

*FINANCIAL STATEMENTS AND  
INDEPENDENT AUDITOR'S REPORT*

**COUNTY OF BANDERA,  
TEXAS**

*Bandera, Texas*

For the Year Ended  
September 30, 2024

COUNTY OF BANDERA, TEXAS

BASIC FINANCIAL STATEMENTS  
AND SUPPLEMENTARY INFORMATION

SEPTEMBER 30, 2024

COUNTY OF BANDERA, TEXAS  
ANNUAL FINANCIAL REPORT  
FOR THE YEAR ENDED SEPTEMBER 30, 2024

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# NEFFENDORF & BLOCKER, P.C.

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## Independent Auditor's Report

Honorable Judge and County Commissioners  
County of Bandera  
Bandera, TX 78003

### **Report on the Audit of the Financial Statements**

#### *Opinions*

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Bandera County, Texas, as of and for the year ended September 30, 2024, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Bandera County, Texas, as of September 30, 2024, and the respective changes in financial position for the year then ended in accordance 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 the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Bandera County, Texas and to meet our ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

#### *Responsibilities of Management for the Financial Statements*

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

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 Bandera County, Texas' ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

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

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Bandera County, Texas' 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 Bandera County, Texas' 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.

### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis (pages 4 through 10), budgetary comparison information (pages 54 through 57), the schedule of changes in net pension liability and related ratios, schedule of employer contributions, and the schedule of changes in total OPEB liability and related ratios (pages 58 through 65), be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures, to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### ***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Bandera County, Texas' basic financial statements. The accompanying combining and individual nonmajor fund financial statements and schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used



to prepare the 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 and individual nonmajor fund financial statements and the schedule of expenditures of federal awards 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 April 11, 2025, on our consideration of Bandera County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Bandera County's internal control over financial reporting and compliance.

*Neffendorf + Blocker, P.C.*

NEFFENDORF & BLOCKER, P.C.  
Fredericksburg, Texas

April 11, 2025

BANDERA COUNTY, TEXAS  
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)  
FOR THE YEAR ENDED SEPTEMBER 30, 2024

As management of Bandera County, Texas, we offer readers of the County's financial statements this narrative overview and analysis of the financial statements of the County for the year ended September 30, 2024. Please read it in conjunction with the independent auditors' report on page 1, and the County's Basic Financial Statements which begin on page 11.

FINANCIAL HIGHLIGHTS

- The assets of the County exceeded its liabilities at the close of the most recent fiscal year by \$33,256,760 (Net Position). Of this amount, \$8,760,257 (Unrestricted Net Position) may be used to meet the County's ongoing obligations to citizen's and creditors.
- The County's Net Position decreased by \$5,954,512 as a result of this year's operations.
- At September 30, 2024, the County's governmental funds reported combined ending fund balances of \$25,308,327, an increase of \$3,272,545 in comparison with the prior year.
- At September 30, 2024, the unassigned fund balance of the general fund was \$9,374,432 or 55% percent of total general fund expenditures.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The government-wide financial statements include the Statement of Net Position and the Statement of Activities (on pages 11 - 15). These provide information about the activities of the County as a whole and present a longer-term view of the County's property and debt obligations and other financial matters. They reflect the flow of total economic resources in a manner similar to the financial reports of a business enterprise.

Fund financial statements (on pages 16 - 25) report the County's operations in more detail than the government-wide statements by providing information about the County's most significant funds. For governmental activities, these statements tell how services were financed in the short term as well as what resources remain for future spending. They reflect the flow of current financial resources, and supply the basis for tax levies and the appropriations budget. The remaining statements, fiduciary statements, provide financial information about activities for which the County acts solely as a trustee or agent for the benefit of those outside of the County.

The notes to the financial statements (starting on page 26) provide narrative explanations or additional data needed for full disclosure in the government-wide statements or the fund financial statements.

The Budgetary Comparison Schedules, the Schedule of Changes in Net Pension Liability and Related Ratios, the Schedule of Employer Contributions and the Schedule of Changes in Total OPEB Liability and Related Ratios are presented as required supplementary information on pages 54-65.

The combining statements for nonmajor funds and fiduciary funds beginning on page 66 contain even more information about the County's individual funds.



## **Reporting the County as a Whole**

### ***The Statement of Net Position and the Statement of Activities***

The analysis of the County's overall financial condition and operations begins on page 11. Its primary purpose is to show whether the County is better off or worse off as a result of the year's activities. The Statement of Net Position includes all the County's assets and liabilities at the end of the year while the Statement of Activities includes all the revenues and expenses generated by the County's operations during the year. These apply the accrual basis of accounting which is the basis used by private sector companies.

All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid. The County's revenues are divided into those provided by outside parties who pay for the costs of some programs and grants provided by the outside parties and agencies (program revenues), and revenues provided by the taxpayers or other unrestricted sources (general revenues). All the County's assets are reported whether they serve the current year or future years. Liabilities are considered regardless of whether they must be paid in the current or future years.

These two statements report the County's Net Position and changes in them. The County's Net Position (the difference between assets and liabilities) provide one measure of the County's financial health, or financial position. Over time, increases or decreases in the County's Net Position are one indicator of whether its financial health is improving or deteriorating. To fully assess the overall health of the County, however, you should consider other factors as well, such as changes in the County's customers or its property tax base and the condition of the County's facilities.

In the Statement of Net Position and the Statement of Activities, the County has one kind of activity:

➤ Governmental activity - Most of the County's basic services are reported here, including public safety, roads and bridges, justice system, juvenile services, health and human services, culture and recreation, conservation and development and administration. Property taxes, grants, user charges, sales tax and investment earnings finance most of these activities.

## **Reporting the County's Most Significant Funds**

### ***Fund Financial Statements***

The fund financial statements on pages 16 - 25 provide detailed information about the most significant funds - not the County as a whole. Laws and contracts require the County to establish some funds, such as grants received from a government agency. The County's administration establishes many other funds to help it control and manage money for particular purposes.

➤ Governmental funds - Most of the County's basic services are reported in governmental funds. These use modified accrual accounting (a method that measures the receipt and disbursement of cash and all other financial assets that can be readily converted to cash) and report balances that are available for future spending. The governmental fund statements provide a detailed short-term view of the County's general operations and the basic services it provides. We describe the differences between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds in reconciliation schedules following each of the fund financial statements.

## GOVERNMENT-WIDE FINANCIAL ANALYSIS

Our analysis focuses on the Net Position (Table I) and changes in Net Position (Table II) of the County's governmental activities.

Net Position of the County's governmental activities increased from \$27,288,468 to \$33,256,760. Unrestricted Net Position - the part of Net Position that can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation, or other legal requirements was \$7,824,636 at September 30, 2024. This increase in governmental Net Position was the result of six factors. First, the County's revenues exceed the expenditures by \$3,272,545. Second, the County paid principal on long-term debt of \$1,147,527. Third; the County acquired capital assets in the amount of \$4,029,637. Fourth, the County recorded depreciation and amortization in the amount of \$2,152,264. Fifth, a net decrease of \$366,508 due to required entries of GASB Statement No.68 accounting and financial reporting for pensions. Sixth, a net decrease of \$23,864 due to the required entries of GASB Statement No. 75 accounting and financial reporting for other post-employment benefits.

**Table I**  
**Bandera County, Texas**

### NET POSITION in thousands

	Governmental Activities	
	2024	2023
Current Assets	\$ 29,570	\$ 26,905
Capital Assets	20,574	17,659
Total Assets	\$ 50,144	\$ 44,564
Deferred Outflow	1,682	2,840
Current Liabilities	\$ 3,290	\$ 3,893
Net Pension Liability	11,089	11,726
OPEB Liability	562	503
Noncurrent Liabilities	3,369	3,571
Total Liabilities	\$ 18,310	\$ 19,693
Deferred Inflow	\$ 259	\$ 423
Net Position:		
Invested in capital assets, net of debt	\$ 17,311	\$ 14,220
Restricted	7,186	5,376
Unrestricted	8,760	7,692
Total Net Position	\$ 33,257	\$ 27,288

**Table II**  
**Bandera County, Texas**  
**CHANGES IN NET POSITION**

in thousands

	Governmental Activities	
	2024	2023
<b>Revenues:</b>		
Program Revenues		
Charges For Services	\$ 4,172	\$ 4,354
Operating Grants & Contributions	1,302	1,662
Capital Grants & Contributions	1,903	500
General Revenues		
Property Taxes	19,868	17,559
Other Taxes	1,828	1,771
Grants & Contributions	16	44
Investment Earnings	1,658	1,281
Other General Revenues	939	252
Total Revenues:	<u>\$ 31,686</u>	<u>\$ 27,423</u>
<b>Expenditures:</b>		
General Administration	\$ 4,877	\$ 5,417
Law Enforcement	5,839	6,468
Corrections	2,868	2,939
Road & Bridge	2,328	3,042
Sanitation	321	367
Health & Human Services	3,541	4,404
Administration of Justice	2,125	4,910
Parks	183	433
Comm & Economic Development	480	973
Infrastructure & Environmental	468	356
Specific Purpose Expenditures	2,614	-
Debt Service	86	172
Total Expenditures:	<u>\$ 25,730</u>	<u>\$ 29,481</u>
Change in Net Position	5,956	(2,058)
Beginning Net Position	27,288	29,346
Prior Period Adjustment	13	-
Net Position	<u>\$ 33,257</u>	<u>\$ 27,288</u>

The cost of all governmental activities this year was \$25,729,303. However, as shown in the Statement of Activities on page 12, the amount that our taxpayers ultimately financed for these activities through County taxes was only \$19,867,627 because the other costs were paid by sales tax (\$1,265,887), grants and contributions (\$3,219,591), user charges (\$4,172,042), investment earnings (\$1,657,934) and other general revenue (\$1,500,734).

## THE COUNTY'S FUNDS

As the County completed the year, its governmental funds (as presented in the balance sheet on page 16) reported a combined fund balance of \$25,308,327, which is more than last year's total of \$22,035,782. Included in this year's total change in fund balance is an increase of \$3,152,486 in the County's General Fund.

The Commissioner's Court adopted the General Fund, Ambulance Fund, Road & Bridge Fund and COVID Fiscal Recovery Fund Budgets. For the General Fund, the original budget and final budget anticipated expenditures to exceed revenues and other sources. Revenues were favorable to budget by \$861,894 expenditures were favorable to budget by \$7,628,159 and other financing sources and uses were favorable to budget by \$338,350; resulting in a net favorable variance of \$8,828,403. For the Ambulance Fund, actual revenues were more than budgeted amounts by \$292,348, the expenditures were less than budgeted amounts by \$131,725 and other financing sources were favorable by \$1,767; resulting in a net favorable variance of \$425,840. For the Road and Bridge Fund, actual revenues were more than budgeted estimates by \$19,436., actual expenditures were less than budgeted amounts by \$842,036 and other financing sources were more than budgeted amounts by \$2,066; the net effect is a favorable variance of \$863,538. For the COVID Fiscal Recovery Fund, actual revenues were more than budgeted amounts by \$1,954,110, actual expenditures were less by \$88,662 and actual other financing sources were more by \$635,052; resulting in a net favorable variance of \$2,677,824.

## CAPITAL ASSET AND DEBT ADMINISTRATION

At the end of 2024, the County had \$20,563,204 invested in a broad range of capital assets, including land, buildings, vehicles and equipment and other improvements. This amount represents a net increase of \$2,928,704 or 17%.

### CAPITAL ASSETS

in thousands

	2024	2023
Land	\$ 750	\$ 750
Buildings	17,167	17,794
Improvements	1,433	1,326
Equipment	11,899	12,437
Infrastructure	5,984	6,847
Construction in Progress	2,562	146
Right-to-Use Leased Assets	239	265
SBITA	1,021	234
Total Capital Assets	\$ 41,055	\$ 39,799
Accumulated Depreciation	(20,061)	(21,950)
Accumulated Amortization	(431)	(215)
Capital Assets, Net	\$ 20,563	\$ 17,634

This year's major additions included:

Buildings & Improvements	264,281
Infrastructure	281,827
Equipment	1,066,975
Construction in Progress	2,415,664
Total	\$ 4,028,747

More detailed information about the County's capital assets is presented in Note 3.D. to the financial statements.

## DEBT

At September 30, 2024, the County had the following outstanding debt:

### OUTSTANDING DEBT

in thousands

	Governmental Activities	
	2024	2023
Bonds Payable	\$ 2,395,000	\$ 3,105,000
Right-to-Use Lease Liability	114,989	14,224
SBITA	638,690	44,460
Total	\$ 3,148,679	\$ 3,163,684

At year-end the County had \$2,395,000 in refunding bonds outstanding; a decrease of \$710,000 or 23% from the prior year.

At year-end, the County had \$114,989 in right-of-use lease liabilities. The County paid \$61,690 in principal on the outstanding lease liabilities. At year-end the County had \$638,690 in subscription liabilities. The County paid \$375,837 in principal on the outstanding subscription liabilities.

More detailed information about the County's long-term liabilities is presented in Note 3.E. to the financial statements.

### ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The County's elected and appointed officials considered many factors when setting the fiscal-year 2025 budget and tax rates. The major factors are the economy, population growth, and assessed property valuation. These indicators were taken into account when adopting the General Fund, Road and Bridge Fund and Ambulance Fund budgets for 2025. Amounts available for appropriation in the General Fund budget are \$19,987,003 and expenditures are estimated to be \$26,906,289. If these estimates are realized, the County's budgetary General fund balance is expected to decrease by \$6,919,286 for fiscal year 2025. Amounts available for appropriation in the Ambulance Fund budget are \$3,221,474 and expenditures are estimated to be \$3,647,312. If these estimates are realized, the County's Ambulance Fund balance is expected to decrease by \$425,838 for fiscal year 2025. Amounts available for appropriation in the Road and Bridge Fund budget are \$2,423,106 and expenditures are estimated to be \$4,285,275. If these estimates are realized, the County's budgetary Road and Bridge Fund balance is expected to decrease by \$1,862,169 for fiscal year 2025.

**Contacting the County's Financial Management**

This financial report is designed to provide our citizens, taxpayers, customers, investors, and creditors with a general overview of Bandera County's finances and to demonstrate the County's accountability for the money it receives. Questions concerning any of the information provided in this report or requests for additional information should be directed to the Office of Bandera County Auditor or the Commissioners Court of Bandera County.



## BASIC FINANCIAL STATEMENTS

BANDERA COUNTY, TEXAS  
STATEMENT OF NET POSITION  
SEPTEMBER 30, 2024

EXHIBIT A-1

	Primary Government
	Governmental Activities
<b>ASSETS</b>	
Cash and Cash Equivalents	\$ 27,120,325
Investments - Current	565,334
Accounts Receivable, Net	1,879,217
Prepaid Items	4,770
Capital Assets:	
Land Purchase and Improvements	750,288
Infrastructure, Net	2,134,178
Buildings, Net	10,594,471
Improvements other than Buildings, Net	321,711
Furniture and Equipment, Net	3,371,957
Right-to-Use Lease Assets	109,473
SBITA Assets	730,229
Construction in Progress	2,561,963
Total Assets	<u>50,143,916</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>	
Deferred Charge for Refunding	105,410
Deferred Outflow Related to Pension Plan	1,485,911
Deferred Outflow Related to OPEB	90,350
Total Deferred Outflows of Resources	<u>1,681,671</u>
<b>LIABILITIES</b>	
Accounts Payable	1,304,813
Wages and Salaries Payable	726,656
Compensated Absences Payable	503,222
Due to Others	5,346
Accrued Interest Payable	11,516
Unearned Revenues	738,325
Noncurrent Liabilities:	
Due Within One Year	1,068,603
Due in More Than One Year:	
Bonds Payable - Noncurrent	1,880,455
Right-to-Use Lease Liabilities - Noncurrent	72,123
SBITA Liabilities - Noncurrent	347,953
Net Pension Liability	11,088,974
Net OPEB Liability	561,593
Total Liabilities	<u>18,309,579</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>	
Deferred Inflow Related to Pension Plan	126,223
Deferred Inflow Related to OPEB	133,025
Total Deferred Inflows of Resources	<u>259,248</u>
<b>NET POSITION</b>	
Net Investment in Capital Assets & Lease Assets	17,310,546
Restricted:	
Restricted for Special Revenue	7,071,259
Restricted for Debt Service	114,698
Unrestricted	8,760,257
Total Net Position	<u>\$ 33,256,760</u>

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

BANDERA COUNTY, TEXAS  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED SEPTEMBER 30, 2024

		Program Revenues	
		Charges for Services	Operating Grants and Contributions
	Expenses		
<b>Primary Government:</b>			
GOVERNMENTAL ACTIVITIES:			
County Judge	\$ 249,959	\$ -	\$ -
Commissioners	211,194	-	-
County Clerk	518,365	-	-
District Clerk	545,728	-	-
Veterans Service Officer	58,501	-	-
Non-Departmental	2,163,355	1,538,678	5,762
County Court	7,869	254	22,807
District Court	534,688	-	-
Justice of the Peace	843,212	5,442	-
County Attorney	518,634	-	12,572
County Auditor	527,965	-	-
County Treasurer	183,765	-	-
Elections	164,681	-	-
Tax Office	678,110	-	-
Information Technology	350,872	-	-
Custodial	246,815	-	-
Jail/Justice Custodial	106,532	-	-
Public Information Office	100,018	-	-
Wastewater Facility	99,561	71,830	-
Animal Control	189,049	-	-
1877 Courthouse-1881 Jail	5,674	-	-
Emergency Medical Services	20,933	-	-
Constable	318,773	-	-
Sheriff	3,784,589	725	352,360
Jail	2,415,413	107,374	-
Dispatch	865,241	-	-
Fire Marshal	107,502	-	-
Juvenile Probation	345,645	-	771,678
Garbage Stations	320,746	310,881	5,000
Engineer/Permits	368,348	26,135	-
Road & Bridge	2,328,074	662,578	-
Indigent Health Care	117,384	-	-
Emergency Management	3,295,652	1,440,795	52,609
Mansfield Park	183,399	7,350	-
Agrilife Extension	226,571	-	-
Game Wardens & Highway Patrol	26,739	-	-
Special Revenue	2,614,139	-	78,730
Interest on Debt	85,108	-	-
Other Debt Service	500	-	-
<b>TOTAL PRIMARY GOVERNMENT</b>	<b>\$ 25,729,303</b>	<b>\$ 4,172,042</b>	<b>\$ 1,301,518</b>

