



SAN JACINTO COUNTY

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2024

ANNUAL FINANCIAL REPORT

FOR FISCAL YEAR ENDED
SEPTEMBER 30, 2024





ANNUAL FINANCIAL REPORT

San Jacinto County, Texas

Fiscal Year Ended
September 30, 2024



TABLE OF CONTENTS

<u>FINANCIAL SECTION</u>	<u>Page</u>
Independent Auditor's Report	1
Management's Discussion and Analysis	7
<u>BASIC FINANCIAL STATEMENTS</u>	
Government-Wide Financial Statements	
Statement of Net Position	18
Statement of Activities	21
Governmental Funds Financial Statements	
Balance Sheet	22
Reconciliation of the Balance Sheet of the Governmental Funds to the Statement of Net Position	25
Statement of Revenues, Expenditures, and Changes in Fund Balances	26
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	29
Fiduciary Funds Financial Statements	
Statement of Fiduciary Net Position	30
Statement of Changes in Fiduciary Net Position	31
Notes to Financial Statements	33
<u>REQUIRED SUPPLEMENTARY INFORMATION</u>	
Schedule of Revenues, Expenditures, and Changes in Fund Balance- Budget and Actual – General Fund	63
Schedule of Revenues, Expenditures, and Changes in Fund Balance- Budget and Actual – American Rescue Plan Fund	65
Schedule of Changes in Net Pension Liability and Related Ratios – Texas County & District Retirement System	66
Schedule of Employer Contributions to Pension Plan – Texas County & District Retirement System	68
Schedule of Changes in OPEB Liability and Related Ratios - Texas County & District Retirement System	70

COMBINING STATEMENTS AND SCHEDULES

Combining Balance Sheet – Nonmajor Governmental Funds	74
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Governmental Funds	86
Combining Statement of Net Position – Fiduciary Funds	98
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance – Fiduciary Funds	99

OVERALL COMPLIANCE AND INTERNAL CONTROL SECTION

Combining Balance Sheet – Nonmajor Governmental Funds	101
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INDEPENDENT AUDITOR'S REPORT

To the Honorable County Judge and
Members of the Commissioners' Court
Of San Jacinto County, Texas:

Opinions

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

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of the governmental activities, the fiduciary funds, each major fund, and the aggregate remaining fund information of San Jacinto County, as of September 30, 2024, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

San Jacinto County's management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control

relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the San Jacinto County's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about San Jacinto County's ability to continue as a going concern for a reasonable period of time.

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

Emphasis of Matter

As discussed in Note V.E. to the financial statements, due to changes in financial reporting, the County restated its beginning fund balance within the CDBG Hurricane Harvey fund, the EDA Grant fund, and nonmajor funds. Our opinion is not modified with respect to these matters.

Required Supplementary Information

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise San Jacinto County's basic financial statements. The combining and individual nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The *supplementary information* is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated August 20, 2025 on our consideration of San Jacinto County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering San Jacinto County's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "Brooks Watson & Co." in a cursive, slightly stylized font.

BrooksWatson & Co., PLLC
Certified Public Accountants
Houston, Texas
August 20, 2025

MANAGEMENT'S DISCUSSION AND ANALYSIS



San Jacinto County, Texas

MANAGEMENT'S DISCUSSION AND ANALYSIS

September 30, 2024

As management of San Jacinto County, Texas (the "County"), we offer readers of the County's financial statements this narrative overview and analysis of the financial activities of the County for the fiscal year ended September 30, 2024.

FINANCIAL HIGHLIGHTS

- The general fund reported actual revenues over expenditures and other financing sources and uses of \$1,398,417 compared to a budgeted reduction of \$185,921, which resulted in a total positive budget variance of \$1,584,338.
- The County's net position increased by \$3,792,953.
- The County's total net position was \$51,068,662 at September 30, 2024.
- The County's net pension asset and OPEB liability were \$932,964 and \$665,264, respectively, at September 30, 2024.

OVERVIEW OF THE FINANCIAL STATEMENTS

The discussion and analysis provided here is intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements consist of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) the notes to financial statements. This report also includes supplementary information intended to furnish additional detail to support the basic financial statements themselves.

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

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

The *statement of activities* presents information showing how the County's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

San Jacinto County, Texas

MANAGEMENT'S DISCUSSION AND ANALYSIS, *Continued*

September 30, 2024

Both of the government-wide financial statements present functions of the County that are principally supported by taxes and intergovernmental revenues (*governmental activities*). The governmental activities of the County include general government, tax administration, roads and bridges, health and human services, and administration of justice.

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

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The County maintains fifty-eight individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the *general fund*, the *American Rescue Plan fund*, and the *2024 Flooding DR 4781 fund*, which are considered to be major funds. Data from the other governmental funds are combined into a single aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements in the combining and individual fund statements and schedules section of this report.

The County adopts an annual appropriated budget for its general and various other special revenue funds. A budgetary comparison statement has been provided for the general fund and the American Rescue Plan fund to demonstrate compliance with each respective budget. A budget was not adopted for the 2024 Flooding DR 4781 fund.

Traditional users of government financial statements will find the fund financial statement presentation more familiar. The focus is now on the County's most significant funds. The fund financial statements provide more information about the County's most significant funds, not the County as a whole.

San Jacinto County, Texas
MANAGEMENT'S DISCUSSION AND ANALYSIS, *Continued*
September 30, 2024

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

The County maintains one type of fiduciary fund. The *Custodial, District Clerk's Regular, Districts Clerk's Escrow, and Sheriff's Commissary* reports resources held by the County in a custodial capacity for individuals, private organizations and other governments.

Notes to Financial Statements. The notes provide additional information that is necessary to acquire a full understanding of the data provided in the government-wide and fund financial statements.

Other Information. In addition to basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the County's progress in funding its obligation to provide pension and Other Postemployment Benefits ("OPEB") benefits to its employees.

The combining statements referred to earlier in connection with nonmajor governmental funds are presented immediately following the required supplementary information on OPEB.

Government-wide Overall Financial Analysis

As noted earlier, net position over time, may serve as a useful indicator of a government's financial position. In the case of the County, assets and deferred outflows exceeded liabilities and deferred inflows by \$51,068,662 at the close of the most recent fiscal year.

San Jacinto County, Texas
MANAGEMENT'S DISCUSSION AND ANALYSIS, Continued
September 30, 2024

Statement of Net Position:

The following table reflects the condensed Statement of Net Position:

	Governmental Activities	
	2024	2023
Current and other assets	\$ 22,282,354	\$ 23,106,644
Net pension asset	932,964	-
Capital assets, net	32,902,557	29,093,268
Total Assets	56,117,875	52,199,912
Deferred Outflows	736,683	980,187
Current liabilities	4,243,127	3,936,739
Long-term liabilities	1,460,855	1,755,032
Total Liabilities	5,703,982	5,691,771
Deferred Inflows	81,914	212,619
Net position:		
Net investment		
in capital assets	31,418,504	26,521,245
Restricted	8,675,276	11,246,812
Unrestricted	10,974,882	9,507,652
Total Net Position	\$ 51,068,662	\$ 47,275,709

The County's net position increased to \$51,068,662 from \$47,275,709. The County's unrestricted net position was \$10,974,882. The County's current and other assets decreased primarily due to a reduction in cash and equivalents, resulting from nonrecurring capital purchases in the current year. Total current liabilities increased by \$306,388 primarily as a result of greater accounts payable related to road and bridge expenses. Total long-term liabilities decreased by \$294,177 due to principal payments made on outstanding debt during the year. Total deferred outflows decreased by \$243,504 and total deferred inflows decreased by \$130,705. Both variances are directly related to the County recognizing a net pension asset in the current year. In addition, the variances are due to actuarial changes in the County's pension inputs over the course of the year.

San Jacinto County, Texas
MANAGEMENT'S DISCUSSION AND ANALYSIS, Continued
September 30, 2024

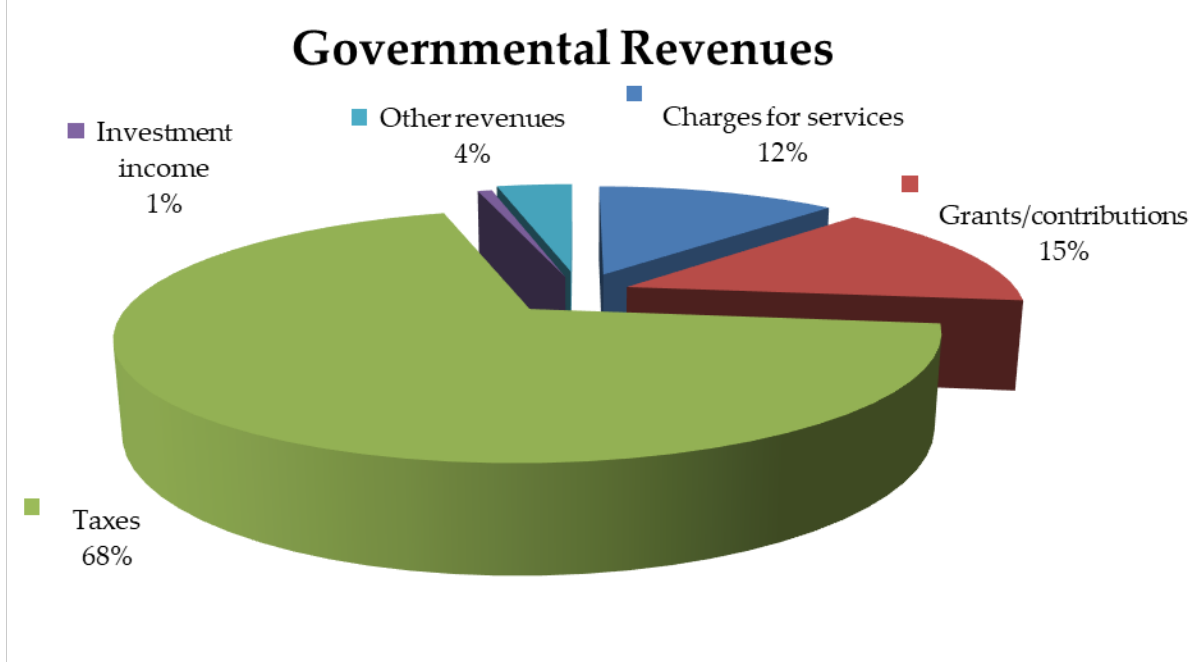
Statement of Activities

The following table provides a summary of the County's changes in net position for the years ended:

	Governmental Activities	
	2024	2023
Revenues		
Program revenues:		
Charges for services	\$ 2,922,888	\$ 3,424,749
Grants/contributions	3,533,157	5,525,899
General revenues:		
Taxes	16,485,668	15,965,236
Investment income	171,741	130,170
Rents and royalties	29,396	29,396
Other revenues	922,953	971,332
Total Revenues	24,065,803	26,046,782
Expenses		
General government	4,609,343	4,010,129
Tax administration	600,106	582,188
Roads and bridges	5,227,710	6,070,099
Health and human services	1,522,832	1,569,441
Administration of justice	8,269,512	7,722,674
Interest and fiscal agent fees on long-term debt	43,347	15,030
Total Expenses	20,272,850	19,969,561
Change in Net Position	3,792,953	6,077,221
Beginning net position	47,275,709	41,198,488
Ending Net Position	\$ 51,068,662	\$ 47,275,709

San Jacinto County, Texas
MANAGEMENT'S DISCUSSION AND ANALYSIS, Continued
September 30, 2024

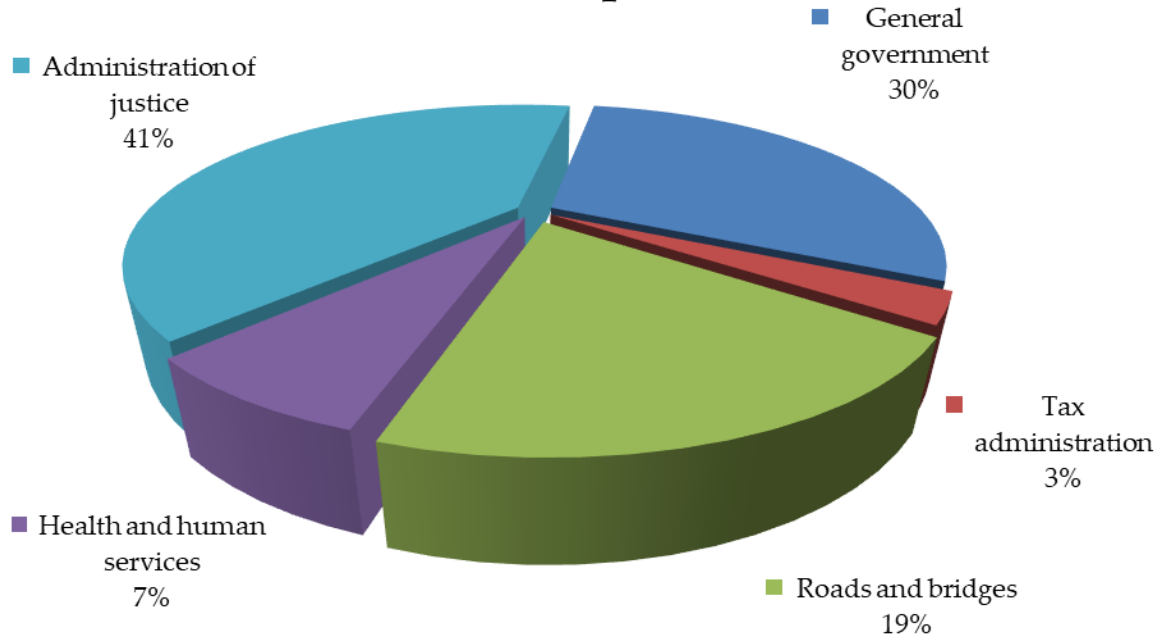
Graphic presentations of selected data from the summary tables follow to assist in the analysis of the County's activities.



