

Blanco County Monthly Payroll Approval Form

June 2017 Estimated Payroll

	#13 Cnty Atty Ck Collecting	#10 General Fund	#15 Road & Bridge Fund	#18 Courthouse Security	Total
Salaries		197,010.25	20,830.87		217,841.12
Soc/Med		15,071.28	1,620.51		16,691.79
Retirement		16,568.56	1,751.88		18,320.44
Insurance		44,010.32	5,730.62		49,740.94
Group Term Life		363.31	43.91		407.22
TOTAL		273,023.72	29,977.79		303,001.51

Total Payroll to be approved

County Treasurer *Janette Taylor* Date 6-9-17

County Judge _____ Date _____

Commissioner Pct 1 _____ Date _____

Commissioner Pct 2 _____ Date _____

Commissioner Pct 3 _____ Date _____

Commissioner Pct 4 _____ Date _____

BLANCO COUNTY REQUEST FOR A LINE-ITEM TRANSFER

DATE: 9-Jun-17

TO: HONORABLE COMMISSIONERS COURT OF BLANCO COUNTY, TEXAS

FROM: Brett Bray

DEPARTMENT Blanco County Judge's Office

I SUBMIT TO YOU FOR YOUR CONSIDERATION, THE FOLLOWING LINE ITEM TRANSFERS:

FUND	LINE ITEM DESCRIPTION	LINE ITEM #	AMOUNT
FROM: <u>Non Departmental</u>	<u>Utilities</u>	<u>10-500-500</u>	<u>\$ 1,500.00</u>
	<u> </u>	<u> </u>	<u> </u>
	<u> </u>	<u> </u>	<u> </u>
	<u> </u>	<u> </u>	<u> </u>
TO: <u>Non Departmental</u>	<u>Legal Notices/Newspaper</u>	<u>10-500-534</u>	<u>\$ 1,500.00</u>
	<u> </u>	<u> </u>	<u> </u>
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Reason for request:

Needing additional funds for notices.

Note: This change is the budget for county purposes is in accordance with 111.011 Changes in Budget for County Purposes" of the Local Government Code.

Department Head Signature

Attest: County Clerk
(if Commissioners' Court Action)

Co Judge/Commissioners' Court Approval
(as needed)

BLANCO COUNTY REQUEST FOR A LINE-ITEM TRANSFER

DATE: 6/1/2017

TO: HONORABLE COMMISSIONERS COURT OF BLANCO COUNTY, TEXAS

FROM: Brett Bray

DEPARTMENT County Judge

I SUBMIT TO YOU FOR YOUR CONSIDERATION, THE FOLLOWING LINE ITEM TRANSFERS:

FUND	LINE ITEM DESCRIPTION	LINE ITEM #	AMOUNT
FROM: <u>Non-Departmental</u>	<u>Independent Auditors</u>	<u>10-500-535</u>	<u>\$ 500.00</u>
TO: <u>Non Departmental</u>	<u>Legal Notices/Newspaper</u>	<u>10-500-534</u>	<u>\$ 500.00</u>

Reason for request:

currently have \$300 in the account. Will need additional funds for budget meeting notices.

Note: This change is the budget for county purposes is in accordance with 111.011 Changes in Budget for County Purposes" of the Local Government Code.

Department Head Signature

Attest: County Clerk
(if Commissioners' Court Action)

Co Judge/Commissioners' Court Approval
(as needed)

BLANCO COUNTY REQUEST FOR A LINE-ITEM TRANSFER

DATE: 6-Jun-17

TO: HONORABLE COMMISSIONERS COURT OF BLANCO COUNTY, TEXAS

FROM: Brett Bray

DEPARTMENT Blanco County Judge's Office

I SUBMIT TO YOU FOR YOUR CONSIDERATION, THE FOLLOWING LINE ITEM TRANSFERS:

FUND	LINE ITEM DESCRIPTION	LINE ITEM #	AMOUNT
FROM: <u>General Fund</u> <u>Capital Equip.</u>	<u>Carpet for Courthouse</u>	<u>10-560-531</u>	<u>\$ 20,000.00</u>
	<u> </u>	<u> </u>	<u> </u>
	<u> </u>	<u> </u>	<u> </u>
	<u> </u>	<u> </u>	<u> </u>
TO: <u>Road & Bridge</u> <u>Capital Equip.</u>	<u>Pave Courthouse Parking Area</u>	<u>10-580-325</u>	<u>\$ 20,000.00</u>
	<u> </u>	<u> </u>	<u> </u>
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	<u> </u>	<u> </u>	<u> </u>
	<u> </u>	<u> </u>	<u> </u>

Reason for request:

Note: This change is the budget for county purposes is in accordance with 111.011 Changes in Budget for County Purposes" of the Local Government Code.

Department Head Signature

Attest: County Clerk
(if Commissioners' Court Action)

Co Judge/Commissioners' Court Approval
(as needed)

Blanco County Commissioners' Court

13-Jun-17

Invoice File Listing By Fund

Fund	Description	Disbursement
010	General Fund	145,475.23
015	Road & Bridge Fund	53,406.00
017	Records Mngmt Clerk	150.00
019	Child Safety Fund	4,000.00
031	Chapter 19 Fund	210.00
041	District Crt Records Pres	150.00
Total		203,391.23

The attached list of Claims Payable have been examined & approved for payment by the County Auditor as provided by the Texas LGC 113.064 & 113.065

Attest County Auditor: Cindy J Dent Date 06/08/17

The attached list of Claims Payable have been examined & approved for payment by the Commissioners' Court as provided by the Texas LGC 115.021 & 115.022

County Judge _____ Date _____
 Commissioner Pct 1 _____ Commissioner Pct 3 _____
 Commissioner Pct 2 _____ Commissioner Pct 4 _____

NAME-OF-VENDOR DEPARTMENT	INVOICE-NO	DESCRIPTION-OF-INVOICE	AMOUNT
A T & T MOBILITY COUNTY SHERIFF VENDOR TOTAL	61788	ACCT #287272104256 LEC	87.35 87.35
AMERICAN LAW ENFORCEMENT RADAR TRAI COUNTY SHERIFF VENDOR TOTAL	61882	INV#012227 LEC	280.00 280.00
AXON ENTERPRISE, INC COUNTY SHERIFF VENDOR TOTAL	61883	INV#SI1482061 LEC	70.00 70.00
BLANCO CO CHILD PROTECTION BD JUDICIAL EXPENSES VENDOR TOTAL	61790	JURY DONATIONS	22.00 22.00
BLANCO COUNTY APPRAISAL DIST COURTHOUSE EXPENSES VENDOR TOTAL	61789	3RD QUARTER	39,844.00 39,844.00
BLANCO HYDRO GAS CO. RECYCLING COORDINATOR VENDOR TOTAL	61885	ACCT#2411 RECYCLING	19.75 19.75
BLANCO REGIONAL CLINIC P.A. INDIGENT HEALTH CARE COUNTY SHERIFF COUNTY SHERIFF VENDOR TOTAL	61793 61886 61887	PATIENT #UPSFRA0001 INV#BLANCO0008 ACCT#BLANCO0008	13.22 133.00 133.00 279.22
BURNET COUNTY TREASURER COUNTY SHERIFF VENDOR TOTAL	61794	INMATE HOUSING APRIL 2017	210.00 210.00
BUSINESS CENTER PRINT & OS COUNTY SHERIFF COUNTY SHERIFF COUNTY CLERK COUNTY CLERK COUNTY CLERK VENDOR TOTAL	61889 61890 61891 61892 61893	INV#126290 LEC INV#126102, 122142CM LEC INV#126248 CO CLERK INV#126248.2 CO CLERK INV#126248.1 CO CLERK	519.49 59.19 656.04 42.80 30.37 1,307.89
CANON FINANCIAL SERVICES, INC. COURTHOUSE EXPENSES COURTHOUSE EXPENSES COURTHOUSE EXPENSES COURTHOUSE EXPENSES COURTHOUSE EXPENSES COURTHOUSE EXPENSES COURTHOUSE EXPENSES COURTHOUSE EXPENSES COURTHOUSE EXPENSES COURTHOUSE EXPENSES COURTHOUSE EXPENSES COURTHOUSE EXPENSES COURTHOUSE EXPENSES COURTHOUSE EXPENSES VENDOR TOTAL	61795 61796 61797 61798 61799 61800 61801 61802 61803 61804 61805	INV #17338027 DIST COURT ROOM INV #17338028 JP 4 INV #17338029 LEC INV #17338030 TAC INV #17338031 EXTENSION INV #17338032 CO CLERK INV #17338033 DIST CLERK INV #17338034 JP 1 INV #17338035 LEC INV #17338036 COURTHOUSE INV #17338037 LEC	142.35 47.73 85.11 42.11 41.78 123.63 139.30 50.25 83.52 143.52 179.00 1,078.30
CARD SERVICE CENTER			

NAME-OF-VENDOR DEPARTMENT	INVOICE-NO	DESCRIPTION-OF- INVOICE	AMOUNT
COURTHOUSE EXPENSES	61895	4707 1205 3610 0344 COUNTY	28.89
COUNTY INSPECTOR	61900	4707 1205 3610 0419 ROEDER	84.94
DISTRICT CLERK	61901	4707 1205 3610 0351 ELSBURY	255.97
COURTHOUSE EXPENSES	61903	4707 1205 3610 0310 SWIFT	678.97
COUNTY SHERIFF	61904	4707 1205 3610 0542 JACKSON	50.70
COUNTY SHERIFF	61905	4707 1205 3610 0542 JACKSON	48.38
COUNTY SHERIFF	61906	4707 1205 3610 0542 JACKSON	108.39
COUNTY SHERIFF	61907	4707 1205 3610 0427 SHUMAKE	197.43
COUNTY SHERIFF	61908	4707 1205 3610 0427 SHUMAKE	29.99
COUNTY SHERIFF	61909	4707 1205 3610 0427 SHUMAKE	75.02
COURTHOUSE EXPENSES	61910	4707 1205 3610 0385 LIESMANN	869.42
EMERGENCY MANAGEMENT	61911	4707 1205 3610 0385 LIESMANN	411.72
EMERGENCY MANAGEMENT	61912	4707 1205 3610 0385 LIESMANN	80.40
VENDOR TOTAL			2,920.22
CITY OF BLANCO			
COURTHOUSE EXPENSES	61806	ACCT #16 SOUTH ANNEX	81.50
VENDOR TOTAL			81.50
CITY OF JOHNSON CITY			
COURTHOUSE EXPENSES	61807	ACCT #1187 ANNEX	51.37
COURTHOUSE EXPENSES	61808	ACCT #95 OLD JAIL	75.19
COURTHOUSE EXPENSES	61809	ACCT #1089 PCT 2	75.19
COURTHOUSE EXPENSES	61810	ACCT #1186 ANNEX-LO	11.22
COUNTY SHERIFF	61811	ACCT #1316 LEC	713.87
COUNTY SHERIFF	61812	ACCT #1317 LEC	51.37
COUNTY SHERIFF	61813	ACCT #1255 LEC	394.96
COURTHOUSE EXPENSES	61814	ACCT #73 COURTHOUSE	198.50
VENDOR TOTAL			1,571.67
COMBINED COMMUNITY ACTION INC			
COMMUNITY SERVICES	61815	2016-2017 BUDGET	5,000.00
VENDOR TOTAL			5,000.00
CUT RATE BATTERIES			
COUNTY SHERIFF	61914	INV#INCRB735391 LEC	604.80
VENDOR TOTAL			604.80
DAVID P YTURRI			
JUDICIAL EXPENSES	61816	CRO1173	425.00
VENDOR TOTAL			425.00
DODGE CITY OF MCKINNEY			
GENERAL FUND CAPITAL EQUIPMENT	61915	INV#7J719200 LEC	39,764.24
VENDOR TOTAL			39,764.24
EXPRESS AUTOMOTIVE SERVICE			
COUNTY SHERIFF	61919	INV#3735911 LEC	46.53
COUNTY SHERIFF	61920	INV#3736294 LEC	239.95
COUNTY SHERIFF	61921	INV#3735025 LEC	46.53
VENDOR TOTAL			333.01
FASTENAL COMPANY			
RECYCLING COORDINATOR	61922	INV#TX00196858 RECYCLE	58.92
VENDOR TOTAL			58.92
FELPS AUTOMOTIVE			