General Revenues:

Taxes:

Property Taxes, Levied for General Purposes  
Property Taxes, Levied for Debt Service  
General Sales and Use Taxes  
Other Taxes  
Penalty and Interest on Taxes  
Grants and Contributions  
Miscellaneous Revenue

Total General Revenues

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

Net (Expense) Revenue and		Changes in Net Position	
		Primary Government	Governmental
Capital	Grants and Contributions		
\$	-	\$	(249,959)
	-		(211,194)
	-		(518,365)
	-		(345,728)
	-		(58,501)
	-		(618,915)
	-		15,192
	-		(534,688)
	-		(837,770)
	-		(506,062)
	-		(527,965)
	-		(183,765)
	-		(164,681)
	-		(678,110)
	-		(350,872)
	-		(246,815)
	-		(106,532)
	-		(100,018)
	-		(27,731)
	-		(189,049)
	-		(5,674)
	-		(20,933)
	-		(318,773)
	27,163		(3,404,341)
	-		(2,308,039)
	-		(865,241)
	-		(107,502)
	-		426,033
	-		(4,865)
	-		(342,213)
	-		(1,665,496)
	-		(117,384)
	-		(1,802,248)
	-		(176,049)
	-		(226,571)
	-		(26,739)
	1,875,380		(660,029)
	-		(85,108)
	-		(500)
\$	<u>1,902,543</u>		<u>(18,353,200)</u>

19,010,321  
 857,306  
 1,265,887  
 561,952  
 388,763  
 15,530  
 550,019  
 1,657,934

BANDERA COUNTY, TEXAS  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED SEPTEMBER 30, 2024

		Program Revenues	
		Charges for	Operating
		Services	Grants and
			Contributions
Expenses			
Change in Net Position			
Net Position - Beginning			
Prior Period Adjustment			
Net Position - Ending			

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

Net (Expense) Revenue and Changes in Net Position	
Capital Grants and Contributions	Primary Government Governmental
	24,307,712
	5,954,512
	27,288,468
	13,780
	<u>\$ 33,256,760</u>



BANDERA COUNTY, TEXAS  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
SEPTEMBER 30, 2024

	General Fund	Major Fund- EMS Fund	Major Fund- Road & Bridge Fund
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 18,449,728	\$ 1,866,686	\$ 3,675,613
Investments - Current	453,337	-	-
Taxes Receivable	1,201,890	125,079	172,746
Allowance for Uncollectible Taxes (credit)	(352,490)	(36,683)	(66,843)
Accounts Receivable, Net	135,528	97,633	28,493
Due from Other Funds	64,439	-	-
Prepaid Items	4,508	99	54
Total Assets	<u>\$ 19,956,940</u>	<u>\$ 2,052,814</u>	<u>\$ 3,810,063</u>
<b>LIABILITIES</b>			
Accounts Payable	\$ 1,008,452	\$ 53,414	\$ 164,658
Wages and Salaries Payable	541,187	101,414	52,004
Due to Other Funds	-	-	-
Due to Others	3,551	-	-
Unearned Revenues	160,068	-	-
Total Liabilities	<u>1,713,258</u>	<u>154,828</u>	<u>216,662</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Unavailable Revenue - Property Taxes	800,605	83,318	99,783
Total Deferred Inflows of Resources	<u>800,605</u>	<u>83,318</u>	<u>99,783</u>
<b>FUND BALANCES</b>			
Restricted for Road & Bridge	-	-	3,493,618
Retirement of Long-Term Debt	-	-	-
Other Restricted Fund Balance	-	1,814,668	-
Other Committed Fund Balance	8,068,645	-	-
Unassigned Fund Balance	9,374,432	-	-
Total Fund Balances	<u>17,443,077</u>	<u>1,814,668</u>	<u>3,493,618</u>
Total Liabilities, Deferred Inflows & Fund Balances	<u>\$ 19,956,940</u>	<u>\$ 2,052,814</u>	<u>\$ 3,810,063</u>

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

Major Fund- Local Fiscal Recovery Fund	Other Funds	Total Governmental Funds
\$ 592,479	\$ 2,535,819	\$ 27,120,325
-	111,997	565,334
-	131,325	1,631,040
-	(41,345)	(497,361)
-	66,515	328,169
-	-	64,439
-	109	4,770
<u>\$ 592,479</u>	<u>\$ 2,804,420</u>	<u>\$ 29,216,716</u>
\$ 14,222	\$ 64,067	\$ 1,304,813
-	32,051	726,656
-	64,439	64,439
-	1,795	5,346
578,257	-	738,325
<u>592,479</u>	<u>162,352</u>	<u>2,839,579</u>
-	85,104	1,068,810
-	85,104	1,068,810
-	-	3,493,618
-	114,698	114,698
-	1,762,973	3,577,641
-	679,293	8,747,938
-	-	9,374,432
-	2,556,964	25,308,327
<u>\$ 592,479</u>	<u>\$ 2,804,420</u>	<u>\$ 29,216,716</u>

BANDERA COUNTY, TEXAS  
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE  
STATEMENT OF NET POSITION  
SEPTEMBER 30, 2024

<b>Total Fund Balances - Governmental Funds</b>	<b>\$ 25,308,327</b>
Capital assets used in governmental activities are not financial resources and therefore are not reported in governmental funds. In addition, long-term liabilities, including bonds payable, are not due and payable in the current period, and, therefore are not reported as liabilities in the funds. The net effect of including the beginning balances for capital assets (net of depreciation) and long-term debt in the governmental activities is to increase net position.	14,205,223
Current year capital outlays and long-term debt principal payments are expenditures in the fund financial statements, but they should be shown as increases in capital assets and reductions in long-term debt in the government-wide financial statements. The net effect of including the 2024 capital outlays and debt principal payments is to increase net position.	5,175,674
The County is required under GASB Statement No. 68 to report their net pension liability in the Government Wide Statement of Net Position. The items reported as a result of this requirement included a net pension liability of \$11,088,974, a deferred resource outflow of \$1,485,911 and a deferred resource inflow of \$126,223. The net effect of these is to decrease net position by \$9,729,286.	(9,729,286)
The County is required under GASB Statement No. 75 to report their OPEB benefit through TCDRS. The requirement resulted in an OPEB liability of \$561,593, a deferred resource outflow of \$90,350 and a deferred resource inflow of \$133,025. The net effect of these is to decrease net position by \$604,268.	(604,268)
The 2024 depreciation expense increases accumulated depreciation. The net effect of the current year's depreciation is to decrease net position. Please note this includes the amortization on the right-to-use leased and SBITA assets.	(2,152,264)
Various other reclassifications and eliminations are necessary to convert from the modified accrual basis of accounting to accrual basis of accounting. These include recognizing deferred revenue as revenue, eliminating interfund transactions, reclassifying the proceeds of leases and SBITAs as an increases in leases and SBITAs payable, and recognizing the liabilities associated with maturing long-term debt and interest. The net effect of these reclassifications and recognitions is to increase net position.	1,053,354
<b>Net Position of Governmental Activities</b>	<b>\$ 33,256,760</b>

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

BANDERA COUNTY, TEXAS  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2024

	General Fund	Major Fund- EMS Fund	Major Fund- Road & Bridge Fund
<b>REVENUES:</b>			
Taxes:			
Property Taxes	\$ 15,196,322	\$ 1,586,465	\$ 1,295,932
General Sales and Use Taxes	1,265,887	-	-
Other Taxes	-	-	-
Licenses and Permits	169,624	-	662,578
Intergovernmental Revenue and Grants	449,255	24,018	-
Charges for Services	1,132,297	1,440,795	906
Fines	244,483	-	-
Forfeits	-	-	-
Investment Earnings	1,166,229	113,066	220,857
Rents and Royalties	-	-	-
Contributions & Donations from Private Sources	12,561	-	-
Other Revenue	176,130	55,811	29,663
<b>Total Revenues</b>	<b>19,812,788</b>	<b>3,220,155</b>	<b>2,209,936</b>

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

Major Fund- Local Fiscal Recovery Fund	Other Funds	Total Governmental Funds
\$ -	\$ 1,531,290	\$ 19,610,009
-	-	1,265,887
-	561,952	561,952
-	6,190	838,392
1,954,110	776,678	3,204,061
-	507,095	3,081,093
-	7,350	251,833
-	725	725
-	157,782	1,657,934
-	43,116	43,116
-	2,969	15,530
-	411,770	673,374
<u>1,954,110</u>	<u>4,006,917</u>	<u>31,203,906</u>

BANDERA COUNTY, TEXAS  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2024

	General Fund	Major Fund- EMS Fund	Major Fund- Road & Bridge Fund
<b>EXPENDITURES:</b>			
County Judge	227,294	-	-
Commissioners	193,446	-	-
County Clerk	476,243	-	-
District Clerk	505,122	-	-
Veterans Service Officer	52,601	-	-
Non-Departmental	3,349,261	-	-
County Court	8,466	-	-
District Court	500,929	-	-
Justice of the Peace	777,345	-	-
County Attorney	474,070	-	-
County Auditor	479,588	-	-
County Treasurer	170,452	-	-
Elections	153,501	-	-
Tax Office	627,371	-	-
Information Technology	332,134	-	-
Custodial	226,700	-	-
Jail/Justice Custodial	98,186	-	-
Public Information Office	114,204	-	-
Wastewater Facility	94,380	-	-
Animal Control	213,367	-	-
1877 Courthouse-1881 Jail	5,322	-	-
Constable	293,386	-	-
Sheriff	3,650,675	-	-
Jail	2,223,389	-	-
Dispatch	789,625	-	-
Fire Marshal	96,618	-	-
Juvenile Probation	1,020	-	-
Garbage Stations	-	-	-
Engineer/Permits	385,029	-	-
Road & Bridge	-	-	2,585,921
Indigent Health Care	-	-	-
Emergency Management/Emergency Medical Services	248,661	3,065,205	-
Mansfield Park	-	-	-
AgriLife Extension	205,796	-	-
Game Wardens & Highway Patrol	24,471	-	-
Specific Purpose Expenditures	-	-	-
Debt Service:			
Principal on Debt	-	-	-
Interest on Debt	-	-	-
Other Debt Service	-	-	-
Total Expenditures	16,998,652	3,065,205	2,585,921
Excess (Deficiency) of Revenues Over (Under) Expenditures	2,814,136	154,950	(375,985)
<b>OTHER FINANCING SOURCES (USES):</b>			
Sale of Real and Personal Property	9,032	14,154	2,066
Proceeds from Right-to-Use Leases	29,324	1,113	-
Transfers In	149,608	-	-
Proceeds from SBITAs	150,386	-	-
Transfers Out	-	-	-
Total Other Financing Sources (Uses)	338,350	15,267	2,066
Net Change in Fund Balances	3,152,486	170,217	(373,919)
Fund Balance - October 1 (Beginning)	14,290,591	1,644,451	3,867,537
Fund Balance - September 30 (Ending)	\$ 17,443,077	\$ 1,814,668	\$ 3,493,618

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



Major Fund- Local Fiscal Recovery Fund	Other Funds	Total Governmental Funds
-	-	227,294
-	-	193,446
-	-	476,243
-	-	505,122
-	-	52,601
-	-	3,349,261
-	-	8,466
-	-	500,929
-	-	777,345
-	-	474,070
-	-	479,588
-	-	170,452
-	-	153,501
-	-	627,371
-	-	332,134
-	-	226,700
-	-	98,186
-	-	114,204
-	-	94,380
-	-	213,367
-	-	5,322
-	-	293,386
-	-	3,650,675
-	-	2,223,389
-	-	789,625
-	-	96,618
-	308,930	309,950
-	305,187	305,187
-	-	385,029
-	-	2,585,921
-	106,886	106,886
-	-	3,313,866
-	169,524	169,524
-	-	205,796
-	-	24,471
2,589,162	1,927,136	4,516,298
-	710,000	710,000
-	116,975	116,975
-	500	500
2,589,162	3,645,138	28,884,078
(635,052)	361,779	2,319,828
-	6,947	32,199
-	-	30,437
-	32,557	182,165
635,052	104,643	890,081
-	(182,165)	(182,165)
635,052	(38,018)	952,717
-	323,761	3,272,545
-	2,233,203	22,035,782
\$ -	\$ 2,556,964	\$ 25,308,327

BANDERA COUNTY, TEXAS  
 RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES, EXPENDITURES,  
 AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES  
 FOR THE YEAR ENDED SEPTEMBER 30, 2024

<b>Total Net Change in Fund Balances - Governmental Funds</b>	\$ 3,272,545
Current year capital outlays and long-term debt principal payments are expenditures in the fund financial statements, but they should be shown as increases in capital assets and reductions in long-term debt in the government-wide financial statements. The net effect of removing the 2024 capital outlays and debt principal payments is to increase the change in net position.	5,175,674
The entries required by GASB Statement No. 68 did require that some expenses on Exhibit B-1 be adjusted. The net effect on the change in net position on Exhibit B-1 is a decrease in net position.	(366,508)
The entries required by GASB Statement No. 75 did required that some expenses on Exhibit B-1 be adjusted. The net effect on the change in net position on Exhibit B-1 is a decrease in net position.	(23,864)
Depreciation is not recognized as an expense in governmental funds since it does not require the use of current financial resources. The net effect of the current year's depreciation is to decrease the change in net position.	(2,152,264)
Various other reclassifications and eliminations are necessary to convert from the modified accrual basis of accounting to accrual basis of accounting. These include recognizing deferred revenue as revenue, adjusting current year revenue to show the revenue earned from the current year's tax levy, eliminating interfund transactions, reclassifying the proceeds of leases and SBITAs, and recognizing the liabilities associated with maturing long-term debt and interest. The net effect of these reclassifications and recognitions is to decrease the change in net position.	48,929
<b>Change in Net Position of Governmental Activities</b>	<u>\$ 5,954,512</u>

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

BANDERA COUNTY, TEXAS  
STATEMENT OF FIDUCIARY NET POSITION  
FIDUCIARY FUNDS  
SEPTEMBER 30, 2024

EXHIBIT E-1

	Private Purpose Trust Funds	Custodial Funds
<b>ASSETS</b>		
Cash and Cash Equivalents	\$ 180,055	\$ 1,223,392
Accounts Receivable, Net	-	100
Total Assets	180,055	1,223,492
<b>LIABILITIES</b>		
Accounts Payable	8,441	42,111
Due to Others	766	-
Total Liabilities	9,207	42,111
<b>NET POSITION</b>		
Restricted for Other Purposes	170,848	1,181,381
Total Net Position	\$ 170,848	\$ 1,181,381

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

BANDERA COUNTY, TEXAS  
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
FIDUCIARY FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2024

EXHIBIT E-2

	Private Purpose Trust Funds	Custodial Funds
ADDITIONS:		
Licenses and Permits	\$ -	\$ 6,400
Charges for Services	270	55,974,870
Investment Earnings	18,843	-
Contributions & Donations from Private Sources	2,879	2,300
Total Additions	21,992	55,983,570
DEDUCTIONS:		
Other Operating Costs	19,017	56,689,674
Supplies	167	-
Total Deductions	19,184	56,689,674
Net Change in Fiduciary Net Position	2,808	(706,104)
Total Net Position - October 1 (Beginning)	177,376	1,887,485
Prior Period Adjustment	(9,336)	-
Total Net Position - September 30 (Ending)	\$ 170,848	\$ 1,181,381

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

COUNTY OF BANDERA, TEXAS  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2024

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the County of Bandera have been prepared in conformity with Generally Accepted Accounting Principles (GAAP). GAAP includes all relevant Governmental Accounting Standards Board (GASB) pronouncements. In the government-wide financial statements, Financial Accounting Standards Board (FASB) pronouncements and Accounting Principles Board opinions issued on or before November 30, 1989, have been applied unless those pronouncements conflict with or contradict GASB pronouncements, in which case GASB prevails. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the government's accounting policies are described below.

1. A. REPORTING ENTITY

The County is an independent unit and is managed by a governing body of elected officials. The accompanying financial statements present the County's primary government.

In evaluating how to define the government, for financial purposes, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying the criteria set forth in GASB Statement 14. The definition of the reporting entity is based primarily on the concept of financial accountability. A primary government is financially accountable for the organizations that make up its legal entity. It is also financially accountable for legally separate organizations if its officials appoint a voting majority of an organization's governing body and either it is able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to, or to impose specific financial burdens on, the primary government. Based on the foregoing criteria, there were no component units identified that would require inclusion in this report. Also, the County is not included as a part of any other reporting entity.

1. B. BASIS OF PRESENTATION

***Government-wide Financial Statements:***

The Statement of Net Position and Statement of Activities display information about the reporting government as a whole. They include all funds of the reporting entity except for fiduciary funds. The statements distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services.

***Fund Financial Statements:***

Fund financial statements of the reporting entity are organized into funds, each of which is considered to be separate accounting entities. Each fund is accounted for by providing a separate set of self-balancing accounts that constitute its assets, liabilities, fund equity, revenues, and expenditure/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. An emphasis is placed on major funds within the governmental and proprietary categories. A fund is considered major if it is the primary operating fund of the County or meets

the following criteria.

- a. Total assets, liabilities, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type; and
- b. Total assets, liabilities, revenues, or expenditure/expenses of the individual governmental fund or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

The funds of the financial reporting entity are described below:

### **Governmental Funds**

#### General Fund

The General Fund, the primary operating fund of the County, is always classified as a major fund. It is the basic fund of the County and covers all activities for which a separate fund has not been established.

#### Special Revenue Funds

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specific purposes.

#### Debt Service Funds

The Debt Service Fund accounts for the accumulation of financial resources for and the payment of principal and interest on general long-term debt of the County other than debt service payments made by enterprise funds. Ad valorem taxes and interest earnings are used for the payment of principal and interest on the County's debt.

### **Fiduciary Funds (Not included in government-wide statements)**

#### Custodial Funds

Custodial funds are used to account for assets held on behalf of outside parties, including other governments, or on behalf of other funds within the County. The County uses custodial funds to account for assets held in an agent capacity for other governments.

