>	<u>1 299 506</u>
Other Financing Sources (Uses):				
Operating transfers in	-	-	(2 948)	(2 948)
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>(2 948)</u>	<u>(2 948)</u>
NET CHANGE IN FUND BALANCES	(625 569)	(625 569)	670 989	1 296 558
Beginning fund balance	<u>2 386 310</u>	<u>2 386 310</u>	<u>2 386 310</u>	<u>-</u>
ENDING FUND BALANCE	<u>\$ 1 760 741</u>	<u>\$ 1 760 741</u>	<u>\$ 3 057 299</u>	<u>\$ 1 296 558</u>

See independent auditor's report.

ANGELINA COUNTY, TEXAS  
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS  
December 31, 2023

	2022	2021	2020	2019	2018	2017	2016	2015	2014
Total Pension Liability:									
Service cost	\$ 1 914 169	\$ 2 113 007	\$ 1 945 861	\$ 1 913 125	\$ 1 985 314	\$ 1 947 950	\$ 2 044 993	\$ 1 850 583	\$ 1 701 333
Interest on the total pension liability	6 486 189	6 236 896	5 945 282	5 654 004	5 403 769	5 118 739	4 765 478	4 528 894	4 214 714
Effect of plan changes	-	-	-	-	-	-	-	(346 840)	-
Effect of assumption changes or inputs	-	(52 482)	4 647 497	-	-	457 843	-	604 581	-
Effect of economic/demographic (gains) or losses	39 582	(617 194)	(217 404)	(263 900)	(542 520)	(593 800)	(347 464)	(962 516)	316 422
Benefit payments/refunds of contributions	(4 463 725)	(3 948 161)	(3 697 149)	(3 781 100)	(3 592 678)	(3 311 212)	(2 793 113)	(2 655 316)	(2 455 039)
NET CHANGE IN TOTAL PENSION LIABILITY	3 976 215	3 732 066	8 624 087	3 522 129	3 253 885	3 619 520	3 669 894	3 019 386	3 777 430
Total pension liability - Beginning	85 621 415	81 889 349	73 265 262	69 743 133	66 489 248	62 869 728	59 199 834	56 180 448	52 403 018
TOTAL PENSION LIABILITY - ENDING	89 597 630	85 621 415	81 889 349	73 265 262	69 743 133	66 489 248	62 869 728	59 199 834	56 180 448
Fiduciary Net Position:									
Employer contributions	1 757 103	1 518 248	1 607 716	1 537 618	1 542 976	1 562 130	1 502 752	1 492 472	1 404 794
Member contributions	1 141 931	1 057 489	1 119 807	1 072 075	1 125 475	1 088 055	1 060 101	1 059 228	978 499
Investment income net of investment expenses	(5 394 681)	17 113 391	7 458 799	10 365 220	(1 227 483)	8 403 432	3 984 127	(99 681)	3 490 567
Benefit payments/refunds of contributions	(4 463 725)	(3 948 161)	(3 697 148)	(3 781 099)	(3 592 678)	(3 311 213)	(2 793 111)	(2 655 317)	(2 455 039)
Administrative expenses	(51 072)	(51 019)	(57 535)	(55 034)	(50 691)	(43 449)	(43 425)	(38 961)	(40 538)
Other	(142 227)	(17 072)	(21 467)	(29 743)	(20 973)	(9 268)	(72 601)	(57 812)	(13 537)
NET CHANGE IN FIDUCIARY NET POSITION	(7 152 671)	15 672 876	6 410 172	9 109 037	(2 223 374)	7 689 687	3 637 843	(300 071)	3 364 746
Fiduciary net position - Beginning	94 302 755	78 629 879	72 219 707	63 110 670	65 334 044	57 644 357	54 006 514	54 306 585	50 941 839
FIDUCIARY NET POSITION, ENDING	87 150 084	94 302 755	78 629 879	72 219 707	63 110 670	65 334 044	57 644 357	54 006 514	54 306 585
NET PENSION LIABILITY/(ASSET), ENDING	\$ 2 447 546	\$ (8 681 340)	\$ 3 259 470	\$ 1 045 555	\$ 6 632 463	\$ 1 155 204	\$ 5 225 371	\$ 5 193 320	\$ 1 873 863
Fiduciary net position as a percentage of total pension liability	97.27%	110.14%	96.02%	98.57%	90.49%	98.26%	91.69%	91.23%	96.66%
Pensionable covered payroll	\$ 15 973 694	\$ 15 106 986	\$ 15 997 237	\$ 15 315 362	\$ 15 351 414	\$ 15 543 644	\$ 14 952 736	\$ 14 850 464	\$ 13 978 560
Net pension liability as a percentage of covered payroll	15.32%	(57.47)%	20.38%	6.83%	43.20%	7.43%	34.95%	34.97%	13.41%

10 years data will be presented as it becomes available.

See Note 4 for any changes in plan assumptions.

See independent auditor's report.