NAME-OF-VENDOR DEPARTMENT	INVOICE-NO	DESCRIPTION-OF-INVOICE	AMOUNT
COUNTY SHERIFF VENDOR TOTAL	61925	INV#16500 LEC	657.58 657.58
FRONTIER COMMUNICATIONS			
STATE AGENIES SERVICES	61818	830-868-4008 ADULT PROBATION	191.40
COUNTY SHERIFF	61819	830-868-7104 SHERIFF	917.06
COUNTY SHERIFF	61876	210-020-1205 LEC	171.98
VENDOR TOTAL			1,280.44
FUELMAN			
COURTHOUSE EXPENSES	61926	FUEL - MAINTENANCE	59.35
COUNTY INSPECTOR	61927	FUEL - INSPECTOR	84.76
CONSTABLE PCT #4	61928	FUEL - CONSTABLE 4	43.65
COUNTY SHERIFF	61931	FUEL LEC	4,646.41
VENDOR TOTAL			4,834.17
GADDIS COURT REPORTING			
JUDICIAL EXPENSES	61820	INV #2017-59	150.00
VENDOR TOTAL			150.00
GRAVES HUMPHRIES, STAHL, LIMITED			
COURTHOUSE EXPENSES	61821	REPORT #COL005 JP 1	607.13
COURTHOUSE EXPENSES	61871	REPORT #COL005 JP 4	173.12
VENDOR TOTAL			780.25
GT DISTRIBUTORS, INC			
COUNTY SHERIFF	61933	INV#0618504 LEC	156.45
VENDOR TOTAL			156.45
GULF COAST PAPER CO. INC.			
COURTHOUSE EXPENSES	61934	INV#1326835	225.03
VENDOR TOTAL			225.03
GVTC			
JUSTICE OF THE PEACE #4	61875	830-833-4212 JP 4	175.96
COURTHOUSE EXPENSES	61881	PCT 1 & PCT 4 INTERNET	74.96
VENDOR TOTAL			250.92
H & H LAND SERVICE			
COURTHOUSE EXPENSES	61823	INV #1953 JP 4 OFFICE	75.00
COURTHOUSE EXPENSES	61824	INV #1959 JP 4 OFFICE	75.00
VENDOR TOTAL			150.00
HEFFERNAN INS DBA ADAMS INS. AGENCY			
COUNTY SHERIFF	61935	RENEWAL OF NOTARY BOND	71.00
VENDOR TOTAL			71.00
HILL COUNTRY CHILD ADVOCACY CT			
JUDICIAL EXPENSES	61791	JURY DONATIONS	64.00
VENDOR TOTAL			64.00
HILL COUNTRY IT			
COURTHOUSE EXPENSES	61828	INV #114	1,474.00
COURTHOUSE EXPENSES	61829	INV #114	102.50
VENDOR TOTAL			1,576.50
HILL COUNTRY REFRIGERATION			

NAME-OF-VENDOR DEPARTMENT	INVOICE-NO	DESCRIPTION-OF-INVOICE	AMOUNT
COURTHOUSE EXPENSES	61936	INV#57354 ANNEX	347.50
COURTHOUSE EXPENSES	61937	INV#57355 LEC	563.00
VENDOR TOTAL			910.50
ICS JAIL SUPPLIES INC. COUNTY SHERIFF	61938	INV#W0769400 LEC	181.50
VENDOR TOTAL			181.50
JASON D. DUNHAM, PHD JUDICIAL EXPENSES	61830	CR 1380 PSYCHOLOGICAL EVALUATION	1,500.00
VENDOR TOTAL			1,500.00
JENNIFER SHUMAKE COUNTY SHERIFF	61939	REIMBURSEMENT	707.85
VENDOR TOTAL			707.85
JOHNSON CITY HYDRO GAS COUNTY SHERIFF	61831	ACCT #2570 JAIL	537.17
VENDOR TOTAL			537.17
JOHNSON CITY PUBLICATIONS LP COURTHOUSE EXPENSES	61940	INV#48009	25.00
COURTHOUSE EXPENSES	61941	INV#48013	32.00
COURTHOUSE EXPENSES	61942	INV#48019	32.00
VENDOR TOTAL			89.00
JOHNSON CITY SIGN SHOP COURTHOUSE EXPENSES	61943	INV#3949	272.00
VENDOR TOTAL			272.00
JOHNSON CITY TOWING COUNTY SHERIFF	61832	TOWING OF SHERIFF PU	75.00
VENDOR TOTAL			75.00
JOHNSON CONTROLS COURTHOUSE EXPENSES	61944	INV#1-49983439583 LEC	848.50
COURTHOUSE EXPENSES	61945	INV#1-50312156133 LEC	341.50
VENDOR TOTAL			1,190.00
LOWER COLORADO RIVER AUTHORITY COURTHOUSE EXPENSES	61833	INV #TWER0005434	846.86
VENDOR TOTAL			846.86
MARY K. HAGEMIER DDS COUNTY SHERIFF	61947	INMATE DENTAL - RICH	185.00
VENDOR TOTAL			185.00
MYRON UECKER COURTHOUSE EXPENSES	61948	MAINTENANCE & REPAIR	150.00
VENDOR TOTAL			150.00
NATALIE FOWLER JUDICIAL EXPENSES	61834	CV 08171	390.00
VENDOR TOTAL			390.00
NATHAN KIGHT JUDICIAL EXPENSES	61835	REVO. CASE 1343	375.00
VENDOR TOTAL			375.00

NAME-OF-VENDOR DEPARTMENT	INVOICE-NO	DESCRIPTION-OF-INVOICE	AMOUNT
COUNTY SHERIFF	61836	PATIENT #453 PALOMINO JAIL	374.77
COUNTY SHERIFF	61837	PATIENT #399 ABBOTT JAIL	374.30
COUNTY SHERIFF	61838	PATIENT #451 ASENCIO JAIL	347.75
COUNTY SHERIFF	61839	PATIENT #451 ASENCIO JAIL	374.30
COUNTY SHERIFF	61878	MEDICAL EXPENSES PRISONERS	349.07
VENDOR TOTAL			1,820.19
NORTHEAST TEXAS DATA CORP.			
JUSTICE OF THE PEACE PCT #1	61840	REPORT #CAS017 JP 1	172.00
JUSTICE OF THE PEACE #4	61872	REPORT #CAS017 JP 4	48.00
VENDOR TOTAL			220.00
ODIORNE FEED/RANCH SUPPLY INC			
COURTHOUSE EXPENSES	61950	INV#116402	20.00
VENDOR TOTAL			20.00
PEDERNALES SOIL/WATER CONS DIS			
COMMUNITY SERVICES	61842	BUDGET 2016-2017	2,000.00
VENDOR TOTAL			2,000.00
PERFORMANCE FOOD SERVICE			
COUNTY SHERIFF	61953	INV#8788217 LEC	3,655.05
VENDOR TOTAL			3,655.05
PETERSON TIRE			
COUNTY SHERIFF	61954	INV#JC25338 LEC	693.00
COUNTY SHERIFF	61955	INV#JC25173 LEC	45.45
VENDOR TOTAL			738.45
POSTMASTER/BOX RENT			
COUNTY CLERK	61958	BOX RENT #65 CO CLERK	56.00
VENDOR TOTAL			56.00
POSTMASTER/STAMPS			
CONSTABLE PCT #4	61974	POSTAGE	100.00
VENDOR TOTAL			100.00
PURCHASE POWER			
COURTHOUSE EXPENSES	61843	ACCT #8000-9090-0697-9400	964.33
VENDOR TOTAL			964.33
QUILL CORPORATION			
COURTHOUSE EXPENSES	61959	INV#6795352	15.06
COURTHOUSE EXPENSES	61960	INV#6796817	144.17
VENDOR TOTAL			159.23
REEH PLUMBING			
COURTHOUSE EXPENSES	61961	INV#82168 ANNEX	105.00
VENDOR TOTAL			105.00
RICHARD D. DAVIS			
JUDICIAL EXPENSES	61844	CASE #CR01313	625.00
VENDOR TOTAL			625.00
RUSS BAKER			
JUDICIAL EXPENSES	61845	CR 1415	425.00
VENDOR TOTAL			425.00
SCOTT & WHITE HOSPITAL			

NAME-OF-VENDOR DEPARTMENT	INVOICE-NO	DESCRIPTION-OF-INVOICE	AMOUNT
COUNTY SHERIFF VENDOR TOTAL	61841	PATIENT #PH9165931251	59.95 59.95
SCOTT-MERRIMAN, INC DISTRICT CLERK VENDOR TOTAL	61962	INV#059838 DIST CLERK	306.87 306.87
SHELL & SHELL JUDICIAL EXPENSES JUDICIAL EXPENSES VENDOR TOTAL	61846 61847	CASE #1362 CASE #CR01284 REVO.	3,000.00 750.00 3,750.00
SIGNS ACROSS TEXAS COUNTY SHERIFF VENDOR TOTAL	61963	INV#1102 LEC	195.00 195.00
SIMPLEXGRINNELL COURTHOUSE EXPENSES COURTHOUSE EXPENSES VENDOR TOTAL	61848 61877	DISHWASHER LEASE INV #83705229	110.33 60.00 170.33
SOUTHERN HEALTH PARTNERS COUNTY SHERIFF VENDOR TOTAL	61849	INV #ADP13056 POPULATION INCREASE	562.50 562.50
STATE COMPTROLLER JUDICIAL EXPENSES COURTHOUSE EXPENSES VENDOR TOTAL	61792 61850	JURY DONATIONS (3.5) C0160	22.00 100.00 122.00
STRICKLAND DRUGS INDIGENT HEALTH CARE VENDOR TOTAL	61851	ACCT #113	519.96 519.96
TALLY, LLC TAX ASSESSOR/COLLECTOR VENDOR TOTAL	61852	INV #1094 POLLBOOKS	1,980.00 1,980.00
TEAFCS TREASURER COUNTY EXTENSION AGENCY VENDOR TOTAL	61965	STATE MEETING, G. SANDERS	225.00 225.00
TERMINIX COURTHOUSE EXPENSES COURTHOUSE EXPENSES COUNTY SHERIFF VENDOR TOTAL	61854 61855 61856	ACCT #7136 ANNEX ACCT #10125 OLD JAIL ACCT #6969 LEC	100.00 47.00 111.00 258.00
TEXAS AGRILIFE EXTENSION CONFERENCE COUNTY EXTENSION AGENCY COUNTY EXTENSION AGENCY VENDOR TOTAL	61966 61967	ID#101901 - SANDERS, G ID#101900 WEIMERS, C	40.00 40.00 80.00
TEXAS ASSOCIATION OF COUNTIES COUNTY CLERK VENDOR TOTAL	61980	COUNTY CLERK CONFERENCE - WALLA, L	250.00 250.00
TEXAS ASSOCIATION OF COUNTIES			

NAME-OF-VENDOR DEPARTMENT	INVOICE-NO	DESCRIPTION-OF-INVOICE	AMOUNT
COURTHOUSE EXPENSES VENDOR TOTAL	61853	MEMBER #0160	6,900.00 6,900.00
TEXAS LAWYERS INS. EXCHANGE COURTHOUSE EXPENSES VENDOR TOTAL	61879	QUOTE #84058	1,500.00 1,500.00
TEXAS WILDLIFE DAMAGE MGMT FUND COMMUNITY SERVICES VENDOR TOTAL	61857	TX WILDLIFE DAMAGE MGMT. PREDATOR	1,900.00 1,900.00
TEXAS WIRELESS INTERNET COURTHOUSE EXPENSES VENDOR TOTAL	61874	PCT 4 EMAIL	5.00 5.00
THE STATESMAN COURTHOUSE EXPENSES VENDOR TOTAL	61858	ACCT #15558671	18.19 18.19
THOMAS M FELPS JUDICIAL EXPENSES VENDOR TOTAL	61859	CC 05465/5466	300.00 300.00
THYSSENKRUPP ELEVATOR COURTHOUSE EXPENSES VENDOR TOTAL	61860	CUST #62668	259.39 259.39
TIME WARNER CABLE COURTHOUSE EXPENSES VENDOR TOTAL	61861	ACCT #8260161060144415	570.00 570.00
VANA AND VANA LAW FIRM JUDICIAL EXPENSES JUDICIAL EXPENSES JUDICIAL EXPENSES VENDOR TOTAL	61866 61867 61868	CASE #1425 CASE #CV08171 CASE #CV07744	425.00 262.50 547.00 1,234.50
WELLS FARGO BANK, N.A. CERTIFICATES OF OBLIGATION VENDOR TOTAL	61869	ACCT #BLAN409C01	400.00 400.00
WEST TEXAS FIRE & INDUSTRIAL SUPPLY COUNTY SHERIFF COUNTY SHERIFF COUNTY SHERIFF VENDOR TOTAL	61977 61978 61979	INV#0156028 LEC INV#0152267 LEC INV#0156627 LEC	466.96 136.80 177.44 781.20
ZACHARY MORRIS JUDICIAL EXPENSES VENDOR TOTAL	61870	CASE #1408 FELONY & MISD.	675.00 675.00
FUND TOTAL			145,475.23