Total governmental revenues decreased by \$1,980,979, or 8%, from the prior year. Charges for services decreased by \$501,861, or 15%, primarily as a result of a reduction in inmate housing income in the current year. Grants and contributions decreased by \$1,992,742, or 36%, which is directly related to nonrecurring buyout grants related to post-Hurricane Harvey restoration received in the prior year. Investment income increased by \$41,571, or 32%, primarily due to the realization of greater interest rates in the current year. Other revenues decreased by \$48,379, or 5%, primarily due to a reduction of nonrecurring miscellaneous reimbursements in the current year. All other revenues remained relatively consistent compared to the prior year.

San Jacinto County, Texas
MANAGEMENT'S DISCUSSION AND ANALYSIS, Continued
 September 30, 2024

Governmental Expenses



Total governmental expenses increased by \$303,289, or 2%, from the prior year. General government expenses increased by \$599,214, or 15%, primarily due to nonrecurring repairs and maintenance, professional services, and IT maintenance and service costs in the current year. Roads and bridges expenses decreased by \$842,389, or 14%, primarily due nonrecurring road maintenance and other non-capitalizable costs in the prior year. Administration of justice expenses increased by \$546,838, or 7%, primarily due to greater personnel costs related to salary increases, new hires, and overtime pay in the current year. In addition, there were increases in vehicle repairs and maintenance, contracted services, and inmate medical professional services costs in the current year. Interest and fiscal charges increased by \$28,317, or over 100%, primarily as a result of greater interest payments in the current year, resulting from prior year note issuances. All other expenses remained relatively consistent compared to the prior year.

San Jacinto County, Texas

MANAGEMENT'S DISCUSSION AND ANALYSIS, *Continued*

September 30, 2024

Financial Analysis of Governmental Funds

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

Governmental Funds. The focus of the County's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the County's financing requirements. In particular, unassigned fund balance may serve as a useful measure of the County's net resources available for discretionary use as they represent the portion of fund balance which has not yet been limited to use for a particular purpose by either an external party, the County itself, or a group or individual that has been delegated authority to assign resources for use for particular purposes by the County's governing body.

The County's governmental funds reflect a combined fund balance of \$15,335,697. Of this, \$7,509,503 is unassigned and available for day-to-day operations of the County, \$1,828,501 is restricted for American Rescue Plan grant expenditures, \$2,982,123 is restricted for road and bridges, \$422,474 is restricted for debt service, and \$0 is restricted for capital improvements. The restricted fund balance for special revenue funds is \$2,509,214. The County has nonspendable funds of \$83,882 that consists of prepaid items.

There was an decrease in the combined governmental fund balance of \$1,942,173 over the prior year. Included in this change is a decrease of \$1,608,222 in the American Rescue Plan fund, a decrease of \$983,053 in the 2024 Flooding DR 4781 fund, a decrease in nonmajor governmental funds of \$749,315, and an increase of \$1,398,417 in the general fund.

The general fund reflected an ending fund balance of \$9,249,761, which represents an increase of \$1,398,417 from the prior year. The increase is primarily a result of greater than anticipated revenues and less than expected expenditures.

The American Rescue Plan reflected an ending fund balance of \$1,828,501 and decreased by \$1,608,222. The decrease was due to nonrecurring grant related expenditures exceeding revenues in the current year.

The 2024 Flooding DR 4871 fund reflected an ending deficit fund balance of \$983,053. The deficit is due to the costs associated with the flooding and the majority of related grant funds not yet being received to offset the costs in the current year.

General Fund Budgetary Highlights

Actual general fund revenues were over final budgeted revenues by \$240,606 during the year. This variance is primarily attributable to sales taxes, investment income, and other revenues exceeding

San Jacinto County, Texas
MANAGEMENT'S DISCUSSION AND ANALYSIS, Continued
September 30, 2024

projections. Actual general fund expenditures were under the final budgeted expenditures by \$1,291,488.

Capital Assets

At the end of the year, the County's governmental activities funds had invested \$32,902,557 in a variety of capital assets and infrastructure, net of depreciation. Depreciation is included with the governmental capital assets as required by GASB Statement No. 34.

The significant capital asset transactions occurring during the current year were as follows:

- Began infrastructure construction projects related to the 2024 flooding DR-4781 grant received for \$1,140,751.
- Additional costs for rehabilitation projects pertaining to the Buyout Grant received for \$952,163.
- Completion of projects related to the Economic Development grant received for \$261,226.
- Infrastructure improvements totaling \$2,622,156.
- Purchased (60) portable radios totaling \$251,753.
- Purchased (20) mobile radio units totaling \$128,383.
- Purchased 2011 Ford F750 dump truck totaling \$48,668.

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

Long-Term Debt

At the end of the year, the County reported outstanding tax note issuances of \$605,000. Principal payments on these issuances of \$200,000 were made during the year. Notes payable obligations amounted to \$497,205 at the end of the current year.

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

Economic Factors

The County continues to grow as seen in the increase in assessed property valuations for both residential and commercial entities. The County has continued to solidify the infrastructure of the County by investing in roads and bridges within the County.

Requests for Information

This financial report is designed to provide a general overview of the County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the San Jacinto County Auditor, One State Hwy 150, Coldspring, Texas 77331.



BASIC FINANCIAL STATEMENTS

San Jacinto County, Texas

STATEMENT OF NET POSITION

September 30, 2024

	<u>Primary Government Governmental Activities</u>
<u>Assets</u>	
Current Assets:	
Cash and cash equivalents	\$ 16,135,720
Investments	1,693,456
Receivables, net	4,368,069
Due from fiduciary funds	1,227
Prepaid items	83,882
Total Current Assets	<u>22,282,354</u>
Non-Current Assets:	
Net pension asset	932,964
Nondepreciable capital assets	7,393,041
Capital assets (net of accumulated depreciation)	25,509,516
Total Noncurrent Assets	<u>33,835,521</u>
Total Assets	<u>56,117,875</u>
<u>Deferred Outflows of Resources</u>	
Pension contributions	534,443
Pension investment earnings	109,505
Pension investment experience	92,735
Total Deferred Outflows of Resources	<u>736,683</u>

San Jacinto County, Texas
STATEMENT OF NET POSITION (Continued)
September 30, 2024

	Primary Government
	Governmental Activities
<u>Liabilities</u>	
Current Liabilities:	
Accounts payable and accrued liabilities	\$ 3,569,295
Accrued interest payable	3,676
Compensated absences, current	327,188
Long-term debt due within one year	342,968
Total Current Liabilities	4,243,127
Non-Current Liabilities:	
OPEB liability	665,264
Compensated absences, noncurrent	36,354
Long-term debt due in more than one year	759,237
Total Noncurrent Liabilities	1,460,855
Total Liabilities	5,703,982
<u>Deferred Inflows of Resources</u>	
OPEB changes in assumptions	62,394
OPEB investment experience	19,520
Total Deferred Inflows of Resources	81,914
<u>Net Position</u>	
Net investment in capital assets	31,418,504
Restricted	8,675,276
Unrestricted	10,974,882
Total Net Position	\$ 51,068,662

See Notes to Financial Statements.



San Jacinto County, Texas

STATEMENT OF ACTIVITIES

For the Year Ended September 30, 2024

Functions/Programs	Program Revenues			Net (Expense) Revenue and Changes in Net Position
	Expenses	Charges for Services	Operating Grants and Contributions	
Primary Government:				
Governmental Activities:				
General government	\$ 4,609,343	\$ 3,843	\$ 1,149,736	\$ 50,706
Tax administration	600,106	-	-	(3,405,058)
Roads and bridges	5,227,710	695,850	-	(600,106)
Health and human services	1,522,832	636,924	304,000	1,853,715
Administration of justice	8,269,512	1,586,271	175,000	-
Interest and fiscal agent fees on long-term debt	43,347	-	-	-
Total Governmental Activities	20,272,850	2,922,888	1,628,736	1,904,421
Total Primary Government	\$ 20,272,850	\$ 2,922,888	\$ 1,628,736	\$ 1,904,421
General Revenues:				
Property taxes				15,495,025
Sales taxes				990,643
Investment income				171,741
Rents and royalties				29,396
Insurance claims revenues				171,741
Other revenues				751,212
			Total General Revenues	17,609,758
			Change in Net Position	3,792,953
			Beginning net position	47,275,709
			Ending Net Position	\$ 51,068,662

See Notes to Financial Statements.

San Jacinto County, Texas

BALANCE SHEET

GOVERNMENTAL FUNDS

September 30, 2024

	General	American Rescue Plan	2024 Flooding DR 4781
<u>Assets</u>			
Cash and cash equivalents	\$ 6,114,312	\$ 2,967,046	\$ -
Investments	1,431,338	-	-
Receivables, net	2,147,491	70,390	854,367
Due from other funds	3,069,321	-	-
Due from fiduciary fund	1,227	-	-
Prepaid items	83,882	-	-
Total Assets	\$ 12,847,571	\$ 3,037,436	\$ 854,367
<u>Liabilities</u>			
Accounts payable and accrued liabilities	\$ 1,612,007	\$ 194,051	\$ 31,210
Due to other funds	212,449	1,014,884	1,109,541
Total Liabilities	1,824,456	1,208,935	1,140,751
<u>Deferred Inflows of Resources</u>			
Unavailable revenue - property taxes	1,773,354	-	-
Unavailable revenue - grants	-	-	696,669
Total Deferred Inflows of Resources	1,773,354	-	696,669
<u>Fund Balances</u>			
Nonspendable:			
Prepaid insurance	83,882	-	-
Restricted:			
Debt service	-	-	-
Roads and bridges	-	-	-
American Rescue Plan	-	1,828,501	-
Special revenue funds	-	-	-
Unassigned	9,165,879	-	(983,053)
Total Fund Balances	9,249,761	1,828,501	(983,053)
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 12,847,571	\$ 3,037,436	\$ 854,367

See Notes to Financial Statements.

Nonmajor Governmental Funds	Total Governmental Funds
\$ 7,054,362	\$ 16,135,720
262,118	1,693,456
1,295,821	4,368,069
212,449	3,281,770
-	1,227
-	83,882
<u>\$ 8,824,750</u>	<u>\$ 25,564,124</u>
\$ 1,732,027	\$ 3,569,295
944,896	3,281,770
<u>2,676,923</u>	<u>6,851,065</u>
701,890	2,475,244
205,449	902,118
<u>907,339</u>	<u>3,377,362</u>
-	83,882
422,474	422,474
2,982,123	2,982,123
-	1,828,501
2,509,214	2,509,214
(673,323)	7,509,503
<u>5,240,488</u>	<u>15,335,697</u>
<u>\$ 8,824,750</u>	<u>\$ 25,564,124</u>



San Jacinto County, Texas
RECONCILIATION OF THE BALANCE SHEET
OF THE GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
September 30, 2024

Amounts reported for governmental activities in the statement of net position are different because:

Total fund balances - governmental funds	\$	15,335,697
Capital assets used in governmental activities are not current financial resources and therefore not reported in the governmental funds.		
Nondepreciable capital assets		7,393,041
Depreciable capital assets		239,165,871
Accumulated depreciation		(213,656,355)
Net pension assets are not reported in the governmental funds.		932,964
Other long-term assets are not available to pay for current-period expenditures and therefore are reported as:		
Unavailable revenue - property taxes		2,475,244
Unavailable revenue - grants		902,118
Deferred outflows of resources represent a consumption of net position that applies to a future period and is not recognized as an outflow of resources (expense/expenditures) until then		
Pension contributions		534,443
Pension investment earnings		109,505
Pension investment experience		92,735
Deferred inflows of resources represent an acquisition of net position that applies to a future period and is not recognized as an outflow of resources (revenues) until then		
OPEB changes in assumptions		(62,394)
OPEB investment experience		(19,520)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.		
Accrued interest payable		(3,676)
Bonds, capital leases, & other liabilities		(1,102,205)
OPEB liability		(665,264)
Compensated absences		(363,542)
Net Position of Governmental Activities	\$	<u>51,068,662</u>

See Notes to Financial Statements.

San Jacinto County, Texas

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES GOVERNMENTAL FUNDS

For the Year Ended September 30, 2024

	General	American Rescue Plan	2024 Flooding DR 4781
<u>Revenues</u>			
Property taxes	\$ 11,538,606	\$ -	\$ -
Sales taxes	961,021	-	-
Licenses and permits	196,070	-	-
Fines and forfeitures	877,121	-	-
Charges for services	470,984	-	-
Intergovernmental revenue	304,000	-	157,698
Investment income	116,074	18,667	-
Rents and royalties	29,396	-	-
Other revenue	243,762	-	-
Total Revenues	14,737,034	18,667	157,698
<u>Expenditures</u>			
Current:			
General government	3,548,922	174,080	-
Tax administration	600,106	-	-
Health and human services	751,549	-	-
Administration of justice	8,078,323	-	-
Roads and bridges	-	-	-
Capital outlay	171,555	1,468,120	1,140,751
Debt Service:			
Principal	-	-	-
Interest and fiscal charges	-	-	-
Total Expenditures	13,150,455	1,642,200	1,140,751
Excess of Revenues Over (Under) Expenditures	1,586,579	(1,623,533)	(983,053)
<u>Other Financing Sources (Uses)</u>			
Transfers in	278,629	-	-
Transfers (out)	(568,535)	(55,079)	-
Insurance claims income	101,351	70,390	-
Proceeds from sale of capital assets	393	-	-
Total Other Financing Sources (Uses)	(188,162)	15,311	-
Net Change in Fund Balances	1,398,417	(1,608,222)	(983,053)
Beginning fund balances, as previously reported	7,851,344	3,436,723	-
Change within financial reporting entity (major to nonmajor fund)	-	-	-
Beginning fund balances, as adjusted	7,851,344	3,436,723	-
Ending Fund Balances	\$ 9,249,761	\$ 1,828,501	\$ (983,053)

See Notes to Financial Statements.