ANGELINA COUNTY, TEXAS  
SCHEDULE OF EMPLOYER CONTRIBUTIONS  
December 31, 2023

YEAR ENDING DECEMBER 31,	ACTUARIALLY DETERMINE CONTRIBUTION	ACTUAL EMPLOYER CONTRIBUTION	CONTRIBUTION DEFICIENCY (EXCESS)	PENSIONABLE COVERED PAYROLL	ACTUAL CONTRIBUTION AS A % OF COVERED PAYROLL
2022	\$ 1 721 964	\$ 1 757 103	\$ (35 139)	\$ 15 973 694	11.0%
2021	\$ 1 474 442	\$ 1 518 248	\$ (43 806)	\$ 15 106 986	10.0%
2020	\$ 1 590 125	\$ 1 607 716	\$ (17 591)	\$ 15 997 237	10.0%
2019	\$ 1 454 959	\$ 1 537 618	\$ (82 659)	\$ 15 315 362	10.0%
2018	\$ 1 482 947	\$ 1 542 976	\$ (60 029)	\$ 15 351 414	10.1%
2017	\$ 1 453 331	\$ 1 562 130	\$ (108 799)	\$ 15 543 644	10.0%
2016	\$ 1 448 920	\$ 1 502 752	\$ (53 832)	\$ 14 952 736	10.1%
2015	\$ 1 483 561	\$ 1 492 472	\$ (8 911)	\$ 14 850 464	10.1%
2014	\$ 1 404 794	\$ 1 404 794	\$ -	\$ 13 978 560	10.0%
2013	\$ 1 255 301	\$ 1 255 301	\$ -	\$ 13 170 155	9.5%

See Note 4 for any changes in the plan.

SUPPLEMENTARY INFORMATION

## NONMAJOR GOVERNMENTAL FUNDS

### Special Revenue Funds

Mental Health - To account for mental health commitment fees and their expenditures.

Jury - To account for jury costs for all of the county and district courts.

Election Service Contract - To assist with services to local elections.

Adult and Juvenile Probation Funds - To account for adult and juvenile probation fees collected.

Law Library - To account for court costs received for law library and their expenditures.

Cassels-Boykin Park - To account for admission fees and costs of maintenance and upkeep of park.

Juvenile Service - To account for grant funds and fees for juvenile probation program and their expenditures.

County Clerk Records Management - To account for court costs received for record management and their expenditures.

Security Fees - To account for court costs received for courthouse security and their expenditures.

District Clerk Records Management - To account for court costs received for record management and their expenditures.

Various Constable Forfeiture - To account for forfeiture funds received and their expenditures.

County Attorney Forfeiture - To account for forfeiture funds received and their expenditures.

County Attorney Hot Check - To account for hot check fees and their expenditures.

District Attorney's Forfeiture - To account for forfeiture funds received and their expenditures.

Adult Probation - To account for fees for adult probation and their expenditures.

Juvenile Community Service - To account for community service fees and expenditures.

District Clerk Technology - To account for court technology fees and expenditures.

County Records Preservation - To account for fees and expenditures to preserve records.

Constables' Radio/Communications Grant - To account for grant activity.

SAFPF Reentry Court - To account for fees and expenditures of the SAFPF program.

District Attorney Fund and District Attorney Judiciary Allocation Fund - To account for fees and expenditures of the district attorney office grants and allocations.

Grant - To account for various grant funds and activity.

Drug Court Grants - To account for fees and expenditures of the drug court.

Various Sheriff Forfeiture - To account for forfeiture funds received and expended.

Abandoned Property - To account for sale of abandoned property.

CARES Act - To account for CARES Act grant.

Pretrial Intervention - To account for pretrial intervention program activity.

### Debt Service Funds

Debt Service - To account for property taxes levied for debt payment.

### Capital Projects Funds

Construction fund - To account for expenditures related to American Rescue Plan construction projects.

2022 Tax Notes - To account for expenditures financed by the 2022 Tax Notes.

ANGELINA COUNTY, TEXAS  
 COMBINING BALANCE SHEET  
 NONMAJOR GOVERNMENTAL FUNDS  
 December 31, 2023

	SPECIAL REVENUE FUNDS	DEBT SERVICE FUND	CAPITAL PROJECT FUNDS	TOTAL NONMAJOR GOVERNMENTAL FUNDS
<b>ASSETS</b>				
Cash and cash equivalent	\$ 6 307 071	\$ 11 271	\$ 1 530 915	\$ 7 849 257
Investments	328 646	-	-	328 646
Receivables:				
Miscellaneous	245	-	-	245
Intergovernmental	14 618	-	-	14 618
Due from other funds	-	897 638	-	897 638
<b>TOTAL ASSETS</b>	<b>\$ 6 650 580</b>	<b>\$ 908 909</b>	<b>\$ 1 530 915</b>	<b>\$ 9 090 404</b>
<b>LIABILITIES</b>				
Accounts payable	\$ 91 990	\$ -	\$ -	\$ 91 990
Accrued liabilities	46 556	-	-	46 556
Accrued compensated absences	67 413	-	-	67 413
Due to other funds	3 000	-	-	3 000
<b>TOTAL LIABILITIES</b>	<b>208 959</b>	<b>-</b>	<b>-</b>	<b>208 959</b>
<b>DEFERRED INFLOWS</b>				
Unavailable revenue	748 472	897 638	-	1 646 110
<b>TOTAL DEFERRED INFLOWS</b>	<b>748 472</b>	<b>897 638</b>	<b>-</b>	<b>1 646 110</b>
<b>FUND BALANCES</b>				
Restricted:				
Construction	-	-	1 530 915	1 530 915
Debt service	-	11 271	-	11 271
Other	5 693 149	-	-	5 693 149
<b>TOTAL FUND BALANCES</b>	<b>5 693 149</b>	<b>11 271</b>	<b>1 530 915</b>	<b>7 235 335</b>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES</b>	<b>\$ 6 650 580</b>	<b>\$ 908 909</b>	<b>\$ 1 530 915</b>	<b>\$ 9 090 404</b>

See independent auditor's report.