#### Private Purpose Trust Funds

Private Purpose Trust Funds report trust arrangements under which principal and income benefit individuals, private organizations, or other governments. The reporting entity includes three private purpose trust funds.

### **Major and Nonmajor Funds**

The funds are further classified as major or nonmajor. The major funds are as follows:

<b>Major Fund</b>	<b>Brief Description</b>
General	See above for description.
Special Revenue Fund: Ambulance	Accounts for all EMS operations and activities.
Special Revenue Fund:	Accounts for all road and bridge construction and



Road and Bridge maintenance activity.

Special Revenue Fund: Accounts for grant proceeds and related expenditures for  
Coronavirus Local Fiscal funds appropriated from the American Rescue Plan Act.  
Recovery

**Nonmajor funds** consist of special revenue funds and are detailed in the Combining and Individual Fund Statements - Nonmajor Funds.

## 1. C. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

Measurement focus is a term used to describe "which" transactions are recorded within the various financial statements. Basis of accounting refers to "when" transactions are recorded regardless of the measurement focus applied.

### **Measurement Focus**

On the government-wide Statement of Net Position and the Statement of Activities, both governmental and business-like activities are presented using the economic resources measurement focus as defined below.

In the fund financial statements, the "current financial resources" measurement focus or the "economic resources" measurement focus is used as appropriate:

- a. All governmental funds utilize a "current financial resources" measurement focus. Only current financial assets and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.
- b. Custodial and Permanent Trust Funds are not involved in the measurement of results of operations; therefore, measurement focus is not applicable to them.

### **Basis of Accounting**

In the government-wide Statement of Net Position and Statement of Activities, governmental activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expense, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

In the fund financial statement, governmental funds and agency funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized revenues when both "measurable and available." Measurable means knowing or being able to reasonably estimate the amount. Available means collectable within the current period or within 60 days after year end. Also under the modified accrual basis of accounting, expenditures (including capital outlay) are recorded when the related fund liability is incurred, except for general obligation bond principal and interest which are reported as expenditures in the year due.

## 1. D. ASSETS, LIABILITIES AND EQUITY

### Cash and Cash Investments

For the purpose of the Statement of Net Position, "Cash and Cash Investments" includes demand deposit accounts and government investment pools. All amounts are considered available upon demand and are considered to be "cash equivalents."

Several funds may be invested in an investment account and each fund has an equity interest therein. Interest earned on the Investment of these monies is allocated based upon relative equity at month end.

### Receivables and Payables

In the government-wide statements, receivables consist of all revenues earned at year-end and not yet received. Allowances of uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable. The major receivable balances for the governmental activities relate to property taxes and court fines and fees.

All trade and property tax receivables are shown net of an allowance for uncollectable. Trade accounts receivable in excess of 60 days comprise the trade accounts receivable allowance for uncollectable.

Ad valorem property taxes attach as enforceable liens as of January 1. Taxes are levied prior to September 30, payable on October 1, and are delinquent on February 1. The majority of the County's property tax collections occur during December and early January each year. To the extent that County property tax revenue results in current receivables as defined by the Governmental Accounting Standards Board (GASB), they are recognized when levied.

### Capital Assets

Capital assets, which include land, buildings and improvements, equipment, and infrastructure, are reported in the government-wide financial statements. The County defines capital assets as assets with an initial, individual cost of more than \$5,000 (amount not rounded) 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. Infrastructure assets include County owned roads, bridges, signs, and improvements to land. 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.

Capital assets and infrastructure is depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Buildings and Improvements	20 - 50
Vehicles	3 - 10
Machinery and Equipment	5 - 15
Infrastructure	5 - 50

## **Compensated Absences**

Full time employees who work 30 hours per week average may be granted vacation benefits in varying amounts to specified maximums depending on tenure with the County. Accumulated vacation time may be taken in pay upon termination or retirement up to a maximum of twenty (20) days. Non-exempt full time employees who work over 40 hours per week may choose to accrue comp time in lieu of overtime payments. Accumulated comp time may be taken in pay upon termination or retirement up to a maximum of thirty (30) days. Sick leave accrues to full time employees to specified maximums; however employees will not be paid for unused sick leave at termination of employment. The liability for accrued compensated absences is not accrued in governmental funds using the modified accrual basis of accounting, but is reflected in the Government-Wide Statement of Net Position.

## **Long-term Obligations**

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

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

## **Fund Equity**

The County implemented GASB Statement No. 54, "Fund Balance Reporting and Governmental Fund Type Definitions." This Statement provides more clearly defined 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:

- Non-spendable fund balance – amounts that are in non-spendable form (such as inventory and prepaids) 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. County Commissioners). 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 County Commissioners or by an official or body to which the County Commissioners delegates the authority.
- Unassigned fund balance – amounts that are available for any purpose. Positive amounts are reported only in the General Fund.

The County Commissioners establish (and modify or rescind) fund balance commitments by passage of a 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 County Commissioners through adoption or amendment of the budget as intended for specific purpose (such as the purchase of fixed assets, construction, debt service, or other purposes).

### **Net Position**

Net Position represents the difference between assets and liabilities. Net Position - Net Investment in Capital Assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvements of those assets, and adding back unspent proceeds. Net Position is reported as restricted when there are limitations imposed on their use either through the enabling legislations adopted by the County or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

### **Pensions**

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the Fiduciary Net Position of the Texas County and District Retirement System (TCDRS) and additions to/deductions from TCERS's Fiduciary Net Position have been determined on the same basis as they are reported by TCERS. For this purpose, plan contributions are recognized in the period that compensation is reported for the employee, which is when contributions are legally due. Benefit payments and refunds are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

### **Other Post-Employment Benefits**

GASB 75 requires recognition of the Total OPEB Liability (TOL), deferred (inflows)/outflows of resources, and total OPEB expense on the face of the employer's financial statements. The TOL is calculated by the System's actuary in accordance with the provisions of GASB 75. The OPEB expense and deferred (inflows)/outflows of resources related to OPEB, which are required to be reported by an employer, primarily result from changes in the components of the TOL. Most changes in the TOL will be included in the OPEB expense in the period of the change. The County participates in the Texas County & District Retirement System Group-Term Life program.

### **Use of Estimates**

The preparation of financial statements, in conformity with generally accepted accounting principles, requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual amounts could differ from those estimates.

### **Deferred Inflows of Resources and Deferred Outflows of Resources**

A deferred outflow of resources is a consumption of net position that is applicable to a future reporting period while a deferred inflow of resources is an acquisition of net position. These items are presented in a separate section following assets (deferred outflows) or liabilities (deferred



inflows) on the statement of net position.

Revenues are recognized when they become both measurable and available in the fund statements. Available means when due, or past due, and receivable within the current period or expected to be collected soon enough thereafter to be used to pay liabilities of the current period. Revenues not expected to be available for the current period are reflected as deferred revenue. Unavailable revenues arise when assets are recognized before revenue recognition criteria has been satisfied.

#### **GASB Statement No. 87**

As of October 1, 2021, the County adopted GASB Statement No. 87, *Leases*. The implementation of this standard establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. The standard requires recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. Disclosures required by this standard are included in Note 3.E.

#### **GASB Statement No. 96**

As of October 1, 2022, the County adopted GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*. The implementation of this standard establishes a SBITA results in a right-to-use subscription asset (an intangible asset) and a corresponding subscription liability. The standard requires recognition of right-to-use subscription assets and liabilities for SBITAs that previously were classified as operating expenditures based on the payment provisions of the contract. The disclosures required by this standard are included in Note 3.E.

### **1. E. REVENUES, EXPENDITURES AND EXPENSES**

#### **Property Taxes**

The County contracted with the County of Bandera Appraisal District for the appraisal of taxes. Property taxes are levied by October 1, in conformity with Subtitle E, Texas Property Tax Code. Taxes 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 the payment of all taxes, penalties, and interest ultimately imposed. For the 2023 tax roll, the total assessed valuation was \$3,908,271,130 and the taxes assessed amounted to \$19,173,689. The total tax rate was \$0.5195 per \$100 valuation and allocated \$0.4955 for Maintenance and Operations and \$0.0240 to the Debt Service Fund. In addition, for the 2023 tax roll, the total assessed valuation for Bandera County Roads was \$3,689,351,215 and the taxes assessed amount to \$1,248,394. The maximum tax levy allowed by State law for the above purposes is \$0.80 per \$100 valuation.

In the fund financial statements, property taxes are recorded as revenue in the period levied to the extent they are collected within 60 days of year-end. Due to the immaterial amount of additional property taxes receivable after the 60-day period, no additional accrual is made in the government-wide financial statements.

#### **Expenditures/Expenses**

In the government-wide financial statements, expenses are classified by function for governmental activities.

In the fund financial statements, expenditures are classified as follows:

Governmental Funds - by Character:	Current (further classified by function)
	Debt Service
	Capital Outlay

In the fund financial statements, governmental funds report expenditures of financial resources.

### **Interfund Transfers**

Permanent reallocation of resources between funds of the reporting entity are classified as interfund transfers. For the purposes of the Statement of Activities, all interfund transfers between individual governmental funds have been eliminated.

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

### **Budgetary Information**

Annual budgets, as required by state statute, are adopted on a basis consistent with generally accepted accounting principles for the General and Special Revenue Funds. All annual appropriations lapse at fiscal year-end.

The County Judge and County Auditor prepare the proposed budget and submit the data to Commissioners Court. A public hearing is held on the budget by Commissioners Court. Before determining the final budget, Commissioners Court may increase or decrease the amounts requested by the various departments. In the final budget, which is usually adopted in September, expenditures for current operating funds cannot exceed the estimated available cash balances in such funds on October 1, plus the estimate of revenues for the ensuing year.

For each budgeted fund, budgetary control is maintained at the expenditure line item level. This is the level at which expenditures cannot legally exceed appropriated amounts. The County Auditor is required to monitor the expenditures of the various funds. Any expenditures in excess of the total budgeted amount of a fund must be approved by the Commissioners' Court and the budget appropriately amended. It is the amended budget that is presented in the budget versus actual financial statement disclosure.

Encumbrance accounting, under which funds are reserved for purchase orders, contracts, and other commitments, is not utilized by County of Bandera.

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

### **3. A. DEPOSITS AND INVESTMENTS**

The funds of the County must be deposited and invested under the terms of a contract, contents of which are set out in the **Depository Contract Law**. The depository bank places approved pledged securities for safekeeping and trust with the County's agent bank in an amount sufficient to protect County funds on a day-to-day basis during the period of the contract. The pledge of approved securities is waived only to the extent of the depository bank's dollar amount of Federal Deposit Insurance Corporation ("FDIC") insurance.

At September 30, 2024, the carrying amount of the County's deposits was \$1,384,525 and the bank balance was \$2,504,008. The County's cash deposits held at Texas Partners Bank at September 30, 2024 and during the year ended September 30, 2024 were entirely covered by FDIC insurance or by pledged collateral held by the County's agent bank in the County's name.

The **Public Funds Investment Act** (Government Code Chapter 2256) contains specific provisions in the areas of investment practices, management reports and establishment of appropriate policies. Among other things, it requires the County to adopt, implement, and publicize an investment policy. That policy must address the following areas: (1) safety of principal and liquidity, (2) portfolio diversification, (3) allowable investments, (4) acceptable risk levels, (5) expected rates of return, (6) maximum allowable stated maturity of portfolio investments, (7) maximum average dollar-weighted maturity allowed based on the stated maturity date for the portfolio, (8) investment staff quality and capabilities, (9) and bid solicitation preferences for certificates of deposit. Statutes authorize the County to invest in (1) obligations of the U.S. Treasury, certain U.S. agencies, and the State of Texas; (2) certificates of deposit, (3) certain municipal securities, (4) money market savings accounts, (5) repurchase agreements, (6) bankers acceptances, (7) mutual funds, (8) investment pools, (9) guaranteed investment contracts, (10) and common trust funds. The Act also requires the County to have independent auditors perform test procedures related to investment practices as provided by the Act. The County is in substantial compliance with the requirements of the Act and with local policies.

Temporary investments consisted of certificates of deposits and government pool investments as follows:

Name	Carrying Amount	Fair Value	Maturity Date	FDIC Coverage	Pledged Securities
<u>Bandera Bank -</u>					
Certificate of Deposit	\$ 226,674	\$ 226,674	6/8/2025	\$ 250,000	\$ -
<u>Texas Partners Bank-</u>					
Certificate of Deposit	226,662	226,662	9/26/2025	250,000	-
<u>Liquid Asset Portfolio -</u>					
Logic	<u>27,251,959</u>	<u>27,251,959</u>	N/A	<u>*</u>	<u>*</u>
Total Governmental Activities	\$ <u>27,705,295</u>	\$ <u>27,705,295</u>			

\*The County invests in Logic (a Local Government Investment Pool) to provide its primary liquidity needs. Logic is established in conformity with the Inter-local Cooperation Act, Chapter 791 of the Texas Government Code and the Public Investment Act, Chapter 2256 of the Code. Logic is structured similar to a money market mutual fund. Such funds allow shareholders the ability to deposit or withdraw funds on a daily basis. Interest rates are adjusted daily and the fund seeks to maintain a constant net asset value of \$1.00, although this cannot be guaranteed. Logic is rated AAA and must maintain a weighted average maturity not to exceed 60 days. At September 30, 2024, Logic had a weighted average maturity of 48 days and a net asset value of \$1.000706. The County considers the holdings in these funds to have a one-day weighted average maturity. This is due to the fact that the share position can usually be redeemed each day at the discretion of the shareholder, short of a significant change in value.

In compliance with the **Public Funds Investment Act**, the County has adopted a deposit and investment policy. That policy addresses the following risks:

**Custodial Credit Risk - Deposits:** This is the risk that in the event of bank failure, the County's

deposits may not be returned to it. The County's policy regarding types of deposits allowed and collateral requirements is to deposit funds in FDIC insurance banks which have sufficient pledged collateral if needed. The County was not exposed to custodial credit risk since its deposits at year-end and during the year ended September 30, 2024, was covered by depository insurance or by pledged collateral held by the County's agent bank in the County's name.

**Custodial Credit Risk - Investments:** This is the risk that, in the event of the failure of the counterparty, the County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. Investments are subject to custodial credit risk only if they are evidenced by securities that exist in physical or book entry form. Thus positions in external investment pools are not subject to custodial credit risk because they are not evidenced by securities that exist in physical or book entry form.

**Other Credit Risk:** There is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. To minimize credit risk, Logic Investment Pool invests only in investments authorized under the Public Funds Investment Act. Logic's portfolio has low marker (credit) risk due to restrictions on weighted average maturity and maximum maturity of any one investment. At September 30, 2024, the County was not exposed to concentration of credit risk, interest rate risk or foreign currency risk.

### 3. B. RECEIVABLES

Receivables as of year-end for the government's individual major funds and nonmajor funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

	General Fund	Ambulance Fund	Road & Bridge Fund	Other Governmental Funds	TOTAL
Receivables:					
Property Taxes	\$ 1,201,890	\$ 125,079	\$ 172,746	\$ 131,325	\$ 1,631,040
Other Receivables	<u>135,528</u>	<u>97,633</u>	<u>28,493</u>	<u>66,515</u>	<u>328,169</u>
Gross Receivables	\$ 1,337,418	\$ 222,712	\$ 201,239	\$ 197,840	\$ 1,959,209
Less: Allowance for Uncollectibles	<u>352,490</u>	<u>36,683</u>	<u>66,843</u>	<u>41,345</u>	<u>497,361</u>
Net Total Receivables	\$ <u>984,928</u>	\$ <u>186,029</u>	\$ <u>134,396</u>	\$ <u>156,495</u>	\$ <u>1,461,848</u>

Governmental funds report *unavailable revenue* in connection with receivables for revenue that is not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, *unavailable and unearned revenues* reported in the governmental funds were as follows:



General Fund -		
Unavailable Revenue – Property Taxes	\$	800,605
Uearned Revenue- Senate Bill 22 Grants		160,068
Ambulance Fund -		
Unavailable Revenue – Property Taxes		83,318
Road & Bridge Fund -		
Unavailable Revenue – Property Taxes		99,783
Local Fiscal Recovery Fund -		
Uearned Revenue- CSLFRF Grant		578,257
Other Governmental Funds -		
Unavailable Revenue – Property Taxes		<u>85,104</u>
	\$	<u>1,807,135</u>

### 3. C. COURT FINES, FEES AND EMS BILLINGS RECEIVABLE

In accordance with GASB Statement Number 34, the County has determined the amount of court fines, fees and EMS billings receivable to be \$8,141,667 which represents amounts owed and outstanding. Based on historical collection rates for the various courts and the EMS Department, the County has booked an allowance for uncollectible accounts of \$7,724,298, resulting in a net receivable of \$417,369.