NAME-OF-VENDOR DEPARTMENT	INVOICE-NO	DESCRIPTION-OF-INVOICE	AMOUNT
BIG TX PAVING INC R&B PCT #2 VENDOR TOTAL	61884	PAVING PCT 2	32,780.00 32,780.00
BRAUNTEX MATERIALS, INC. R&B PCT #2 VENDOR TOTAL	61888	INV#86187 PCT 2	1,933.64 1,933.64
CAPITOL AGGREGATES, LTD. R&B PCT #3 VENDOR TOTAL	61894	INV#132394 PCT 3	1,285.00 1,285.00
CARD SERVICE CENTER R&B PCT #1 R&B PCT #2 R&B PCT #3 R&B PCT #4 VENDOR TOTAL	61896 61897 61898 61899	4707 1205 3610 0377 JUDGE 4707 1205 3610 0377 JUDGE 4707 1205 3610 0377 JUDGE 4707 1205 3610 0377 JUDGE	635.00 635.00 635.00 635.00 2,540.00
CHANAS AGGREGATES BLANCO, LLC R&B PCT #1 VENDOR TOTAL	61913	INV#1856 PCT 1	361.90 361.90
ELLIOTT ELECTRIC SUPPLY R&B PCT #3 VENDOR TOTAL	61916	INV#36-11128-01 PCT 3	125.51 125.51
ERGO ASPHALT AND EMULSIONS, INC R&B PCT #4 R&B PCT #3 VENDOR TOTAL	61917 61918	INV#9401640475 PCT 4 INV#9401635601 PCT 3	1,231.48 947.39 2,178.87
FASTENAL COMPANY R&B PCT #4 R&B PCT #1 VENDOR TOTAL	61923 61924	INV#TX00196858 PCT 4 INV#TX00196858 PCT 1	77.85 77.85 155.70
FRONTIER COMMUNICATIONS R&B PCT #3 VENDOR TOTAL	61817	830-825-3270 PCT 3	77.68 77.68
FUELMAN R&B PCT #1 R&B PCT #2 VENDOR TOTAL	61929 61930	FUEL - PCT 1 FUEL PCT 2	654.03 774.85 1,428.88
GARY HOBBS TIRE SERVICE R&B PCT #3 VENDOR TOTAL	61932	INV#11635 PCT 3	185.00 185.00
GVTC R&B PCT #4 R&B PCT #1 VENDOR TOTAL	61873 61880	830-833-1077 PCT 4 830-833-5331 PCT 1	44.30 46.43 90.73
KIRK FELPS R&B PCT #4 VENDOR TOTAL	61946	INV#55789,55816,56035 PCT 4	181.05 181.05

NAME-OF-VENDOR DEPARTMENT	INVOICE-NO	DESCRIPTION-OF-INVOICE	AMOUNT
R&B PCT #3	61949	INV#116793 PCT 3	47.65
R&B PCT #2	61951	INV#116452, 116755 PCT 2	27.30
VENDOR TOTAL			74.95
PATHMARK TRAFFIC PRODCT/TX INC			
R&B PCT #2	61952	INV#023003 PCT 2	1,313.01
VENDOR TOTAL			1,313.01
PETERSON TIRE			
R&B PCT #4	61956	INV#BL25890 PCT 4	2,862.16
R&B PCT #2	61957	INV#JC25610 PCT 2	20.00
VENDOR TOTAL			2,882.16
STROEHER & OLFERS INC			
R&B PCT #3	61964	INV#177986 PCT 3	1,586.79
VENDOR TOTAL			1,586.79
TEXAS PATCHER			
R&B PCT #1	61968	INV#170514 PCT 1	583.75
R&B PCT #2	61969	INV#170514 PCT 2	583.75
R&B PCT #3	61970	INV#170514 PCT 3	583.75
R&B PCT #4	61971	INV#170514 PCT 4	583.75
VENDOR TOTAL			2,335.00
THIRD COAST DISTRIBUTING, LLC			
R&B PCT #1	61972	INV#711273, 711346 PCT 1	125.37
R&B PCT #2	61973	INV#711478,709951,709659 PCT 2	231.81
VENDOR TOTAL			357.18
UNIFIRST CORPORATION			
R&B PCT #2	61862	ACCT #1092904 PCT 2	188.20
R&B PCT #1	61863	ACCT #512256 PCT 1	187.00
R&B PCT #3	61864	ACCT #512256 PCT 3	100.25
R&B PCT #4	61865	ACCT #512256 PCT 4	174.86
VENDOR TOTAL			650.31
WEST HENLY MATERIALS			
R&B PCT #4	61975	INV#29484 PCT 4	640.48
R&B PCT #4	61976	INV#29633 PCT 4	242.16
VENDOR TOTAL			882.64
FUND TOTAL			53,406.00

NAME-OF-VENDOR	INVOICE-NO	DESCRIPTION-OF-INVOICE	AMOUNT
DEPARTMENT			
HILL COUNTRY IT			
RECORDS MANAGEMENT CLERK EXPENSES	61826	INV #114	150.00
VENDOR TOTAL			150.00
FUND TOTAL			150.00

NAME-OF-VENDOR DEPARTMENT	INVOICE-NO	DESCRIPTION-OF-INVOICE	AMOUNT
FAMILY CRISIS CENTER			
CHILD SAFETY FUND EXPENSES	61825	BUDGET YEAR 2016-2017	4,000.00
VENDOR TOTAL			4,000.00
FUND TOTAL			4,000.00

NAME-OF-VENDOR DEPARTMENT	INVOICE-NO	DESCRIPTION-OF-INVOICE	AMOUNT
CARD SERVICE CENTER CHAPTER 19 FUNDS EXPENSES	61902	4707 1205 3610 0310 SWIFT	210.00
VENDOR TOTAL			210.00
FUND TOTAL			210.00

NAME-OF-VENDOR DEPARTMENT	INVOICE-NO	DESCRIPTION-OF-INVOICE	AMOUNT
HILL COUNTRY IT EXPENSES	61827	INV #114	150.00
VENDOR TOTAL			150.00
FUND TOTAL			150.00

NAME-OF-VENDOR DEPARTMENT	INVOICE-NO	DESCRIPTION-OF-INVOICE	AMOUNT
GRAND TOTAL			203,391.23

JOHNSON CITY TOWING

819 HWY 281 S

JOHNSON CITY, TX 78636

PH 830 868-0800

ROAD SERVICE

TDLR006463408C

2607

DATE	5/10/17	TIME	REQUEST	PO NO.
NAME	BC50			PHONE
ADDRESS				
LOCATION OF VEHICLE				
US Hwy 290 W				
YEAR, MAKE, MODEL, COLOR				
Ford F150 / Sheriff Jackson's Truck				
STATE	LIC. PLATE NO.	VIN		
PROBLEM REPORTED				
Mechanical				
SERVICE RENDERED				
VEHICLE TOWED TO				
Felps Automotive				
MILEAGE	START	FINISH	TOTAL	
VEHICLE CONDITION/DAMAGE				KEYS LEFT Y/N
REMARKS			MILEAGE CHARGE	
Minimum Charge			HOOK CHARGE	\$ 75.00
RECEIVED			LABOR CHARGE	
5/11/17 JK			STORAGE CHG	
POSTED			TOTAL	\$ 75.00
OPERATOR'S SIGNATURE				
AUTHORIZED SIGNATURE				
THIS COMPANY ASSUMES NO RESPONSIBILITY FOR LOSS OR DAMAGE BY THEFT, FIRE OR ANY OTHER CAUSE BEYOND OUR CONTROL.				THANK YOU!

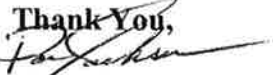


Don Jackson, Sheriff

400 S US 281 Hwy.
Johnson City, Texas 78636
Office: 830-868-9308
Fax: 830-868-4577
Date: 5-31-2017

Neal Leonard
Chief Deputy

I, Don Jackson, requested a tow from Johnson City Towing, on 5-10-2017, without first getting a purchase order because my patrol vehicle had broken down on Highway 290 West without warning. Jennifer Shumake, who normally request the purchase orders for me was out of town for required training at the time also. A purchase order was never requested as should have been within 24 hours. Sorry. Could we please pay the towing company for their service, they were not aware that I did not follow our policy.

Thank You,

Don Jackson

OK 6/1/17
BB
put on agenda
for ct to ratify/ra



PROFESSIONAL PLOTTER
THE WIDE FORMAT AUTHORITY

FlexPro Partnership Agreement

- Low upfront cost
- Complete supplies and support monitoring
- Upgrade or Downgrade at any time as you grow or print declines
- Always up program- We print your job for free!

Company

Professional Plotter

3913 Todd Ln. Suite 512
Austin, TX 78744
512.382.5912 | www.plotterpro.com
MPS Director Sales Person:

Client

Blanco County, Texas
101 E Cypress
Johnson City, TX 78636
830-868-7357
Laura Walla, County Clerk

Terms: Professional Plotter Technologies will provide the Equipment, Software, and Services outlined below. The Term of this Agreement shall be for (38) Thirty eight months ("Term"), beginning on / / . Thereafter, the term of this Agreement shall be renewed on for an additional 12 months unless otherwise canceled by either party.

Equipment Make and Model:	Quantity:	Serial #:
Canon iPF780 36" Color plot device 3 D's per min	1	

Description	Price	Included
Per Sq Foot Rate with all delivery Service, Ink, paper and Toners included	\$ 0.15	Ink, 20 lb Paper, Services, labor Included. Print shop services
Monthly contract Cost	\$ 85	Monthly Hardware fee
Start up and application fees, and delivery and liftgate	\$125	installation, Training, Set up

- **The proposed agreement includes our Always Up program!**
 - If your printer is down print at our offsite Print shop location for FREE and we will deliver them right to you.
- **All Inclusive Agreement**
 - Paper, Ink/toner, and service for ONE small and affordable rate.
 - No/little Cash upfront to get started!
- **No Monthly Minimum**
 - Pay only for what you print!
- **Certified Technical Service**
 - Monitored and Serviced by certified technicians.
 - 4 hour response time send request to support@plotterpro.com
- **Flexible On-Site Partnership Agreement**
 - *You're Volumes Increases; Upgrade your unit with no penalty!*
 - *If you're Volume Decreases – Downgrade your unit with no penalty!*
 - **60 Day out with NO penalties.**