CDBG Hurricane Harvey	EDA Grant	Nonmajor Governmental Funds	Total Governmental Funds
\$ -	\$ -	\$ 4,040,330	\$ 15,578,936
-	-	29,622	990,643
-	-	695,850	891,920
-	-	242,009	1,119,130
-	-	440,854	911,838
-	-	2,174,776	2,636,474
-	-	37,000	171,741
-	-	-	29,396
-	-	401,432	645,194
-	-	8,061,873	22,975,272
-	-	625,503	4,348,505
-	-	-	600,106
-	-	796,131	1,547,680
-	-	248,988	8,327,311
-	-	5,418,187	5,418,187
-	-	1,798,402	4,578,828
-	-	335,198	335,198
-	-	44,372	44,372
-	-	9,266,781	25,200,187
-	-	(1,204,908)	(2,224,915)
-	-	606,114	884,743
-	-	(261,129)	(884,743)
-	-	-	171,741
-	-	110,608	111,001
-	-	455,593	282,742
-	-	(749,315)	(1,942,173)
(39,549)	179,486	5,849,866	17,277,870
39,549	(179,486)	139,937	-
-	-	5,989,803	17,277,870
\$ -	\$ -	\$ 5,240,488	\$ 15,335,697



San Jacinto County, Texas
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE
STATEMENT OF ACTIVITIES
September 30, 2024

Amounts reported for governmental activities in the statement of activities are different because:

Net changes in fund balances - total government funds	\$ (1,942,173)
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Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation exceeded capital outlays in the current period.

Capital outlay	5,742,677
Depreciation expense	(1,928,405)
Net effect of capital asset disposals	(4,983)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.

Unavailable revenue - property taxes	(83,911)
Unavailable revenue - grant revenue	896,683

Bonds and note proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position.

Principal payments	335,198
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Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds. This adjustment reflects the net change in interest payable on the accrual basis of accounting and the net change in compensated absences.

OPEB expense	(27,343)
Pension income	798,161
Compensated absences	6,024
Accrued interest	1,025

Change in Net Position of Governmental Activities	\$ 3,792,953
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See Notes to Financial Statements.

San Jacinto County, Texas
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUND
September 30, 2024

	<u>Fiduciary Funds</u>
<u>Assets</u>	
Cash and cash equivalents	\$ 4,726,051
Due from primary government	1,000
Total Assets	<u>\$ 4,727,051</u>
 <u>Liabilities</u>	
Due to primary government	2,227
Total Liabilities	<u>\$ 2,227</u>
 <u>Net Position</u>	
Unrestricted	4,724,824
Total Net Position	<u>\$ 4,724,824</u>

See Notes to Financial Statements.

San Jacinto County, Texas
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUND
For the Year Ended September 30, 2024

	Fiduciary Funds
<u>Additions</u>	
Commissary revenue	\$ 15,511
Fees	13,317,829
Total Additions	<u>13,333,340</u>
<u>Deductions</u>	
Commissary expenses	42,038
Fee release	13,856,458
Total Deductions	<u>13,898,496</u>
Change in Net Position	(565,156)
Beginning net position	5,289,980
Ending Net Position	<u><u>\$ 4,724,824</u></u>



San Jacinto County, Texas

NOTES TO THE FINANCIAL STATEMENTS

For the Year Ended September 30, 2024

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Description of government-wide financial statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. All fiduciary activities are reported only in the fund financial statements. *Governmental activities*, which normally are supported by taxes, intergovernmental revenues, and other nonexchange transactions, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges to external customers for support. Likewise, the *primary government* is reported separately from certain legally separate *component units* for which the primary government is financially accountable.

B. Reporting entity

San Jacinto County, Texas, (the “County”) is a public corporation and political subdivision of the State of Texas. The County is governed by an elected Commissioners Court, comprised of the County Judge and four Commissioners.

The County’s financial statements include the accounts of all County operations. The County provides a vast array of services including general government (County administrative functions), tax administration (i.e. tax collections), administration of justice (courts, juries, district attorney, sheriff, jail, etc.), highway and streets, and health and human services (i.e. juvenile services and assistance to indigents).

Considerations regarding the potential for inclusion of other entities, organizations, or functions in the County’s financial reporting entity are based on criteria prescribed by generally accepted accounting principles. These same criteria are evaluated in considering whether the County is a part of any other governmental or other type of reporting entity. The overriding elements associated with prescribed criteria considered in determining that the County’s financial reporting entity status is that of a primary government are that it has a separately elected governing body; it is legally separate; and it is fiscally independent of other state and local governments. Additionally, prescribed criteria under generally accepted accounting principles include considerations pertaining to organizations for which the primary government is financially accountable and considerations pertaining to organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity’s financial statements to be misleading or incomplete.

San Jacinto County, Texas
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2024

C. Basis of presentation – government-wide financial statements

While separate government-wide and fund financial statements are presented, they are interrelated. The governmental activities column incorporates data from governmental funds. Separate financial statements are provided for governmental funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

D. Basis of presentation – fund financial statements

The fund financial statements provide information about the government's funds, including its fiduciary funds. Separate statements for each fund category—governmental, and fiduciary—are presented. The emphasis of fund financial statements is on major governmental, each displayed in a separate column. All remaining governmental are aggregated and reported as nonmajor funds. Major individual governmental are reported as separate columns in the fund financial statements.

The government reports the following major governmental funds:

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

The *American Rescue Plan fund* is used to account for grant revenues and expenditures related to funds received through the federal government's COVID-19 response grant program.

The *2024 Flooding DR 4781 fund* is used to account for expenditures associated with the flooding that occurred in 2024. Costs incurred were tracked for potential cost recoveries from disaster recovery grants.

Additionally, the government reports the following fund types:

The *fiduciary funds* report resources held by the County in a custodial capacity for individuals, private organizations and other governments.

The *debt service fund* accounts for the resources used and payments of long term debt.

The *special revenue funds* account for resources restricted to, or designated for, specific purposes in a special revenue fund.

San Jacinto County, Texas

NOTES TO THE FINANCIAL STATEMENTS

For the Year Ended September 30, 2024

During the course of operations, the government has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds and advances to/from other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities are eliminated so that only the net amount is included as internal balances in the governmental activities column.

Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column.

E. Measurement focus and basis of accounting

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as *current financial resources* or *economic resources*. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

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. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

The 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. However, debt service expenditures, as well as expenditures related to compensated absences, and claims and judgments, are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under leases are reported as other financing sources.

Property taxes, sales taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Entitlements are recorded as revenues when all eligibility requirements are met,

San Jacinto County, Texas
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2024

including any time requirements, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year end). Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year end). All other revenue items are considered to be measurable and available only when cash is received by the government.

The fiduciary funds are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. The fiduciary fund has no measurement focus but utilizes the *accrual basis of accounting* for reporting its assets and liabilities.

F. Budgetary information

1. Budgetary basis of accounting

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for the general fund, special revenue funds, grant funds, and debt service fund. The capital improvements fund is appropriated on a project-length basis.

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

Appropriations in all budgeted funds lapse at the end of the fiscal year. While all appropriations lapse at year end, surpluses may be re-appropriated and become part of the subsequent year's budget pursuant to state regulations.

G. Assets, liabilities, deferred outflows/inflows of resources, and net position/fund balance

1. Cash and cash equivalents

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

2. Investments

Investments for the government are reported at fair value (generally based on quoted market prices.) Investment positions in external investment pools that are operated in a manner consistent with the SEC's Rule 2a7 of the Investment Company Act of 1940, such as TexPool, are reported using the pools' share price.

San Jacinto County, Texas
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2024

The Local Government Code of Texas authorizes the County to invest in:

- (1) Obligations, including letter of credit, of the United States or its agencies and instrumentalities;
- (2) direct obligations of the State of Texas or its agencies and instrumentalities;
- (3) other obligations, the principal and interest on which are unconditionally guaranteed or insured or backed by the full faith and credit of the State of Texas or the United States or their respective agencies and instrumentalities;
- (4) obligations of state, agencies, counties, cities, and other political subdivisions of any state rated as to investment quality by a nationally recognized investment rating firm of not less than A or its equivalent; and
- (5) Eligible investment Pools (as discussed in the Public Funds Investment Act, Sec. 2256.016, 2256.017, 2256.019 and 2256.021) if the Commissioners' Court by resolution authorized investments in a particular pool. An investment pool must be AAA rated.

3. *Capital Assets*

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g. roads, bridges, sidewalks, and similar items), are reported in the applicable governmental column in the government-wide financial statements. Capital assets, except for infrastructure assets, are defined by the government as assets with an initial, individual cost of more than \$2,500 and an estimated useful life in excess of one year.

In the case of the initial capitalization of general infrastructure assets (i.e., those reported by governmental activities), the government chose to include all such items regardless of their acquisition date or amount. The government was able to estimate the historical cost for the initial reporting of these assets through back trending (i.e., estimating the current replacement cost of the infrastructure to be capitalized and using an appropriate price-level index to deflate the cost to the acquisition year or estimated acquisition year). As the government constructs or acquires additional capital assets each period, including infrastructure assets, they are capitalized and reported at historical cost. The reported value excludes normal maintenance and repairs which are essentially amounts spent in relation to capital assets that do not increase the capacity or efficiency of the item or increase its estimated useful life. Donated capital assets are recorded at their estimated fair value at the date of donation. Land and construction in progress are not depreciated.

San Jacinto County, Texas
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2024

The other property, plant, equipment, and infrastructure of the primary government are depreciated using the straight-line method over the following estimated useful lives.

<u>Asset Description</u>	<u>Estimated Useful Lives</u>
Infrastructure	10 – 40 years
Land improvements	5 – 20 years
Buildings	5 – 45 years
Machinery & equipment	3 – 15 years

4. *Deferred Outflows/Inflows of Resources*

In addition to assets, the statement of financial position will sometimes report a separate section for *deferred outflows of resources*. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will *not* be recognized as an outflow of resources (expense/ expenditure) until then. The government only has one item that qualifies for reporting in this category. It is the deferred charge on refunding reported in the government-wide statement of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

In addition to liabilities, the statement of financial position will sometimes report a separate section for *deferred inflows of resources*. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will *not* be recognized as an inflow of resources (revenue) until that time. The government has only one type of item, which arises only under a modified accrual basis of accounting, that qualifies for reporting in this category. Accordingly, the item, *unavailable revenue*, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from two sources: property taxes and special assessments. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

5. *Net position flow assumptions*

Sometimes the government will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted – net position and unrestricted – net position in the government-wide statements, a flow assumption must be made about the order in which the resources are considered to be applied.

San Jacinto County, Texas
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2024

It is the government's policy to consider restricted – net position to have been depleted before unrestricted – net position is applied.

6. *Fund balance flow assumptions*

Sometimes the government will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the government's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

7. *Fund balance policies*

Fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The government itself can establish limitations on the use of resources through either a commitment (committed fund balance) or an assignment (assigned fund balance).

The committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the government's highest level of decision-making authority. The commissioner's court is the highest level of decision-making authority for the government that can, by adoption of an ordinance prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the ordinance remains in place until a similar action is taken (the adoption of another ordinance) to remove or revise the limitation.

Amounts in the assigned fund balance classification are intended to be used by the government for specific purposes but do not meet the criteria to be classified as committed. The governing body has by resolution authorized the county auditor to assign fund balance. The court may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's appropriated budget. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential to either remove or revise a commitment.

San Jacinto County, Texas
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2024

8. Pensions

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

9. Other Postemployment Benefits

The District has implemented GASB Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions. The County provides medical and dental benefits to eligible retirees. For the Texas County & District Retirement System (TCDRS), the retiree death benefit paid from the Group Term Life (GTL) program is an OPEB benefit. The OPEB program is treated as an unfunded trust, because the GTL trust covers both actives and retirees and is not segregated.

GASB 75 governs the specifics of accounting for public OPEB plan obligations for participating employers and is required to be implemented for employer fiscal years beginning after June 15, 2017. GASB 75 requires a liability for OPEB obligations, known as the Net OPEB Liability (Total OPEB Liability for unfunded plans), to be recognized on the balance sheets of participating employers. Changes in the Net OPEB Liability (Total OPEB Liability for unfunded plans) will be immediately recognized as OPEB Expense on the income statement or reported as deferred inflows/outflows of resources depending on the nature of the change.

The TCDRS Group Term Life program has been determined to be an unfunded OPEB plan as the GTL fund does not meet the requirements of a trust under Paragraph 4b of GASB 75, because the assets of the GTL fund can be used to pay active GTL benefits which are not part of the OPEB plan. For GASB 75 purposes, the OPEB plan is not a cost sharing plan, so the annual benefit payments are treated as being equal to the employer's actual retiree GTL contributions for the year.

San Jacinto County, Texas
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2024

H. Revenues and expenditures/expenses

1. *Program revenues*

Amounts reported as *program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions (including special assessments) that are restricted to meeting the operational or capital requirements of a particular function or segment. All taxes, including those dedicated for specific purposes, and other internally dedicated resources are reported as general revenues rather than as program revenues.

2. *Property taxes*

Property taxes attach as an enforceable lien on real property and are levied as of October 1st. Taxes are due on receipt of the tax bill and are delinquent if not paid before February 1 of the year following the year in which imposed. On January 1 of each year, a tax lien attaches to property to secure the payment of all taxes, penalties, and interest ultimately imposed. Uncollected amounts at year end are reported as deferred revenue. Delinquent property taxes collected within 60 days subsequent to year end were not considered material.

3. *Compensated absences*

It is the government's policy to permit employees to accumulate earned but unused vacation, personal time (hours worked on holidays), compensated time and sick pay benefits. Upon termination, the employee may be paid up to 240 hours of vacation time plus any personal or compensated time. An employee is not entitled to be paid for any accumulated sick time.

Amounts vested for accumulated vacation, personal, and compensated time that are not expected to be liquidated with expendable financial resources are accrued in the government-wide statements.

II. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

The original budget is adopted by the Commissioners' Court prior to the beginning of the year. The legal level of control is the department level. The budget cannot be amended without the approval of Commissioners' Court. Transfers of appropriations between departments require approval of the Commissioners.