ANGELINA COUNTY, TEXAS  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
 NONMAJOR GOVERNMENTAL FUNDS  
 For the Year Ended December 31, 2023

	SPECIAL REVENUE FUNDS	DEBT SERVICE FUND	CAPITAL PROJECT FUNDS	TOTAL NONMAJOR GOVERNMENTAL FUNDS
Revenues:				
Ad valorem tax	\$ 85 950	\$ 899 453	\$ -	\$ 985 403
Intergovernmental	3 481 301	-	-	3 481 301
Interest income	228 930	3 131	21 314	253 375
Fines and fees	546 814	-	-	546 814
Other revenue	14 987	-	-	14 987
TOTAL REVENUES	4 357 982	902 584	21 314	5 281 880
Expenditures:				
Administrative	216 616	-	-	216 616
Judicial and law enforcement	4 871 275	-	-	4 871 275
Health, welfare and sanitation	203 357	-	-	203 357
Capital outlay	1 344	-	372 039	373 383
Debt Service:				
Principal	-	845 000	-	845 000
Interest and other fees	-	54 290	-	54 290
TOTAL EXPENDITURES	5 292 592	899 290	372 039	6 563 921
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(934 610)	3 294	(350 725)	(1 282 041)
Other Financing Sources (Uses):				
Operating transfers in	1 692 998	-	2 500 000	4 192 998
Operating transfers out	(472 578)	-	(2 500 000)	(2 972 578)
TOTAL OTHER FINANCING SOURCES (USES)	1 220 420	-	-	1 220 420
NET CHANGE IN FUND BALANCES	285 810	3 294	(350 725)	(61 621)
Fund balances - Beginning	5 407 339	7 977	1 881 640	7 296 956
FUND BALANCES - ENDING	\$ 5 693 149	\$ 11 271	\$ 1 530 915	\$ 7 235 335

See independent auditor's report.



ANGELINA COUNTY, TEXAS  
 COMBINING BALANCE SHEET  
 NONMAJOR SPECIAL REVENUE FUNDS  
 December 31, 2023

	MENTAL HEALTH FUND	JURY FUND	ELECTION SERVICE CONTRACT FUND	JUVENILE PROBATION FEES FUND	LAW LIBRARY FUND
<b>ASSETS</b>					
Cash and cash equivalent	\$ 46 146	\$ 403 594	\$ 43 546	\$ 63 528	\$ 94 802
Investments	-	-	-	-	-
Receivables:					
Miscellaneous	-	-	-	-	-
Intergovernmental	-	-	-	-	-
<b>TOTAL ASSETS</b>	<b>\$ 46 146</b>	<b>\$ 403 594</b>	<b>\$ 43 546</b>	<b>\$ 63 528</b>	<b>\$ 94 802</b>
 <b>LIABILITIES</b>					
Accounts payable	\$ 1 150	\$ 2 971	\$ -	\$ -	\$ 2 556
Accrued liabilities	-	-	-	-	-
Accrued compensated absences	-	-	-	-	-
Due to other funds	-	-	-	-	-
<b>TOTAL LIABILITIES</b>	<b>1 150</b>	<b>2 971</b>	<b>-</b>	<b>-</b>	<b>2 556</b>
 <b>DEFERRED INFLOWS</b>					
Unavailable revenue	-	-	-	-	-
<b>TOTAL DEFERRED INFLOWS</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
 <b>FUND BALANCES</b>					
Restricted:					
Other	44 996	400 623	43 546	63 528	92 246
<b>TOTAL FUND BALANCES</b>	<b>44 996</b>	<b>400 623</b>	<b>43 546</b>	<b>63 528</b>	<b>92 246</b>
 <b>TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES</b>	<b>\$ 46 146</b>	<b>\$ 403 594</b>	<b>\$ 43 546</b>	<b>\$ 63 528</b>	<b>\$ 94 802</b>

See independent auditor's report.

CASSELS- BOYKIN PARK FUND	ADULT PROBATION FUND	JUVENILE SERVICES FUND	COUNTY CLERK RECORDS MANAGEMENT	SECURITY FUND	DISTRICT CLERK RECORDS MANAGEMENT	CARES ACT FUND
\$ 104 251	\$ 643 872	\$ 499 829	\$ 1 310 312	\$ 402 528	\$ 303 988	\$ 1 549 344
-	328 646	-	-	-	-	-
150	95	-	-	-	-	-
-	-	5 734	-	-	-	-
<u>\$ 104 401</u>	<u>\$ 972 613</u>	<u>\$ 505 563</u>	<u>\$ 1 310 312</u>	<u>\$ 402 528</u>	<u>\$ 303 988</u>	<u>\$ 1 549 344</u>
\$ 6 128	\$ 41 205	\$ 13 882	\$ 14 162	\$ -	\$ -	\$ -
260	22 167	22 706	429	-	-	-
1 759	-	63 589	1 677	-	-	-
-	-	-	-	-	-	-
<u>8 147</u>	<u>63 372</u>	<u>100 177</u>	<u>16 268</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	496 949	-	50 332	-	-
-	-	496 949	-	50 332	-	-
<u>96 254</u>	<u>909 241</u>	<u>(91 563)</u>	<u>1 294 044</u>	<u>352 196</u>	<u>303 988</u>	<u>1 549 344</u>
<u>96 254</u>	<u>909 241</u>	<u>(91 563)</u>	<u>1 294 044</u>	<u>352 196</u>	<u>303 988</u>	<u>1 549 344</u>
<u>\$ 104 401</u>	<u>\$ 972 613</u>	<u>\$ 505 563</u>	<u>\$ 1 310 312</u>	<u>\$ 402 528</u>	<u>\$ 303 988</u>	<u>\$ 1 549 344</u>