TERMS AND CONDITIONS

- SERVICE LEVEL:** During the Term, Professional Plotter Technology Corp. (PPTC) shall provide onsite service and/or remote service (when access is allowed by Client) during normal business hours ("Services"). Diagnosis will be performed within a 4 hour time-frame and resolution, when feasible within 24-48 hours. PPTC Store front, or Print Audit or some form of Customer support/supplies monitoring software must be installed and working at all times.
- RATES:** PPTC will provide the Services, and Equipment listed above at the specified rates. PPTC reserves the right to adjust rates due to price increases from our suppliers or changes in volume. No higher than 10%
- ONGOING SUPPORT, INSTALLATION, and RELOCATIONS & REINSTALLATIONS:** PPTC and Client agree to meet as needed to discuss service, volumes, and/or new technologies. Client agrees the Equipment shall not be relocated without the prior written approval of PPTC. Relocation and software re-installation fees will be assessed at the time of the request at \$150.00 in Austin TX. Client agrees not to allow any sub-tenants with additional networks to use or access PPTC Equipment without the prior approval of PPTC.
- BILLING:** Billing will be provided by PPTC once per month based on meter and fixed hardware cost.
- PAYMENT:** PPTC monthly payment terms are Net 30. Payment will be due and payable within thirty (30) calendar days of the date of each invoice at the address listed on the invoice. If Client's payment is not received within ten (10) days after notice of delinquency, PPTC may elect to terminate this Agreement effective immediately upon written notice and will take possession of all Equipment and Services listed above. In the event of termination for non-payment, Client will pay PPTC an amount equal to double the outstanding balance. Without written pre-authorization, payments from Customer are expected in company check, a bank transfer or via a debit card.
- TERMINATION & OWNERSHIP:** Client may terminate this Agreement prior to the expiration of the Term, without cause, upon Sixty (60) days prior written notice to PPTC. Similarly, PPTC may elect, without cause to terminate this Agreement upon sixty (60) days prior written notice and take immediate possession of the Equipment. During the Term of this Agreement the Equipment and Software shall remain the sole property of PPTC.
- INSURANCE AGAINST DAMAGE TO PROVIDED EQUIPMENT:** Client, at its own expense, shall obtain and maintain in full force and effect, without interruption during the Term of the Agreement, insurance and power conditioner for the Equipment for its full replacement value against all types of loss or casualty, including theft, fire, flood and earthquake coverage, and Client shall be responsible for any repair or replacement of the Equipment during the Term made necessary by Client's act or omission, or by any misuse or abuse of the Equipment.
- CONFIDENTIAL INFORMATION AND DISCLOSURE:** This Agreement contains confidential information, including pricing information. The confidential information is to remain the exclusive property of PPTC and may not be disclosed by the Client and its affiliates, without the prior written consent of PPTC.
- INDEMNIFICATION:** Client hereby agrees to indemnify and hold PPTC, its parent and affiliates and their respective officers, directors, employees and agents, harmless from and against any and all claims, actions, losses, judgments, or expenses, including reasonable attorneys' fees, arising from or in any way connected with the Services

performed and the Equipment and Software provided during the term of this Agreement.

- ACCEPTANCE:** This Agreement constitutes the entire agreement between PPTC and Client and supersedes all prior oral or written agreements, and any and all representations, statements, negotiations, understandings, proposals, and undertakings with respect to the subject matter hereof. Client acknowledges that Client has read, understands and accepts the entire contents of this Agreement.

IN WITNESS WHEREOF, the parties hereto have executed this Agreement as of the day and year first written below.

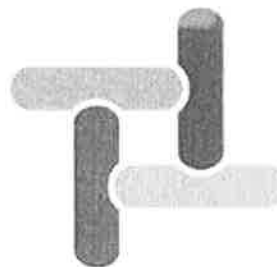
"CLIENT", a corporation/partnership/sole proprietorship/LLC

By: _____
Name: _____
Title: _____
Date: //

Signing Party is authorized decision maker for company.

PROFESSIONAL PLOTTER TECHNOLOGY CORP.

By: _____
Name: Jason Ake
Title: CEO
Date: //



PROFESSIONAL PLOTTER
THE WIDE FORMAT AUTHORITY



CORPORATION SERVICE COMPANY™

CSC Memorandum of Understanding Agreement A Response to Blanco County, TX

Prepared for:
Blanco County, TX

Prepared by:
Dan Shmukler
National Account Manager
Corporation Service Company®
2711 Centerville Road
Wilmington, DE 19808

- **Phone:** 800-927-9800 x 65843
- **Phone:** 302-636-5401 x 65843
- **Fax:** 302-636-5454
- **Web:** www.cscglobal.com

Prepared on:
May 16, 2017

**Contents of this agreement are confidential
and are presented for the exclusive use of
Blanco County, TX*

©2017 Corporation Service Company®
All rights reserved.



CORPORATION SERVICE COMPANY

CSC Memorandum of Understanding Agreement

THIS MEMORANDUM OF UNDERSTANDING, dated May 16, 2017, (this "MOU") is between the **Blanco County, TX Government Recording Office ("GRO")** with its principal offices located at **101 W Pecan Dr., Johnson City, Texas, 78636**, and Corporation Service Company ("CSC"), a Delaware corporation with principal offices located at 2711 Centerville Road, Wilmington, DE 19808.

The parties acknowledge that Electronic Recording permits its customers ("Submitters") to prepare and sign documents, transmit them in electronic format, and that the transmitted electronic likeness of the original documents can be considered as the "original" record of the transaction in substitution for, and with the same intended effect as, the original paper documents.

For purposes of this MOU, Electronic Recording ("E-Recording") is the electronic submission of documents from CSC to GRO for which GRO will provide CSC an electronic receipt.

Therefore, the parties agree to the following:

GRO' Responsibilities:

GRO shall promptly notify CSC of any material changes to recording requirements or any changes to recording fees.

GRO shall examine the electronic documents and indexing information, and complete the recording process using the electronic documents (the "E-files"). GRO acknowledges that Submitter provides indexing data for convenience and that such indexing data is not required for the E-Recording of documents. GRO shall not reject a document based on the indexing information unless the incorrect indexing information prevents GRO from verifying the document image or correctly calculating the recording fees.

GRO shall monitor the documents received and recorded through E-Recording in an effort to ensure document integrity.

GRO shall test and maintain E-Recording software and hardware required to operate the E-Recording capability. GRO, however, shall be held harmless for any damages resulting from software or equipment failure.

GRO shall apply the same level of diligence in handling E-files as those submitted via hard copy. Documents received on any business day after 5pm local time may be processed the next business day and in the order they were received.

GRO shall not void a document after recording except when required by law and shall immediately notify CSC when GRO voids a recorded document.

CSC's Responsibilities:

CSC shall work to ensure that security measures and credentials implemented are protected from unauthorized access, including by utilizing unique credentials for Submitters.

CSC shall maintain an electronic audit trail of all activity.

CSC shall be responsible for supporting any technical issues associated with E-Recording through their submitting software program. CSC is solely responsible for any and all costs of the system or services that enable CSC to meet the E-Recording program requirements.

CSC will email a daily report to GRO each evening detailing the documents recorded that day and the associated recording fees owed by Submitters ("ePay Report"). Recording fees will be paid daily via ACH by CSC for the E-Files recorded on the prior business day.

General Understanding:

GRO will not incur any liability for the E-files transmitted by CSC to GRO.

GRO will not incur any liability for any breach of security, fraud or deceit as a result of E-Recording.

Neither party shall be liable to the other for (i) any special, incidental, exemplary or consequential damages arising from or as a result of any unintentional delay, omission or error in the E-Recording transmission or receipt; (ii) any failure to perform processing of the E-files where such failure results from any act of God or other cause beyond the party's reasonable control including, without limitation, any mechanical, electronic or communications failure which prevents the parties from transmitting or receiving the E-Recording transactions

The parties will attempt in good faith to resolve claims arising out of or relating to E-Recording either through negotiation or mediation prior to initiating litigation.

The parties acknowledge that the electronic recording process is an emerging technology and that state and national standards will continue to evolve. To further the technology and the E-Recording process, all parties agree to meet to discuss changes and additions to this MOU.

This MOU shall not be deemed to create a partnership between CSC and GRO in their respective endeavors, nor cause them to be considered members of any joint enterprise.

ENTIRE AGREEMENT. Except as expressly provided otherwise herein, this MOU, together with Attachment A, Technical Specifications, and Attachment B, Contact Information, represents the entire agreement between the parties.

TERMINATION. Either party may terminate this MOU without cause with 30 days written notice to the other party. CSC remains responsible for payment of fees for the filing and recordation of documents prior to the effective date of termination.

NO WARRANTIES/RELEASE OF LIABILITY. Absent gross negligence or willful misconduct, CSC agrees to release the GRO from any liability in connection with the E-Recording of documents under this MOU. Parties to E-Recording understand that there are no warranties, express or implied, in connection with such transactions or E-files.

GOVERNING LAW. Without regard to state conflict of law provisions, the parties agree that this MOU shall be governed by the laws of the state in which the E-files are recorded, as if this MOU were a contract wholly entered into and wholly performed within that state. Any action to enforce this MOU or any matter related to this MOU shall be brought in any federal or state court within the state in which the E-files are recorded.

IN WITNESS WHEREOF, the parties hereto have caused this MOU to be executed by their duly authorized representatives as of the Effective Date.

CORPORATION SERVICE COMPANY®

BLANCO COUNTY, TX



SIGNED

SIGNED

Mark Rosser

PRINT NAME

PRINT NAME

Vice President

TITLE

TITLE

May 16, 2017

DATE

DATE

Attachment A

Technical Specifications

E-Recording involves three levels of automation, which are described as follows:

Model 1 Submitters transmit the E-files of executed original documents (the "Original Copies") to the GRO. The GRO performs an electronic examination of the E-files and then completes the recording process using the E-Files. The E-files of the recorded document are returned electronically to the Submitters.

Model 2 Submitters transmit E-files of Original Copies along with electronic indexing information to the GRO. The GRO performs an electronic examination of the E-files and indexing data, and then completes the recording process using the E-files and electronic indexing information. The E-files are returned electronically to Submitters along with the electronic recording data.

Model 3 Submitters transmit documents which have been created, signed and notarized electronically along with the electronic indexing information. The GRO performs an electronic examination of the E-files and indexing information then completes the recording process using the E-files.

1) Format of the transmitted File:

 PRIA file format standard will be used. Images will be in single page Group IV TIFF format

2) Communications Protocol and Options:

 TCP/IP, HTTP and HTTPS

3) Security Framework:

 Encryption will be 128bit file and image encryption. SSL and user login/password will be employed.

4) Returned File Format:

 PRIA file format standard will be used. Images will be in single page Group IV TIFF format.

5) Models (or Levels) of Recording Supported:

 Models 1, 2 and 3 are supported.

6) Electronic Signatures and Use of Digital Certificates:

 The use of Electronic or Digital signatures, notary seals, and notary signatures are supported but are not required. CSC must work with the GRO to accommodate their use. Digitized signatures, notary signatures, and notary seals are immediately acceptable.

7) Indexing Requirement and Imaging Standards:

 Will be determined by CSC and the GRO during the implementation process.

8) Acceptance/Rejection of Documents:

Submitted documents that are accepted for recording will be provided to CSC by GRO in electronic format after acceptance. Confirmation of acceptance and recordation by GRO will be provided to CSC in electronic format after recordation is complete. This confirmation will include the document image and GRO recording data. GRO reserves the right to make changes to the index at a later date.

GRO will return rejected documents to CSC in electronic format after rejection, along with a description of the reason(s) for rejection. CSC will electronically return the documents to the Submitter for correction and resubmission.

CSC agrees to provide the transmission to the GRO following the specifications outlined. CSC understands that the specifications may change from time to time. In the event changes to the specification are required, the GRO will provide a written notice to the CSC within a reasonable timeframe.

Attachment B

Contact Information

Primary Contact Name:

Primary Contact Phone:

Primary Contact Email:

Additional Contact Names, Email, Phone:

Daily Reports will be sent to:

Additional recipients of Daily Reports (Name, Email):

Vendor Contacts:

1) System/Ops Support:

or csc-help@cscinfo.com

2) Billing/Accounting Support:

Please contact csc-accounting@cscinfo.com

3) Additional Vendor Contacts:

Reggie Rogers, Operations Mgr. reggie.rogers@cscglobal.com (800) 927-9801 x64147

Tyler Worf, Operations Mgr. Tyler.Worf@cscglobal.com (800) 927-9801 x64131

iRecord™

The eRecording solution for counties



Speed, simplicity, and savings.

Corporation Service Company® (CSC®) offers a no-cost solution to help counties implement an electronic document recording (eRecording) process.

The **CSC iRecord™** application is a web-based platform that any county recording office can operate with ease and use to process electronic document recordings. iRecord is the ideal solution for recording offices that use a homegrown application or lack a land records management system (LRMS) or eRecording module.

How iRecord works:

A standard memorandum of understanding (MOU) and an ACH credit authorization form to process payment of recording fees are all you need to get started. After a simple setup process, your office will be able to:

- ✓ Log in to iRecord through your web account.
- ✓ View your queue of documents for processing. Review and record (or reject) documents and return them with your county recording number and stamp, if applicable.
- ✓ Use the application in a standalone fashion or as an interface with your own system to auto-populate data and upload recorded documents to your database.