Appropriations lapse at the end of the year. Annual budgets are adopted on a basis consistent with generally accepted accounting principles for the general fund, special revenue funds, debt service fund, and grant funds. Several supplemental budget appropriations were made for the year ended September 30, 2024.

San Jacinto County, Texas
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2024

A. Deficit Fund Equity

The following funds had a deficit fund balance as of September 30, 2024 due to cumulative expenditures exceeding cumulative revenues. The deficit balances will be eliminated in the future with transfers from other funds and grant reimbursements.

	Deficit Fund Balance
CDBG Hurricane Harvey	\$ 37,920
EDA Grant	69,905
JP Technology	22,255
District Attorney SB 22 Grant	45,070
2024 Flooding DR 4781	983,053
Savin Grant Control	1,949
DEA Cannabis Grant	2,032
Community Building	55,866
FEMA DR 4223	352,356
CTIF Grant	1,445
FEMA DR 4269	84,525
Total	\$ 1,656,376

III.DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

As of September 30, 2024, the County had the following investments:

Investment Type	Value	Weighted Average Maturity (Days)
External investment pool (TexPool)	\$ 1,471,390	26 days
External investment pool (Texas Class)	5,950	36 days
Certificates of deposits	1,693,456	31 days
	\$ 3,170,796	
Portfolio weighted average maturity		31 days

Interest rate risk. In accordance with its investment policy, the County manages its exposure to declines in fair values by limiting the weighted average maturity of any single investment to twelve months or less.

San Jacinto County, Texas

NOTES TO THE FINANCIAL STATEMENTS

For the Year Ended September 30, 2024

Credit risk. State law and the County's investment policy limits investments to obligations of states, agencies, counties, cities and other political subdivisions of any state rated as to investment quality by a nationally recognized investment rating firm not less than A or its equivalent. As of September 30, 2024, the County's investments in TexPool and Texas CLASS was rated AAAM by Standard & Poor's. All other investments are guaranteed (either express or implied) by the full faith and credit of the United States government.

Custodial credit risk – deposits. In the case of deposits, this is the risk that in the event of a bank failure, the County's deposits may not be returned to it. The County's investment policy requires funds on deposit at the depository bank to be collateralized by securities and FDIC insurance. As of September 30, 2024, market values of pledged securities and FDIC insurance exceeded bank balances.

TexPool

TexPool was established as a trust company with the Treasurer of the State of Texas as trustee, segregated from all other trustees, investments, and activities of the trust company. The State Comptroller of Public Accounts exercises oversight responsibility over TexPool. Oversight includes the ability to significantly influence operations, designation of management, and accountability for fiscal matters. Additionally, the State Comptroller has established an advisory board composed of both participants in TexPool and other persons who do not have a business relationship with TexPool. The advisory board members review the investment policy and management fee structure. There are no limitations or restrictions on withdrawals. Finally, Standard & Poors rate TexPool AAAM. As a requirement to maintain the rating, weekly portfolio information must be submitted to Standard & Poors, as well as to the office of the Comptroller of Public Accounts for review.

Texas CLASS

The Texas Cooperative Liquid Assets Securities System Trust ("Texas CLASS") was created as a local government investment pool pursuant to Section 2256.016 of the Public Funds Investment Act, Texas Government Code (PFIA). Per state code, entities may pool any of their funds, or funds under their control, to preserve principal, maintain the liquidity of the funds, and maximize yield. The Texas CLASS Trust Agreement is an agreement of indefinite term regarding the investment, reinvestment, and withdrawal of local government funds. The parties to the Trust Agreement are Texas local government entities that choose to participate in the Trust (the Participants), Public Trust Advisors, LLC (Public Trust) as Program Administrator, and Wells Fargo Bank Texas, N.A. as Custodian. Finally, Standard & Poor's rate Texas CLASS AAAM. As a requirement to maintain the rating, weekly portfolio information must be submitted to Standard & Poor's, as well as to the office of the Comptroller of Public Accounts for review. There were no limitations or restrictions on withdrawals.

San Jacinto County, Texas
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2024

B. Receivables

The following comprise receivable balances at year end:

	General	American Rescue Plan	2024 Flooding	Nonmajor Governmental	Total
Property taxes	\$ 1,959,490	\$ -	\$ -	\$ 86,237	\$ 2,045,727
Sales taxes	150,191	-	-	-	150,191
Road & bridge taxes	-	-	-	689,365	689,365
Intergovernmental	-	70,390	854,367	377,819	1,302,576
Accounts	121,625	-	-	165,658	287,283
Other receivables	-	-	-	15,410	15,410
Less allowance	(83,815)	-	-	(38,668)	(122,483)
	<u>\$ 2,147,491</u>	<u>\$ 70,390</u>	<u>\$ 854,367</u>	<u>\$ 1,295,821</u>	<u>\$ 4,368,069</u>

C. Capital Assets

A summary of changes in capital assets for the year ended September 30, 2024, follows:

	Beginning Balance	Increases	(Decreases/ Transfers)	Ending Balance
Governmental Activities				
Capital assets not being depreciated:				
Land	\$ 2,354,918	\$ -	\$ -	\$ 2,354,918
Construction in progress	5,548,989	2,412,034	(2,922,900)	5,038,123
Total capital assets not being depreciated	<u>7,903,907</u>	<u>2,412,034</u>	<u>(2,922,900)</u>	<u>7,393,041</u>
Other capital assets:				
Land improvements	517,430			517,430
Buildings & improvements	10,154,887	14,444	2,922,900	13,092,231
Infrastructure	208,709,981	2,790,763	-	211,500,744
Machinery & equipment	13,709,960	525,436	(179,930)	14,055,466
Total other capital assets	<u>233,092,258</u>	<u>3,330,643</u>	<u>2,742,970</u>	<u>239,165,871</u>
Less accumulated depreciation for:				
Land improvements	(447,160)	(7,677)	-	(454,837)
Buildings & improvements	(3,992,580)	(288,386)	-	(4,280,966)
Infrastructure	(197,315,663)	(940,110)	-	(198,255,773)
Machinery & equipment	(10,147,494)	(692,232)	174,947	(10,664,779)
Total accumulated depreciation	<u>(211,902,897)</u>	<u>(1,928,405)</u>	<u>174,947</u>	<u>(213,656,355)</u>
Other capital assets, net	21,189,361	1,402,238	2,917,917	25,509,516
Total	<u>\$ 29,093,268</u>	<u>\$ 3,814,272</u>	<u>\$ (4,983)</u>	<u>\$ 32,902,557</u>

San Jacinto County, Texas
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2024

Depreciation was charged to governmental functions as follows:

General Government	\$	284,047
Health and human services		13,934
Administration of justice		298,401
Roads and bridges		1,332,023
Total Governmental Activities Depreciation Expense	\$	<u>1,928,405</u>

D. Long-Term Debt

The following is a summary of changes in the County's total governmental long-term liabilities for the year ended September 30, 2024. In general, the County uses the debt service fund to liquidate governmental long-term liabilities.

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental Activities:					
Tax Notes	\$ 805,000	\$ -	\$ (200,000)	\$ 605,000	\$ 200,000
Note Payable	632,403	-	(135,198)	497,205	142,968
Total Governmental Activities	<u>\$ 1,437,403</u>	<u>\$ -</u>	<u>\$ (335,198)</u>	<u>\$ 1,102,205</u>	<u>\$ 342,968</u>

Long-term liabilities due in more than one year \$ 759,237

Long-term liabilities applicable to the County's governmental activities are not due and payable in the current period and, accordingly, are not reported as fund liabilities in the governmental funds. Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due.

In August 2020, the County issued \$1,040,000 worth of Tax Notes, bearing an annual interest rate of 1.09%. Principal payments are due annually on February 15 through August 2027.

In August 2023, the County purchased a Gradall excavator for \$343,071. Annual payments of \$127,516 (principal and interest) are due through August 25, 2026. The lease bears interest of 5.65%.

In August 2023, the County purchased a Komatsu Motor Grader for \$290,015. Annual payments of \$44,369 (principal and interest) are due through September 2028. The lease bears an interest rate of 5.95%.

San Jacinto County, Texas
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2024

Long-term debt obligations of the County as of September 30, 2024, are as follows:

Tax Notes			
Fiscal Year	Principal	Interest	Total
2025	\$ 200,000	\$ 5,505	\$ 205,505
2026	200,000	3,325	203,325
2027	205,000	1,117	206,117
Total	\$ 605,000	\$ 9,947	\$ 614,947

Note Payables			
Fiscal Year	Principal	Interest	Total
2025	\$ 142,968	\$ 28,917	\$ 171,885
2026	151,132	20,753	171,885
2027	32,246	12,123	44,369
2028	170,859	10,876	181,735
Total	\$ 497,205	\$ 72,669	\$ 569,874

E. Other Long-term Liabilities

The following summarizes the changes in the compensated absences balances of the primary government during the year. In general, the County uses the general fund to liquidate compensated absences.

	Beginning Balance	Additions	Reductions	Ending Balance	Amount Due Within One Year
Governmental Activities:					
Compensated Absences	\$ 369,566	\$ 326,585	\$ (332,609)	\$ 363,542	\$ 327,188
Total Governmental Activities	\$ 369,566	\$ 326,585	\$ (332,609)	\$ 363,542	\$ 327,188
Long-term Liabilities Due in More than One Year				\$ 36,354	

San Jacinto County, Texas
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2024

F. Interfund Transactions

Operating transfers between the primary governmental funds during the 2024 year were as follows:

Transfer In:	Transfers Out:			Total
	General	American Rescue Plan	Nonmajor	
General	\$ -	\$ 35,000	\$ 243,629	\$ 278,629
Nonmajor governmental	568,535	20,079	17,500	606,114
Total	\$ 568,535	\$ 55,079	\$ 261,129	\$ 884,743

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

Due to (Payable fund):	Due from (Receivable fund):		
	General	Nonmajor	Total
General Fund	\$ -	\$ 212,449	\$ 212,449
American Rescue Plan	1,014,884	-	1,014,884
2024 Flooding DR 4781	1,109,541	-	1,109,541
Nonmajor governmental	944,896	-	944,896
	\$ 3,069,321	\$ 212,449	\$ 3,281,770

Amounts recorded as due to/from are considered to be temporary loans and will be repaid during the following year.

San Jacinto County, Texas
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2024

G. Restricted Net Position and Fund Balance

The County records restricted fund balances for the following items:

Restricted for:	<u>Fund Balance</u>	<u>Net Position</u>
Debt service	\$ 422,474	\$ 422,474
Roads and bridges	2,982,123	2,982,123 *
American Rescue Plan	1,828,501	1,828,501 *
Special revenue funds	2,509,214	2,509,214 *
Pension	-	932,964
Total Restricted	<u>\$ 7,742,312</u>	<u>\$ 8,675,276</u>

*Restricted by enabling legislation or grant restrictions

IV. OTHER INFORMATION

A. Risk Management

The County is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets, errors and omissions, and natural disasters for which the County carries commercial insurance. In addition, the County participates along with 338 other entities in the Texas Association of Counties Workers' Compensation Self-Insurance Fund. The Texas Association of Counties created this pool in 1974 to insure the County for worker compensation related claims. The County also provides its employees benefits, including medical and life insurance, which the County obtains through the Texas Association of Counties Insurance Trust Fund. This pool purchases commercial insurance at group rates for participants in the pool. The County has no additional risk or responsibility to either of the pools in which it participates, outside of payment of insurance premiums. The County has not significantly reduced insurance coverage or had settlements that exceeded coverage amounts for the past three years.

The County reports liabilities when it is probable that a loss has occurred, and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported. Claim liabilities are calculated considering the effects of inflation, recent claim settlement trends including frequency, and amount of payout and other economic and social factors. The liability for claims and judgments is reported in the government-wide financial statements because it is not expected to be liquidated with expendable available financial resources. However, none are reported at September 30, 2024.

B. Contingent Liabilities

Amounts received or receivable from grant agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of

San Jacinto County, Texas

NOTES TO THE FINANCIAL STATEMENTS

For the Year Ended September 30, 2024

expenditures which may be disallowed by the grantor cannot be determined at this time, although the County expects such amounts, if any, to be immaterial.

The County is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, it is the opinion of the County's counsel that resolution of these matters will not have a material adverse effect on the financial condition of the County.

C. Arbitrage

The Tax Reform Act of 1986 instituted certain arbitrage consisting of complex regulations with respect to issuance of tax-exempt bonds after August 31, 1986. Arbitrage regulations deal with the investment of tax-exempt bond proceeds at an interest yield greater than the interest yield paid to bondholders. Generally, all interest paid to bondholders can be retroactively rendered taxable if applicable rebates are not reported and paid to the Internal Revenue Service at least every five years for applicable bond issues. Accordingly, there is the risk that if such calculations are not performed correctly, a substantial liability to the County could result. Although the County does not anticipate that it will have any arbitrage liability, it periodically engages an arbitrage consultant to perform the calculations in accordance with Internal Revenue Service's rules and regulations.

D. Defined Benefit Pension Plan

Plan Description

The County provides retirement, disability, and death benefits for all of its full-time employees through a nontraditional defined benefit pension plan in the statewide Texas County and County Retirement System ("TCDRS"). The Board of Trustees of TCDRS is responsible for the administration of the statewide agent multiple-employer public employee retirement system consisting of nearly 800 nontraditional defined benefit pension plans. TCDRS in the aggregate issues an annual comprehensive financial report (ACFR) on a calendar year basis. The ACFR is available upon written request from the TCDRS Board of Trustees at: P. O. Box 2034, Austin, Texas 78768-2034.

Benefits Provided

The plan provisions are adopted by the Commissioners' Court within the options available in Texas state statutes governing TCDRS (TCDRS Act). Members can retire at ages 60 and above with 8 or more years of service, with 30 years of service regardless of age, or when the sum of their age and years of service equals 75 or more. Members are vested after 8 years of service but must leave their accumulated contributions in the plan to receive any employer-financed benefit. Members who withdraw their personal contributions in a lump sum are not entitled to any amounts contributed by their employer.