### 3. D. CAPITAL ASSETS

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

#### Primary Government

	Balance 10/1/2023	Increase	Decrease	Balance 9/30/2024
<i>Governmental Activities:</i>				
Capital Assets Not Being Depreciated:				
Land	\$ 750,288	\$ -	\$ -	\$ 750,288
Construction in Progress	146,299	2,415,664	-	2,561,963
Total Assets Not Being Depreciated	\$ 896,587	\$ 2,415,664	\$ -	\$ 3,312,251
Capital Assets, Being Depreciated:				
Infrastructure	\$ 6,846,938	\$ 281,827	\$ (1,144,980)	\$ 5,983,785
Buildings	17,794,420	152,578	(779,610)	17,167,388
Improvements	1,326,245	111,703	(5,210)	1,432,738
Equipment and Machinery	12,436,647	1,066,975	(1,604,675)	11,898,947
Total Assets Being Depreciated	\$ 38,404,250	\$ 1,613,083	\$ (3,534,475)	\$ 36,482,858
Less Accumulated Depreciation:				
Infrastructure	\$ (4,583,228)	\$ (413,543)	\$ 1,147,164	\$ (3,849,607)
Buildings	(6,159,374)	(436,247)	22,704	(6,572,917)
Improvements	(1,079,666)	(36,571)	5,210	(1,111,027)
Equipment and Machinery	(10,127,474)	(821,142)	2,421,626	(8,526,990)
Total Accumulated Depreciation	\$ (21,949,742)	\$ (1,707,503)	\$ 3,596,704	\$ (20,060,541)
Total Capital Assets Being Depreciated, Net	\$ 17,351,095	\$ 2,321,244	\$ 62,229	\$ 19,734,568
Right-to-Use Lease Assets being Amortized				
Equipment	\$ 264,673	\$ 30,437	\$ (55,644)	\$ 239,466
SBITA	233,887	970,621	(183,957)	1,020,551
Total Right-to-Use Lease Assets	\$ 498,560	\$ 1,001,058	\$ (239,601)	\$ 1,260,017
Less Accumulated Amortization:				
Equipment	\$ (120,414)	\$ (65,223)	\$ 55,644	\$ (129,993)
SBITA	(94,741)	(379,538)	172,891	(301,388)
Total Accumulated Amortization	\$ (215,155)	\$ (444,761)	\$ 228,535	\$ (431,381)
Total Right-to-Use Assets Being Amortized, Net	\$ 283,405	\$ 556,297	\$ (11,066)	\$ 828,636
Governmental Activities Capital Assets, Net	\$ 17,634,500	\$ 2,877,541	\$ 51,163	\$ 20,563,204

Depreciation expense was charged to functions of the County as follows:

Governmental Activities:

County Judge	\$ 15,038	Wastewater Facility	\$ 6,241
Commissioners	12,793	Animal Control	14,110
County Clerk	31,292	1877 Courthouse- 1881 Jail	352
District Clerk	33,193	Constable	19,405
Veterans Service Officer	3,404	Sheriff	241,289
Non-Departmental	125,259	Jail	147,347
County Court	486	Dispatch	52,223
District Court	33,122	Fire Marshal	6,391
Justice of the Peace	51,221	Juvenile Probation	20,518
County Attorney	31,362	Garbage Stations	20,180
County Auditor	31,654	Engineer/Permits	25,466
County Treasurer	11,202	Road & Bridge	170,993
Elections	10,085	Indigent Health Care	7,070
Tax Office	40,999	Emergency Management	219,068
Information Technology	21,969	Mansfield Park	11,209
Custodial	14,992	Agrilife Extension	13,609
Jail/Justice Custodial	6,492	Game Wardens & Highway Patrol	1,625
Public Information Office	6,127	Specifically Designated Expenditures	249,717
Governmental Activities	\$ <u>1,707,503</u>		

Amortization expense was charged to the functions of the County as follows:

Governmental Activities:

County Judge	\$ 1,074	Information Technology	\$ 23,082
County Clerk	3,283	Public Information Office	7,854
District Clerk	2,699	Animal Control	316
Veterans Service Officer	424	Sheriff	44,226
Non-Departmental	69,008	Jail	2,346
County Court	1,498	Dispatch	1,663
District Court	1,074	Fire Marshal	538
Justice of the Peace	5,602	Engineer/Permits	538
County Attorney	1,074	Agrilife Extension	1,074
County Auditor	8,237	Emergency Medical Services	1,814
County Treasurer	1,675	Road & Bridge	1,074
Elections	1,132	Juvenile Probation	1,075
Tax Office	16,138	Specifically Allocated Expenditures	246,243
Governmental Activities	\$ <u>444,761</u>		

### 3. E. LONG-TERM LIABILITIES

The following is a summary of the long-term liability transactions of the County for the year ended September 30, 2024.

	Balance 10/1/2023	Issued	Retired	Balance 9/30/2024	Due Within One Year
Texas General					
Obligation Refunding Bonds-					
Series 2015	\$ 3,105,000	\$	710,000	\$ 2,395,000	\$ 735,000
Premium on Bonds	275,569		55,114	220,455	
Right-to-Use Lease Liability	146,242	30,437	61,690	114,989	42,866
SBITA Liability	124,446	890,081	375,837	638,690	290,737
SUBTOTAL	\$ 3,651,257	\$ 920,518	\$ 1,202,641	\$ 3,369,134	\$ 1,068,603
Net Pension Liability	\$ 11,725,670	\$	636,696	\$ 11,088,974	\$
OPEB Liability	502,794	58,799		561,593	
Compensated Absences	392,603	110,619		503,222	
TOTAL	\$ 16,272,324	\$ 1,089,936	\$ 1,839,337	\$ 15,522,923	\$ 1,068,603

#### Bonds Payable

The County issued General Obligation Refunding Bonds - Series 2015 for \$6,885,000 at interest rates from 2.0% to 4.0% with a final maturity date of August 15, 2028. The bonds are payable from the collection of an ad valorem tax levied on all taxable property. Proceeds from the sale of the bonds will be used to finance the remaining callable obligations from the County's Series 2007 General Obligation Bonds and the Series 2008 General Obligation Bonds. The bonds were called and were redeemed by depositing \$7,489,976 into an escrow account on September 25, 2015. The financial gain on these refunding bonds was \$644,734 and the economic gain was \$568,633. The following obligations are considered to be defeased and the liability removed from the accompanying financial statements:

Description	Refunded Amount	Balance 9/30/24
Bandera County General Obligation Bonds:		
Series 2007	\$ 5,790,000	\$ 2,010,000
Series 2008	1,140,000	640,000
TOTAL AMOUNT REFUNDED	\$ 6,930,000	\$ 2,650,000

Debt service requirements for the Texas General Obligation Refunding Bonds – Series 2015 are as follows:

Year Ending September 30,	Principal	Interest	Annual Requirements
2025	735,000	92,125	827,125
2026	765,000	66,400	831,400
2027	795,000	35,800	830,800
2028	100,000	4,000	104,000
TOTAL	\$ 2,395,000	\$ 198,325	\$ 2,593,325

#### Lease Liabilities

As of October 1, 2021, the County has a 40-month lease as lessee for the use of 1207-A Pecan Street. An initial lease liability was recorded in the amount of \$78,200. As of September 30, 2024,

the value of the lease liability is \$9,993. The County is required to make monthly fixed payments of \$1,850. The lease has an interest rate of 0.2630%. The value of the right to use asset as of September 30, 2024 was \$78,200 with accumulated amortization of \$69,570.

As of October 1, 2021, the County had a 56-month lease as lessee for the use of five Xerox copiers. An initial lease liability was recorded in the amount of \$29,126. As of September 30, 2024, the value of the lease liability is \$10,513. The County is required to make monthly fixed payments of \$793. The lease has an interest rate of 0.7120%. The value of the right to use asset as of September 30, 2024 was \$29,126 with accumulated amortization of \$18,724.

On October 28, 2022, the County entered into a 60-month lease as lessee for the use of 17 Ricoh copiers. An initial lease liability was recorded in the amount of \$91,221. As of September 30, 2024, the value of the lease liability is \$59,137. The County is required to make monthly payments of \$2,715. The lease has an interest rate of 6.64%. The value of the right to use asset as of September 30, 2024 was \$91,221 with accumulated amortization of \$35,120.

On May 23, 2023, the County entered into a 60-month lease as lessee for the use of Xerox copiers in the County Clerk and Treasurer offices. An initial lease liability was recorded in the amount of \$8,140. As of September 30, 2024 the value of the lease liability is \$7,811. The County is required to make monthly fixed payments of \$140. The lease has an interest rate of 0.7120%. The value of the right to use asset as of September 30, 2024 was \$8,140 with accumulated amortization of \$2,675.

On February 20, 2024, the County entered into a 60-month lease as lessee for the use of multiple copiers and printers with UBEO. An initial lease liability was recorded in the amount of \$30,437. As of September 30, 2024, the value of the lease liability is \$27,535. The County is required to make monthly fixed payments of \$820. The lease has an interest rate of 2.3120%. The value of the right to use asset as of September 30, 2024 was \$30,437 with accumulated amortization of \$3,737.

Remaining obligations associated with leases are as follows:

Year Ending September 30,	Principal	Interest	Annual Requirements
2025	42,866	4,036	46,902
2026	32,210	2,577	34,787
2027	29,488	1,067	30,555
2028	7,706	147	7,853
2029	2,719	16	2,735
TOTAL	<u>\$ 114,989</u>	<u>\$ 7,843</u>	<u>\$ 122,832</u>

#### Subscription-Based Information Technology Arrangements

As of October 1, 2022, the County had a 36-month subscription with LexisNexis for a law library subscription. An initial subscription liability was recorded in the amount of \$9,706. As of September 30, 2024, the value of the subscription liability was \$3,476. The County is required to make monthly fixed payments of \$272. The subscription has an interest rate of 3.378%. The value of the subscription asset as of September 30, 2024 was \$9,706 with accumulated amortization of \$6,470.

As of October 1, 2022, the County had a 36-month subscription with LexisNexis for library patron access. An initial subscription liability was recorded in the amount of \$13,497. As of September 30, 2024, the value of the subscription liability was \$4,831. The County is required to make monthly fixed payments of \$378. The subscription has an interest rate of 3.378%. The value of the subscription asset as of September 30, 2024 was \$13,497 with accumulated amortization of \$8,998.

As of October 1, 2022, the County had a 36-month subscription with LexisNexis for prison solution. An initial subscription liability was recorded in the amount of \$7,029. As of September 30, 2024,

the value of the subscription liability was \$2,415. The County is required to make monthly fixed payments of \$205. The subscription has an interest rate of 3.378%. The value of the subscription asset as of September 30, 2024 was \$7,029 with accumulated amortization of \$4,686.

On October 1, 2022, the County entered into a 36-month subscription for the use of DebtBook for debt management software. An initial subscription liability was recorded in the amount of \$19,699. As of September 30, 2024, the value of the subscription liability was \$7,805. The County is required to make annual fixed payments of \$5,500. The subscription has an interest rate of 2.5033%. The value of the subscription asset as of September 30, 2024 was \$19,699 with accumulated amortization of \$8,828.

On November 1, 2023, the County entered into a 36-month subscription for the use of justice system software from Tyler Technologies. An initial subscription liability was recorded in the amount of \$590,717. As of September 30, 2024, the value of the subscription liability was \$396,138. The County is required to make varying annual payment amounts. The subscription has an interest rate of 3.7643%. The value of the subscription asset as of September 30, 2024 was \$590,717 with accumulated amortization of \$180,497.

On November 1, 2023, the County entered into a 36-month subscription for the use of financial management software. An initial subscription liability was recorded in the amount of \$128,794. As of September 30, 2024, the value of the subscription liability was \$84,267. The County is required to make annual fixed payments of \$44,527. The subscription has an interest rate of 3.7643%. The value of the subscription asset as of September 30, 2024 was \$209,333 with accumulated amortization of \$63,963.

On November 1, 2023, the County entered into a 36-month subscription for the use of content management software with Tyler Technologies. An initial subscription liability was recorded in the amount of \$44,335. As of September 30, 2024, the value of the subscription liability was \$29,205. The County is required to make annual payments of \$15,432. The subscription has an interest rate of 3.7643%. The value of the subscription asset as of September 30, 2024 was \$44,335 with accumulated amortization of \$12,767.

On January 9, 2024, the County entered into a 36-month subscription for safe fleet software. An initial subscription liability was recorded in the amount of \$21,592. As of September 30, 2024, the value of the subscription liability was \$14,127. The County is required to make annual fixed payments of \$7,465. The subscription has an interest rate of 3.7643%. The value of the subscription asset as of September 30, 2024 was \$21,592 with accumulated amortization of \$5,238.

On April 10, 2024, the County entered into a 60-month subscription for the use of Land Records Management Software. An initial subscription liability was recorded in the amount of \$104,643. As of September 30, 2024, the value of the subscription liability was \$96,426. The County is required to make monthly fixed payments of \$1,926. The subscription has an interest rate of 3.3467%. The value of the subscription asset as of September 30, 2024 was \$104,643 with accumulated amortization of \$9,941.

Remaining obligations associated with SBITAs are as follows:



Year Ending September 30,	Principal	Interest	Annual Requirements
2025	290,737	23,027	313,764
2026	292,599	12,461	305,060
2027	21,588	1,523	23,111
2028	22,322	790	23,112
2029	11,444	112	11,556
<b>TOTAL</b>	<b>\$ 638,690</b>	<b>\$ 37,913</b>	<b>\$ 676,603</b>

### 3. F. COMMITMENTS AND CONTINGENCIES

The County is subject to various litigation and claims arising out of the normal course of operations. Although the outcome of these claims is not presently determinable, in the opinion of the government's management, the resolution of these matters will not have a material adverse effect on the accompanying financial statements. Therefore, no provision for any liability, if any, has been made in the accompanying financial statements.

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

In April of 2024, the County entered into a construction contract with DRG Architects, LLC for a total of \$7,347,777. The remaining balance, including retainage, on September 30, 2024 was \$5,828,540.

### 3. G. RISK MANAGEMENT

County of Bandera is exposed to various risks of loss relating to general liability, the accidental loss of real and personal property, damage to County assets, error and omissions and personnel risks which relate to workers' compensation. The County contracts in the form of interlocal agreements with the Texas Association of Counties (TAC) to provide the aforementioned types of insurance coverage through an intergovernmental risk pool. These multi-employer accounts provide for a combination of modified self-insurance and stop loss coverage. Contributions are set annually by Texas Association of Counties. Liability by the County is generally limited to the amounts calculated by the County interlocal agreements.

### 3. H. HEALTH INSURANCE

The County provides group health and dental insurance coverage for regular, full-time employees through Texas Association of Counties and Ameritas. The County pays for a portion of the premium for eligible employees. Employees, at their option, may authorize payroll withholdings to pay premiums for eligible family members.

### 3. I. EMPLOYEE RETIREMENT PLAN

#### **Plan Description**

A description of the pension plan pursuant to Paragraph 40 of GASB Statement No. 68 is as follows:

- a. Bandera County participates in the Texas County & District Retirement System (TCDRS), which is a statewide, agent multiple-employer, public employee retirement system.

- b. A brief description of benefit terms:
  - 1) All full-and part-time non-temporary employees participate in the plan, regardless of the number of hours they work in a year. Employees in a temporary position are not eligible for membership.
  - 2) The plan provides retirement, disability and survivor benefits.
  - 3) TCDRS is a savings-based plan. For the county's plan, 7% of each employee's pay is deposited into his or her TCDRS account. By law, employee accounts earn 7% interest on beginning of year balances annually. At retirement, the account is matched at an employer set percentage (current match is 200%) and is then converted to an annuity.
  - 4) There are no automatic COLAs. Each year, the county may elect an ad hoc COLA for its retirees (if any). There are two COLA types, each limited by actual inflation.
  - 5) Benefit terms are established under the TCDRS Act. They may be amended as of January 1 each year, but must remain in conformity with the Act.
- c. Membership information is shown in the chart below.
- d. The county's contribution rate is calculated annually on an actuarial basis, although the employer may elect to contribute at a higher rate. The Bandera County contribution rate is based on the TCDRS funding policy adopted by the TCDRS Board of Trustees and must conform with the TCDRS Act. The employee contribution rates are set by the county and are currently 7%. Contributions to the pension plan from the county for 2023 are shown in the Schedule of Employer Contributions.
- e. The most recent comprehensive annual financial report for TCDRS can be found at the following link, [TCDRS.org/Employer](https://www.tcdrs.org/Employer).

*Members covered by benefit terms.*

At the December 31, 2023 valuation and measurement date, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	128
Inactive employees entitled to but not yet receiving benefits	132
Active employees	<u>227</u>
	487

**Contributions**

TCDRS is a model for responsible, disciplined funding. TCDRS does not receive any state funding. As an agent, multiple-employer plan, each participating employer in the system funds its plan independently. A combination of three elements fund each employer's plan: employee deposits, employer contributions and investment income.

- The deposit rate for employees is 4%, 5%, 6% or 7% of compensation, as adopted by the employer's governing body.
- Participating employers are required to contribute at actuarially determined rates to ensure adequate funding for each employer's plan. Employer contribution rates are determined annually and approved by the TCDRS Board of Trustees.
- Investment income funds a large part of the benefits employees earn.

Pursuant to state law, employers participating in the system must pay 100% of their actuarially determined required contributions on an annual basis.



Each employer has the opportunity to make additional contributions in excess of its annual required contribution rate either by adopting an elected rate that is higher than the required rate or by making additional contributions on an ad hoc basis. Employers may make additional contributions to pay down their liabilities faster, pre-fund benefit enhancements and/or buffer against future adverse experience.

In addition, employers annually review their plans and may adjust benefits and costs based on their local needs and budgets. Although accrued benefits may not be reduced, employers may reduce future benefit accruals and immediately reduce costs.

The contribution rate payable by the employee members for calendar year 2023 is the rate of 7% as adopted by the governing body of the employer. The employee contribution rate and the employer contribution rate may be changed by the governing body of the employer within the options available in the TCDRS Act. The County's contributions to TCDRS for the year ended September 30, 2024 were \$1,450,640, and exceed the required contributions.

### **Net Pension Liability**

The County's Net Pension Liability (NPL) was measured as of December 31, 2023, and the Total Pension Liability (TPL) used to calculate the Net Pension Liability was determined by an actuarial valuation as of that date.

#### ***Actuarial assumptions:***

The Total Pension Liability in the December 31, 2023 actuarial valuation was determined using the following actuarial assumptions:

Valuation Timing	Actuarially determined contribution rates are calculated on a calendar year basis as of December 31, two years prior to the end of the fiscal year in which the contributions are reported.
Actuarial Cost Method	Entry Age (level percent of pay) (1)
Amortization Method	
Recognition of Economic/Demographic Gains or Losses	Straight-Line amortization over Expected Working Life
Recognition of Assumptions, Changes or Inputs	Straight-Line amortization over Expected Working Life
Asset Valuation Method	
Smooth Period	5 years
Recognition Method	Non-asymptotic
Corridor	None
Inflation	2.50%
Salary Increases	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 3.00% (made up of 2.50% inflation and 0.5% productivity increase assumptions) and a merit, promotion and longevity component that on average approximates 1.7% per year for a career employee.

Investment Rate of Return 7.60% (Gross of administrative expenses)

Cost of Living Adjustments Cost-of-Living Adjustments for Bandera County are considered to be substantively automatic under GASB 68. Therefore, an annual 2.5% cost-of-living adjustment is included in the GASB calculations. No assumption for future cost-of-living adjustments is included in the funding valuation.

Mortality 135% of the Pub-2010 General Retirees Table for males and 120% of the Pub-2010 General Retirees Table for females, both projected with 100% of the MP-2021 Ultimate scaled after 2010.

Retirement Age Members who are eligible for service retirement are assumed to commence receiving benefit payments based on age. The average age at service retirement for recent retirees is 61.