Who should use iRecord?

- ✓ Counties with no land records management system (LRMS).
- ✓ Counties with a homegrown or proprietary LRMS.
- ✓ Counties with systems that lack an eRecording module.
- ✓ Counties with budget constraints—the CSC application is available at no cost.

Why choose CSC?

- ✓ We pioneered electronic document recording in the U.S.
- ✓ We are a *Mortgage Technology* magazine Top 50 Service Provider.
- ✓ Our submitters include a majority of the nation's largest banks and virtually all of the major title insurance companies.
- ✓ We have provided business solutions to the legal, corporate, and financial communities for more than a century.



1.855.200.1150



erecording@cscglobal.com



erecording.com

REPORT OF EXAMINATION

NORTH BLANCO COUNTY
EMERGENCY SERVICES
DISTRICT NO. 1

Johnson City, Texas

For the Year Ended
September 30, 2016

received
5-31-17 Ctd

NEFFENDORF & KNOPP, P.C.
Certified Public Accountants

NORTH BLANCO COUNTY EMERGENCY SERVICES DISTRICT NO. 1
BASIC FINANCIAL STATEMENTS
AND SUPPLEMENTARY INFORMATION
SEPTEMBER 30, 2016

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<u>Supplementary Information</u> -	
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NEFFENDORF & KNOPP, P.C.
Certified Public Accountants

P.O. BOX 874 · 736 S. WASHINGTON ST.
FREDERICKSBURG, TEXAS 78624-0874
(830) 997-3348

FAX: (830) 997-3333
Email: nkhd@austin.rr.com

MEMBER
AMERICAN INSTITUTE OF
CERTIFIED PUBLIC ACCOUNTANTS

MEMBER
TEXAS SOCIETY OF
CERTIFIED PUBLIC ACCOUNTANTS

**Report on Basic Financial Statements Accompanied
by Required Supplementary Information**

INDEPENDENT AUDITOR'S REPORT

Board of Emergency Service Commissioners
North Blanco County Emergency Services District No. 1
Johnson City, TX 78636

We have audited the accompanying financial statements of the governmental activities of North Blanco County Emergency Services District No. 1 as of and for the year ended September 30, 2016, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility 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.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities of the North Blanco County Emergency Services District No. 1, as of September 30, 2016, 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.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 3 – 7 and the budgetary comparison information on page 19 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.

Neffendorf & Knopp, P.C.

NEFFENDORF & KNOPP, P.C.
Fredericksburg, Texas

May 16, 2017

MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of the North Blanco County Emergency Services District, we offer readers of the District's financial statements this narrative overview and analysis of the financial statements of the District for the year ended September 30, 2016. Please read it in conjunction with the independent auditors' report on page 1, and District's Basic Financial Statements which begin on page 9.

FINANCIAL HIGHLIGHTS

- The assets of the District exceeded its liabilities at the close of the most recent fiscal year by \$551,900 (net position). Of this amount, \$385,416 (unrestricted net position) may be used to meet the District's ongoing obligations to citizen's and creditors.
- The District's net position increased by \$75,543 as a result of this year's operations.
- At September 30, 2016, the District's general fund reported an ending fund balance of \$370,850, a decrease of \$94,042 in comparison with the prior year.
- Voters approved a 1% sales tax for the District at the November 3, 2015 special election.

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 9 and 10). These provide information about the activities of the District as a whole and present a longer-term view of the District'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 (also on pages 9 & 10) report the District's operations in more detail than the government-wide statements by providing information about the District'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 notes to the financial statements (starting on page 11) provide narrative explanations or additional data needed for full disclosure in the government-wide statements or the fund financial statements.

The Budgetary Comparison Schedule (general fund) is presented as a required supplemental schedule on page 19.

Reporting the District as a Whole

The Statement of Net Position and the Statement of Activities

The analysis of the District's overall financial condition and operations begins on page 9. Its primary purpose is to show whether the District is better off or worse off as a result of the year's activities. The Statement of Net Position includes all the District's assets and liabilities at the end of the year while the Statement of Activities includes all the revenues and expenses generated by the District'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. All the District'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 District's net position and changes in them. The District's net position (the difference between assets and liabilities) provide one measure of the District's financial health, or financial position. Over time, increases or decreases in the District's net position are one indicator of whether its financial health is improving or deteriorating. To fully assess the overall health of the District, however, you should consider other factors as well, such as changes in the District's property tax base and the condition of the District's capital assets.

Reporting the District's Most Significant Funds

Fund Financial Statements

The fund financial statements on pages 9 & 10 and provide detailed information about the most significant funds - not the District as a whole. Governmental fund types include the general fund.

➤ Governmental funds - All of the District'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 District'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 the adjustments column and Note 3 to the financial statements.

Net position of the District's governmental activities increased from \$476,356 to \$551,900. 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 \$385,416 at September 30, 2016. This increase in governmental net position was the result of three factors. First, the District's expenditures exceeded the revenues by \$94,042. Second, the District adjusted the difference in unavailable revenues for property taxes (convert from modified accrual to accrual basis). Third, the District purchased capital assets in the amount of \$166,484.

Table I
North Blanco County Emergency Services District

NET POSITION

	Governmental Activities	
	2016	2015
Current and Other Assets	\$ 495,007	\$ 525,801
Capital Assets	166,484	-
Total Assets	<u>\$ 661,491</u>	<u>\$ 525,801</u>
Long-Term Liabilities	\$ -	\$ -
Current Liabilities	109,591	49,445
Total Liabilities	<u>\$ 109,591</u>	<u>\$ 49,445</u>
Net Position:		
Invested in Capital Assets		
Net of Related Debt	\$ 166,484	\$ -
Unrestricted	<u>385,416</u>	<u>476,356</u>
Total Net Position	<u>\$ 551,900</u>	<u>\$ 476,356</u>

Table II
North Blanco County Emergency Services District

CHANGES IN NET POSITION

	<u>Governmental Activities</u>	
	<u>2016</u>	<u>2015</u>
Revenues:		
Maintenance & Operations Taxes	\$ 649,599	\$ 603,383
Investment Earnings	2,899	3,054
Miscellaneous	1,025	996
Sales Tax	69,936	-
Total Revenues	<u>\$ 723,459</u>	<u>\$ 607,433</u>
Expenses:		
Johnson City VFD	\$ 130,932	\$ 122,500
Round Mountain VFD	102,150	99,663
North Blanco County EMS	382,260	343,312
Appraisal District	21,553	19,536
Professional Fees	4,190	3,670
Other Operating	6,831	4,131
Total Expenses	<u>\$ 647,916</u>	<u>\$ 592,812</u>
Net Income	<u>\$ 75,543</u>	<u>\$ 14,621</u>

THE DISTRICT'S FUNDS

As the District completed the year, its general fund (as presented in the balance sheet on page 9) reported a fund balance of \$370,850, which is less than last year's total of \$464,892. Revenues were less than expenditures by \$94,042 for the general fund.

The District adopted the General Fund Budget. Actual revenues were more than budgeted amounts and expenditures were less than budgeted amounts.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

At September 30, 2016, the District had the following capital assets in operation:

Capital Assets at Year End

	<u>9/30/16</u>
Land & Building	\$ 166,484
Computers	<u>1,134</u>
TOTAL CAPITAL ASSETS	\$ 167,618
Accumulated Depreciation	<u>1,134</u>
TOTAL NET CAPITAL ASSETS	<u>\$ 166,484</u>

More detailed information about the District's capital assets is presented in the Notes to Financial Statements (Note 8).

Debt Administration

At September 30, 2016, the District did not have any outstanding debt.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The District's elected and appointed officials considered many factors when setting the fiscal-year 2017 budget and tax rates. Factors considered in establishing a budget are the funding needs of the District operations and programs necessary to meet the objectives of the District. Amounts available for appropriation in the General Fund budget are \$683,787 and expenditures are estimated to be \$683,787.

If these estimates are realized, the District's budgetary General fund balance is expected to be about the same by the close of 2017.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the District's Board President or Treasurer at P.O. Box 494, Johnson City, Texas 78636.

BASIC FINANCIAL STATEMENTS

NORTH BLANCO COUNTY EMERGENCY SERVICES DISTRICT NO. 1
 STATEMENT OF NET POSITION AND GOVERNMENTAL FUNDS BALANCE SHEET -
 SEPTEMBER 30, 2016

	General		Adjust-	Statement of	
				Net Position	
	Fund	Total	ments	September 30,	
			(Note 3)	2016	2015
ASSETS					
Cash in Bank	\$ 13,510	\$ 13,510	\$ -	\$ 13,510	\$ 18,155
Certificates of Deposit	448,727	448,727	-	448,727	495,828
Receivables:					
Taxes	15,333	15,333	-	15,333	12,068
Allowance for Uncollectible Accounts	(767)	(767)	-	(767)	(603)
Appraisal District/Sales Tax	18,204	18,204	-	18,204	353
Capital Assets (Net of Accumulated Depreciation)	-	-	166,484	166,484	-
Total Assets	\$ 495,007	\$ 495,007	166,484	661,491	525,801
LIABILITIES					
Accounts Payable	109,591	109,591	-	109,591	49,445
Total Liabilities	109,591	109,591	-	109,591	49,445
DEFERRED INFLOW OF RESOURCES					
Unavailable Revenues -					
Property Taxes	14,566	14,566	(14,566)	-	-
Total Deferred Inflow of Resources	14,566	14,566	(14,566)	-	-
FUND BALANCES/NET POSITION					
Fund Balances:					
Unassigned	370,850	370,850	(370,850)	-	-
Total Fund Balances	370,850	370,850	(370,850)	-	-
Total Liabilities & Fund Balances	\$ 495,007	\$ 495,007			
Net Position:					
Invested in Capital Assets			166,484	166,484	-
Unrestricted			385,416	385,416	476,356
Total Net Position			\$ 551,900	\$ 551,900	\$ 476,356

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

NORTH BLANCO COUNTY EMERGENCY SERVICES DISTRICT NO. 1
 STATEMENT OF ACTIVITIES AND GOVERNMENTAL FUNDS REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCE FOR THE YEAR ENDED - SEPTEMBER 30, 2016

	General		Adjustments (Note 3)	Statement of Activities September 30,	
	Fund	Total		2016	2015
<u>Revenues:</u>					
Property Taxes	\$ 640,342	\$ 640,342	\$ 3,101	\$ 643,443	\$ 598,158
Penalty and Interest	6,156	6,156	-	6,156	5,225
Interest on Investments	2,899	2,899	-	2,899	3,054
Appraisal District Refund/Other	1,025	1,025	-	1,025	996
Sales Tax	69,936	69,936	-	69,936	
Total Revenues	720,358	720,358	3,101	723,459	607,433
<u>Expenditures/Expenses:</u>					
Appraisal District	\$ 21,553	\$ 21,553	\$ -	\$ 21,553	\$ 19,536
Attorney Fees	3,592	3,592	-	3,592	1,156
Bonds and Insurance	1,505	1,505	-	1,505	1,080
Clerical and Auditing	4,190	4,190	-	4,190	3,670
Postage and Box Rent	82	82	-	82	83
Publications and Notices	714	714	-	714	71
Office/Computer	845	845	-	845	856
Memberships/Registrations	-	-	-	-	885
Volunteer Fire Departments -					
Johnson City VFD	130,932	130,932	-	130,932	122,500
Round Mountain VFD	102,150	102,150	-	120,150	99,663
Emergency Medical Services -					
North Blanco County EMS	382,260	382,260	-	382,260	343,312
Utilities	93	93	-	93	-
Capital Outlay	166,484	166,484	(166,484)	-	-
Depreciation	-	-	-	-	-
Total Expenditures/Expenses	814,400	814,400	(166,484)	647,916	592,812
Excess (Deficiency) of Revenues over Expenditures	(94,042)	(94,042)	-	-	-
Change in Net Position			75,543	75,543	14,621
<u>Fund Balance/Net Position:</u>					
Beginning of the Year	464,892	464,892	11,465	476,357	461,736
End of the Year	\$ 370,850	\$ 370,850	\$ 181,050	\$ 551,900	\$ 476,357

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

NORTH BLANCO COUNTY EMERGENCY SERVICES DISTRICT NO. 1
NOTES TO THE FINANCIAL STATEMENT
SEPTEMBER 30, 2016

NOTE 1. CREATION OF DISTRICT

The North Blanco County Emergency Services District No. 1 was approved by voters in May, 1989 and operates under Article III, Section 48E, of the Texas Constitution. The Blanco County Commissioners Court appoints five members to the Board of Emergency Service Commissioners. The District is a political subdivision of the State and has full authority to carry out the objects of its creation, including fire prevention, fire-fighting services, emergency medical services and ambulance services.