San Jacinto County, Texas
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2024

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

Funding Policy

The County has elected the annually determined contribution rate (ADCR) plan provisions of the TCDRS Act. The plan is funded by monthly contributions from both employee members and the employer based on the covered payroll of employee members. Under the TCDRS Act, the contribution rate of the employer is actuarially determined annually. The County contributed using the actuarially determined rate of 8.33% for the months of the accounting year in 2024 and 8.32% for the months of the accounting year in 2023.

The Commissioners’ Court adopted the rate of 7% as the contribution rate payable by the employee members for calendar year 2024. The Commissioners’ Court may change the employee contribution rate and the employer contribution rate within the options available in the TCDRS Act.

Contributions (Fiscal Year)

	2024	2023	2022
Annual Req. Contribution (ARC)	\$ 726,483	\$ 689,990	\$ 659,017
Contributions Made	(726,483)	(689,990)	(659,017)
Excess / (Deficiency)	\$ -	\$ -	\$ -

Annual Pension Costs

The County’s schedule of funding information can be found in the Required Supplemental Information section of this report.

The required contribution rates for fiscal year 2024 were determined as part of the December 31, 2023 actuarial valuation.

San Jacinto County, Texas
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2024

Additional information as of the three latest actuarial valuations also follows:

Valuation Date	<u>12/31/2021</u>	<u>12/31/2022</u>	<u>12/31/2023</u>
Actuarial Cost Method	Entry Age	Entry Age	Entry Age
Amortization Method	Level Percent of payroll, closed	Level Percent of payroll, closed	Level Percent of payroll, closed
Amortization Period in years	18.8 years	17.7 years	16.7 years
Asset Valuation Method	5-year Smoothed Fund	5-year Smoothed Fund	5-year Smoothed Fund
Actuarial Assumptions:			
Investment Rate of Return *	7.6%	7.5%	7.5%
Projected Salary Increases *	4.7%	4.7%	4.7%
* Includes Inflation at stated-rate	2.5%	2.5%	2.5%
Cost-of Living Adjustments	0.0%	0.0%	0.0%

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

Inactive employees or beneficiaries currently receiving benefits	149
Inactive employees entitled to but not yet receiving benefits	405
Active employees	<u>195</u>
Total	<u><u>749</u></u>

Net Pension Liability

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

San Jacinto County, Texas
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2024

Actuarial assumptions:

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

Inflation	2.50% per year
Overall payroll growth	4.70% per year depending on experience
Investment Rate of Return	7.50%, net of pension plan investment expense, including inflation

Salary increases were based on a service-related table. Mortality rates for active members, retirees, and beneficiaries were based on 135% of the Pub-2010 General Retirees Table for males and 120% of the Pub-2010 General Retirees Table for females, both projected with 100% of the MP-2021 Ultimate scale after 2010.

Actuarial assumptions used in the December 31, 2023, valuation were based on the results of an actuarial experience study for the period January 1, 2017 – December 31, 2020, except where required to be different by GASB 68.

The long-term expected rate of return on pension plan investments is 7.6% gross of administrative expenses. The pension plan's policy in regard to the allocation of invested assets is established and may be amended by the TCDRS Board of Trustees. Plan assets are managed on a total return basis with an emphasis on both capital appreciation as well as the production of income, in order to satisfy the short-term and long-term funding needs of TCDRS.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

San Jacinto County, Texas
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2024

The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

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

(1) Target asset allocation adopted at the March 2024 TCDRS Board meeting.

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

(3) Includes vintage years 2005-present of Quarter Pooled Horizon IRRs.

(4) Includes vintage years 2007-present of Quarter Pooled Horizon IRRs.

(5) Includes vintage years 2006-present of Quarter Pooled Horizon IRRs.

San Jacinto County, Texas
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2024

Discount Rate:

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

Changes in the Net Pension (Asset) Liability:

	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension (Assets) Liability (a) - (b)
Balance at 12/31/22	\$ 25,144,609	\$ 25,135,242	\$ 9,367
Changes for the year:			
Service cost	937,441	-	937,441
Interest on total pension liability ⁽¹⁾	1,928,902	-	1,928,902
Effect of plan changes ⁽²⁾	-	-	-
Effect on economic/demographic gains or losses	185,471	-	185,471
Effect of assumptions changes or inputs	-	-	-
Refund on contributions	(205,515)	(205,515)	-
Benefit payments	(1,224,193)	(1,224,193)	-
Administrative expense	-	(14,464)	14,464
Member contributions	-	571,160	(571,160)
Net investment income	-	2,760,583	(2,760,583)
Employer contributions	-	678,867	(678,867)
Other ⁽³⁾	-	(2,001)	2,001
Balance at 12/31/23	\$ 26,766,715	\$ 27,699,679	\$ (932,964)

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

(2) No plan changes valued.

(3) Relates to allocation of system-wide items.

San Jacinto County, Texas
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2024

Sensitivity of the net pension liability to changes in the discount rate

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

1% Decrease	Current Discount Rate	1% Increase
6.60%	7.60%	8.60%
\$ 2,374,298	\$ (932,964)	\$ (3,698,510)

Pension Plan Fiduciary Net Position:

Detailed information about the pension plan's Fiduciary Net Position is available in a separately-issued TCDRS financial report. That report may be obtained on the internet at www.tcdrs.com.

Pension Expense and Deferred Outflows/Inflows of Resources Related to Pensions

For the year ended September 30, 2024, the County recognized pension income of \$71,678.

At September 30, 2024, the County reported deferred outflows/inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources
Difference between projected and investment earnings	\$ 109,505
Differences between expected and actual economic experience	92,735
Contributions subsequent to the measurement date	534,443
Total	\$ 736,683

The County reported \$534,443 as deferred outflows of resources related to pensions resulting from contributions subsequent to the measurement date that will be recognized as a reduction of the net pension liability for the year ending September 30, 2025.

San Jacinto County, Texas
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2024

Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended September 30:		
2024	\$	(86,509)
2025		(87,755)
2026		548,029
2027		(171,525)
Thereafter		-
	\$	202,240

Other Postemployment Benefits

Plan Description

The County participates in the retiree Group Term Life (“GTL”) program for the TCDRS, which is a statewide, agent multiple-employer, public employee retirement system. The benefit terms of this program are established under the TCDRS Act. Participation in the retiree GTL program is optional and the employer may elect to opt out (or opt into) coverage as of January 1 each year. The County’s contribution rate for the retiree GTL program is calculated annually on an actuarial basis and is equal to the cost of providing a one-year death benefit equal to \$5,000.

Benefits Provided

The benefits provided by this program are as follows:

- All full and part-time non-temporary employees participate in the plan, regardless of the number of hours the work in a year and are eligible for the TCDRS pension plan. Only employers that have elected participate in the retiree GTL program are included in the OPEB plan.
- The provides a \$5,000 post-retirement death benefit to beneficiaries of service retirees and disability retirees of employers that have elected participation in the GTL program.
- The OPEB benefit is a fixed \$5,000 lump-sum benefit amount.
- No future increases are assumed in the \$5,000 benefit amount.

San Jacinto County, Texas
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2024

Employees covered by benefit terms

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

Inactive employees or beneficiaries currently receiving benefits	119
Inactive employees entitled to but not yet receiving benefits	85
Active employees	195
Total	399

Contributions and Actuarial Information

Each participating employer contributes to the GTLF at a contractually required rate. An annual actuarial valuation is performed and the contractual rate is determined using the unit credit method for providing one-year term life insurance. The funding policy for the SDBF program is to assure that adequate resources are available to meet all death benefit payments for the upcoming year; the intent is not to pre-fund retiree term life insurance during employees' entire careers. No assets are accumulated in a trust as defined by paragraph 4 of GASB Statement No. 75.

Total OPEB Liability

The District's Postemployment Benefits Other Than Pensions Liability for the benefit plan was measured as of December 31, 2023, and the Total OPEB Liability was determined by an actuarial valuation as of that date.

Actuarial assumptions:

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

Actuarial Cost Method	Entry Age Level Percent of Salary
Discount Rate	3.26%
Amortization Method	Straight-line over expected working life

Mortality rates for active members, retirees, and beneficiaries were based on 135% of Pub-2010 General Employees Amount-Weighted Mortality Table for males and 120% Pub-2010 General Employees Amount-Weighted Mortality Table for females, both projected with 100% of the MP-2021 Ultimate scales after 2010.

San Jacinto County, Texas
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2024

All actuarial assumptions that determined the total OPEB liability as of December 31, 2023 were based on the results of an actuarial experience study for the period January 1, 2017 - December 31, 2020, except where required to be different by GASB 75. The assumptions are reviewed annually for continued compliance with the relevant actuarial standards of practice.

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate

The following presents the OPEB liability of the County, calculated using the discount rate of 3.26%, as well as what the County's OPEB liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (2.26%) or 1-percentage-point higher (4.26%) than the current rate:

Discount Rate		
1% Decrease	Current Discount Rate	1% Increase
2.26%	3.26%	4.26%
\$ 787,019	\$ 665,264	\$ 570,791

Changes in the Total OPEB Liability:

	Total OPEB Liability
Balance at 12/31/2022	\$ 606,550
Changes for the year:	
Service Cost	21,569
Interest	23,020
Difference between expected and actual experience	(13,442)
Changes of assumptions	46,334
Benefit payments	(18,767)
Net changes	58,714
Balance at 12/31/2023	\$ 665,264

OPEB Expense and Deferred Outflows/Inflows of Resources Related to OPEB

For the year ended September 30, 2024, the County recognized OPEB expense of \$46,110.

San Jacinto County, Texas
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended September 30, 2024

At September 30, 2024, the County reported deferred outflows/inflows of resources related to OPEB from the following sources:

	Deferred (Inflows) of Resources
Difference between expected and actual experience	\$ (19,520)
Changes in assumptions	(62,394)
Total	\$ (81,914)

The County reported \$0 as deferred outflows of resources related to pensions resulting from contributions subsequent to the measurement date that will be recognized as a reduction of the OPEB liability for the year ending September 30, 2025.

Other amounts reported as deferred outflows and inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ended December 31:	
2024	\$ (45,070)
2025	(45,067)
2026	8,223
2027	-
2028	-
	\$ (81,914)

E. Restatement

The County restated beginning fund balance for the major and nonmajor governmental funds due to a change in financial reporting. The restatements are summarized below:

	CDBG Hurricane Harvey	EDA Grant	Nonmajor Governmental Grant
Beginning fund balances, as previously reported	\$ (39,549)	\$ 179,486	\$ 6,851,792
Change within financial reporting entity (major to nonmajor fund)	39,549	(179,486)	139,937
Beginning fund balances, as adjusted	\$ -	\$ -	\$ 6,991,729

F. Subsequent Events

There were no material subsequent events through August 20, 2025, the date the financial statements were issued.



REQUIRED SUPPLEMENTARY INFORMATION



San Jacinto County, Texas
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND

For the Year Ended September 30, 2024

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Final Budget</u> <u>Positive</u> <u>(Negative)</u>
<u>Revenues</u>				
Property taxes	\$ 11,616,096	\$ 11,616,096	\$ 11,538,606	\$ (77,490)
Sales taxes	759,900	759,900	961,021	201,121
Licenses and permits	196,250	196,250	196,070	(180)
Fines and forfeitures	875,850	875,850	877,121	1,271
Charges for services	643,030	643,030	470,984	(172,046)
Intergovernmental revenue	301,521	266,521	304,000	37,479
Investment income	7,940	7,940	116,074	108,134
Rents and royalties	29,316	29,316	29,396	80
Other revenue	101,525	101,525	243,762	142,237
Total Revenues	14,531,428	14,496,428	14,737,034	240,606
<u>Expenditures</u>				
Current:				
General government	4,008,061	3,908,931	3,548,922	360,009
Tax administration	637,407	637,407	600,106	37,301
Health and human services	835,343	853,783	751,549	102,234
Administration of justice	8,571,568	8,630,658	8,078,323	552,335
Capital outlay	411,164	411,164	171,555	239,609
Total Expenditures	14,463,543	14,441,943	13,150,455	1,291,488
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	67,885	54,485	1,586,579	1,532,094
<u>Other Financing Sources (Uses)</u>				
Transfers in	243,629	278,629	278,629	-
Transfers (out)	(544,535)	(568,535)	(568,535)	-
Insurance claims income	18,500	18,500	101,351	82,851
Proceeds from sale of capital assets	31,000	31,000	393	(30,607)
Total Other Financing				
Sources (Uses)	(251,406)	(240,406)	(188,162)	52,244
Net Change in Fund Balance	\$ (183,521)	\$ (185,921)	1,398,417	\$ 1,584,338
Beginning fund balance			7,851,344	
Ending Fund Balance			\$ 9,249,761	

Notes to Required Supplementary Information

1. Annual budgets are adopted on a basis consistent with generally accepted accounting principles.



San Jacinto County, Texas
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
AMERICAN RESCUE PLAN FUND
For the Year Ended September 30, 2024

	Budget Original & Final	Actual Amounts	Variance with Final Budget Positive (Negative)
<u>Revenues</u>			
Investment income	\$ 10,000	\$ 18,667	\$ 8,667
Total Revenues	10,000	18,667	8,667
<u>Expenditures</u>			
Current:			
General government	1,983,579	174,080	1,809,499
Capital outlay	1,000,000	1,468,120	(468,120)
Total Expenditures	2,983,579	1,642,200	1,341,379
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,973,579)	(1,623,533)	1,350,046
<u>Other Financing Sources (Uses)</u>			
Transfers (out)	(55,079)	(55,079)	-
Insurance claims income	-	70,390	70,390
Total Other Financing Sources (Uses)	(55,079)	15,311	70,390
Net Change in Fund Balance	\$ (3,028,658)	(1,608,222)	\$ 1,420,436
Beginning fund balance		3,436,723	
Ending Fund Balance		\$ 1,828,501	