Turnover New employees are assumed to replace any terminated members and have similar entry ages.

Adjustment for Plans with the Partial-Lump Sum Payment Option (Liability and Normal Cost)option was available. The termination rate is 0% for the two years immediately prior to retirement eligibility. Rates are reduced at ages near retirement as it is anticipated that a member would be less likely to take a withdrawal if the partial lump-sum payment option was available.

*(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.*

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 2024 information for a 10- year time horizon.

Note that the valuation assumption for long-term expected return is re-assessed in detail 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 the assessment.

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

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

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

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

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

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

## Discount Rate

The discount rate used to measure the Total Pension Liability was 7.60%. This rate reflects the long-term assumed rate of return on assets for funding purposes 7.50%, increased by .10% to be gross of administrative expenses. The projection of cash flows used to determine the discount rate assumed that employee and employer contributions will be made at the rates specified in statute. Based on that assumption, the pensions plan's Fiduciary Net Position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the Total Pension Liability.

### Changes in Net Pension Liability / (Asset)

Changes in Net Pension Liability / (Asset)	Increase/(Decrease)		
	Total Pension	Fiduciary	Net Pension
	Liability	Net Position	Liability/ (Asset)
	(a)	(b)	(a)-(b)
Balances as of December 31, 2022	\$ 51,554,814	\$ 39,829,144	\$ 11,725,670
Changes for the Year:			
Service Cost	1,571,433		1,571,433
Interest on Total Pension Liability <sup>(1)</sup>	3,963,535		3,963,535
Effect of Plan Changes <sup>(2)</sup>	82,715		82,715
Effects of Economic/Demographic- Gains or Losses	137,850		137,850
Effect of Assumptions Changes or Inputs	-		-
Refund of Contributions	(377,142)	(377,142)	-
Benefit Payments	(1,608,166)	(1,608,166)	-
Administrative Expenses		(23,099)	23,099
Member Contributions		735,694	(735,694)
Net Investment Income		4,377,609	(4,377,609)
Employer Contributions		1,284,312	(1,284,312)
Other <sup>(3)</sup>		17,713	(17,713)
Balances as of December 31, 2023	\$ 55,325,039	\$ 44,236,065	\$ 11,088,974

<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> Reflects that COLA adopted in 2024 was greater than the assumed substantively automatic COLA

<sup>(3)</sup> Relates to allocation of system-wide items.

### 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 Bandera 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	\$ 63,393,426	55,325,039	\$ 48,664,186
Fiduciary Net Position	44,236,065	44,236,065	44,236,065
Net Pension Liability/(Asset)	\$ 19,157,361	\$ 11,088,974	\$ 4,428,121

### Pension Expense / (Income)

Prepaid Expense/(Income)	January 1, 2023 to December 31, 2023
Service Cost	\$ 1,571,433
Interest on Total Pension Liability <sup>(1)</sup>	3,963,535
Effect of Plan Changes	82,715
Administrative Expenses	23,099
Member Contributions	(735,694)
Expected Investment Return Net of Investment Expenses	(3,028,108)
Recognition of Deferred Inflows/Outflows of Resources	
Recognition of Economic/Demographic Gains or Losses	11,522
Recognition of Assumption Changes or Inputs	631,812
Recognition of Investment Gains or Losses	(685,451)
Other <sup>(2)</sup>	(17,713)
Pension Expense/(Income)	\$ 1,817,149

<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.

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	\$ 83,021	\$ 149,099
Changes of assumptions	43,202	0
Net difference between projected and actual earnings	-	227,543
Contributions made subsequent to measurement date	N/A	1,109,269

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	
2024	\$ (256,791)
2025	(125,183)
2026	902,293
2027	(269,900)
2028	-
Thereafter <sup>(4)</sup>	-

<sup>(4)</sup> Total remaining balance to be recognized in future years, if any. Note that additional future deferred inflows and outflows of resources may impact these numbers.

Payables to the pension plan. None as of September 30, 2024.

### 3. J. GROUP TERM LIFE FUND

#### Plan Description

A description of the OPEB plan pursuant to Paragraph 50 of GASB Statement No. 75 is as follows:

- a. Bandera County participates in the retiree Group Term Life program for the Texas County & District Retirement System (TCDRS), which is a statewide, multiple-employer, public employee retirement system.
- b. A brief description of benefit terms:
  - 1) All full-and part-time non-temporary employees participate in the plan, regardless of the number of hours they work in a year and are eligible for the TCDRS pension plan. Only employers that have elected participation in the retiree Group Term Life program are included in the OPEB plan.
  - 2) The plan provides a \$5,000 post-retirement death benefit to beneficiaries to services retirees and disability retirees of employers that have elected participation in the retiree GTL program.
  - 3) The OPEB benefit is a fixed \$5,000 lump-sum benefit.
  - 4) No future increases are assumed in the \$5,000 benefit amount.
  - 5) Benefit terms are established under the TCDRS Act. Participation in the retiree GTL program is optional and the employer may elect to opt out (or opt into) coverage as of Jan. 1 each year.
- c. Membership information is shown in the chart below.
- d. Contributions made to the retiree GTL Program are held in the GTL Fund. The GTL fund does not meet the requirements of a trust under Paragraph 4b of GASB 75, as the assets of the GTL fund can be used to pay active GTL benefits which are not part of the OPEB plan.
- e. Benefits terms are established under the TCDRS Act. Participation in the retiree GTL program is optional and the employer may elect to opt out of (or opt into) coverage as of Jan. 1 each year. The county's contribution rate for the retiree GTL program is calculated annually on an actuarial basis, and is equal to the cost of providing a one-year death benefit equal to \$5,000.

#### *Members covered by benefit terms.*

At the December 31, 2023 valuation and measurement date, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	101
Inactive employees entitled to but not yet receiving benefits	53
Active employees	<u>227</u>
	381

#### Contributions

Employers in the TCDRS Group Term Life (GTL) Program make a combined contribution for both active and retiree coverage; however, only the retiree coverage is considered an OPEB plan and therefore only the contributions associated with retiree coverage are included under GASB 75. For GASB 75 purposes, the employer's benefit payments for the year are treated as being equal to its annual retiree GTL contributions.

The following table shows a breakdown of the employer's contributions to the GTL program for the calendar year 2023. The contributions for retiree GTL coverage are assigned to the OPEB plan under GASB 75 and are used to determine the benefit payments used to calculate changes in total



OPEB liability. The contributions for active coverage are not considered an OPEB benefit under GASB 75.

Coverage Type	2023 GTL Rate	Amount	Financial Reporting
Active Member GTL Benefit	0.21 %	22,071	No change from prior year
Retiree GTL Benefit	0.10 %	10,510	GASB 75

Employer OPEB contributions made in the fiscal year, but subsequent to the measurement date of December 31, 2023 should be reflected as a deferred outflow. As previously noted, only contributions to the GTL program for retiree coverage should be included under GASB 75. Therefore, once the total GTL contributions made subsequent to the measurement date have been determined, this amount should be multiplied by the portion attributable to retiree coverage to determine the OPEB contributions made subsequent to the measurement date that should be reported under GASB 75. This proportion is 33.33333 %, allocated as follows:

Coverage Type	2024 GTL Rate	Amount	Financial Reporting
Active Member GTL Benefit	0.20 %	66.66667 %	No change from prior year
Retiree GTL Benefit	0.10 %	33.33333 %	GASB 75

The employee contribution rate and the employer contribution rate may be changed by the governing body of the employer within the options available in the TCDRS Act. The County's contributions to TCDRS for the year ended September 30, 2024 were \$34,967, and were equal to the required contributions.

### **Total OPEB Liability**

All actuarial assumptions and methods that determined the total OPEB liability as of December 31, 2022 were based on the results of an actuarial study for the period January 1, 2017- December 31, 2022, except where required to be different by GASB 75.

Valuation Timing	Actuarially determined contribution rates are calculated on a calendar year basis as of December 31, two years prior to the end of the fiscal year in which the contributions are reported.
Actuarial Cost Method	Entry Age Level Percent of Salary
Amortization Method	
Recognition of Economic/Demographic Gains or Losses	Straight-Line amortization over Expected Working Life
Recognition of Assumptions, Changes or Inputs	Straight-Line amortization over Expected Working Life
Salary Increases	Note that salary increases do not affect benefits but are used in the allocation of costs under the actuarial cost method.
Investment Rate of Return (Discount Rate)	3.26 % 20 Year Bond GO Index published by bondbuyer.com as of December 28, 2023.
Disability	Members who become disabled are eligible to commence benefit payments regardless of age.

Mortality	135% of Pub-2010 General Employees Amount-Weighted Mortality Tables for males and 120% General Employees Amount-Weighted Mortality Tables for females, both projected with 100% of the MP-2021 Ultimate scale after 2010.
Retirement	For all eligible members ages 75 and later, retirement is assumed to occur immediately.
Other Termination of Employment	For non-depositing members who are not vested, 100% are assumed to elect a withdrawal. No termination after eligibility for retirement is assumed.

### Discount Rate

The TCDRS GTL program is treated as an unfunded OPEB plan because the GTL trust covers both active and retirees and the assets are not segregated for these groups. Under GASB 75 (paragraph 155), the discount rate for an unfunded OPEB plan should be based on a 20-year tax-exempt AA or higher Municipal Bonds. Therefore, a discount rate of 3.72% based on the 20 Year Bond Go Index published by bondbuyer.com is used as of the measurement date of December 31, 2022.

### Changes in Total OPEB Liability

	Changes in Total OPEB Liability
Balances as of December 31, 2022	\$ 502,794
Changes for the year:	
Service Cost	17,157
Interest on total OPEB liability <sup>(1)</sup>	19,148
Changes of benefit terms <sup>(2)</sup>	-
Effect of economic/demographic experience	(8,799)
Effect of assumptions changes or inputs <sup>(3)</sup>	41,803
Benefit payments	(10,510)
Other	-
Balance as of December 31, 2023	\$ 561,593

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

<sup>(2)</sup> No plan changes are valued.

<sup>(3)</sup> Reflects change in discount rate.

### Sensitivity Analysis

The following presents the Total OPEB liability of the employer, calculated using the discount rate of 3.26%, as well as what the Bandera County Total OPEB Liability would be if it were calculated using a discount rate that is 1 percentage point lower (2.26%) or 1 percentage point higher (4.26%) than the current rate. Note that the healthcare cost trend rate does not affect the Total OPEB Liability, so sensitivity to the healthcare cost trend rate is not shown.

	1% Decrease	Current Discount Rate	1% Increase
	2.26%	3.26%	4.26%
Total OPEB Liability	\$671,304	\$ 561,593	\$476,381



## OPEB Expense/ (Income)

	January 1, 2023 to December 31, 2023
Service Cost	\$ 17,157
Interest on total OPEB liability <sup>(1)</sup>	19,148
Effect of plan changes	-
Recognition of deferred inflows/outflows of resources	
Recognition of economic/demographic gains or losses	(7,707)
Recognition of assumption changes or inputs	6,828
Other	-
OPEB expense/(income)	<u>\$ 35,426</u>

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

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	\$ 18,167	\$ 1,815
Changes of assumptions	114,858	79,766
Contributions made subsequent to measurement date	N/A	8,769

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

Year ended December 31	
2024	\$ 6,779
2025	(10,910)
2026	(23,654)
2027	(23,659)
2028	-
Thereafter <sup>(3)</sup>	-

<sup>(3)</sup> Total remaining balance to be recognized in future years, if any. Note that additional future deferred inflows and outflows of resources may impact these numbers.

Payables to the OPEB plan. None as of September 30, 2024.

### 3. K. DEFERRED COMPENSATION PLAN

The County offers all its employees deferred compensation programs through Nationwide Retirement Solutions, Inc. and the Variable Annuity Life Insurance Company (VALIC). The plans, created in accordance with Internal Revenue Code Section 457, permits participants to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death or unforeseeable emergency.

The County does not contribute to this plan. All contributions are made by the employees who elect to participate in the plan. The County remits employee contributions to the plan trustee on a regular basis. The County does not administer the Section 457 plan, nor does it provide the investment advice to the plan. Accordingly, the Section 457 plan is not part of the County's reporting entity.

The County has no liability for losses under the plans, but does have the duty of due care that would be required of an ordinary prudent investor. The County believes that it is unlikely that it will use the assets to satisfy the claims of general creditors in the future.

At September 30, 2024, the participants had balances of \$1,067,779 in Nationwide and \$1,088,469 in VALIC.

### 3. L. UNEARNED REVENUES

Unspent U.S. Department of Treasury State and Local Fiscal Recovery Funds in the amount of \$578,257 are classified as unearned revenue in the Coronavirus Local Fiscal Recovery Fund. The funds are for response to the COVID-19 public health emergency.

The unspent portion of the Senate Bill 22 Law Enforcement grant for fiscal year 2024 in the amount of \$2,228 and the unspent portion of the Senate Bill 22 Prosecutor grant for fiscal year 2024 in the amount of \$157,840 are classified as unearned revenues in the General Fund. The state funds are expected to be refunded to the Texas State Comptroller.

### 3.M. INTERFUND RECEIVABLE, PAYABLES AND TRANSFERS

The composition of interfund balances as of September 30, 2024 is as follows:

#### **Interfund Receivable and Payables**

	Receivable	Payable
General Fund	\$ 64,439	\$ -
Nonmajor Governmental Funds	-	64,439
TOTAL	\$ 64,439	\$ 64,439

This balance results from the time lag between the dates that 1) interfund goods and services are provided on reimbursable expenditures, and 2) transactions are recorded in the accounting system, and 3) payments between funds are made.

#### **Interfund Transfers**

	Transfers In	Transfers Out
General Fund	\$ 149,608	\$ -
Nonmajor Governmental Funds	32,557	182,165
TOTAL	\$ 182,165	\$ 182,165

### 3.N. PRIOR PERIOD ADJUSTMENT

During the year, the County re-evaluated its right-to-use lease and subscriptions under GASB 87, *Leases* and GASB 96, *Subscription-Based Information Technology Arrangements*. At the beginning of the fiscal year, the County recorded a \$3,318 increase in Right-to-Use Lease Assets and a \$1,437 increase in accumulated amortization for right-to-use leased assets. The County also recorded a \$155,869 increase in SBITA assets along with accumulated amortization of \$63,984. The re-evaluation of SBITAs also required an increase in SBITA liabilities at the beginning of the year by \$79,986. The net effect of these adjustments required a prior period adjustment to net position in the amount of \$13,780.

### 3.O. SUBSEQUENT EVENTS

The County has evaluated subsequent events through April 11, 2025, the date which the financial statements were available to be issued. The County is not aware of any subsequent events that materially impact the financial statements.

## REQUIRED SUPPLEMENTARY INFORMATION

BANDERA COUNTY, TEXAS  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET AND ACTUAL - GENERAL FUND  
FOR THE YEAR ENDED SEPTEMBER 30, 2024

	Budgeted Amounts		Actual Amounts (GAAP BASIS)	Variance With Final Budget Positive or (Negative)
	Original	Final		
<b>REVENUES:</b>				
Taxes:				
Property Taxes	\$ 15,140,070	\$ 15,140,070	\$ 15,196,322	\$ 56,252
General Sales and Use Taxes	1,150,000	1,150,000	1,265,887	115,887
Licenses and Permits	155,875	155,875	169,624	13,749
Intergovernmental Revenue and Grants	32,600	602,050	449,255	(152,795)
Charges for Services	908,330	908,330	1,132,297	223,967
Fines	233,500	233,500	244,483	10,983
Investment Earnings	400,000	605,572	1,166,229	560,657
Contributions & Donations from Private Sources	80	12,561	12,561	-
Other Revenue	120,400	142,937	176,130	33,193
Total Revenues	18,140,855	18,950,894	19,812,788	861,894
<b>EXPENDITURES:</b>				
County Judge	282,729	264,729	227,294	37,435
Commissioners	242,380	242,380	193,446	48,934
County Clerk	483,718	483,718	476,243	7,475
District Clerk	542,248	542,248	505,122	37,126
Veterans Service Officer	62,951	62,951	52,601	10,350
Non-Departmental	9,552,409	9,502,251	3,349,261	6,152,990
County Court	32,700	32,700	8,466	24,234
District Court	481,031	538,031	500,929	37,102
Justice of the Peace	832,972	832,972	777,345	55,627
County Attorney	466,777	646,542	474,070	172,472
County Auditor	515,485	497,485	479,588	17,897
County Treasurer	170,982	170,982	170,452	530
Elections	191,089	191,089	153,501	37,588
Tax Office	685,213	685,213	627,371	57,842
Information Technology	342,067	361,067	332,134	28,933
Custodial	248,501	248,501	226,700	21,801
Jail/Justice Custodial	104,477	104,477	98,186	6,291
Public Information Office	92,913	96,430	114,204	(17,774)
Wastewater Facility	99,185	99,185	94,380	4,805
Animal Control	223,654	295,627	213,367	82,260
1877 Courthouse-1881 Jail	6,560	6,560	5,322	1,238
Constable	314,476	314,476	293,386	21,090
Sheriff	3,630,217	4,032,511	3,650,675	381,836
Jail	2,394,567	2,439,567	2,223,389	216,178
Dispatch	892,034	910,163	789,625	120,538
Fire Marshal	100,133	100,133	96,618	3,515
Juvenile Probation	1,020	1,020	1,020	-
Engineer/Permits	395,209	398,209	385,029	13,180
Emergency Management	176,388	272,788	248,661	24,127
Agrilife Extension	215,987	215,987	205,796	10,191
Game Wardens & Highway Patrol	36,819	36,819	24,471	12,348
Total Expenditures	23,816,891	24,626,811	16,998,652	7,628,159
Excess (Deficiency) of Revenues Over (Under) Expenditures	(5,676,036)	(5,675,917)	2,814,136	8,490,053
<b>OTHER FINANCING SOURCES (USES):</b>				
Sale of Real and Personal Property	-	-	9,032	9,032
Proceeds from Right-to-Use Leases	-	-	29,324	29,324
Transfers In	-	-	149,608	149,608
Proceeds from SBITAs	-	-	150,386	150,386
Total Other Financing Sources (Uses)	-	-	338,350	338,350
Net Change in Fund Balances	(5,676,036)	(5,675,917)	3,152,486	8,828,403
Fund Balance - October 1 (Beginning)	14,290,591	14,290,591	14,290,591	-
Fund Balance - September 30 (Ending)	\$ 8,614,555	\$ 8,614,674	\$ 17,443,077	\$ 8,828,403