NOTE 2. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of North Blanco County Emergency Services District No. 1 conform to generally accepted accounting principles as applicable to governments. The following is a summary of the more significant policies:

A. Reporting Entity

The District has developed criteria to determine if the activities of any outside agencies or organizations should be included within its financial statements. The criteria includes the amount of oversight responsibility exercised by the District over the activities of an agency or organization, the scope of public service of an agency or organization, and the nature of any special financing relationships which may exist between the District and an agency or organization. Oversight responsibility includes financial interdependency, selection of the governing authority, designation of management, the ability to significantly influence operations, and accountability for fiscal matters. The District's financial statements include all funds over which the District exercises oversight responsibility. The District does not exercise oversight responsibility over any other reporting entity. Also, The District is not included as a part of any other reporting entity.

B. Government-Wide and Fund Financial Statements

The Statement of Net Position and the Statement of Activities are government-wide financial statements. They report information on all of the North Blanco County Emergency Services District No. 1 nonfiduciary activities. *Governmental activities* include sources supported by taxes, fees and interest on investments.

The Statement of Activities demonstrates how other people or entities that participate in services the District operates have shared in the payment of the direct costs.

C. Measurement focus, basis of accounting, and financial statement presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting.

The modified accrual basis of accounting recognizes revenues in the accounting period in which they become both measurable and available, and it recognizes expenditures in the accounting period in which the fund liability is incurred, if measurable, which is recognized when due. The expenditures related to certain claims and judgments are recognized when the obligations are expected to be liquidated with expendable available financial resources. The District considers all revenues available if they are collectible within 60 days after year end.

Revenues from local sources consist primarily of property taxes. Property tax revenues and revenues received from customers are recognized under the susceptible-to-accrual concept. Miscellaneous revenues are recorded as revenue when received in cash because they are generally not measurable until actually received. Investment earnings are recorded as earned, since they are both measurable and available.

The government reports the following major governmental funds:

The general fund is the government's operating fund and accounts for all financial resources of the general government.

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

D. Assets, deferred outflows of resources, liabilities, deferred inflows of resources and net position

1. Deposits and investments

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

Temporary investments are stated at cost.

2. Capital Assets

Capital assets, which include computers, are reported in the governmental activities columns in the government-wide financial statements. Assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

Depreciable assets of the District are depreciated using the straight line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Computer	5

3. Fund Equity

The District has 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 not in non-spendable form (such as inventory) or are required to be maintained intact.
- Restricted fund balance – amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions, or by enabling legislation.
- Committed fund balance – amounts constrained to specific purposes by the District itself, using its highest level of decision-making authority (i.e. Board of Directors). To be reported as committed, amounts cannot be used for any other purpose unless the District takes the same highest level action to remove or change the constraint.
- Assigned fund balance – amounts the District intends to use for a specific purpose. Intent can be expressed by the Board of Directors or by an official or body to which the Board of Directors delegates the authority.
- Unassigned fund balance – amounts that are available for any purpose. Positive amounts are reported only in the general fund.

The Board of Directors establishes (and modifies or rescinds) 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 Board of Directors 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).

4. Budget

The Board of Directors annually adopt a budget for the general fund (usually in September of each year).

5. Implementation of New GASB Accounting Standard

The District has implemented new GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*. Under GASB 63, amounts previously reported as deferred charges as a part of total assets and deferred amounts from refunded debt have been reported in a separate section as deferred outflows of resources and amounts previously reported as deferred revenue as a part of total liabilities have been reported in a separate section as deferred inflows of resources.

6. Use of Estimates

The presentation 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 disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

NOTE 3. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position

Total Fund Balance - Governmental Fund	\$ 370,850
1. Capital assets used in governmental activities are not financial resources and therefore are not reported in governmental funds. At the beginning of the year, the cost of these assets was \$1,134 and the accumulated depreciation was \$1,134. The effect of including the beginning balances for capital assets (net of depreciation) in the governmental activities is to increase net position.	-
2. The 2016 depreciation expense increases accumulated depreciation. The net effect of the current year's depreciation is to decrease net position.	-
3. Current year capital outlays are expenditures in the fund financial statements, but they should be shown as increases in capital assets in the government-wide financial statements. The net effect of including the 2016 capital outlays is to increase net position.	166,484
4. Reclassification of deferred revenues for property taxes to revenues in the government-wide statements (convert from modified accrual basis to accrual basis)	<u>14,566</u>
Net Position of Governmental Activities	<u>\$ 551,900</u>

Reconciliation of the Governmental Fund Statement of Revenues, Expenditure, and Changes in Fund Balance to the Statement of Activities

Total Net Change in Fund Balances - Governmental Funds	\$ (94,042)
1. Current year capital outlays are expenditures in the fund financial statements, but they should be shown as increases in capital assets in the government-wide financial statements. The effect of removing 2016 capital outlays is to increase net position.	166,484
2. 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 net position.	-
3. Revenues in the government-wide Statement of Activities that do not provide current financial resources are not reported as revenues in the fund (convert from modified accrual basis to accrual basis).	<u>3,101</u>
Change in Net Position of Governmental Activities	<u>\$ 75,543</u>

NOTE 4. DEPOSITS AND INVESTMENTS

The funds of the District 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 District's agent bank in an amount sufficient to protect District 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, 2016, the carrying amount of the District's deposits was \$13,510 and the bank balance was \$13,510. The District's cash deposits at September 30, 2016 were entirely covered by FDIC insurance.

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 District 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 District 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 District to have independent auditors perform test procedures related to investment practices as provided by the Act. The District is in substantial compliance with the requirements of the Act and with local policies.

The District's temporary investments at September 30, 2016, are shown below:

Name	Carrying Amount	Market Value	FDIC Coverage	Pledged Securities
Certificates of Deposit -				
Johnson City Bank	\$ 100,638	\$ 100,638	\$ 100,638	\$ - 0 -
Bandera Bank	248,088	248,088	248,088	- 0 -
Lone Star Capital Bank	100,000	100,000	100,000	- 0 -

Policies Governing Deposits and Investments

In compliance with the **Public Funds Investment Act**, the District discloses the following risks:

Custodial Credit Risk - Deposits: This is the risk that in the event of bank failure, the District's deposits may not be returned to it. The District was not exposed to custodial credit risk since its deposits at year-end were covered by depository insurance or by pledged collateral held by the District's agent bank in the District's name.

Custodial Credit Risk - Investments: This is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The District's investments (certificates of deposit) were secured by FDIC insurance and pledged securities.

Other Credit Risk: There is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. At September 30, 2016, the District was not exposed to concentration of credit risk, interest rate risk or foreign currency risk.

NOTE 5. PROPERTY TAXES

The District levies taxes on real property within the District on October 1 each year which is the lien date. Such taxes become delinquent the following February 1. On January 1 of each year, a tax lien attaches to the property to secure the payment of all taxes, penalties and interest ultimately imposed. Property tax revenues are considered available when they become due or past due and receivable within the current period. The Blanco County Appraisal District appraises and collects taxes for the District. The District can levy a tax not to exceed .10 (10 cents) per 100 valuation. For the 2015 tax roll, the tax rate was \$0.10 per \$100 valuation and the total property valuation was \$644,193,000. A summary of taxes receivable by years appears below:

Tax Roll	Taxes Receivable 10/01/15	Taxes Assessed	Collections and Adjustments	Taxes Receivable 9/30/16
2015	\$ -	\$ 644,193	\$ 636,903	\$ 7,290
2014	6,099	-	3,119	2,980
2013	2,038	-	315	1,723
2012	948	-	117	831
2011	1,217	-	117	1,100
2010	828	-	100	728
2009	583	-	123	460
2008 & Prior	355	-	134	221
Totals	\$ 12,068	\$ 644,193	\$ 640,928	\$ 15,333

NOTE 6. BONDS & INSURANCE

The District has a Public Employee Dishonesty Bond with a \$25,000 blanket limit. The District also has general commercial liability in the general aggregate of \$3,000,000 and management liability in the general aggregate of \$3,000,000.

NOTE 7. CONTRACTS

The District has contracted with the Johnson City and Round Mountain Volunteer Fire Departments (VFD) for fire fighting services. For the year ended September 30, 2016, the District paid \$130,932 to the Johnson City VFD and \$102,150 to the Round Mountain VFD.

The District has contracted with the North Blanco County EMS for emergency medical services. For the year ended September 30, 2016 the District paid \$382,260 to the North Blanco County EMS.

NOTE 8. CAPITAL ASSET ACTIVITY

Capital asset activity for the District for the year September 30, 2016, was as follows:

	Primary Government			
	Beginning Balance	Additions	Retirements	Ending Balance
Governmental Activities -				
Land & Building	\$ -	\$ 166,484	\$ -	\$ 166,484
Computer	1,134	-	-	1,134
Totals	\$ 1,134	\$ 166,484	\$ -	\$ 167,618
Less Accumulated Depreciation	(1,134)		-	(1,134)
Capital Assets, Net	\$ -	\$ 166,484	\$ -	\$ 166,484

NOTE 9. SALES TAX ELECTION

In a special election on November 3, 2015, the District's voters approved the adoption of a Sales and Use Tax at a rate of one percent. For the fiscal year ended September 30, 2016, the District collected \$69,936 in sales tax.

NOTE 10. SUBSEQUENT EVENTS

The District has evaluated subsequent events through May 16, 2017, the date which the financial statements were available to be issued. The District sold the building and a portion of land purchased in the current year. The District is not aware of any other subsequent events that materially impact the financial statements.

SUPPLEMENTARY INFORMATION

NORTH BLANCO COUNTY EMERGENCY SERVICES DISTRICT NO. 1
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	Budgeted Amounts Final Amended	Actual Amounts (GAAP Basis)	Variance With Final Budget Positive (Negative)
<u>Revenues</u>			
Property Taxes	\$ 624,500	\$ 640,342	\$ 15,842
Penalty & Interest	5,500	6,156	656
Interest on Investments	3,000	2,899	(101)
Appraisal District Refund/Other	-	1,025	1,025
Sales Tax	60,000	69,936	9,936
Total Revenues	<u>\$ 693,000</u>	<u>\$ 720,358</u>	<u>\$ 27,358</u>
<u>Expenditures</u>			
Appraisal District	\$ 21,500	\$ 21,553	\$ (53)
Attorney Fees	4,500	3,592	908
Bonds & Insurance	1,500	1,505	(5)
Clerical & Auditing	4,500	4,190	310
Memberships/Registration	100	-	100
Postage & Box Rental	125	82	43
Publications & Notices	600	714	(114)
Office Supplies/Computer	1,200	845	355
Internet	700	93	607
Volunteer Fire Departments -			
Johnson City VFD	127,000	130,932	(3,932)
Round Mountain VFD	102,150	102,150	-
Emergency Medical Services -			
North Blanco County EMS	385,653	382,260	3,393
Board Training	500	-	500
Capital Outlay	170,000	166,484	3,516
Total Expenditures	<u>\$ 820,028</u>	<u>\$ 814,400</u>	<u>\$ 5,628</u>
Excess of (Deficit) Revenues			
Over (Under) Expenditures	\$ (127,028)	\$ (94,042)	\$ 32,986
Fund Balance - October 1, 2015	<u>464,892</u>	<u>464,892</u>	<u>-</u>
Fund Balance - September 30, 2016	<u>\$ 337,864</u>	<u>\$ 370,850</u>	<u>\$ 32,986</u>

REPORT OF EXAMINATION

**BLANCO COUNTY
EMERGENCY SERVICES
DISTRICT NO. 2**

Blanco, Texas

For the Year Ended
September 30, 2016

received
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BLANCO COUNTY EMERGENCY SERVICES DISTRICT NO. 2
REPORT OF EXAMINATION
YEAR ENDED SEPTEMBER 30, 2016

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CERTIFIED PUBLIC ACCOUNTANTS

**Report on Basic Financial Statements Accompanied by Required
Supplementary Information and Supplementary Information**

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Blanco County Emergency Services District No. 2
Blanco, Texas 78606

We have audited the accompanying financial statements of the governmental activities of Blanco County Emergency Services District No. 2 as of and for the year ended September 30, 2016, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility 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.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

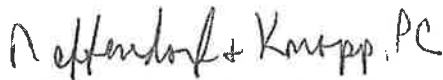
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities of the Blanco County Emergency Services District No. 2, as of September 30, 2016, 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.