Notes to Required Supplementary Information

1. Annual budgets are adopted on a basis consistent with generally accepted accounting principles.

San Jacinto County, Texas

SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS TEXAS COUNTY & DISTRICT RETIREMENT SYSTEM

For the Year Ended December 31,

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Total pension liability				
Service cost	\$ 937,441	\$ 912,997	\$ 868,340	\$ 803,784
Interest	1,928,902	1,839,625	1,744,954	1,671,802
Effect of plan changes	-	-	-	-
Differences between expected and actual experience	185,471	(198,668)	98,876	(145,779)
Changes of assumptions	-	-	(151,753)	1,212,180
Benefit payments, including refunds of participant contributions	(1,429,708)	(1,378,634)	(1,340,864)	(1,232,010)
Net change in total pension liability	<u>1,622,106</u>	<u>1,175,320</u>	<u>1,219,553</u>	<u>2,309,977</u>
Total pension liability - beginning	<u>\$ 25,144,609</u>	<u>\$ 23,969,289</u>	<u>\$ 22,749,736</u>	<u>\$ 20,439,759</u>
Total pension liability - ending (a)	<u>\$ 26,766,715</u>	<u>\$ 25,144,609</u>	<u>\$ 23,969,289</u>	<u>\$ 22,749,736</u>
Plan fiduciary net position				
Contributions - employer	\$ 678,867	\$ 688,893	\$ 651,661	\$ 624,958
Contributions - members	571,160	510,828	513,925	484,411
Net investment income	2,760,583	(1,561,242)	4,860,674	2,093,544
Benefit payments, including refunds of participant contributions	(1,429,708)	(1,378,634)	(1,340,864)	(1,232,010)
Administrative expenses	(14,464)	(14,730)	(14,549)	(16,259)
Other	(2,001)	(2,716)	1,220	(1,621)
Net change in plan fiduciary net position	<u>2,564,437</u>	<u>(1,757,601)</u>	<u>4,672,067</u>	<u>1,953,023</u>
Plan fiduciary net position - beginning	<u>25,135,242</u>	<u>26,892,843</u>	<u>22,220,776</u>	<u>20,267,753</u>
Plan fiduciary net position - ending (b)	<u>\$ 27,699,679</u>	<u>\$ 25,135,242</u>	<u>\$ 26,892,843</u>	<u>\$ 22,220,776</u>
Fund's net pension liability / (asset) - ending (a) - (b)	<u>\$ (932,964)</u>	<u>\$ 9,367</u>	<u>\$ (2,923,554)</u>	<u>\$ 528,960</u>
Plan fiduciary net position as a percentage of the total pension liability	103.49%	99.96%	112.20%	97.67%
Covered payroll	\$ 8,159,425	\$ 7,297,548	\$ 7,341,792	\$ 6,290,153
Fund's net position as a percentage of covered payroll	-11.43%	0.13%	-39.82%	8.41%

	2019	2018	2017	2016	2015	2014
\$	749,935	\$ 730,507	\$ 760,379	\$ 774,730	\$ 678,628	\$ 655,637
	1,570,712	1,477,959	1,398,465	1,284,652	1,223,233	1,152,774
	-	-	-	-	(81,506)	120,272
	101,195	84,719	(170,842)	14,831	(221,877)	(71,149)
	-	-	121,120	-	189,032	-
	(1,223,478)	(1,113,699)	(1,082,599)	(1,017,996)	(1,029,081)	(957,675)
	1,198,364	1,179,486	1,026,523	1,056,217	758,429	899,859
\$	19,241,395	\$ 18,061,909	\$ 17,035,386	\$ 15,979,169	\$ 15,220,740	\$ 14,320,881
\$	20,439,759	\$ 19,241,395	\$ 18,061,909	\$ 17,035,386	\$ 15,979,169	\$ 15,220,740
\$	565,024	\$ 539,317	\$ 524,105	\$ 535,610	\$ 510,994	\$ 498,304
	464,765	432,443	424,132	410,005	375,337	352,263
	2,889,089	(338,576)	2,321,024	1,101,128	29,358	956,051
	(1,223,478)	(1,113,699)	(1,082,599)	(1,017,996)	(1,029,081)	(957,675)
	(15,445)	(14,130)	(12,030)	(11,957)	(10,704)	(11,134)
	(3,808)	(2,497)	(1,914)	40,118	97,604	23,229
	2,676,147	(497,142)	2,172,718	1,056,908	(26,492)	861,038
	17,591,606	18,088,748	15,916,030	14,859,122	14,885,614	14,024,576
\$	20,267,753	\$ 17,591,606	\$ 18,088,748	\$ 15,916,030	\$ 14,859,122	\$ 14,885,614
\$	172,006	\$ 1,649,789	\$ (26,839)	\$ 1,119,356	\$ 1,120,047	\$ 335,126
	99.16%	91.43%	100.15%	93.43%	92.99%	97.80%
\$	6,639,497	\$ 6,177,753	\$ 6,059,030	\$ 5,662,320	\$ 5,361,948	\$ 5,032,889
	2.59%	26.71%	-0.44%	19.77%	20.89%	6.66%

San Jacinto County, Texas
SCHEDULE OF EMPLOYER CONTRIBUTIONS TO PENSION PLAN
TEXAS COUNTY & DISTRICT RETIREMENT SYSTEM
For the Year Ended September 30,

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>
Actuarially determined employer contributions	\$ 726,483	\$ 689,990	\$ 659,017	\$ 635,500
Contributions in relation to the actuarially determined contribution	<u>\$ 726,483</u>	<u>\$ 689,990</u>	<u>\$ 659,017</u>	<u>\$ 635,500</u>
Contribution (deficiency) excess	\$ -	\$ -	\$ -	\$ -
Annual covered payroll	\$ 8,724,055	\$ 8,003,440	\$ 7,099,073	\$ 7,131,289
Employer contributions as a percentage of covered payroll	8.33%	8.62%	9.28%	8.91%

NOTES TO SCHEDULE OF EMPLOYER CONTRIBUTIONS TO PENSION PLAN

Valuation Date:

Notes Actuarially determined contribution rates are calculated as of December 31 and become effective in January 13 months later.

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Percentage of Payroll, Closed
Remaining Amortization Period	16.7 years
Asset Valuation Method	5 Year smoothed market
Inflation	2.50%
Salary Increases	Varies by age and service. 4.70% average, including inflation
Investment Rate of Return	7.50%
Retirement Age	Members who are eligible for service retirement age are assumed to commence receiving benefit payments based on age. The average age at service retirement for recent retirees is 61.
Mortality	135% of the Pub-2010 General Retirees Table for males and 120% of the Pub-2010 General Retirees Table for females, both projected with 100% of the MP-2021 Ultimate scale after 2010.

<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
\$ 597,384	\$ 557,347	\$ 537,029	\$ 527,869	\$ 535,933	\$ 510,994
<u>\$ 597,384</u>	<u>\$ 557,347</u>	<u>\$ 537,029</u>	<u>\$ 527,869</u>	<u>\$ 535,933</u>	<u>\$ 510,994</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
\$ 6,700,998	\$ 6,511,681	\$ 6,164,758	\$ 6,018,962	\$ 5,785,021	\$ 5,275,216
8.91%	8.56%	8.71%	8.77%	9.26%	9.69%

San Jacinto County, Texas

SCHEDULE OF CHANGES IN POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) LIABILITY AND RELATED RATIOS TEXAS COUNTY & DISTRICT RETIREMENT SYSTEM

Year Ended:

	<u>12/31/2023</u>	<u>12/31/2022</u>	<u>12/31/2021</u>	<u>12/31/2020</u>
Total OPEB liability				
Service cost	\$ 21,569	\$ 31,174	\$ 30,384	\$ 29,718
Interest	23,020	16,745	16,243	18,397
Differences between expected and actual experience	(13,442)	(18,879)	6,515	(13,272)
Changes of assumptions	46,334	(194,290)	12,137	78,506
Benefit payments, including refunds of participant contributions	(18,767)	(19,703)	(19,089)	(19,376)
Net change in total OPEB liability	<u>58,714</u>	<u>(184,953)</u>	<u>46,190</u>	<u>93,973</u>
Total OPEB liability - beginning	<u>\$ 606,550</u>	<u>\$ 791,503</u>	<u>\$ 745,313</u>	<u>\$ 651,340</u>
Total OPEB liability - ending	<u><u>\$ 665,264</u></u>	<u><u>\$ 606,550</u></u>	<u><u>\$ 791,503</u></u>	<u><u>\$ 745,313</u></u>
Covered payroll	\$ 8,159,425	\$ 7,297,548	\$ 7,341,792	\$ 6,920,153
County's total OPEB liability as a percentage of covered payroll	8.15%	8.31%	10.78%	10.77%

Notes to schedule:

¹ This schedule is presented to illustrate the requirement to show information for ten years. However, until a full ten-year trend is compiled, only available information is shown.

² No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB statement No. 75 to pay related benefits.

<u>12/31/2019</u>	<u>12/31/2018</u>	<u>12/31/2017</u> ¹
\$ 19,269	\$ 20,045	\$ 23,409
21,271	19,378	19,911
(8,564)	(10,455)	(10,650)
128,892	(56,039)	22,550
(17,927)	(15,444)	(15,148)
<u>142,941</u>	<u>(42,515)</u>	<u>40,072</u>
\$ 508,399	\$ 550,914	\$ 510,842
<u>\$ 651,340</u>	<u>\$ 508,399</u>	<u>\$ 550,914</u> ²
\$ 6,639,497	\$ 6,177,753	\$ 6,059,030
9.81%	8.23%	9.09%



***COMBINING STATEMENTS
AND SCHEDULES***

San Jacinto County, Texas
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS (page 1)
September 30, 2024

	Special Revenue Funds			
	Road and Bridge No. 1	Road and Bridge No. 2	Road and Bridge No. 3	Road and Bridge No. 4
Assets				
Cash and cash equivalents	\$ 1,210,446	\$ 103,057	\$ 1,320,540	\$ 722,186
Investments	80,503	129,633	5	51,977
Receivables, net	189,068	272,252	183,370	184,855
Due from other funds	4,900	14,457	18,264	5,438
Total Assets	\$ 1,484,917	\$ 519,399	\$ 1,522,179	\$ 964,456
Liabilities				
Accounts payable and accrued expenses	\$ 73,748	\$ 182,458	\$ 538,331	\$ 89,767
Due to other funds	-	-	-	-
Total Liabilities	73,748	182,458	538,331	89,767
Deferred Inflows of Resources				
Unavailable revenue - property taxes	143,640	143,640	168,622	168,622
Unavailable revenue - grants	-	-	-	-
Total Deferred Inflows	143,640	143,640	168,622	168,622
Fund Balances				
Restricted	1,267,529	193,301	815,226	706,067
Unassigned	-	-	-	-
Total Fund Balances	1,267,529	193,301	815,226	706,067
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 1,484,917	\$ 519,399	\$ 1,522,179	\$ 964,456

See Notes to Financial Statements.

Special Revenue Funds

Hurricane Harvey DR 4332	National Forest Funds	COVID Relief	Seizure Holdings	LEOSE	JP Technology Fund
\$ 87,754	\$ 306,641	\$ -	\$ 165,373	\$ 53,908	\$ 70,300
-	-	-	-	-	-
-	-	-	-	-	143
1,021	-	-	-	-	-
<u>\$ 88,775</u>	<u>\$ 306,641</u>	<u>\$ -</u>	<u>\$ 165,373</u>	<u>\$ 53,908</u>	<u>\$ 70,443</u>
\$ 5	\$ 26,231	\$ -	\$ 130,371	\$ -	\$ 303
-	-	-	-	-	92,395
<u>5</u>	<u>26,231</u>	<u>-</u>	<u>130,371</u>	<u>-</u>	<u>92,698</u>
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
88,770	280,410	-	35,002	53,908	-
-	-	-	-	-	(22,255)
<u>88,770</u>	<u>280,410</u>	<u>-</u>	<u>35,002</u>	<u>53,908</u>	<u>(22,255)</u>
<u>\$ 88,775</u>	<u>\$ 306,641</u>	<u>\$ -</u>	<u>\$ 165,373</u>	<u>\$ 53,908</u>	<u>\$ 70,443</u>

San Jacinto County, Texas
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS (page 2)
September 30, 2024

	Special Revenue Funds			
	Seizure	CHS	Credit	RAF
	Fund	Fund	Card	Co. Clerk
<u>Assets</u>				
Cash and cash equivalents	\$ 46,856	\$ 53,529	\$ 9,310	\$ 105,440
Investments	-	-	-	-
Receivables, net	217	7	-	1,987
Due from other funds	-	-	-	-
Total Assets	\$ 47,073	\$ 53,536	\$ 9,310	\$ 107,427
<u>Liabilities</u>				
Accounts payable and accrued expenses	\$ -	\$ 156	\$ 9,310	\$ 44,609
Due to other funds	34,853	-	-	37,267
Total Liabilities	34,853	156	9,310	81,876
<u>Deferred Inflows of Resources</u>				
Unavailable revenue - property taxes	-	-	-	-
Unavailable revenue - grants	-	-	-	-
Total Deferred Inflows	-	-	-	-
Fund Balances:				
Restricted	12,220	53,380	-	25,551
Unassigned	-	-	-	-
Total Fund Balances	12,220	53,380	-	25,551
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 47,073	\$ 53,536	\$ 9,310	\$ 107,427

See Notes to Financial Statements.