ANGELINA COUNTY, TEXAS  
 COMBINING BALANCE SHEET - CONTINUED  
 NONMAJOR SPECIAL REVENUE FUNDS  
 December 31, 2023

	<u>CONSTABLES RADIO COMMUNICATIONS GRANT FUND</u>	<u>SAFPF RE-ENTRY COURT FUND</u>	<u>GRANTS FUND</u>	<u>DISTRICT ATTORNEY STATE GRANT</u>
<b>ASSETS</b>				
Cash and cash equivalent	\$ -	\$ 144 708	\$ 104 980	\$ 100 295
Investments	-	-	-	-
Receivables:				
Miscellaneous	-	-	-	-
Intergovernmental	-	-	8 884	-
<b>TOTAL ASSETS</b>	<u>\$ -</u>	<u>\$ 144 708</u>	<u>\$ 113 864</u>	<u>\$ 100 295</u>
<b>LIABILITIES</b>				
Accounts payable	\$ -	\$ 1 206	\$ 4 969	\$ -
Accrued liabilities	-	113	-	-
Accrued compensated absences	-	388	-	-
Due to other funds	-	-	3 000	-
<b>TOTAL LIABILITIES</b>	<u>-</u>	<u>1 707</u>	<u>7 969</u>	<u>-</u>
<b>DEFERRED INFLOWS</b>				
Unavailable revenue	-	22 436	105 896	-
<b>TOTAL DEFERRED INFLOWS</b>	<u>-</u>	<u>22 436</u>	<u>105 896</u>	<u>-</u>
<b>FUND BALANCES</b>				
Restricted:				
Other	-	120 565	(1)	100 295
<b>TOTAL FUND BALANCES</b>	<u>-</u>	<u>120 565</u>	<u>(1)</u>	<u>100 295</u>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES</b>	<u>\$ -</u>	<u>\$ 144 708</u>	<u>\$ 113 864</u>	<u>\$ 100 295</u>

See independent auditor's report.

DRUG COURT GRANT FUND	CONSTABLE #1 FORFEITURE FUND	SHERIFF FEDERAL FORFEITURE FUND	SHERIFF FORFEITURE FUND	COUNTY ATTORNEY FORFEITURE FUND	DISTRICT ATTORNEY FORFEITURE FUND	PRETRIAL INTERVENTION PROGRAM FUND
\$ 84 733	\$ 8 149	\$ 3 768	\$ 50 480	\$ 138 158	\$ 88 362	\$ 42 320
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>\$ 84 733</u>	<u>\$ 8 149</u>	<u>\$ 3 768</u>	<u>\$ 50 480</u>	<u>\$ 138 158</u>	<u>\$ 88 362</u>	<u>\$ 42 320</u>
\$ 3 761	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
599	-	-	-	-	282	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>4 360</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>282</u>	<u>-</u>
<u>72 859</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>72 859</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>7 514</u>	<u>8 149</u>	<u>3 768</u>	<u>50 480</u>	<u>138 158</u>	<u>88 080</u>	<u>42 320</u>
<u>7 514</u>	<u>8 149</u>	<u>3 768</u>	<u>50 480</u>	<u>138 158</u>	<u>88 080</u>	<u>42 320</u>
<u>\$ 84 733</u>	<u>\$ 8 149</u>	<u>\$ 3 768</u>	<u>\$ 50 480</u>	<u>\$ 138 158</u>	<u>\$ 88 362</u>	<u>\$ 42 320</u>

ANGELINA COUNTY, TEXAS  
 COMBINING BALANCE SHEET - CONTINUED  
 NONMAJOR SPECIAL REVENUE FUNDS  
 December 31, 2023

	DISTRICT ATTORNEY JUDICIARY APPORTIONMENT	ABANDONED PROPERTY FUND	COUNTY ATTORNEY HOT CHECK FUND	DISTRICT ATTORNEY FUND	TOTAL
<b>ASSETS</b>					
Cash and cash equivalent	\$ 6 510	\$ -	\$ 68 543	\$ 325	\$ 6 307 071
Investments	-	-	-	-	328 646
Receivables:					
Miscellaneous	-	-	-	-	245
Intergovernmental	-	-	-	-	14 618
<b>TOTAL ASSETS</b>	<b>\$ 6 510</b>	<b>\$ -</b>	<b>\$ 68 543</b>	<b>\$ 325</b>	<b>\$ 6 650 580</b>
<b>LIABILITIES</b>					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 91 990
Accrued liabilities	-	-	-	-	46 556
Accrued compensated absences	-	-	-	-	67 413
Due to other funds	-	-	-	-	3 000
<b>TOTAL LIABILITIES</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>208 959</b>
<b>DEFERRED INFLOWS</b>					
Unavailable revenue	-	-	-	-	748 472
<b>TOTAL DEFERRED INFLOWS</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>748 472</b>
<b>FUND BALANCES</b>					
Restricted:					
Other	6 510	-	68 543	325	5 693 149
<b>TOTAL FUND BALANCES</b>	<b>6 510</b>	<b>-</b>	<b>68 543</b>	<b>325</b>	<b>5 693 149</b>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES</b>	<b>\$ 6 510</b>	<b>\$ -</b>	<b>\$ 68 543</b>	<b>\$ 325</b>	<b>\$ 6 650 580</b>

See independent auditor's report.