Other Matters*Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 3-8 and the budgetary comparison information on page 21 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.



NEFFENDORF & KNOPP, P.C.
Fredericksburg, Texas

May 18, 2017

MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of the Blanco County Emergency Services District No. 2, we offer readers of the District's financial statements this narrative overview and analysis of the financial statements of the District for the year ended September 30, 2016. Please read it in conjunction with the independent auditors' report on page 1, and District's Basic Financial Statements which begin on page 10.

FINANCIAL HIGHLIGHTS

- The assets of the District exceeded its liabilities at the close of the most recent fiscal year by \$545,294 (net position). Of this amount, \$480,605 (unrestricted net position) may be used to meet the District's ongoing obligations to citizen's and creditors.
- The District's net position increased by \$120,008 as a result of this year's operations.
- At September 30, 2016, the District's general fund reported an ending fund balance of \$468,957, an increase of \$136,038 in comparison with the prior year.
- Voters approved a 1% sales tax for the District at the November 3, 2015 special election.

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 10 and 11). These provide information about the activities of the District as a whole and present a longer-term view of the District'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 (also on pages 10 & 11) report the District's operations in more detail than the government-wide statements by providing information about the District'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 notes to the financial statements (starting on page 12) provide narrative explanations or additional data needed for full disclosure in the government-wide statements or the fund financial statements.

The Budgetary Comparison Schedule (general fund) is presented as a required supplemental schedule on page 21

Reporting the District as a Whole

The Statement of Net Position and the Statement of Activities

The analysis of the District's overall financial condition and operations begins on page 10. Its primary purpose is to show whether the District is better off or worse off as a result of the year's activities. The Statement of Net Position includes all the District's assets and liabilities at the end of the year while the Statement of Activities includes all the revenues and expenses generated by the District'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. All the District'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 District's net position and changes in them. The District's net position (the difference between assets and liabilities) provide one measure of the District's financial health, or financial position. Over time, increases or decreases in the District's net position are one indicator of whether its financial health is improving or deteriorating. To fully assess the overall health of the District, however, you should consider other factors as well, such as changes in the District's property tax base and the condition of the District's capital assets.

Reporting the District's Most Significant Funds

Fund Financial Statements

The fund financial statements on pages 10 & 11 and provide detailed information about the most significant funds - not the District as a whole. Governmental fund types include the general fund.

➤ Governmental funds - All of the District'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 District'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 the adjustments column and Note 3 to the financial statements.

Net position of the District's governmental activities increased from \$425,286 to \$545,294. 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 \$480,605 at September 30, 2016. This increase in governmental net position was the result of three factors. First, the District's revenues exceeded the expenditures by \$136,038. Second, the District paid principal on the loan in the amount of \$22,677. Third, the District recorded depreciation in the amounts of \$35,511.

Table I
Blanco County Emergency Services District No. 2

NET POSITION

	Governmental Activities	
	2016	2015
Current and Other Assets	\$ 507,261	\$ 396,467
Capital Assets	135,469	170,980
Total Assets	\$ 642,730	\$ 567,447
Long-Term Liabilities	\$ 47,571	\$ 70,780
Other Liabilities	46,953	67,997
Total Liabilities	\$ 94,524	\$ 138,777
Deferred Inflow of Resources	\$ 2,912	\$ 3,384
Net Position:		
Invested in Capital Assets		
Net of Related Debt	\$ 64,689	\$ 77,523
Unrestricted	480,605	347,763
Total Net Position	\$ 545,294	\$ 425,286

Table II
Blanco County Emergency Services District No. 2

CHANGES IN NET POSITION

	Governmental Activities	
	2016	2015
Revenues:		
Maintenance & Operations Taxes	\$ 688,395	\$ 646,882
Sales Tax	35,672	-
Investment Earnings	831	922
Miscellaneous	764	1,526
Total Revenues	\$ 725,662	\$ 649,330
Expenses:		
Blanco VFD	\$ 217,583	\$ 191,652
Blanco EMS	304,874	317,767
Appraisal District	22,683	21,449
Professional Fees	13,400	13,723
Other Operating	9,708	23,096
Interest	1,895	2,367
Depreciation	35,511	35,511
Total Expenses	\$ 605,654	\$ 605,565
Net Change	\$ 120,008	\$ 43,765
Net Position, Beginning	425,286	381,521
Net Position, Ending	\$ 545,294	\$ 425,286

THE DISTRICT'S FUNDS

As the District completed the year, its general fund (as presented in the balance sheet on page 10) reported a fund balance of \$468,957, which is more than last year's total of \$332,919. Revenues exceeded expenditures by \$136,038 for the general fund.

The District adopted the General Fund Budget. Actual revenues were more than budgeted amounts and expenditures were less than budgeted amounts.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

At September 30, 2016, the District had the following capital assets in operation:

Capital Assets at Year End

	<u>9/30/16</u>	<u>9/30/15</u>
Ambulances	\$ 239,900	\$ 239,900
Equipment	7,598	7,598
Computers	771	771
TOTAL CAPITAL ASSETS	<u>\$ 248,269</u>	<u>\$ 248,269</u>
Accumulated Depreciation	112,800	77,289
TOTAL NET CAPITAL ASSETS	<u>\$ 135,469</u>	<u>\$ 170,980</u>

More detailed information about the District's capital assets is presented in the Notes to Financial Statements (Note 8).

Debt Administration

At September 30, 2016, the District had debt comprised of the following:

Debt at Year End

	<u>9/30/16</u>	<u>9/30/15</u>
Loans Payable -		
Johnson City Bank	<u>70,780</u>	<u>\$ 93,457</u>
TOTAL DEBT	<u>70,780</u>	<u>\$ 93,457</u>

More detailed information about the District's debt is presented in the Notes to Financial Statements (Note 9).

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The District's elected and appointed officials considered many factors when setting the fiscal-year 2017 budget and tax rates. Factors considered in establishing a budget are the funding needs of the District operations and programs necessary to meet the objectives of the District. Amounts available for appropriation in the General Fund budget are \$670,346 and expenditures are estimated to be \$728,953.

If these estimates are realized, the District's budgetary General fund balance is expected to decrease by the close of 2017.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the District's Board President or Treasurer at P.O. Box 972, Blanco, Texas 78606.

BASIC FINANCIAL STATEMENTS

BLANCO COUNTY EMERGENCY SERVICES DISTRICT NO. 2
STATEMENT OF NET POSITION AND GOVERNMENTAL FUNDS BALANCE SHEET
SEPTEMBER 30, 2016

	General Fund	Total	Adjust- ments (Note 3)	Statement of Net Position	
				2016	2015
ASSETS					
Cash in Bank	\$ 300,375	\$ 300,375	\$	\$ 300,375	\$ 193,135
Certificates of Deposit	184,430	184,430		184,430	183,659
Receivables:					
Taxes	14,560	14,560		14,560	17,463
Interest					162
Other	7,896	7,896		7,896	-
Prepaid Expense					2,048
Capital Assets, Net of Accumulated Depreciation			135,469	135,469	170,980
Total Assets	<u>\$ 507,261</u>	<u>\$ 507,261</u>	<u>\$ 135,469</u>	<u>642,730</u>	<u>567,447</u>
LIABILITIES					
Accounts Payable	23,744	23,744		23,744	45,320
Long-Term Liabilities:					
Due Within One Year			23,209	23,209	22,677
Due After One Year			47,571	47,571	70,780
Total Liabilities	<u>23,744</u>	<u>23,744</u>	<u>70,780</u>	<u>94,524</u>	<u>138,777</u>
DEFERRED INFLOW OF RESOURCES					
Unavailable Revenues - Property Taxes	14,560	14,560	11,648	2,912	3,384
FUND BALANCES/NET POSITION					
Fund Balances:					
Committed for Capital Improvements	160,660	160,660	(160,660)		-
Unassigned	308,297	308,297	(308,297)		-
Total Fund Balances	<u>468,957</u>	<u>468,957</u>	<u>(468,957)</u>		<u>-</u>
Total Liabilities & Fund Balances	<u>\$ 507,261</u>	<u>\$ 507,261</u>			
Net Position:					
Invested in Capital Assets, Net of Related Debt			64,689	64,689	77,523
Unrestricted			480,605	480,605	347,763
Total Net Position			<u>\$ 545,294</u>	<u>\$ 545,294</u>	<u>\$ 425,286</u>

See accompanying notes to the financial statements.

BLANCO COUNTY EMERGENCY SERVICES DISTRICT NO. 2
STATEMENT OF ACTIVITIES AND GOVERNMENTAL FUNDS REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	Statement of Activities				
	Fund	Total	(Note 3)	2016	2015
<u>Revenues:</u>					
Property Taxes	\$ 681,271	\$ 681,271	\$ (3,196)	\$ 678,075	\$ 638,557
Penalty and Interest	10,320	10,320		10,320	8,325
Sales Tax	35,672	35,672		35,672	-
Interest on Investments	831	831		831	922
Appraisal District Refund/Other	764	764		764	1,526
Total Revenues	<u>728,858</u>	<u>728,858</u>	<u>(3,196)</u>	<u>725,662</u>	<u>649,330</u>
<u>Expenditures/Expenses:</u>					
Appraisal District	\$ 22,683	\$ 22,683	\$	\$ 22,683	21,449
Bonds & Insurance	1,172	1,172		1,172	1,172
Postage	47	47		47	-
P O Box Rental	32	32		32	34
Office Supplies	197	197		197	50
Professional Fees	13,400	13,400		13,400	13,723
Publications/Notices	412	412		412	381
Communication Services	3,805	3,805		3,805	3,961
Dues/Training	1,995	1,995		1,995	2,785
Maintenance	-	-			14,713
Miscellaneous	2,048	2,048		2,048	
Volunteer Fire Departments - Blanco VFD	217,583	217,583		217,583	191,652
Emergency Medical Services - Blanco Volunteer Ambulance Corps	304,874	304,874		304,874	317,767
Debt Service -					
Principal	22,677	22,677	(22,677)		-
Interest	1,895	1,895		1,895	2,367
Capital Outlay					-
Depreciation			35,511	35,511	35,511
Total Expenditures/Expenses	<u>592,820</u>	<u>592,820</u>	<u>12,834</u>	<u>605,654</u>	<u>605,565</u>
Excess (Deficiency) of Revenues over Expenditures	136,038	136,038	(136,038)		-
Change in Net Position			120,008	120,008	43,765
<u>Fund Balance/Net Position:</u>					
Beginning of the Year	332,919	332,919	92,367	425,286	381,521
End of the Year	<u>\$ 468,957</u>	<u>\$ 468,957</u>	<u>\$ 76,337</u>	<u>\$ 545,294</u>	<u>\$ 425,286</u>

See accompanying notes to the financial statements.

BLANCO COUNTY EMERGENCY SERVICES DISTRICT NO. 2
NOTES TO THE FINANCIAL STATEMENT
SEPTEMBER 30, 2016

NOTE 1. CREATION OF DISTRICT

The Blanco County Emergency Services District No. 2 (previously reported as South Blanco Emergency Services District) was approved by voters in May, 1989 and operates under Article III, Section 48E, of the Texas Constitution. The Blanco County Commissioners Court appoints five members to the Board of Emergency Service Commissioners. The District is a political subdivision of the State and has full authority to carry out the objects of its creation, including fire prevention, fire-fighting services, emergency medical services and ambulance services.

NOTE 2. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of Blanco County Emergency Services District No. 2 conform to generally accepted accounting principles as applicable to governments. The following is a summary of the more significant policies:

A. Reporting Entity

The District has developed criteria to determine if the activities of any outside agencies or organizations should be included within its financial statements. The criteria includes the amount of oversight responsibility exercised by the District over the activities of an agency or organization, the scope of public service of an agency or organization, and the nature of any special financing relationships which may exist between the District and an agency or organization. Oversight responsibility includes financial interdependency, selection of the governing authority, designation of management, the ability to significantly influence operations, and accountability for fiscal matters. The District's financial statements include all funds over which the District exercises oversight responsibility. The District does not exercise oversight responsibility over any other reporting entity. Also, The District is not included as a part of any other reporting entity.