Special Revenue Funds

RAF Dist. Clerk	Dist. Clerk Criminal Fund	Hot Check Account	Law Library	Records Preservation	County Clerk RP
\$ 41,369	\$ 17,222	\$ 23,666	\$ 62,961	\$ 145,755	\$ 42,742
-	-	-	-	-	-
-	-	-	-	935	-
1,434	-	-	-	1,895	-
<u>\$ 42,803</u>	<u>\$ 17,222</u>	<u>\$ 23,666</u>	<u>\$ 62,961</u>	<u>\$ 148,585</u>	<u>\$ 42,742</u>
\$ 3,531	\$ -	\$ 3,661	\$ 1,666	\$ 13,127	\$ -
-	-	3,290	-	-	-
<u>3,531</u>	<u>-</u>	<u>6,951</u>	<u>1,666</u>	<u>13,127</u>	<u>-</u>
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
39,272	17,222	16,715	61,295	135,458	42,742
-	-	-	-	-	-
<u>39,272</u>	<u>17,222</u>	<u>16,715</u>	<u>61,295</u>	<u>135,458</u>	<u>42,742</u>
<u>\$ 42,803</u>	<u>\$ 17,222</u>	<u>\$ 23,666</u>	<u>\$ 62,961</u>	<u>\$ 148,585</u>	<u>\$ 42,742</u>

San Jacinto County, Texas
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS (page 3)
September 30, 2024

	Special Revenue Funds			
	District			
	Clerk RP	Courthouse Security	EDC	Hotel Tax
<u>Assets</u>				
Cash and cash equivalents	\$ 27,615	\$ 7,943	\$ 12,575	\$ 177,479
Investments	-	-	-	-
Receivables, net	-	201	-	238
Due from other funds	-	5,356	-	-
Total Assets	\$ 27,615	\$ 13,500	\$ 12,575	\$ 177,717
<u>Liabilities</u>				
Accounts payable and accrued expenses	\$ 1,076	\$ 6,734	\$ -	\$ -
Due to other funds	-	-	-	-
Total Liabilities	1,076	6,734	-	-
<u>Deferred Inflows of Resources</u>				
Unavailable revenue - property taxes	-	-	-	-
Unavailable revenue - grants	-	-	-	-
Total Deferred Inflows	-	-	-	-
Fund Balances:				
Restricted	26,539	6,766	12,575	177,717
Unassigned	-	-	-	-
Total Fund Balances	26,539	6,766	12,575	177,717
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 27,615	\$ 13,500	\$ 12,575	\$ 177,717

See Notes to Financial Statements.

Special Revenue Funds

Child Abuse Prevention	DETCOG	Title IV Foster	Savin Grant Control	Pre-trial Programs	Sheriff Cash Bond Account
\$ 72,423	\$ -	\$ 46,552	\$ -	\$ 44,754	\$ 232,832
-	-	-	-	-	-
-	-	-	1,948	250	-
-	-	-	-	-	-
<u>\$ 72,423</u>	<u>\$ -</u>	<u>\$ 46,552</u>	<u>\$ 1,948</u>	<u>\$ 45,004</u>	<u>\$ 232,832</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 153,666
-	-	-	3,897	-	-
-	-	-	3,897	-	153,666
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
72,423	-	46,552	-	45,004	79,166
-	-	-	(1,949)	-	-
<u>72,423</u>	<u>-</u>	<u>46,552</u>	<u>(1,949)</u>	<u>45,004</u>	<u>79,166</u>
<u>\$ 72,423</u>	<u>\$ -</u>	<u>\$ 46,552</u>	<u>\$ 1,948</u>	<u>\$ 45,004</u>	<u>\$ 232,832</u>

San Jacinto County, Texas
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS (page 4)
September 30, 2024

	Special Revenue Funds			
	Solid Waste Grant	DEA Cannabis Grant	DA Discretionary Fund	Historical Commission
<u>Assets</u>				
Cash and cash equivalents	\$ 3,078	\$ -	\$ 7,256	\$ 62,722
Investments	-	-	-	-
Receivables, net	-	15,179	-	-
Due from other funds	-	-	-	-
Total Assets	\$ 3,078	\$ 15,179	\$ 7,256	\$ 62,722
<u>Liabilities</u>				
Accounts payable and accrued expenses	\$ -	\$ 540	\$ -	\$ -
Due to other funds	1,539	16,671	596	-
Total Liabilities	1,539	17,211	596	-
<u>Deferred Inflows of Resources</u>				
Unavailable revenue - property taxes	-	-	-	-
Unavailable revenue - grants	-	-	-	-
Total Deferred Inflows	-	-	-	-
Fund Balances:				
Restricted	1,539	-	6,660	62,722
Unassigned	-	(2,032)	-	-
Total Fund Balances	1,539	(2,032)	6,660	62,722
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 3,078	\$ 15,179	\$ 7,256	\$ 62,722

See Notes to Financial Statements.

Special Revenue Funds

<u>2016 GLO Flood Grant</u>	<u>Polk Estate Settlement</u>	<u>Community Building</u>	<u>Elections</u>	<u>DA Seizures</u>	<u>SO Seizures</u>
\$ 114,088	\$ 143,586	\$ -	\$ 160,058	\$ 130,643	\$ 28,108
-	-	-	-	-	-
-	-	-	-	-	-
5,435	-	-	-	-	-
<u>\$ 119,523</u>	<u>\$ 143,586</u>	<u>\$ -</u>	<u>\$ 160,058</u>	<u>\$ 130,643</u>	<u>\$ 28,108</u>
\$ -	\$ 52,054	\$ 6,010	\$ 476	\$ -	\$ -
-	-	49,856	-	26,058	-
<u>-</u>	<u>52,054</u>	<u>55,866</u>	<u>476</u>	<u>26,058</u>	<u>-</u>
-	-	-	-	-	-
5,435	-	-	-	-	-
<u>5,435</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
114,088	91,532	-	159,582	104,585	28,108
-	-	(55,866)	-	-	-
<u>114,088</u>	<u>91,532</u>	<u>(55,866)</u>	<u>159,582</u>	<u>104,585</u>	<u>28,108</u>
<u>\$ 119,523</u>	<u>\$ 143,586</u>	<u>\$ -</u>	<u>\$ 160,058</u>	<u>\$ 130,643</u>	<u>\$ 28,108</u>

San Jacinto County, Texas
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS (page 5)
September 30, 2024

	Special Revenue Funds			
	County	District		
	Clerk E-File	Clerk E-File	Opioid	RAF - JP
	Checking	Checking	Abatement	
<u>Assets</u>				
Cash and cash equivalents	\$ 25,055	\$ 49,232	\$ 74,023	\$ 35,306
Investments	-	-	-	-
Receivables, net	-	-	-	1,125
Due from other funds	-	-	-	-
	<u>\$ 25,055</u>	<u>\$ 49,232</u>	<u>\$ 74,023</u>	<u>\$ 36,431</u>
<u>Liabilities</u>				
Accounts payable and accrued expenses	\$ 25,055	\$ 49,232	\$ -	\$ -
Due to other funds	-	-	-	-
	<u>25,055</u>	<u>49,232</u>	<u>-</u>	<u>-</u>
<u>Deferred Inflows of Resources</u>				
Unavailable revenue - property taxes	-	-	-	-
Unavailable revenue - grants	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances:				
Restricted	-	-	74,023	36,431
Unassigned	-	-	-	-
	<u>-</u>	<u>-</u>	<u>74,023</u>	<u>36,431</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>25,055</u>	<u>\$ 49,232</u>	<u>\$ 74,023</u>	<u>\$ 36,431</u>

See Notes to Financial Statements.

Special Revenue Funds

	CDBG		District		
Sanitation	Hurricane Harvey	EDA Grant	Attorney SB 22 Grant	TxDBG 0367 Grant	S.B. 22
\$ 480,720	\$ -	\$ -	\$ 2,521	\$ 17,500	\$ 111,938
-	-	-	-	-	-
2,859	187,645	90,470	-	-	-
30,256	-	-	-	-	-
<u>\$ 513,835</u>	<u>\$ 187,645</u>	<u>\$ 90,470</u>	<u>\$ 2,521</u>	<u>\$ 17,500</u>	<u>\$ 111,938</u>
\$ 131,360	\$ 30,303	\$ -	\$ 47,591	\$ -	\$ 110,656
-	170,243	69,905	-	-	-
<u>131,360</u>	<u>200,546</u>	<u>69,905</u>	<u>47,591</u>	<u>-</u>	<u>110,656</u>
-	-	-	-	-	-
-	25,019	90,470	-	-	-
<u>-</u>	<u>25,019</u>	<u>90,470</u>	<u>-</u>	<u>-</u>	<u>-</u>
382,475	-	-	-	17,500	1,282
-	(37,920)	(69,905)	(45,070)	-	-
<u>382,475</u>	<u>(37,920)</u>	<u>(69,905)</u>	<u>(45,070)</u>	<u>17,500</u>	<u>1,282</u>
<u>\$ 513,835</u>	<u>\$ 187,645</u>	<u>\$ 90,470</u>	<u>\$ 2,521</u>	<u>\$ 17,500</u>	<u>\$ 111,938</u>

San Jacinto County, Texas
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS (page 6)
September 30, 2024

Special Revenue Funds

	Retiree Health Benefits	FEMA Flood DR4223	FEMA Flood DR 4269	CTIF Grant
<u>Assets</u>				
Cash and cash equivalents	\$ 100,000	\$ -	\$ -	\$ -
Investments	-	-	-	-
Receivables, net	-	-	84,525	-
Due from other funds	-	-	-	-
	<u>\$ 100,000</u>	<u>\$ -</u>	<u>\$ 84,525</u>	<u>\$ -</u>
<u>Liabilities</u>				
Accounts payable and accrued expenses	\$ -	\$ -	\$ -	\$ -
Due to other funds	-	352,356	84,525	1,445
	<u>-</u>	<u>352,356</u>	<u>84,525</u>	<u>1,445</u>
<u>Deferred Inflows of Resources</u>				
Unavailable revenue - property taxes	-	-	-	-
Unavailable revenue - grants	-	-	84,525	-
	<u>-</u>	<u>-</u>	<u>84,525</u>	<u>-</u>
Fund Balances:				
Restricted	100,000	-	-	-
Unassigned	-	(352,356)	(84,525)	(1,445)
	<u>100,000</u>	<u>(352,356)</u>	<u>(84,525)</u>	<u>(1,445)</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 100,000</u>	<u>\$ -</u>	<u>\$ 84,525</u>	<u>\$ -</u>

See Notes to Financial Statements.

Debt Service	Total Nonmajor Governmental
\$ 297,300	\$ 7,054,362
-	262,118
78,547	1,295,821
123,993	212,449
<u>\$ 499,840</u>	<u>\$ 8,824,750</u>
\$ -	\$ 1,732,027
-	944,896
<u>-</u>	<u>2,676,923</u>
77,366	701,890
-	205,449
<u>77,366</u>	<u>907,339</u>
422,474	5,913,811
-	(673,323)
<u>422,474</u>	<u>5,240,488</u>
<u>\$ 499,840</u>	<u>\$ 8,824,750</u>

San Jacinto County, Texas
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS (page 1)
For the Year Ended September 30, 2024

	Special Revenue Funds			
	Road and Bridge No. 1	Road and Bridge No. 2	Road and Bridge No. 3	Road and Bridge No. 4
Revenues				
Property taxes	\$ 914,271	\$ 843,201	\$ 1,073,332	\$ 1,073,332
Sales taxes	6,813	6,813	7,998	7,998
Licenses and permits	162,190	160,170	183,945	189,545
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Intergovernmental	33,538	128,195	-	5,500
Investment income	7,567	4,168	2,437	5,277
Other revenue	90,124	-	75,473	66,764
Total Revenues	1,214,503	1,142,547	1,343,185	1,348,416
Expenditures				
Current:				
General government	-	-	-	-
Health and human services	-	-	-	-
Administration of justice	-	-	-	-
Roads and bridges	896,211	1,310,179	1,706,419	1,385,373
Debt service:				
Principal	108,132	-	27,066	-
Interest	19,384	-	17,303	-
Capital outlay	35,696	26,229	67,552	-
Total Expenditures	1,059,423	1,336,408	1,818,340	1,385,373
Excess (Deficiency) of Revenues Over Expenditures	155,080	(193,861)	(475,155)	(36,957)
Other Financing Sources (Uses)				
Proceeds from sale of assets	45,746	24,743	19,379	20,000
Transfers in	-	-	-	-
Transfers (out)	-	-	(17,500)	-
Total Other Financing Sources (Uses)	45,746	24,743	1,879	20,000
Net Change in Fund Balances	200,826	(169,118)	(473,276)	(16,957)
Beginning fund balances, as previously reported	1,066,703	362,419	1,288,502	723,024
Change in financial reporting (major to nonmajor)	-	-	-	-
Beginning fund balances, as adjusted	1,066,703	362,419	1,288,502	723,024
Ending Fund Balances	\$ 1,267,529	\$ 193,301	\$ 815,226	\$ 706,067

See Notes to Financial Statements.