ANGELINA COUNTY, TEXAS  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
 NONMAJOR SPECIAL REVENUE FUNDS  
 For the Year Ended December 31, 2023

	MENTAL HEALTH FUND	JURY FUND	ELECTION SERVICE CONTRACT FUND	JUVENILE PROBATION FEES FUND	LAW LIBRARY FUND
Revenues:					
Ad valorem tax	\$ -	\$ 85 950	\$ -	\$ -	\$ -
Intergovernmental	-	17 223	-	-	-
Interest income	2 507	18 912	-	2 859	3 834
Fines and fees	23 900	-	-	800	48 829
Other revenues	-	-	-	-	-
TOTAL REVENUES	<u>26 407</u>	<u>122 085</u>	<u>-</u>	<u>3 659</u>	<u>52 663</u>
Expenditures:					
Administrative	-	-	1 274	-	-
Judicial and law enforcement	-	70 039	-	-	27 941
Health, welfare and sanitation	41 856	-	-	-	-
Capital outlays	-	-	-	-	-
TOTAL EXPENDITURES	<u>41 856</u>	<u>70 039</u>	<u>1 274</u>	<u>-</u>	<u>27 941</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(15 449)</u>	<u>52 046</u>	<u>(1 274)</u>	<u>3 659</u>	<u>24 722</u>
Other Financing Sources (Uses):					
Operating transfers in	-	-	3 339	-	-
Operating transfers out	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>3 339</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCES	(15 449)	52 046	2 065	3 659	24 722
Fund balance - Beginning	<u>60 445</u>	<u>348 577</u>	<u>41 481</u>	<u>59 869</u>	<u>67 524</u>
FUND BALANCE - ENDING	<u>\$ 44 996</u>	<u>\$ 400 623</u>	<u>\$ 43 546</u>	<u>\$ 63 528</u>	<u>\$ 92 246</u>

See independent auditor's report.

CASELS- BOYKIN PARK FUND	ADULT PROBATION FUND	JUVENILE SERVICES FUND	COUNTY CLERK RECORDS MANAGEMENT	SECURITY FUND	DISTRICT CLERK RECORDS MANAGEMENT	CARES ACT FUND
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	1 985 378	854 205	-	55 699	-	75 774
6 881	41 080	40 887	57 660	17 268	13 120	-
62 922	19 072	47 290	285 549	-	29 217	-
-	740	-	-	-	-	-
<u>69 803</u>	<u>2 046 270</u>	<u>942 382</u>	<u>343 209</u>	<u>72 967</u>	<u>42 337</u>	<u>75 774</u>
-	-	-	215 342	-	-	-
-	2 039 883	2 170 038	-	10 023	-	-
161 501	-	-	-	-	-	-
-	-	-	-	-	-	1 257
<u>161 501</u>	<u>2 039 883</u>	<u>2 170 038</u>	<u>215 342</u>	<u>10 023</u>	<u>-</u>	<u>1 257</u>
(91 698)	6 387	(1 227 656)	127 867	62 944	42 337	74 517
55 427	178 307	1 385 869	-	-	-	-
-	(178 306)	-	-	-	-	(231 840)
<u>55 427</u>	<u>1</u>	<u>1 385 869</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(231 840)</u>
(36 271)	6 388	158 213	127 867	62 944	42 337	(157 323)
<u>132 525</u>	<u>902 853</u>	<u>(537 223)</u>	<u>1 166 177</u>	<u>289 252</u>	<u>261 651</u>	<u>1 706 667</u>
\$ <u>96 254</u>	\$ <u>909 241</u>	\$ <u>(91 563)</u>	\$ <u>1 294 044</u>	\$ <u>352 196</u>	\$ <u>303 988</u>	\$ <u>1 549 344</u>

ANGELINA COUNTY, TEXAS  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - CONTINUED  
 NONMAJOR SPECIAL REVENUE FUNDS  
 For the Year Ended December 31, 2023

	CONSTABLES RADIO COMMUNICATIONS GRANT FUND	SAFPF RE-ENTRY COURT FUND	GRANTS FUND	DISTRICT ATTORNEY STATE GRANT
Revenues:				
Ad valorem tax	\$ -	\$ -	\$ -	\$ -
Intergovernmental	3 703	35 713	331 170	-
Interest income	2	6 415	-	-
Fines and fees	-	10 882	-	-
Other revenues	-	-	-	-
TOTAL REVENUES	<u>3 705</u>	<u>53 010</u>	<u>331 170</u>	<u>-</u>
Expenditures:				
Administrative	-	-	-	-
Judicial and law enforcement	-	51 300	320 408	-
Health, welfare and sanitation	-	-	-	-
Capital outlays	87	-	-	-
TOTAL EXPENDITURES	<u>87</u>	<u>51 300</u>	<u>320 408</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>3 618</u>	<u>1 710</u>	<u>10 762</u>	<u>-</u>
Other Financing Sources (Uses):				
Operating transfers in	-	22 715	-	-
Operating transfers out	-	-	-	(62 432)
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>22 715</u>	<u>-</u>	<u>(62 432)</u>
NET CHANGE IN FUND BALANCES	3 618	24 425	10 762	(62 432)
Fund balance - Beginning	<u>(3 618)</u>	<u>56 598</u>	<u>(10 763)</u>	<u>162 727</u>
FUND BALANCE - ENDING	<u>\$ -</u>	<u>\$ 120 565</u>	<u>\$ (1)</u>	<u>\$ 100 295</u>

See independent auditor's report.