B. Government-Wide and Fund Financial Statements

The Statement of Net Position and the Statement of Activities are government-wide financial statements. They report information on all of the Blanco County Emergency Services District No. 2 nonfiduciary activities. *Governmental activities* include sources supported by taxes, fees and interest on investments.

The Statement of Activities demonstrates how other people or entities that participate in services the District operates have shared in the payment of the direct costs.

C. Measurement focus, basis of accounting, and financial statement presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting.

The modified accrual basis of accounting recognizes revenues in the accounting period in which they become both measurable and available, and it recognizes expenditures in the accounting period in which the fund liability is incurred, if measurable, which is recognized when due. The expenditures related to certain claims and judgments are recognized when the obligations are expected to be liquidated with expendable available financial resources. The District considers all revenues available if they are collectible within 60 days after year end.

Revenues from local sources consist primarily of property taxes. Property tax revenues are recognized under the susceptible-to-accrual concept. Miscellaneous revenues are recorded as revenue when received in cash because they are generally not measurable until actually received. Investment earnings are recorded as earned, since they are both measurable and available.

The government reports the following major governmental fund:

The general fund is the government's operating fund and accounts for all financial resources of the general government.

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

D. Assets, deferred outflows of resources, liabilities, deferred inflows of resources and net position

1. Deposits and investments

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

Temporary investments are stated at cost.

2. Capital Assets

Capital assets, which include computers, are reported in the governmental activities columns in the government-wide financial statements. Assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

Depreciable assets of the District are depreciated using the straight line method over the following estimated useful lives:

Assets	Years
Equipment	7
Ambulances	7

3. Long-Term Debt

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. 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 recognized 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.

4. Fund Equity

The District has 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 not in non-spendable form (such as inventory) or are required to be maintained intact.
- Restricted fund balance – amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions, or by enabling legislation.
- Committed fund balance – amounts constrained to specific purposes by the District itself, using its highest level of decision-making authority (i.e. Board of Directors). To be reported as committed, amounts cannot be used for any other purpose unless the District takes the same highest level action to remove or change the constraint.
- Assigned fund balance – amounts the District intends to use for a specific purpose. Intent can be expressed by the Board of Directors or by an official or body to which the Board of Directors delegates the authority.
- Unassigned fund balance – amounts that are available for any purpose. Positive amounts are reported only in the general fund.

The Board of Directors establishes (and modifies or rescinds) 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 Board of Directors 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).

5. Budget

The Board of Directors adopt an annual budget for the general fund in accordance with the Accounting Principles applicable to this fund.

6. Implementation Of New GASB Accounting Standard

The District has implemented new GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*. Under GASB 63, amounts previously reported as deferred charges as a part of total assets and deferred amounts from refunded debt have been reported in a separate section as deferred outflows of resources and amounts previously reported as deferred revenue as a part of total liabilities have been reported in a separate section as deferred inflows of resources.

7. Use of Estimates

The presentation 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 disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

NOTE 3. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position

Total Fund Balance - Governmental Fund \$ 468,957

1. Capital assets used in governmental activities are not financial resources and therefore are not reported in governmental funds. In addition, long-term liabilities are not due and payable in the current period, and, therefore are not reported as liabilities in the funds. At the beginning of the year, the cost of these assets was \$248,269 and the accumulated depreciation was \$77,289. The 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.

77,523

2.	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 2016 capital outlays and debt principal payments is to increase net position.	22,677
3.	The 2016 depreciation expense increases accumulated depreciation. The net effect of the current year's depreciation is to decrease net position.	(35,511)
4.	Reclassification of deferred revenues for property taxes to revenues in the government-wide statements (convert from modified accrual basis to accrual basis)	<u>11,648</u>
Net Position of Governmental Activities		<u>\$ 545,294</u>

Reconciliation of the Governmental Fund Statement of Revenues, Expenditure, and Changes in Fund Balance to the Statement of Activities

Total Net Change in Fund Balances - Governmental Funds		\$ 136,038
1.	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 effect of removing 2016 capital outlays and debt principal payments is to increase net position.	22,677
2.	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 net position.	(35,511)
3.	Revenues in the government-wide Statement of Activities that do not provide current financial resources are not reported as revenues in the fund (convert from modified accrual basis to accrual basis).	<u>(3,196)</u>
Change in Net Position of Governmental Activities		<u>\$ 120,008</u>

NOTE 4. DEPOSITS AND INVESTMENTS

At September 30, 2016, the carrying amount of the District's deposit was \$300,375 and the bank balance was \$312,213. The District's deposits were secured by FDIC coverage and pledged securities.

At September 30, 2016, the carrying value and fair value for the District's certificates of deposit were both \$184,430. The certificates of deposit were secured by FDIC insurance and pledged securities.

In compliance with the Public Funds Investment Act, the District discloses the following risks:

Custodial Credit Risk - Deposits: This is the risk that in the event of bank failure, the District's deposits may not be returned to it. The District was not exposed to custodial credit risk since its deposits at year-end were covered by depository insurance or by pledged collateral held by the District's agent bank in the District's name.

Custodial Credit Risk - Investments: This is the risk that, in the event of the failure of the counterparty,

the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The District's investments (certificates of deposit) were secured by FDIC insurance and pledged securities.

Other Credit Risk: There is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. At September 30, 2016, the District was not exposed to concentration of credit risk, interest rate risk or foreign currency risk.

NOTE 5. PROPERTY TAXES

The District levies taxes on real property within the District on October 1 each year which is the lien date. Such taxes become delinquent the following February 1. On January 1 of each year, a tax lien attaches to the property to secure the payment of all taxes, penalties and interest ultimately imposed. Property tax revenues are considered available when they become due or past due and receivable within the current period. The Blanco County Appraisal District appraises property and collects taxes for the District. The District can levy a tax not to exceed .10 (10 cents) per 100 valuation. For the 2015 tax roll, the tax rate was \$0.10 per \$100 valuation and the total property valuation was \$677,498,621. A summary of taxes receivable by years appears below:

Tax Roll	Taxes Receivable 10/01/15	Taxes Assessed	Collections and Adjustments	Taxes Receivable 9/30/16
2015	\$ -	\$ 677,484	\$ 668,809	\$ 8,675
2014	9,525		6,739	2,786
2013	2,729		1,601	1,128
2012	1,436		794	642
2011	1,054		710	344
2010	782		660	122
2009 & Prior	1,937		1,074	863
Totals	\$ 17,463	\$ 677,484	\$ 680,387	\$ 14,560

NOTE 6. RISK MANAGEMENT

The District has a Public Employee Dishonesty Bond with a \$25,000 blanket limit (through Brigham Insurance).

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District contracts with the VFIS of Texas to provide insurance coverage for identified risks (auto, general and management liability). Annual contributions for the year ended September 30, 2016 were \$1,052.

NOTE 7. CONTRACTS

The District has contracted with the Blanco Volunteer Fire Department (BVFD) for firefighting services. The District pays the BVFD in accordance with the amount budgeted. For the year ended September 30, 2016, the District paid \$217,583 to the BVFD.

The District has contracted with the Blanco Volunteer Ambulance Corps (BVAC) for emergency medical services. The District pays the BVAC in accordance with the amount budgeted. For the year ended September 30, 2016 the District paid \$304,874 to the BVAC.

NOTE 8. CAPITAL ASSETS

A summary of capital assets and depreciation follows:

	Primary Government			Balance 9/30/16
	Balance 10/1/15	Additions	Deletions	
Equipment	\$ 7,598	\$	\$	\$ 7,598
Ambulances	239,900			239,900
Computer	771			771
Total Capital Assets	248,269			248,269
Accumulated Depreciation	(77,289)	(35,511)		(112,800)
Capital Assets, Net	\$ 170,980	\$ (35,511)	\$	\$ 135,469

NOTE 9. LOAN PAYABLE

Changes in long-term debt appear below:

	Balance 10/1/15	Issued	Retired	Balance 9/30/16	Due Within One Year
Loan Payable - Johnson City Bank	\$ 93,457	\$	\$ 22,677	\$ 70,780	\$ 23,209

The District obtained a loan from the Johnson City Bank to purchase an ambulance. The total loan amount of \$137,750 is due in monthly installments of \$2,047.68 (including interest at 2.25%) until maturity on September 10, 2019.

Estimated principal and interest requirements to maturity are as follows:

Fiscal Year Ended	Principal	Interest	TOTAL
9/30/2017	\$ 23,209	\$ 1,363	\$ 24,572
9/30/2018	23,737	835	24,572
9/30/2019	23,834	738	24,572
	\$ 70,780	\$ 2,936	\$ 73,716

NOTE 10. SALES TAX ELECTION

In a special election on November 3, 2015, the District's voters approved the adoption of a Sales and Use Tax at a rate of one percent. For the fiscal year ended September 30, 2016, the District collected \$35,672 in sales tax.

NOTE 11. SUBSEQUENT EVENTS

The District has evaluated subsequent events through May 18, 2017, the date which the financial statements were available to be issued. The District is in the process of acquiring land to construct a building for fire and emergency services. The District is not aware of any other subsequent events that materially impact the financial statements.

SUPPLEMENTARY INFORMATION

BLANCO COUNTY EMERGENCY SERVICES DISTRICT NO. 2
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2016

	Budget (Final Amended)	Actual	Variance Positive (Negative)
<u>Revenues:</u>			
Property Taxes	\$ 643,624	\$ 681,271	\$ 37,647
Penalty and Interest		10,320	10,320
Sales Tax		35,672	35,672
Interest on Investments		831	831
Appraisal District Refund/Other		764	764
Total Revenues	<u>643,624</u>	<u>728,858</u>	<u>85,234</u>
<u>Expenditures/Expenses:</u>			
Appraisal District	\$ 22,896	\$ 22,683	\$ 213
Bonds & Insurance	1,350	1,172	178
Postage	50	47	3
P O Box Rental	40	32	8
Office Supplies	500	197	303
Professional Fees	34,200	13,400	20,800
Publications/Notices	600	412	188
Communication Services	4,800	3,805	995
Dues/Training	8,100	1,995	6,105
Maintenance	5,000	-	5,000
Miscellaneous		2,048	(2,048)
Sales Tax Election Cost	6,586	-	6,586
Volunteer Fire Departments -			
Blanco VFD	210,000	217,583	(7,583)
Emergency Medical Services -			
Blanco Volunteer Ambulance Corps	300,000	304,874	(4,874)
Debt Service -			
Principal	22,693	22,677	16
Interest	1,879	1,895	(16)
Capital Outlay	200		200
Total Expenditures	<u>618,894</u>	<u>592,820</u>	<u>26,074</u>
Excess (Deficiency) of Revenues over Expenditures	24,730	136,038	111,308
Fund Balance - October 1, 2015	332,919	332,919	-
Fund Balance - September 30, 2016	<u>\$ 357,649</u>	<u>\$ 468,957</u>	<u>\$ 111,308</u>

NEFFENDORF & KNOPP, P.C.
Certified Public Accountants

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CERTIFIED PUBLIC ACCOUNTANTS

May 18, 2017

To the Board of Emergency Services Commissioners
Blanco County Emergency Services District No. 2
Blanco, TX 78606

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Blanco County Emergency Services District No. 2 for the year ended September 30, 2016. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards (and, if applicable, *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 February 17, 2017. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Findings

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by Blanco County Emergency Services District No. 2 are described in Note 2 to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during 2016. We noted no transactions entered into by the governmental unit during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

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

Certain financial statement disclosures are particularly sensitive because of their significance to financial statement users. 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 each opinion unit's 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.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated May 18, 2017.

Management Consultations with Other Independent Accountants

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

Other Audit Findings or Issues

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

Other Matters

With respect to the supplementary information accompanying the financial statements, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with 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.

This information is intended solely for the use of the Board of Directors and management of Blanco County Emergency Services District No. 2 and is not intended to be and should not be used by anyone other than these specified parties.

Sincerely,


NEFFENDORF & KNOPP, P.C.

Fredericksburg, Texas