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

BANDERA COUNTY, TEXAS  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL - EMERGENCY MEDICAL SERVICES  
FOR THE YEAR ENDED SEPTEMBER 30, 2024

	Budgeted Amounts		Actual	Variance With
	Original	Final	GAAP BASIS (See Note)	Final Budget Positive or (Negative)
<b>REVENUES:</b>				
Property Taxes	\$ 1,575,996	\$ 1,575,996	\$ 1,586,465	\$ 10,469
Intergovernmental Revenue and Grants	-	24,018	24,018	-
Charges for Services	1,055,746	1,186,512	1,440,795	254,283
Investment Earnings	50,000	85,281	113,066	27,785
Other Revenue	52,700	56,000	55,811	(189)
Total Revenues	2,734,442	2,927,807	3,220,155	292,348
<b>EXPENDITURES:</b>				
Emergency Management	2,990,095	3,196,930	3,065,205	131,725
Total Expenditures	2,990,095	3,196,930	3,065,205	131,725
Excess (Deficiency) of Revenues Over (Under) Expenditures	(255,653)	(269,123)	154,950	424,073
<b>OTHER FINANCING SOURCES (USES):</b>				
Sale of Real and Personal Property	-	13,500	14,154	654
Proceeds from Right-to-Use Leases	-	-	1,113	1,113
Total Other Financing Sources (Uses)	-	13,500	15,267	1,767
Change in Fund Balance	(255,653)	(255,623)	170,217	425,840
Fund Balance - October 1 (Beginning)	1,644,451	1,644,451	1,644,451	-
Fund Balance - September 30 (Ending)	\$ 1,388,798	\$ 1,388,828	\$ 1,814,668	\$ 425,840

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

BANDERA COUNTY, TEXAS  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL - ROAD & BRIDGE FUND  
FOR THE YEAR ENDED SEPTEMBER 30, 2024

	Budgeted Amounts		Actual	Variance With
	Original	Final	GAAP BASIS (See Note)	Final Budget Positive or (Negative)
<b>REVENUES:</b>				
Property Taxes	\$ 1,415,600	\$ 1,415,600	\$ 1,295,932	\$ (119,668)
Licenses and Permits	616,000	616,000	662,578	46,578
Charges for Services	900	900	906	6
Investment Earnings	130,000	130,000	220,857	90,857
Other Revenue	28,000	28,000	29,663	1,663
Total Revenues	2,190,500	2,190,500	2,209,936	19,436
<b>EXPENDITURES:</b>				
Road & Bridge	3,427,957	3,427,957	2,585,921	842,036
Total Expenditures	3,427,957	3,427,957	2,585,921	842,036
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,237,457)	(1,237,457)	(375,985)	861,472
<b>OTHER FINANCING SOURCES (USES):</b>				
Sale of Real and Personal Property	-	-	2,066	2,066
Total Other Financing Sources (Uses)	-	-	2,066	2,066
Change in Fund Balance	(1,237,457)	(1,237,457)	(373,919)	863,538
Fund Balance - October 1 (Beginning)	3,867,537	3,867,537	3,867,537	-
Fund Balance - September 30 (Ending)	\$ 2,630,080	\$ 2,630,080	\$ 3,493,618	\$ 863,538

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

BANDERA COUNTY, TEXAS  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL - LOCAL FISCAL RECOVERY FUND  
FOR THE YEAR ENDED SEPTEMBER 30, 2024

	Budgeted Amounts		Actual	Variance With
	Original	Final	GAAP BASIS (See Note)	Final Budget Positive or (Negative)
REVENUES:				
Intergovernmental Revenue and Grants	\$ -	\$ -	\$ 1,954,110	\$ 1,954,110
Total Revenues	-	-	1,954,110	1,954,110
EXPENDITURES:				
Specific Purpose Expenditures	2,677,824	2,677,824	2,589,162	88,662
Total Expenditures	2,677,824	2,677,824	2,589,162	88,662
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,677,824)	(2,677,824)	(635,052)	2,042,772
OTHER FINANCING SOURCES (USES):				
Proceeds from SBITAs	-	-	635,052	635,052
Total Other Financing Sources (Uses)	-	-	635,052	635,052
Change in Fund Balance	(2,677,824)	(2,677,824)	-	2,677,824
Fund Balance - October 1 (Beginning)	-	-	-	-
Fund Balance - September 30 (Ending)	\$ (2,677,824)	\$ (2,677,824)	\$ -	\$ 2,677,824

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



BANDERA COUNTY, TEXAS  
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS  
TEXAS COUNTY & DISTRICT RETIREMENT SYSTEM  
FOR THE YEAR ENDED SEPTEMBER 30, 2024

	FY 2024 Plan Year 2023	FY 2023 Plan Year 2022	FY 2022 Plan Year 2021
<b>A. Total Pension Liability</b>			
Service Cost	\$ 1,571,433	\$ 1,388,034	\$ 1,543,446
Interest (on the Total Pension Liability)	3,963,535	3,295,405	3,327,622
Changes of Benefit Terms	82,715	5,878,654	(3,676,814)
Difference between Expected and Actual Experience	137,850	(166,043)	182,845
Changes of Assumptions	-	-	(172,811)
Benefit Payments, Including Refunds of Employee Contributions	(1,985,307)	(1,598,309)	(1,351,774)
Net Change in Total Pension Liability	\$ 3,770,226	\$ 8,797,741	\$ (147,486)
Total Pension Liability - Beginning	51,554,814	42,757,074	42,904,560
Total Pension Liability - Ending	\$ 55,325,040	\$ 51,554,815	\$ 42,757,074
<b>B. Total Fiduciary Net Position</b>			
Contributions - Employer	\$ 1,284,312	\$ 1,164,171	\$ 1,031,137
Contributions - Employee	735,694	687,116	674,556
Net Investment Income	4,377,609	(2,484,453)	7,536,508
Benefit Payments, Including Refunds of Employee Contributions	(1,985,307)	(1,598,309)	(1,351,774)
Administrative Expense	(23,099)	(23,341)	(22,730)
Other	17,713	70,727	19,426
Net Change in Plan Fiduciary Net Position	\$ 4,406,922	\$ (2,184,089)	\$ 7,887,123
Plan Fiduciary Net Position - Beginning	39,829,144	42,013,232	34,126,110
Plan Fiduciary Net Position - Ending	\$ 44,236,066	\$ 39,829,143	\$ 42,013,233
<b>C. Net Pension Liability</b>	\$ 11,088,974	\$ 11,725,672	\$ 743,841
<b>D. Plan Fiduciary Net Position as a Percentage of Total Pension Liability</b>	79.96%	77.26%	98.26%
<b>E. Covered Payroll</b>	\$ 10,509,914	\$ 9,815,942	\$ 9,538,725
<b>F. Net Pension Liability as a Percentage of Covered Payroll</b>	105.51%	119.46%	7.80%

Note: GASB Codification, Vol. 2, P20.146 requires that the data in this schedule be presented for the time period covered by the measurement date rather than the governmental entity's current fiscal year.



FY 2021 Plan Year 2020		FY 2020 Plan Year 2019		FY 2019 Plan Year 2018		FY 2018 Plan Year 2017		FY 2017 Plan Year 2016		FY 2016 Plan Year 2015		FY 2015 Plan Year 2014	
\$	1,358,590	\$	1,182,887	\$	1,085,351	\$	1,106,668	\$	1,173,888	\$	1,114,399	\$	1,072,594
	3,093,974		2,636,355		2,252,712		2,064,156		1,864,767		1,771,095		1,609,200
	(244,693)		2,886,707		2,393,186		136,901		-		(579,646)		23,438
	(171,009)		78,052		66,739		(122,651)		(210,760)		(757,891)		160,505
	2,700,066		-		-		147,693		-		275,178		-
	(1,316,335)		(1,304,095)		(1,019,823)		(948,746)		(848,128)		(842,230)		(615,726)
\$	5,420,593	\$	5,479,906	\$	4,778,165	\$	2,384,021	\$	1,979,767	\$	980,905	\$	2,250,011
	37,483,967		32,004,061		27,225,896		24,841,875		22,862,108		21,881,203		19,631,192
\$	42,904,560	\$	37,483,967	\$	32,004,061	\$	27,225,896	\$	24,841,875	\$	22,862,108	\$	21,881,203
\$	1,010,698	\$	900,555	\$	844,658	\$	764,343	\$	756,593	\$	743,611	\$	742,320
	654,476		622,299		590,088		564,390		562,368		550,098		537,913
	3,164,635		4,290,636		(483,528)		3,296,122		1,522,595		(219,880)		1,254,017
	(1,316,335)		(1,304,095)		(1,019,823)		(948,746)		(848,128)		(842,230)		(615,726)
	(24,971)		(23,339)		(20,987)		(17,426)		(16,571)		(14,728)		(14,934)
	11,066		11,756		15,004		4,928		6,237		48,413		(37,702)
\$	3,499,569	\$	4,497,812	\$	(74,588)	\$	3,663,611	\$	1,983,094	\$	265,284	\$	1,865,887
	30,626,540		26,128,729		26,203,316		22,539,706		20,556,612		20,291,329		18,425,442
\$	34,126,109	\$	30,626,541	\$	26,128,728	\$	26,203,317	\$	22,539,706	\$	20,556,613	\$	20,291,329
\$	8,778,451	\$	6,857,426	\$	5,875,333	\$	1,022,579	\$	2,302,169	\$	2,305,495	\$	1,589,874
	79.54%		81.71%		81.64%		96.24%		90.73%		89.92%		92.73%
\$	9,349,655	\$	8,889,985	\$	8,429,833	\$	8,062,707	\$	8,033,828	\$	7,858,536	\$	7,684,473
	93.89%		77.14%		69.70%		12.68%		28.66%		29.34%		20.69%

BANDERA COUNTY, TEXAS  
SCHEDULE OF CONTRIBUTIONS  
TEXAS COUNTY & DISTRICT RETIREMENT SYSTEM  
FOR THE FISCAL YEAR 2024

	2024	2023	2022
Actuarially Determined Contribution	\$ 1,212,844	\$ 1,153,373	\$ 1,008,243
Contributions in Relation to the Actuarially Determined Contributions	1,284,312	1,164,171	1,031,137
Contribution Deficiency (Excess)	<u>\$ (71,468)</u>	<u>\$ (10,798)</u>	<u>\$ (22,894)</u>
Covered Employee Payroll	\$ 10,509,914	\$ 9,815,942	\$ 9,538,425
Contributions as a Percentage of Covered Employee Payroll	12.20%	11.90%	10.80%

Note: GASB Codification, Vol. 2, P20.146 requires that the data in this schedule be presented as of the governmental entity's respective fiscal years as opposed to the time periods covered by the measurement dates ending December 31 for the respective fiscal years.

2021	2020	2019	2018	2017	2016	2015
\$ 1,010,698	\$ 900,555	\$ 844,668	\$ 764,343	\$ 756,593	\$ 743,418	\$ 742,320
1,010,698	900,555	844,668	764,343	756,593	743,611	742,320
\$ -	\$ -	\$ -	\$ -	\$ -	\$ (193)	\$ -
\$ 9,349,655	\$ 8,889,985	\$ 8,429,833	\$ 8,062,707	\$ 8,033,828	\$ 7,858,536	\$ 7,684,473
10.80%	10.10%	10.00%	9.50%	9.40%	9.50%	9.70%

BANDERA COUNTY  
NOTES TO THE SCHEDULE OF CONTRIBUTIONS  
SEPTEMBER 30, 2024

**Valuation Date:** 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

**Methods and assumptions used to determine contribution rates:**

Actuarial Cost Method	Entry Age (level percentage of pay)
Amortization Method	Level percentage of payroll, closed
Remaining Amortization Period	11.7 years (based on contribution rate calculated in 12/31/2023 valuation)
Asset Valuation Method	5-year smoothed market
Inflation	2.50%
Salary Increases	Varies by age and service. 4.7% average over career including inflation.
Investment Rate of Return	7.50%, net of investment expenses, including inflation
Retirement Age	Members who are eligible for service retirement are assumed to commence receiving benefit payments based on age. The average age at service retirement for recent retirees is 61.
Mortality	135% of the Pub-2010 General Retirees Table for males and 120% of the Pub-2010 General Retirees Table for females, both projected with 100% of the MP-2021 Ultimate scale after 2010.
Changes in Assumptions and Methods Reflected in the Schedule of Employer Contributions*	2015: New inflation, mortality and other assumptions reflected
	2017: New mortality assumptions were reflected
	2019: New inflation, mortality and other assumptions were reflected.
	2022: New investment return and inflation assumptions were reflected.
Changes in Plan Provisions Reflected in the Schedule of Employer Contributions*	2015: Employer contributions reflect that a 1% flat COLA was adopted.
	2016: No changes in plan provisions were reflected in the Schedule.
	2017: New Annuity Purchase Rates were reflected for benefits earned after 2017.
	2018: Employer contributions reflect that a 2% flat COLA was adopted.
	2019: Employer contributions reflect that a 2% flat COLA was adopted.
	2020: Employer contributions reflect that a 2% flat COLA was adopted.
	2021: No changes in plan provisions were reflected in the Schedule.
	2022: Employer contributions reflect that a 1% flat COLA was adopted.
	2023: Employer contributions reflect that a 3% flat COLA was adopted.

\* Only changes that affect the benefit amount and that are effective 2015 and later are shown in the Notes to Schedule.

BANDERA COUNTY, TEXAS  
SCHEDULE OF CHANGES IN THE TOTAL OPEB LIABILITY AND RELATED RATIOS  
TEXAS COUNTY & DISTRICT RETIREMENT SYSTEM  
FOR THE YEAR ENDED SEPTEMBER 30, 2024

	FY 2024 Plan Year 2023	FY 2023 Plan Year 2022	FY 2022 Plan Year 2021
<b>Total OPEB Liability</b>			
Service Cost	\$ 17,157	\$ 25,978	\$ 26,595
Interest on the Total OPEB Liability	19,148	13,942	13,721
Changes of Benefit Terms	-	-	-
Difference between Expected and Actual Experience	(8,799)	(9,248)	(10,997)
Changes of Assumptions	41,803	(172,268)	13,476
Benefit Payments*	(10,510)	(12,761)	(12,400)
Net Change in Total OPEB Liability	58,799	(154,375)	30,395
Total OPEB Liability - Beginning	502,794	657,169	626,774
Total OPEB Liability - Ending	\$ 561,593	\$ 502,794	\$ 657,169
<b>Covered Payroll</b>	\$ 10,509,914	\$ 9,815,942	\$ 9,538,725
<b>Total OPEB Liability as a Percentage of Covered Payroll</b>	5.34%	5.12%	6.89%

\*The Supplemental Death Benefit Fund is considered to be an unfunded OPEB plan under GASB 75. Because of this benefit payments are treated as being equal to the employer's yearly contributions for retirees.

Note: GASB Codification, Vol. 2, P52.139 states that the information on this schedule should be determined as of the measurement date of the plan.

As required by GASB 75, this schedule will be built prospectively as the information becomes available until 10 years of information is presented.

FY 2021 Plan Year 2020		FY 2020 Plan Year 2019		FY 2019 Plan Year 2018		FY 2018 Plan Year 2017	
\$	23,764	\$	17,368	\$	19,588	\$	17,872
	14,931		16,833		14,905		15,456
	-		-		-		-
	5,451		(3,377)		1,357		(19,460)
	68,048		109,484		(45,947)		17,879
	(13,090)		(11,557)		(9,273)		(8,869)
	99,104		128,751		(19,370)		22,878
	527,670		398,919		418,289		395,411
\$	626,774	\$	527,670	\$	398,919	\$	418,289
\$	9,349,655	\$	8,889,985	\$	8,429,833	\$	8,062,717
	6.70%		5.94%		4.73%		5.19%



BANDERA COUNTY  
NOTES TO THE SCHEDULE OF CHANGES IN THE  
TOTAL OPEB LIABILITY AND RELATED RATIOS  
SEPTEMBER 30, 2024

All actuarial assumptions and methods that determined the total OPEB liability as of December 31, 2023 were based on the results of an actuarial experience study for the period January 1, 2017 – December 31, 2020, except where required to be different by GASB 75.

Valuation Timing	Actuarially determined contribution rates are calculated on a calendar year basis as of December 31, two years prior to the end of the fiscal year in which the contributions are reported.
Actuarial Cost Method	Entry Age Level Percent of Salary
Amortization Method	
Recognition of economic /demographic gains or losses	Straight-Line amortization over Expected Working Life
Recognition of assumptions changes or inputs	Straight-Line amortization over Expected Working Life
Asset Valuation Method	Does not apply
Inflation	Does not apply
Salary Increases	Salary increases do not affect benefits but are used in the allocation of costs under the actuarial cost method.
Investment Rate of Return (Discount Rate)	3.26%, 20 Year Bond GO Index published by bondbuyer.com as of December 28, 2023.
Cost of Living Adjustment	Does not apply
Disability	Members who become disabled are eligible to commence benefit payments regardless of age.
Mortality	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.
Retirement	For all eligible members ages 75 and later, retirement is assumed to occur immediately
Other Termination of Employment	The rate of assumed future termination from active participation in the plan vary. No termination after eligibility for retirement is assumed.