DRUG COURT GRANT FUND	CONSTABLE #1 FORFEITURE FUND	SHERIFF FEDERAL FORFEITURE FUND	SHERIFF FORFEITURE FUND	COUNTY ATTORNEY FORFEITURE FUND	DISTRICT ATTORNEY FORFEITURE FUND	PRETRIAL INTERVENTION PROGRAM FUND
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
99 936	-	-	-	-	-	-
4 213	368	170	2 094	6 310	4 349	-
10 882	-	-	-	-	-	6 371
-	-	-	10 649	-	3 598	-
<u>115 031</u>	<u>368</u>	<u>170</u>	<u>12 743</u>	<u>6 310</u>	<u>7 947</u>	<u>6 371</u>
-	-	-	-	-	-	-
132 160	-	-	-	2 128	20 090	3 914
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>132 160</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2 128</u>	<u>20 090</u>	<u>3 914</u>
<u>(17 129)</u>	<u>368</u>	<u>170</u>	<u>12 743</u>	<u>4 182</u>	<u>(12 143)</u>	<u>2 457</u>
47 341	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>47 341</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
30 212	368	170	12 743	4 182	(12 143)	2 457
<u>(22 698)</u>	<u>7 781</u>	<u>3 598</u>	<u>37 737</u>	<u>133 976</u>	<u>100 223</u>	<u>39 863</u>
<u>\$ 7 514</u>	<u>\$ 8 149</u>	<u>\$ 3 768</u>	<u>\$ 50 480</u>	<u>\$ 138 158</u>	<u>\$ 88 080</u>	<u>\$ 42 320</u>

ANGELINA COUNTY, TEXAS  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - CONTINUED  
 NONMAJOR SPECIAL REVENUE FUNDS  
 For the Year Ended December 31, 2023

	DISTRICT ATTORNEY JUDICIARY APPORTIONMENT	ABANDONED PROPERTY FUND	COUNTY ATTORNEY HOT CHECK FUND	DISTRICT ATTORNEY FUND	TOTAL
Revenues:					
Ad valorem tax	\$ -	\$ -	\$ -	\$ -	\$ 85 950
Intergovernmental	22 500	-	-	-	3 481 301
Interest income	-	1	-	-	228 930
Fines and fees	-	-	1 100	-	546 814
Other revenues	-	-	-	-	14 987
TOTAL REVENUES	22 500	1	1 100	-	4 357 982
Expenditures:					
Administrative	-	-	-	-	216 616
Judicial and law enforcement	21 322	46	1 983	-	4 871 275
Health, welfare and sanitation	-	-	-	-	203 357
Capital outlays	-	-	-	-	1 344
TOTAL EXPENDITURES	21 322	46	1 983	-	5 292 592
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	1 178	(45)	(883)	-	(934 610)
Other Financing Sources (Uses):					
Operating transfers in	-	-	-	-	1 692 998
Operating transfers out	-	-	-	-	(472 578)
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-	1 220 420
NET CHANGE IN FUND BALANCES	1 178	(45)	(883)	-	285 810
Fund balance - Beginning	5 332	45	69 426	325	5 080 350
FUND BALANCE - ENDING	\$ 6 510	\$ -	\$ 68 543	\$ 325	\$ 5 693 149

See independent auditor's report.

ANGELINA COUNTY, TEXAS  
 COMBINING BALANCE SHEET  
 NONMAJOR CAPITAL PROJECTS FUNDS  
 December 31, 2023

	CONSTRUCTION FUND	2021 TAX NOTE FUND	TOTAL
ASSETS			
Cash and cash equivalent	\$ 6 068	\$ 1 524 847	\$ 1 530 915
TOTAL ASSETS	\$ 6 068	\$ 1 524 847	\$ 1 530 915
FUND BALANCES			
Restricted:			
Construction	\$ 6 068	\$ 1 524 847	\$ 1 530 915
TOTAL FUND BALANCES	\$ 6 068	\$ 1 524 847	\$ 1 530 915

ANGELINA COUNTY, TEXAS  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
 NONMAJOR CAPITAL PROJECTS FUNDS  
 For the Year Ended December 31, 2023

	CONSTRUCTION FUND	2021 TAX NOTE FUND	TOTAL
Revenues:			
Interest income	\$ 6 068	\$ 15 246	\$ 21 314
TOTAL REVENUES	6 068	15 246	21 314
Expenditures:			
Capital outlays	-	372 039	372 039
TOTAL EXPENDITURES	-	372 039	372 039
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	6 068	(356 793)	(350 725)
Other Financing Sources (Uses):			
Transfer out	(2 500 000)	-	(2 500 000)
Transfer in	2 500 000	-	2 500 000
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-
NET CHANGE IN FUND BALANCE	6 068	(356 793)	(350 725)
Fund balance - Beginning	-	1 881 640	1 881 640
FUND BALANCE - ENDING	\$ 6 068	\$ 1 524 847	\$ 1 530 915

See independent auditor's report.

FIDUCIARY FUNDS

ANGELINA COUNTY, TEXAS  
 COMBINING STATEMENT OF FIDUCIARY NET POSITION  
 December 31, 2023

	<u>DISTRICT CLERK</u>	<u>COUNTY CLERK</u>	<u>SHERIFF</u>	<u>JUSTICES OF THE PEACE</u>	<u>TAX ASSESSOR COLLECTOR</u>	<u>DISTRICT ATTORNEY</u>
<b>ASSETS</b>						
Cash and cash equivalents	\$ <u>1 315 351</u>	\$ <u>512 536</u>	\$ <u>730 920</u>	\$ <u>13 200</u>	\$ <u>3 008 122</u>	\$ <u>3 477</u>
<b>TOTAL ASSETS</b>	<b>\$ <u><u>1 315 351</u></u></b>	<b>\$ <u><u>512 536</u></u></b>	<b>\$ <u><u>730 920</u></u></b>	<b>\$ <u><u>13 200</u></u></b>	<b>\$ <u><u>3 008 122</u></u></b>	<b>\$ <u><u>3 477</u></u></b>
<b>NET POSITION</b>						
Held for others	\$ <u>1 315 351</u>	\$ <u>512 536</u>	\$ <u>730 920</u>	\$ <u>13 200</u>	\$ <u>3 008 122</u>	\$ <u>3 477</u>
<b>TOTAL NET POSITION</b>	<b>\$ <u><u>1 315 351</u></u></b>	<b>\$ <u><u>512 536</u></u></b>	<b>\$ <u><u>730 920</u></u></b>	<b>\$ <u><u>13 200</u></u></b>	<b>\$ <u><u>3 008 122</u></u></b>	<b>\$ <u><u>3 477</u></u></b>

See independent auditor's report.

<u>COUNTY ATTORNEY</u>	<u>COUNTY EMPLOYEE FUND</u>	<u>EXTENSION OFFICE</u>	<u>OTHER (FOR KIDS SAKE)</u>	<u>TOTAL</u>
\$ <u>17 503</u>	\$ <u>1 000</u>	\$ <u>1 180</u>	\$ <u>1 955</u>	\$ <u>5 605 244</u>
\$ <u><u>17 503</u></u>	\$ <u><u>1 000</u></u>	\$ <u><u>1 180</u></u>	\$ <u><u>1 955</u></u>	\$ <u><u>5 605 244</u></u>
\$ <u>17 503</u>	\$ <u>1 000</u>	\$ <u>1 180</u>	\$ <u>1 955</u>	\$ <u>5 605 244</u>
\$ <u><u>17 503</u></u>	\$ <u><u>1 000</u></u>	\$ <u><u>1 180</u></u>	\$ <u><u>1 955</u></u>	\$ <u><u>5 605 244</u></u>

ANGELINA COUNTY, TEXAS  
 COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
 December 31, 2023

	<u>DISTRICT CLERK</u>	<u>COUNTY CLERK</u>	<u>SHERIFF</u>	<u>JUSTICES OF THE PEACE</u>	<u>TAX ASSESSOR COLLECTOR</u>	<u>DISTRICT ATTORNEY</u>
Inflows:						
Fees	\$ 1 299 551	\$ 1 897 343	\$ 625 836	\$ 184 528	\$ 135 063 804	\$ 46
Interest	190	-	141	-	4 680	-
TOTAL INFLOWS	<u>1 299 741</u>	<u>1 897 343</u>	<u>625 977</u>	<u>184 528</u>	<u>135 068 484</u>	<u>46</u>
Outflows:						
Distribution to others	795 922	3 247 820	643 824	188 024	136 331 729	46
TOTAL OUTFLOWS	<u>795 922</u>	<u>3 247 820</u>	<u>643 824</u>	<u>188 024</u>	<u>136 331 729</u>	<u>46</u>
CHANGE IN NET POSITION	503 819	(1 350 477)	(17 847)	(3 496)	(1 263 245)	-
Beginning net position	<u>811 532</u>	<u>1 863 013</u>	<u>748 767</u>	<u>16 696</u>	<u>4 271 367</u>	<u>3 477</u>
ENDING NET POSITION	<u>\$ 1 315 351</u>	<u>\$ 512 536</u>	<u>\$ 730 920</u>	<u>\$ 13 200</u>	<u>\$ 3 008 122</u>	<u>\$ 3 477</u>

See independent auditor's report.



<u>COUNTY ATTORNEY</u>	<u>COUNTY EMPLOYEE FUND</u>	<u>EXTENSION OFFICE</u>	<u>OTHER (FOR KIDS SAKE)</u>	<u>TOTAL</u>
\$ 8 883	\$ 4 428 682	\$ 250	\$ 10 245	\$ 143 519 168
-	-	-	-	5 011
<u>8 883</u>	<u>4 428 682</u>	<u>250</u>	<u>10 245</u>	<u>143 524 179</u>
8 312	4 428 682	100	11 264	145 655 723
<u>8 312</u>	<u>4 428 682</u>	<u>100</u>	<u>11 264</u>	<u>145 655 723</u>
571	-	150	(1 019)	(2 131 544)
<u>16 932</u>	<u>1 000</u>	<u>1 030</u>	<u>2 974</u>	<u>7 736 788</u>
\$ <u><u>17 503</u></u>	\$ <u><u>1 000</u></u>	\$ <u><u>1 180</u></u>	\$ <u><u>1 955</u></u>	\$ <u><u>5 605 244</u></u>

COMPLIANCE AUDIT SECTION

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

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Angelina County, Texas (County) as of and for the year ended December 31, 2023, and the related notes to the financial statements, which collectively comprise Angelina County, Texas' basic financial statements and have issued our report thereon dated July 23, 2024.