## SUPPLEMENTARY INFORMATION

BANDERA COUNTY, TEXAS  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
SEPTEMBER 30, 2024

	Hotel Motel Tax Fund	Mansfield Park Fund	Indigent Health Care Fund	Garbage Stations Fund
<b>ASSETS</b>				
Cash and Cash Equivalents	\$ 201,566	\$ 91,655	\$ 266,854	\$ 315,558
Investments - Current	-	-	-	-
Taxes Receivable	-	13,914	3,306	-
Allowance for Uncollectible Taxes (credit)	-	(4,080)	(970)	-
Accounts Receivable, Net	-	1,900	-	78
Prepaid Items	-	-	20	-
Total Assets	<u>\$ 201,566</u>	<u>\$ 103,389</u>	<u>\$ 269,210</u>	<u>\$ 315,636</u>
<b>LIABILITIES</b>				
Accounts Payable	\$ 23,913	\$ 3,981	\$ 2,674	\$ 16,014
Wages and Salaries Payable	-	4,125	1,882	3,422
Due to Other Funds	-	-	-	-
Due to Others	-	450	-	-
Total Liabilities	<u>23,913</u>	<u>8,556</u>	<u>4,556</u>	<u>19,436</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Unavailable Revenue - Property Taxes	-	9,269	2,201	-
Total Deferred Inflows of Resources	<u>-</u>	<u>9,269</u>	<u>2,201</u>	<u>-</u>
<b>FUND BALANCES</b>				
Restricted Fund Balance:				
Retirement of Long-Term Debt	-	-	-	-
Other Restricted Fund Balance	177,653	-	-	-
Committed Fund Balance:				
Other Committed Fund Balance	-	85,564	262,453	296,200
Total Fund Balances	<u>177,653</u>	<u>85,564</u>	<u>262,453</u>	<u>296,200</u>
Total Liabilities, Deferred Inflows & Fund Balances	<u>\$ 201,566</u>	<u>\$ 103,389</u>	<u>\$ 269,210</u>	<u>\$ 315,636</u>

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

Sheriff's Tax Sale Fund	Child Abuse Prevention Fd	Juvenile Probation Fund	Sheriff Seizure- Forfeiture Fd	Law Library Fund	Clerk's Record Mgmt & Preser	Records Mgmt & Preserv Fund	Courthouse Security Fund
\$ -	\$ 2,429	\$ 460,387	\$ 60,561	\$ 47,628	\$ 400,668	\$ -	\$ 68,296
-	-	-	-	-	-	-	-
-	-	33,336	-	-	-	-	-
-	-	(9,777)	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	89	-	-	-	-	-
<u>\$ -</u>	<u>\$ 2,429</u>	<u>\$ 484,035</u>	<u>\$ 60,561</u>	<u>\$ 47,628</u>	<u>\$ 400,668</u>	<u>\$ -</u>	<u>\$ 68,296</u>
\$ -	\$ -	\$ 7,404	\$ 2,149	\$ 678	\$ 6	\$ -	\$ -
-	-	17,526	-	-	1,314	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>24,930</u>	<u>2,149</u>	<u>678</u>	<u>1,320</u>	<u>-</u>	<u>-</u>
-	-	22,206	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>22,206</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-	-	-
-	2,429	436,899	58,412	46,950	399,348	-	68,296
-	-	-	-	-	-	-	-
<u>-</u>	<u>2,429</u>	<u>436,899</u>	<u>58,412</u>	<u>46,950</u>	<u>399,348</u>	<u>-</u>	<u>68,296</u>
<u>\$ -</u>	<u>\$ 2,429</u>	<u>\$ 484,035</u>	<u>\$ 60,561</u>	<u>\$ 47,628</u>	<u>\$ 400,668</u>	<u>\$ -</u>	<u>\$ 68,296</u>

BANDERA COUNTY, TEXAS  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
SEPTEMBER 30, 2024

	Juvenile Probation State Aid	Juvenile DSA Mental Health Grant	Juvenile Probation Fund	Juvenile Probation TJJD Directed
<b>ASSETS</b>				
Cash and Cash Equivalents	\$ -	\$ 39	\$ -	\$ -
Investments - Current	-	-	-	-
Taxes Receivable	-	-	-	-
Allowance for Uncollectible Taxes (credit)	-	-	-	-
Accounts Receivable, Net	-	-	-	-
Prepaid Items	-	-	-	-
Total Assets	<u>\$ -</u>	<u>\$ 39</u>	<u>\$ -</u>	<u>\$ -</u>
<b>LIABILITIES</b>				
Accounts Payable	\$ -	\$ 39	\$ -	\$ -
Wages and Salaries Payable	-	-	-	-
Due to Other Funds	-	-	-	-
Due to Others	-	-	-	-
Total Liabilities	<u>-</u>	<u>39</u>	<u>-</u>	<u>-</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Unavailable Revenue - Property Taxes	-	-	-	-
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCES</b>				
Restricted Fund Balance:				
Retirement of Long-Term Debt	-	-	-	-
Other Restricted Fund Balance	-	-	-	-
Committed Fund Balance:				
Other Committed Fund Balance	-	-	-	-
Total Fund Balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities, Deferred Inflows & Fund Balances	<u>\$ -</u>	<u>\$ 39</u>	<u>\$ -</u>	<u>\$ -</u>

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

Juv Probation TJJD P&I DSA Grant	Opioid Settlement Fund	Alternative Dispute Resolution	Appellate Judicial System	Guardianship Fund	Attorney Hot Check Fund	Attorney Pre-Trial Diversion	District Clrk Records Management
\$ -	\$ 32,555	\$ 21,043	\$ 167	\$ 28,621	\$ 905	\$ 36,271	\$ 103,560
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
64,317	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>\$ 64,317</u>	<u>\$ 32,555</u>	<u>\$ 21,043</u>	<u>\$ 167</u>	<u>\$ 28,621</u>	<u>\$ 905</u>	<u>\$ 36,271</u>	<u>\$ 103,560</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
64,317	-	-	-	-	-	-	-
-	-	-	-	-	-	1,345	-
<u>64,317</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,345</u>	<u>-</u>
-	-	-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-	-	-
-	32,555	21,043	167	28,621	905	34,926	103,560
-	-	-	-	-	-	-	-
<u>-</u>	<u>32,555</u>	<u>21,043</u>	<u>167</u>	<u>28,621</u>	<u>905</u>	<u>34,926</u>	<u>103,560</u>
<u>\$ 64,317</u>	<u>\$ 32,555</u>	<u>\$ 21,043</u>	<u>\$ 167</u>	<u>\$ 28,621</u>	<u>\$ 905</u>	<u>\$ 36,271</u>	<u>\$ 103,560</u>



BANDERA COUNTY, TEXAS  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
SEPTEMBER 30, 2024

	County Record Archive	County Attorney Forfeiture	Justice Court Technology	LE State Funded Training
<b>ASSETS</b>				
Cash and Cash Equivalents	\$ 259,594	\$ 1	\$ 12,830	\$ 34,617
Investments - Current	-	-	-	-
Taxes Receivable	-	-	-	-
Allowance for Uncollectible Taxes (credit)	-	-	-	-
Accounts Receivable, Net	-	-	-	-
Prepaid Items	-	-	-	-
Total Assets	<u>\$ 259,594</u>	<u>\$ 1</u>	<u>\$ 12,830</u>	<u>\$ 34,617</u>
<b>LIABILITIES</b>				
Accounts Payable	\$ 2,286	\$ -	\$ -	\$ 948
Wages and Salaries Payable	-	-	-	-
Due to Other Funds	-	-	-	-
Due to Others	-	-	-	-
Total Liabilities	<u>2,286</u>	<u>-</u>	<u>-</u>	<u>948</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Unavailable Revenue - Property Taxes	-	-	-	-
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCES</b>				
Restricted Fund Balance:				
Retirement of Long-Term Debt	-	-	-	-
Other Restricted Fund Balance	257,308	1	12,830	33,669
Committed Fund Balance:				
Other Committed Fund Balance	-	-	-	-
Total Fund Balances	<u>257,308</u>	<u>1</u>	<u>12,830</u>	<u>33,669</u>
Total Liabilities, Deferred Inflows & Fund Balances	<u>\$ 259,594</u>	<u>\$ 1</u>	<u>\$ 12,830</u>	<u>\$ 34,617</u>

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

## EXHIBIT H-1 (Cont'd)

District Clrk Records Archive	Juv Prob Noble Pact Grant	Unclaimed Capital Credits	Court Reporter Service Fund	Courts Facility Fund	Language Access Fund	Election County Expenses	Child Welfare Board
\$ -	\$ -	\$ 8,896	\$ 15,489	\$ 8,260	\$ 2,521	\$ 12,768	\$ 7,634
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	220
-	-	-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,896</u>	<u>\$ 15,489</u>	<u>\$ 8,260</u>	<u>\$ 2,521</u>	<u>\$ 12,768</u>	<u>\$ 7,854</u>
\$ -	\$ -	\$ -	\$ 3,481	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>3,481</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-	-	-
-	-	-	12,008	8,260	2,521	12,768	7,854
-	-	8,896	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>8,896</u>	<u>12,008</u>	<u>8,260</u>	<u>2,521</u>	<u>12,768</u>	<u>7,854</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,896</u>	<u>\$ 15,489</u>	<u>\$ 8,260</u>	<u>\$ 2,521</u>	<u>\$ 12,768</u>	<u>\$ 7,854</u>

BANDERA COUNTY, TEXAS  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
SEPTEMBER 30, 2024

	Veterans Service Officer Fund	Various Grants Fund	Medina Lake County Park Fund	Total Nonmajor Special Revenue Funds
<b>ASSETS</b>				
Cash and Cash Equivalents	\$ 3,990	\$ -	\$ 30,456	\$ 2,535,819
Investments - Current	-	-	-	-
Taxes Receivable	-	-	-	50,556
Allowance for Uncollectible Taxes (credit)	-	-	-	(14,827)
Accounts Receivable, Net	-	-	-	66,515
Prepaid Items	-	-	-	109
Total Assets	<u>\$ 3,990</u>	<u>\$ -</u>	<u>\$ 30,456</u>	<u>\$ 2,638,172</u>
<b>LIABILITIES</b>				
Accounts Payable	\$ -	\$ -	\$ 494	\$ 64,067
Wages and Salaries Payable	-	-	3,782	32,051
Due to Other Funds	-	-	-	64,317
Due to Others	-	-	-	1,795
Total Liabilities	<u>-</u>	<u>-</u>	<u>4,276</u>	<u>162,230</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Unavailable Revenue - Property Taxes	-	-	-	33,676
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>33,676</u>
<b>FUND BALANCES</b>				
Restricted Fund Balance:				
Retirement of Long-Term Debt	-	-	-	-
Other Restricted Fund Balance	3,990	-	-	1,762,973
Committed Fund Balance:				
Other Committed Fund Balance	-	-	26,180	679,293
Total Fund Balances	<u>3,990</u>	<u>-</u>	<u>26,180</u>	<u>2,442,266</u>
Total Liabilities, Deferred Inflows & Fund Balances	<u>\$ 3,990</u>	<u>\$ -</u>	<u>\$ 30,456</u>	<u>\$ 2,638,172</u>

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

Jail/Justice Interest & Sinking Fund	Total Nonmajor Governmental Funds
\$ -	\$ 2,535,819
111,997	111,997
80,769	131,325
(26,518)	(41,345)
-	66,515
-	109
<u>\$ 166,248</u>	<u>\$ 2,804,420</u>
\$ -	\$ 64,067
-	32,051
122	64,439
-	1,795
<u>122</u>	<u>162,352</u>
51,428	85,104
<u>51,428</u>	<u>85,104</u>
114,698	114,698
-	1,762,973
-	679,293
<u>114,698</u>	<u>2,556,964</u>
<u>\$ 166,248</u>	<u>\$ 2,804,420</u>

BANDERA COUNTY, TEXAS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2024

	Hotel Motel Tax Fund	Mansfield Park Fund	Indigent Health Care Fund	Garbage Stations Fund
<b>REVENUES:</b>				
Taxes:				
Property Taxes	\$ -	\$ 175,976	\$ 42,035	\$ -
Other Taxes	561,952	-	-	-
Licenses and Permits	-	800	-	-
Intergovernmental Revenue and Grants	-	-	-	5,000
Charges for Services	-	1,102	-	310,881
Fines	-	7,350	-	-
Forfeits	-	-	-	-
Investment Earnings	8,135	4,908	15,109	16,458
Rents and Royalties	-	42,988	-	-
Contributions & Donations from Private Sources	-	-	-	-
Other Revenue	-	200	29,154	-
Total Revenues	<u>570,087</u>	<u>233,324</u>	<u>86,298</u>	<u>332,339</u>
<b>EXPENDITURES:</b>				
Juvenile Probation	-	-	-	-
Garbage Stations	-	-	-	305,187
Indigent Health Care	-	-	106,886	-
Mansfield Park	-	169,524	-	-
Specific Purpose Expenditures	401,402	-	-	-
Debt Service:				
Principal on Debt	-	-	-	-
Interest on Debt	-	-	-	-
Other Debt Service	-	-	-	-
Total Expenditures	<u>401,402</u>	<u>169,524</u>	<u>106,886</u>	<u>305,187</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>168,685</u>	<u>63,800</u>	<u>(20,588)</u>	<u>27,152</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Sale of Real and Personal Property	-	2,061	-	-
Transfers In	-	-	-	-
Proceeds from SBITAs	-	-	-	-
Transfers Out	(100,000)	-	-	-
Total Other Financing Sources (Uses)	<u>(100,000)</u>	<u>2,061</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	68,685	65,861	(20,588)	27,152
Fund Balance - October 1 (Beginning)	<u>108,968</u>	<u>19,703</u>	<u>283,041</u>	<u>269,048</u>
Fund Balance - September 30 (Ending)	<u>\$ 177,653</u>	<u>\$ 85,564</u>	<u>\$ 262,453</u>	<u>\$ 296,200</u>

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

Sheriff's Tax Sale Fund	Child Abuse Prevention Fd	Juvenile Probation Fund	Sheriff Seizure- Forfeiture Fd	Law Library Fund	Clerk's Record Mgmt & Preser	Records Mgmt & Preserv Fund	Courthouse Security Fund
\$ -	\$ -	\$ 421,605	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	887	-	16,059	53,365	-	17,320
-	-	-	725	-	-	-	-
-	-	22,573	3,372	2,340	20,441	-	3,635
-	128	-	-	-	-	-	-
-	-	-	-	-	-	-	-
355,357	-	170	-	-	-	-	-
355,357	128	445,235	4,097	18,399	73,806	-	20,955
-	-	306,114	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
355,356	-	-	17,862	10,567	29,831	-	13,200
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
355,356	-	306,114	17,862	10,567	29,831	-	13,200
1	128	139,121	(13,765)	7,832	43,975	-	7,755
-	-	1,188	3,698	-	-	-	-
-	-	-	-	-	-	-	-
(1,965)	-	-	-	-	-	(3,193)	-
(1,965)	-	1,188	3,698	-	-	(3,193)	-
(1,964)	128	140,309	(10,067)	7,832	43,975	(3,193)	7,755
1,964	2,301	296,590	68,479	39,118	355,373	3,193	60,541
\$ -	\$ 2,429	\$ 436,899	\$ 58,412	\$ 46,950	\$ 399,348	\$ -	\$ 68,296



BANDERA COUNTY, TEXAS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2024

	Juvenile Probation State Aid	Juvenile DSA Mental Health Grant	Juvenile Probation Fund	Juvenile Probation TJJD Directed
<b>REVENUES:</b>				
Taxes:				
Property Taxes	\$ -	\$ -	\$ -	\$ -
Other Taxes	-	-	-	-
Licenses and Permits	-	-	-	-
Intergovernmental Revenue and Grants	218,587	243,000	4,347	14,229
Charges for Services	-	-	-	-
Fines	-	-	-	-
Forfeits	-	-	-	-
Investment Earnings	-	-	-	-
Rents and Royalties	-	-	-	-
Contributions & Donations from Private Sources	-	-	-	-
Other Revenue	-	-	-	-
Total Revenues	<u>218,587</u>	<u>243,000</u>	<u>4,347</u>	<u>14,229</u>
<b>EXPENDITURES:</b>				
Juvenile Probation	-	-	-	-
Garbage Stations	-	-	-	-
Indigent Health Care	-	-	-	-
Mansfield Park	-	-	-	-
Specific Purpose Expenditures	218,587	243,000	4,347	14,229
Debt Service:				
Principal on Debt	-	-	-	-
Interest on Debt	-	-	-	-
Other Debt Service	-	-	-	-
Total Expenditures	<u>218,587</u>	<u>243,000</u>	<u>4,347</u>	<u>14,229</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Sale of Real and Personal Property	-	-	-	-
Transfers In	-	-	-	-
Proceeds from SBITAs	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	-	-	-	-
Fund Balance - October 1 (Beginning)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - September 30 (Ending)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

Juv Probation TJJD P&I DSA Grant	Opioid Settlement Fund	Alternative Dispute Resolution	Appellate Judicial System	Guardianship Fund	Attorney Hot Check Fund	Attorney Pre-Trial Diversion	District Clrk Records Management
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
288,699	-	-	-	-	-	-	-
-	-	8,318	2,325	-	345	7,160	12,290
-	-	-	-	-	-	-	-
-	5,302	1,016	37	-	-	2,007	5,326
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	2,640	-	-	-
288,699	5,302	9,334	2,362	2,640	345	9,167	17,616
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
288,699	-	6,000	3,414	800	-	10,289	10,198
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
288,699	-	6,000	3,414	800	-	10,289	10,198
-	5,302	3,334	(1,052)	1,840	345	(1,122)	7,418
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	32,557
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	32,557
-	5,302	3,334	(1,052)	1,840	345	(1,122)	39,975
-	27,253	17,709	1,219	26,781	560	36,048	63,585
\$ -	\$ 32,555	\$ 21,043	\$ 167	\$ 28,621	\$ 905	\$ 34,926	\$ 103,560

BANDERA COUNTY, TEXAS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2024

	County Record Archive	County Attorney Forfeiture	Justice Court Technology	LE State Funded Training
<b>REVENUES:</b>				
Taxes:				
Property Taxes	\$ -	\$ -	\$ -	\$ -
Other Taxes	-	-	-	-
Licenses and Permits	-	-	5,390	-
Intergovernmental Revenue and Grants	-	-	-	-
Charges for Services	55,273	-	-	-
Fines	-	-	-	-
Forfeits	-	-	-	-
Investment Earnings	13,063	-	570	1,739
Rents and Royalties	-	-	-	-
Contributions & Donations from Private Sources	-	-	-	-
Other Revenue	-	-	-	14,498
Total Revenues	<u>68,336</u>	<u>-</u>	<u>5,960</u>	<u>16,237</u>
<b>EXPENDITURES:</b>				
Juvenile Probation	-	-	-	-
Garbage Stations	-	-	-	-
Indigent Health Care	-	-	-	-
Mansfield Park	-	-	-	-
Specific Purpose Expenditures	133,534	-	6,000	7,814
Debt Service:				
Principal on Debt	-	-	-	-
Interest on Debt	-	-	-	-
Other Debt Service	-	-	-	-
Total Expenditures	<u>133,534</u>	<u>-</u>	<u>6,000</u>	<u>7,814</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(65,198)</u>	<u>-</u>	<u>(40)</u>	<u>8,423</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Sale of Real and Personal Property	-	-	-	-
Transfers In	-	-	-	-
Proceeds from SBITAs	104,643	-	-	-
Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	<u>104,643</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	39,445	-	(40)	8,423
Fund Balance - October 1 (Beginning)	<u>217,863</u>	<u>1</u>	<u>12,870</u>	<u>25,246</u>
Fund Balance - September 30 (Ending)	<u>\$ 257,308</u>	<u>\$ 1</u>	<u>\$ 12,830</u>	<u>\$ 33,669</u>