**Report on Internal Control Over Financial Reporting**

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

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

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

**Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether Angelina 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*.

**Purpose of this Report**

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

*Axley & Rode LLP*  
CERTIFIED PUBLIC ACCOUNTANTS

Lufkin, Texas  
July 23, 2024

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND REPORT  
ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

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

**Report on Compliance for Each Major Federal Program**

***Opinion on Each Major Federal Program***

We have audited Angelina County, Texas' (County) compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of the County's major federal programs for the year ended December 31, 2023. The County's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Angelina County, Texas complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2023.

***Basis for Opinion on Each Major Federal Program***

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

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

***Responsibilities of Management for Compliance***

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

***Auditor's Responsibility for the Audit of Compliance***

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

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

- Exercise professional judgements and maintain professional skepticism throughout the audit.
- Identify and assess the risk of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Angelina County, Texas's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.

- Obtain and understanding of Angelina County, Texas’s internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on the internal control over compliance in accordance with Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of Angelina County, Texas’s internal control over compliance. Accordingly, no such opinion is expressed.

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

### **Report on Internal Control over Compliance**

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

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

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

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

Lufkin, Texas  
July 23, 2024

  
CERTIFIED PUBLIC ACCOUNTANTS



ANGELINA COUNTY, TEXAS  
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
 For the Year Ended December 31, 2023

A. Summary of the Auditor's Results

1. Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

Material weakness(es) identified?  Yes  No

Significant deficiencies identified that are not considered to be material weaknesses?  Yes  None reported

Noncompliance material to financial statements noted?  Yes  No

2. Federal Awards

Internal control over major programs:

Material weakness(es) identified?  Yes  No

Significant deficiencies identified that are not considered to be material weaknesses?  Yes  None reported

Type of auditor's report issued on compliance for major programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with the Uniform Guidance?  Yes  No

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
21.027	Coronavirus State and Local Fiscal Recovery Funds
21.032	Local Assistance and Tribal Consistency Funds

Dollar threshold used to distinguish between type A and type B programs: \$750,000

Auditee qualified as low-risk auditee?  Yes  No

B. Financial Statement Findings

NONE

C. Federal Award Findings and Questioned Costs

NONE

ANGELINA COUNTY, TEXAS  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 For the Year Ended December 31, 2023

(1) FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM OR CLUSTER TITLE	(2) FEDERAL CFDA NUMBER	(2A) PASS-THROUGH ENTITY IDENTIFYING NUMBER	(3) FEDERAL EXPENDITURES
U.S. Department of Treasury: Coronavirus State and Local Fiscal Recovery Funds TOTAL CORONAVIRUS STATE AND LOCAL FISCAL RECOVERY FUNDS	21.027	N/A	\$ <u>2 227 490</u> <u>2 227 490</u>
U.S. Department of Agriculture: Schools and Roads - Grants to Counties TOTAL U.S. DEPARTMENT OF AGRICULTURE	10.666	N/A	<u>61 916</u> <u>61 916</u>
U.S. Department of Justice: Bulletproof Vest Partnership Program Public Safety Partnership and Community Policing Grants TOTAL U.S. DEPARTMENT OF JUSTICE	16.607 16.710	N/A N/A	25 045 <u>194 997</u> <u>220 042</u>
U.S. Department of the Treasury: Local Assistance and Tribal Consistency Fund TOTAL U.S. DEPARTMENT OF THE TREASURY	21.032	N/A	<u>117 141</u> <u>117 141</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS			\$ <u>2 626 589</u>

\* Indicates clustered program under OMB Compliance Supplement

ANGELINA COUNTY, TEXAS  
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
For the Year Ended December 31, 2023

1. General

The Schedule of Expenditures of Federal Awards presents the activity of all applicable federal awards of Angelina County, Texas. The County's reporting entity is defined in Note (1)(A) of the basic financial statements. Federal awards received directly from federal agencies, as well as federal awards passed through other governmental agencies, are included on the Schedule of Expenditures of Federal Awards.

2. Basis of Accounting

The Schedule of Expenditures of Federal Awards is prepared on the modified accrual basis of accounting. The modified accrual basis of accounting is described in the notes to the basic financial statements. Federal grants considered to be earned to the extent of expenditures made under the provisions of the grant.

3. Relationship to Financial Statements

Federal award programs are reported in the County's basic financial statements in the General Fund, Road and Bridge Funds and Nonmajor Governmental Funds. Total federal awards per the accompanying Schedule of Expenditures of Federal Awards include all federal revenues.

4. Other Notes

The period of availability of federal grant funds for the purpose of liquidation of outstanding obligations made on or before the ending date of the project period extended 30 days beyond the project period ending date, in accordance with provisions in *Section H, Period of Availability of Federal Funds, Part 3*, Uniform Guidance.

The County does not utilize an indirect cost rate on federal programs.



ANGELINA COUNTY, TEXAS  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
For the Year Ended December 31, 2023

None

ANGELINA COUNTY, TEXAS  
CORRECTIVE ACTION PLAN  
For the Year Ended December 31, 2023

None