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

District Clrk Records Archive	Juv Prob Noble Pact Grant	Unclaimed Capital Credits	Court Reporter Service Fund	Courts Facility Fund	Language Access Fund	Election County Expenses	Child Welfare Board
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
-	2,816	-	-	-	-	-	-
-	-	-	8,441	3,080	2,447	1,258	-
-	-	-	-	-	-	-	-
-	-	1,050	-	-	-	-	408
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	1,457
-	-	9,751	-	-	-	-	-
-	2,816	10,801	8,441	3,080	2,447	1,258	1,865
-	2,816	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	9,000	7,729	-	2,286	-	1,189
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	2,816	9,000	7,729	-	2,286	-	1,189
-	-	1,801	712	3,080	161	1,258	676
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
(29,364)	-	(34,000)	-	-	-	-	-
(29,364)	-	(34,000)	-	-	-	-	-
(29,364)	-	(32,199)	712	3,080	161	1,258	676
29,364	-	41,095	11,296	5,180	2,360	11,510	7,178
\$ -	\$ -	\$ 8,896	\$ 12,008	\$ 8,260	\$ 2,521	\$ 12,768	\$ 7,854

BANDERA COUNTY, TEXAS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2024

	Veterans Service Officer Fund	Various Grants Fund	Medina Lake County Park Fund	Total Nonmajor Special Revenue Funds
<b>REVENUES:</b>				
Taxes:				
Property Taxes	\$ -	\$ -	\$ -	\$ 639,616
Other Taxes	-	-	-	561,952
Licenses and Permits	-	-	-	6,190
Intergovernmental Revenue and Grants	-	-	-	776,678
Charges for Services	-	-	-	500,551
Fines	-	-	-	7,350
Forfeits	-	-	-	725
Investment Earnings	-	-	4,785	132,274
Rents and Royalties	-	-	-	43,116
Contributions & Donations from Private Sources	1,512	-	-	2,969
Other Revenue	-	-	-	411,770
Total Revenues	<u>1,512</u>	<u>-</u>	<u>4,785</u>	<u>3,083,191</u>
<b>EXPENDITURES:</b>				
Juvenile Probation	-	-	-	308,930
Garbage Stations	-	-	-	305,187
Indigent Health Care	-	-	-	106,886
Mansfield Park	-	-	-	169,524
Specific Purpose Expenditures	-	-	131,803	1,927,136
Debt Service:				
Principal on Debt	-	-	-	-
Interest on Debt	-	-	-	-
Other Debt Service	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>131,803</u>	<u>2,817,663</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>1,512</u>	<u>-</u>	<u>(127,018)</u>	<u>265,528</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Sale of Real and Personal Property	-	-	-	6,947
Transfers In	-	-	-	32,557
Proceeds from SBITAs	-	-	-	104,643
Transfers Out	-	(13,643)	-	(182,165)
Total Other Financing Sources (Uses)	<u>-</u>	<u>(13,643)</u>	<u>-</u>	<u>(38,018)</u>
Net Change in Fund Balance	1,512	(13,643)	(127,018)	227,510
Fund Balance - October 1 (Beginning)	<u>2,478</u>	<u>13,643</u>	<u>153,198</u>	<u>2,214,756</u>
Fund Balance - September 30 (Ending)	<u>\$ 3,990</u>	<u>\$ -</u>	<u>\$ 26,180</u>	<u>\$ 2,442,266</u>

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

		Total	
Jail/Justice Interest & Sinking Fund		Nonmajor Governmental Funds	
\$	891,674	\$	1,531,290
	-		561,952
	-		6,190
	-		776,678
	6,544		507,095
	-		7,350
	-		725
	25,508		157,782
	-		43,116
	-		2,969
	-		411,770
	<u>923,726</u>		<u>4,006,917</u>
	-		308,930
	-		305,187
	-		106,886
	-		169,524
	-		1,927,136
	710,000		710,000
	116,975		116,975
	500		500
	<u>827,475</u>		<u>3,645,138</u>
	<u>96,251</u>		<u>361,779</u>
	-		6,947
	-		32,557
	-		104,643
	-		(182,165)
	-		<u>(38,018)</u>
	96,251		323,761
	<u>18,447</u>		<u>2,233,203</u>
\$	<u>114,698</u>	\$	<u>2,556,964</u>



BANDERA COUNTY, TEXAS  
 COMBINING STATEMENT OF FIDUCIARY NET POSITION  
 PRIVATE PURPOSE TRUST FUNDS  
 SEPTEMBER 30, 2024

	Historical Commission Fund	Available School Fund	Permanent School Fund	Total Private Purpose Trust Funds
<b>ASSETS</b>				
Cash and Cash Equivalents	\$ 10,574	\$ 8,989	\$ 160,492	\$ 180,055
Total Assets	<u>10,574</u>	<u>8,989</u>	<u>160,492</u>	<u>180,055</u>
<b>LIABILITIES</b>				
Accounts Payable	218	8,223	-	8,441
Due to Others	-	766	-	766
Total Liabilities	<u>218</u>	<u>8,989</u>	<u>-</u>	<u>9,207</u>
<b>NET POSITION</b>				
Restricted for Other Purposes	10,356	-	160,492	170,848
Total Net Position	<u>\$ 10,356</u>	<u>\$ -</u>	<u>\$ 160,492</u>	<u>\$ 170,848</u>

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

BANDERA COUNTY, TEXAS  
 COMBINING STATEMENT OF ADDITIONS, DEDUCTIONS AND CHANGES IN NET POSITION  
 PRIVATE PURPOSE TRUST FUNDS  
 FOR THE YEAR ENDED SEPTEMBER 30, 2024

Data Control Codes	Historical Commission Fund	Available School Fund	Permanent School Fund	Total Private Purpose Trust Funds
ADDITIONS:				
Charges for Services	\$ 270	\$ -	\$ -	\$ 270
Investment Earnings	518	18,325	-	18,843
Contributions & Donations from Private	2,879	-	-	2,879
Total Additions	3,667	18,325	-	21,992
DEDUCTIONS:				
Other Operating Costs	692	18,325	-	19,017
Supplies	167	-	-	167
Total Deductions	859	18,325	-	19,184
Change in Net Position	2,808	-	-	2,808
Total Net Position - October 1 (Beginning)	7,548	9,336	160,492	177,376
Prior Period Adjustment	-	(9,336)	-	(9,336)
Total Net Position - September 30 (Ending)	\$ 10,356	\$ -	\$ 160,492	\$ 170,848

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

BANDERA COUNTY, TEXAS  
 COMBINING STATEMENT OF FIDUCIARY NET POSITION  
 CUSTODIAL FUNDS  
 SEPTEMBER 30, 2024

	State Fee & Fine Fund	EMS Memorials & Donations	Officials' Fee Accounts	Total Custodial Funds
<b>ASSETS</b>				
Cash and Cash Equivalents	\$ 42,011	\$ 1,271	\$ 1,180,110	\$ 1,223,392
Accounts Receivable, Net	100	-	-	100
Total Assets	42,111	1,271	1,180,110	1,223,492
<b>LIABILITIES</b>				
Accounts Payable	42,111	-	-	42,111
Total Liabilities	42,111	-	-	42,111
<b>NET POSITION</b>				
Restricted for Other Purposes	-	1,271	1,180,110	1,181,381
Total Net Position	\$ -	\$ 1,271	\$ 1,180,110	\$ 1,181,381

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

BANDERA COUNTY, TEXAS  
 COMBINING STATEMENT OF ADDITIONS, DEDUCTIONS AND CHANGES IN NET POSITION  
 CUSTODIAL FUNDS  
 FOR THE YEAR ENDED SEPTEMBER 30, 2024

Data Control Codes	State Fee & Fine Fund	EMS Memorials & Donations	Officials' Fee Accounts	Total Custodial Funds
ADDITIONS:				
Licenses and Permits	\$ 6,400	\$ -	\$ -	\$ 6,400
Charges for Services	200,919	-	55,773,951	55,974,870
Contributions & Donations from Private	-	2,300	-	2,300
Total Additions	<u>207,319</u>	<u>2,300</u>	<u>55,773,951</u>	<u>55,983,570</u>
DEDUCTIONS:				
Other Operating Costs	<u>207,319</u>	<u>1,971</u>	<u>56,480,384</u>	<u>56,689,674</u>
Total Deductions	<u>207,319</u>	<u>1,971</u>	<u>56,480,384</u>	<u>56,689,674</u>
Change in Net Position	-	329	(706,433)	(706,104)
Total Net Position - October 1 (Beginning)	<u>-</u>	<u>942</u>	<u>1,886,543</u>	<u>1,887,485</u>
Total Net Position - September 30 (Ending)	<u>\$ -</u>	<u>\$ 1,271</u>	<u>\$ 1,180,110</u>	<u>\$ 1,181,381</u>

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



NEFFENDORF & BLOCKER, P.C.

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

Honorable Judge and Commissioners  
County of Bandera, Texas  
Bandera, TX 78003

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, each major fund, and the aggregate remaining fund information of Bandera County, Texas (the "County"), as of and for the year ended September 30, 2024, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated April 11, 2025.

**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 audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, we do not express an opinion on the effectiveness of the County's internal control.

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

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

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## **Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether Bandera County, Texas' financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statements. 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 entity'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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Sincerely,

*Neffendorf & Blocker, P.C.*

NEFFENDORF & BLOCKER, P.C.  
Fredericksburg, Texas

April 11, 2025



# NEFFENDORF & BLOCKER, P.C.

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

Honorable Judge and Commissioners  
County of Bandera, Texas  
Bandera, TX 78003

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

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

We have audited Bandera County, Texas' 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 Bandera County, Texas' major federal programs for the year ended September 30, 2024. Bandera County, Texas' 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, Bandera 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 September 30, 2024.

#### ***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 the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

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

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## ***Auditor's Responsibilities for the Audit of Compliance***

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Bandera County, Texas' compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of Bandera County, Texas' internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of Bandera County, Texas' 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 a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control 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.

*Neffendorf & Blocker, P.C.*

NEFFENDORF & BLOCKER, P.C.

Fredericksburg, Texas

April 11, 2025

BANDERA COUNTY, TEXAS  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED SEPTEMBER 30, 2024

**I. Summary of the Auditor's Results:**

**I. Financial Statements**

Type of auditor's report issued

Unmodified

Internal control over financial reporting

Material Weakness(es) identified

\_\_\_ Yes X No

Significant deficiencies identified that are not  
considered to be material weakness

\_\_\_ Yes X No

Noncompliance material to financial statements noted?

\_\_\_ Yes X No

**II. Federal and State Awards**

Type of auditor's report issued

Unmodified

Internal control over financial reporting

Material Weakness(es) identified

\_\_\_ Yes X No

Significant deficiencies identified that are not  
considered to be material weakness

\_\_\_ Yes X No

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 2 CFR 200.516(a) of  
Uniform Guidance?

\_\_\_ Yes X No

Identification of major federal program:

Assistance Listing  
Number  
21.027

Name of the Federal Program or  
Cluster  
Coronavirus State and Local Fiscal  
Recovery Fund

Dollar threshold used to distinguish between type A and  
type B federal programs:

\$750,000

Auditee qualified as low-risk auditee?

\_\_\_ Yes X No

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

-None-

**III. Findings and Questioned Costs for Federal Awards**

-None-

BANDERA COUNTY, TEXAS  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS/CORRECTIVE ACTION PLAN  
FOR THE YEAR ENDED SEPTEMBER 30, 2024

**Prior Year's Findings/Noncompliance and Status:**

-None-

**Statement of Corrective Action- Current Year Disclosures**

-None-

BANDERA COUNTY, TEXAS  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2024

(1)	(2)	(3)	(4)
FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM or CLUSTER TITLE	Federal ALN Number	Pass-Through Entity Identifying Number	Federal Expenditures
<b><u>US DEPARTMENT OF TREASURY</u></b>			
<u>Direct Programs</u>			
COVID 19-Coronavirus State and Local Fiscal Recovery	21.027		\$ 1,954,110
Total Direct Programs			<u>1,954,110</u>
<b>TOTAL US DEPARTMENT OF TREASURY</b>			<u>1,954,110</u>
<b><u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u></b>			
<u>Passed Through State Department of Health Services</u>			
Public Health Emergency Preparedness	93.069	HHS000145600001	10,591
Total Passed Through State Department of Health Services			<u>10,591</u>
<b>TOTAL U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</b>			<u>10,591</u>
<b><u>DEPARTMENT OF HOUSING &amp; URBAN DEVELOPMENT</u></b>			
<u>Passed Through Texas General Land Office</u>			
Community Development Block Grant	14.228	22-130-012-D785	18,000
Total Passed Through Texas General Land Office			<u>18,000</u>
<b>TOTAL DEPARTMENT OF HOUSING &amp; URBAN DEVELOPMENT</b>			<u>18,000</u>
<b>TOTAL EXPENDITURES OF FEDERAL AWARDS</b>			<u>\$ 1,982,701</u>

BANDERA COUNTY, TEXAS  
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
YEAR ENDED SEPTEMBER 30, 2024

Basis of Presentation

The accompanying schedule of expenditures of federal awards ("the schedule") includes the federal award activity of Bandera County, Texas under programs of the federal government for the year ended September 30, 2024. The information in the schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance"). Federal and State financial assistance was accounted for in the Governmental Fund types.

Summary of Significant Accounting Policies

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. The Governmental Fund Types are accounted for using a current financial resources measurement focus. All federal expenditures were accounted for in the General Fund and Special Revenue Funds, components of the Governmental Fund type. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowed or are limited as to reimbursement.

Federal grants are considered to be earned to the extent of expenditures made under the provisions of the grant, and, accordingly, when such funds are received, they are recorded as deferred revenues until earned.

The period of availability for federal grant funds for the purpose of outstanding obligations made on or before the ending date of the federal project period extended 30 days beyond the federal project period ending date, in accordance with provisions in the Uniform Guidance.

Indirect Cost Rate

Bandera County, Texas has elected not to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.



# NEFFENDORF & BLOCKER, P.C.

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April 11, 2025

Honorable Judge and Commissioners  
County of Bandera, Texas  
Bandera, TX 78003

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Bandera County, Texas for the year ended September 30, 2024. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards and, *Government Auditing Standards* and the Uniform Guidance, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated August 17, 2023. Professional standards also require that we communicate to you the following information related to our audit.

## Significant Audit Matters

### *Qualitative Aspects of Accounting Practices*

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by Bandera County, Texas are described in Note I to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during 2024. We noted no transactions entered into by Bandera County during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. There were no significant accounting estimates.

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

### *Difficulties Encountered in Performing the Audit*

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

### *Corrected and Uncorrected Misstatements*

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements. In addition, none of the misstatements detected as a result of audit procedures and corrected by management were material, either individually or in the aggregate, to the financial statements taken as a whole.

### *Disagreements with Management*

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

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### *Management Representations*

We have requested certain representations from management that are included in the management representation letter dated April 11, 2025.

### *Management Consultations with Other Independent Accountants*

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

### *Other Audit Findings or Issues*

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

### Other Matters

We applied certain limited procedures to the Management Discussion and Analysis; Budgetary Comparison Schedule - General Fund; Budgetary Comparison Schedule - Ambulance Fund; Budgetary Comparison Schedule - Road and Bridge Fund; Budgetary Comparison Schedule - COVID Fiscal Recovery Fund; the Schedule of Changes in Net Pension Liability and Related Ratios and the Schedule of Employer Contributions; and the Schedule of Changes in the Total OPEB Liability and Related Ratios, which are required supplementary information (RSI) that supplements the basic financial statements. Our procedures consisted of inquiries of management regarding the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

We were engaged to report on the Combining Balance Sheet - Nonmajor Governmental Funds; Combining Statement of Revenues, Expenditures and Changes in Fund Balance - Nonmajor Governmental Funds; Combining Statement of Fiduciary Net Position - Private Purpose Trust Funds; Combining Statement of Additions, Deductions and Changes in Net Position - Private Purpose Trust Funds; Combining Statements of Fiduciary Net Position-Custodial Funds and Combining Statement of Revenues, Expenses and Changes in Fund Net Position - Custodial Funds and the Schedule of Expenditures of Federal Awards, which accompany the financial statements but are not RSI. With respect to this supplementary information, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

### Recommendations

#### *Cash & Investments Classification*

The pooled cash LOGIC investment account is presented as cash and cash equivalents. These accounts should be recorded and tracked separately from the pooled cash accounts with the correct classification as an investment account.

#### *Tax Assessor Collector Bank Reconciliations*

The Tax Assessor Collector bank reconciliations for the tax collections account have outstanding old items from when the Tax Assessor Collector switched bank accounts. There are several differences listed due to change of bank accounts that improperly posted to the wrong cash account in the accounting software. We recommend the Tax Assessor Collector research these items and reissue or void old outstanding items.

#### *Tax Commissions*

The County records property tax receipts net of the tax commissions paid to the Tax Assessor-Collector for collection fees. We recommend that the County recorded the property tax receipts in total as revenue and record the commissions

paid to the Tax Assessor-Collector as an expenditure.

Restriction on Use

This information is intended solely for the use of the Commissioner's Court and management of Bandera County and is not intended to be and should not be used by anyone other than these specified parties.

We appreciate the cooperation of the County Auditor's offices and the various officials and employees of the County.

Sincerely,

*Neffendorf & Blocker, P.C.*

NEFFENDORF & BLOCKER, P.C.

Fredericksburg, Texas

April 11, 2025