Special Revenue Funds

Hurricane Harvey DR 4332	National Forest Funds	COVID Relief	Seizure Holdings	LEOSE	JP Technology Fund
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	37,706	-	2,067
-	191,345	-	-	15,934	-
-	-	-	-	-	3,656
-	-	-	-	-	-
-	191,345	-	37,706	15,934	5,723
-	-	-	-	-	-
-	82,557	-	-	-	-
-	-	-	11,700	13,590	571
3,303	116,702	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
3,303	199,259	-	11,700	13,590	571
(3,303)	(7,914)	-	26,006	2,344	5,152
-	-	-	-	-	-
-	-	-	-	-	-
-	-	(243,629)	-	-	-
-	-	(243,629)	-	-	-
(3,303)	(7,914)	(243,629)	26,006	2,344	5,152
92,073	288,324	243,629	8,996	51,564	(27,407)
-	-	-	-	-	-
92,073	288,324	243,629	8,996	51,564	(27,407)
<u>\$ 88,770</u>	<u>\$ 280,410</u>	<u>\$ -</u>	<u>\$ 35,002</u>	<u>\$ 53,908</u>	<u>\$ (22,255)</u>

San Jacinto County, Texas

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE

NONMAJOR GOVERNMENTAL FUNDS (page 2)

For the Year Ended September 30, 2024

	Special Revenue Funds			
	Seizure	CHS	Credit	RAF
	Fund	Fund	Card Account	Co. Clerk
<u>Revenues</u>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Sales taxes	-	-	-	-
Licenses and permits	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	238	-	71,680
Intergovernmental	-	-	-	-
Investment income	2,438	-	-	5,485
Other revenue	-	-	-	-
Total Revenues	2,438	238	-	77,165
<u>Expenditures</u>				
Current:				
General government	-	-	-	77,184
Health and human services	-	-	-	-
Administration of justice	-	1,050	-	-
Roads and bridges	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	-	1,050	-	77,184
Excess (Deficiency) of Revenues Over Expenditures	2,438	(812)	-	(19)
<u>Other Financing Sources (Uses)</u>				
Proceeds from sale of assets	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	2,438	(812)	-	(19)
Beginning fund balances, as previously reported	9,782	54,192	-	25,570
Change in financial reporting (major to nonmajor)	-	-	-	-
Beginning fund balances, as adjusted	9,782	54,192	-	25,570
Ending Fund Balances	\$ 12,220	\$ 53,380	\$ -	\$ 25,551

Special Revenue Funds

RAF Dist. Clerk	Dist. Clerk Criminal Fund	Hot Check Account	Law Library	Records Preservation	County Clerk RP
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
9,670	13,590	-	21,026	36,004	-
-	-	-	-	-	-
-	-	-	914	1,219	-
-	-	-	-	-	-
<u>9,670</u>	<u>13,590</u>	<u>-</u>	<u>21,940</u>	<u>37,223</u>	<u>-</u>
5,585	-	875	-	93,212	-
-	-	-	-	-	-
311	3,724	-	16,387	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>5,896</u>	<u>3,724</u>	<u>875</u>	<u>16,387</u>	<u>93,212</u>	<u>-</u>
<u>3,774</u>	<u>9,866</u>	<u>(875)</u>	<u>5,553</u>	<u>(55,989)</u>	<u>-</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>3,774</u>	<u>9,866</u>	<u>(875)</u>	<u>5,553</u>	<u>(55,989)</u>	<u>-</u>
35,498	7,356	17,590	55,742	191,447	42,742
-	-	-	-	-	-
35,498	7,356	17,590	55,742	191,447	42,742
<u>\$ 39,272</u>	<u>\$ 17,222</u>	<u>\$ 16,715</u>	<u>\$ 61,295</u>	<u>\$ 135,458</u>	<u>\$ 42,742</u>

San Jacinto County, Texas

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE

NONMAJOR GOVERNMENTAL FUNDS (page 3)

For the Year Ended September 30, 2024

	Special Revenue Funds			
	District			
	Clerk RP	Courthouse Security	EDC	Hotel Tax
Revenues				
Property taxes	\$ -	\$ -	\$ -	\$ -
Sales taxes	-	-	-	-
Licenses and permits	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	17,668	-	-
Intergovernmental	-	-	-	-
Investment income	-	-	-	-
Other revenue	-	-	-	89,311
Total Revenues	-	17,668	-	89,311
Expenditures				
Current:				
General government	5,819	-	-	-
Health and human services	-	-	-	48,881
Administration of justice	-	69,039	-	-
Roads and bridges	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	5,819	69,039	-	48,881
Excess (Deficiency) of Revenues Over Expenditures	(5,819)	(51,371)	-	40,430
Other Financing Sources (Uses)				
Proceeds from sale of assets	-	-	-	-
Transfers in	-	64,050	-	-
Transfers (out)	-	-	-	-
Total Other Financing Sources (Uses)	-	64,050	-	-
Net Change in Fund Balances	(5,819)	12,679	-	40,430
Beginning fund balances, as previously reported	32,358	(5,913)	12,575	137,287
Change in financial reporting (major to nonmajor)	-	-	-	-
Beginning fund balances, as adjusted	32,358	(5,913)	12,575	137,287
Ending Fund Balances	\$ 26,539	\$ 6,766	\$ 12,575	\$ 177,717

Special Revenue Funds

Child Abuse Prevention	DETCOG	Title IV Foster	Savin Grant Control	Pre-trial Programs	Sheriff Cash Bond Account
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	3,750	-
-	186	-	7,738	-	-
-	-	-	-	-	3,230
-	-	-	-	-	-
-	186	-	7,738	3,750	3,230
-	-	-	-	-	-
-	-	-	-	2,400	-
-	-	-	7,795	-	11,871
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	7,795	2,400	11,871
-	186	-	(57)	1,350	(8,641)
-	-	-	-	-	-
13,000	-	-	-	-	-
-	-	-	-	-	-
13,000	-	-	-	-	-
13,000	186	-	(57)	1,350	(8,641)
59,423	(186)	46,552	(1,892)	43,654	87,807
-	-	-	-	-	-
59,423	(186)	46,552	(1,892)	43,654	87,807
\$ 72,423	\$ -	\$ 46,552	\$ (1,949)	\$ 45,004	\$ 79,166

San Jacinto County, Texas

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE

NONMAJOR GOVERNMENTAL FUNDS (page 4)

For the Year Ended September 30, 2024

	Special Revenue Funds			
	Solid	DEA	DA	Historical
	Waste Grant	Cannabis Grant	Discretionary Fund	
Revenues				
Property taxes	\$ -	\$ -	\$ -	\$ -
Sales taxes	-	-	-	-
Licenses and permits	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Intergovernmental	-	30,780	-	-
Investment income	-	-	-	-
Other revenue	-	-	-	32,174
Total Revenues	-	30,780	-	32,174
Expenditures				
Current:				
General government	-	-	-	-
Health and human services	-	-	-	13,140
Administration of justice	-	9,474	-	-
Roads and bridges	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	-	9,474	-	13,140
Excess (Deficiency) of Revenues Over Expenditures	-	21,306	-	19,034
Other Financing Sources (Uses)				
Proceeds from sale of assets	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	-	21,306	-	19,034
Beginning fund balances, as previously reported	1,539	(23,338)	6,660	43,688
Change in financial reporting (major to nonmajor)	-	-	-	-
Beginning fund balances, as adjusted	1,539	(23,338)	6,660	43,688
Ending Fund Balances	\$ 1,539	\$ (2,032)	\$ 6,660	\$ 62,722

Special Revenue Funds

2016 GLO Flood Grant	Polk Estate Settlement	Community Building	Elections	DA Seizures	SO Seizures
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	4,727	8,356
-	-	-	-	-	-
-	-	6,600	40,986	-	-
-	-	<u>6,600</u>	<u>40,986</u>	<u>4,727</u>	<u>8,356</u>
-	206,979	-	-	-	-
-	-	29,224	-	-	-
-	-	-	-	86,804	16,672
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	<u>206,979</u>	<u>29,224</u>	<u>-</u>	<u>86,804</u>	<u>16,672</u>
-	<u>(206,979)</u>	<u>(22,624)</u>	<u>40,986</u>	<u>(82,077)</u>	<u>(8,316)</u>
-	-	-	-	-	-
-	-	28,500	-	-	-
-	-	-	-	-	-
-	-	<u>28,500</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	<u>(206,979)</u>	<u>5,876</u>	<u>40,986</u>	<u>(82,077)</u>	<u>(8,316)</u>
114,088	298,511	(61,742)	118,596	186,662	36,424
-	-	-	-	-	-
<u>114,088</u>	<u>298,511</u>	<u>(61,742)</u>	<u>118,596</u>	<u>186,662</u>	<u>36,424</u>
<u>\$ 114,088</u>	<u>\$ 91,532</u>	<u>\$ (55,866)</u>	<u>\$ 159,582</u>	<u>\$ 104,585</u>	<u>\$ 28,108</u>

San Jacinto County, Texas

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE

NONMAJOR GOVERNMENTAL FUNDS (page 5)

For the Year Ended September 30, 2024

	Special Revenue Funds			
	County	District		
	Clerk E-File	Clerk E-File	Opioid	
	Checking	Checking	Abatement	RAF - JP
<u>Revenues</u>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Sales taxes	-	-	-	-
Licenses and permits	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	15,527
Intergovernmental	-	-	12,055	-
Investment income	-	-	-	-
Other revenue	-	-	-	-
Total Revenues	-	-	12,055	15,527
<u>Expenditures</u>				
Current:				
General government	-	-	-	-
Health and human services	-	-	-	-
Administration of justice	-	-	-	-
Roads and bridges	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenues Over Expenditures	-	-	12,055	15,527
<u>Other Financing Sources (Uses)</u>				
Proceeds from sale of assets	-	-	-	-
Transfers in	-	-	-	-
Transfers (out)	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balances	-	-	12,055	15,527
Beginning fund balances, as previously reported	-	-	61,968	20,904
Change in financial reporting (major to nonmajor)	-	-	-	-
Beginning fund balances, as adjusted	-	-	61,968	20,904
Ending Fund Balances	\$ -	\$ -	\$ 74,023	\$ 36,431

Special Revenue Funds

	CDBG		District		
Sanitation	Hurricane Harvey	EDA Grant	Attorney SB 22 Grant	TxDBG 0367 Grant	S.B. 22
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
440,854	-	-	-	-	-
-	-	-	-	-	-
-	953,792	-	175,000	50,706	350,000
609	-	-	-	-	-
-	-	-	-	-	-
<u>441,463</u>	<u>953,792</u>	<u>-</u>	<u>175,000</u>	<u>50,706</u>	<u>350,000</u>
-	-	-	220,070	-	15,779
618,910	-	1,019	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
64,666	952,163	268,451	-	50,706	332,939
<u>683,576</u>	<u>952,163</u>	<u>269,470</u>	<u>220,070</u>	<u>50,706</u>	<u>348,718</u>
<u>(242,113)</u>	<u>1,629</u>	<u>(269,470)</u>	<u>(45,070)</u>	<u>-</u>	<u>1,282</u>
740	-	-	-	-	-
354,678	-	20,079	-	17,500	-
-	-	-	-	-	-
<u>355,418</u>	<u>-</u>	<u>20,079</u>	<u>-</u>	<u>17,500</u>	<u>-</u>
113,305	1,629	(249,391)	(45,070)	17,500	1,282
269,170	-	-	-	-	-
-	(39,549)	179,486	-	-	-
269,170	(39,549)	179,486	-	-	-
<u>\$ 382,475</u>	<u>\$ (37,920)</u>	<u>\$ (69,905)</u>	<u>\$ (45,070)</u>	<u>\$ 17,500</u>	<u>\$ 1,282</u>

San Jacinto County, Texas

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE

NONMAJOR GOVERNMENTAL FUNDS (page 6)

For the Year Ended September 30, 2024

	Special Revenue Funds		Special Revenue Funds	
	Retiree	FEMA	FEMA	
	Health	Flood	Flood	CTIF
	Benefits	DR4223	DR 4269	Grant
<u>Revenues</u>				
Property taxes	\$ -	\$ -	\$ -	\$ -
Sales taxes	-	-	-	-
Licenses and permits	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeitures	-	-	-	-
Intergovernmental	-	-	220,007	-
Investment income	-	-	-	-
Other revenue	-	-	-	-
Total Revenues	-	-	220,007	-
<u>Expenditures</u>				
Current:				
General government	-	-	-	-
Health and human services	-	-	-	-
Administration of justice	-	-	-	-
Roads and bridges	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenues Over Expenditures	-	-	220,007	-
<u>Other Financing Sources (Uses)</u>				
Proceeds from sale of assets	-	-	-	-
Transfers in	100,000	-	-	-
Transfers (out)	-	-	-	-
Total Other Financing Sources (Uses)	100,000	-	-	-
Net Change in Fund Balances	100,000	-	220,007	-
Beginning fund balances, as previously reported	-	(352,356)	(304,532)	(1,445)
Change in financial reporting (major to nonmajor)	-	-	-	-
Beginning fund balances, as adjusted	-	(352,356)	(304,532)	(1,445)
Ending Fund Balances	\$ 100,000	\$ (352,356)	\$ (84,525)	\$ (1,445)

<u>Debt Service</u>	<u>Total Nonmajor Governmental</u>
\$ 136,194	\$ 4,040,330
-	29,622
-	695,850
-	440,854
-	242,009
-	2,174,776
-	37,000
-	401,432
<u>136,194</u>	<u>8,061,873</u>
-	625,503
-	796,131
-	248,988
-	5,418,187
200,000	335,198
7,685	44,372
-	1,798,402
<u>207,685</u>	<u>9,266,781</u>
<u>(71,491)</u>	<u>(1,204,908)</u>
-	110,608
8,307	606,114
-	(261,129)
<u>8,307</u>	<u>455,593</u>
<u>(63,184)</u>	<u>(749,315)</u>
485,658	5,849,866
-	139,937
485,658	5,989,803
<u>\$ 422,474</u>	<u>\$ 5,240,488</u>

San Jacinto County, Texas
COMBINING STATEMENT OF NET POSITION
FIDUCIARY FUNDS
September 30, 2024

	Custodial Funds	District Clerk's Custodial Fund	District Clerk's Escrow	Sheriff's Commissary Fund	Total Custodial Funds
Assets					
Cash and cash equivalents	\$ 1,173,380	\$ 3,423,859	\$ 108,700	\$ 20,112	\$ 4,726,051
Due from primary government	-	-	1,000	-	1,000
Total Assets	\$ 1,173,380	\$ 3,423,859	\$ 109,700	\$ 20,112	\$ 4,727,051
Liabilities					
Due to primary government	\$ -	\$ -	\$ -	\$ 2,227	\$ 2,227
Total Liabilities	\$ -	\$ -	\$ -	\$ 2,227	\$ 2,227
Net Position					
Restricted for:					
Unrestricted	1,173,380	3,423,859	109,700	17,885	4,724,824
Total Net Position	\$ 1,173,380	\$ 3,423,859	\$ 109,700	\$ 17,885	\$ 4,724,824

See Notes to Financial Statements.

San Jacinto County, Texas

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN NET POSITION

FIDUCIARY FUNDS

For the Year Ended September 30, 2024

	Custodial Funds	District Clerk's Custodial Fund	District Clerk's Escrow	Sheriff's Commissary Fund	Total Custodial Funds
<u>Additions</u>					
Commissary revenue	\$ -	\$ -	\$ -	\$ 15,511	\$ 15,511
Fees	12,438,534	879,295	-	-	13,317,829
Total Additions	12,438,534	879,295	-	15,511	13,333,340
<u>Deductions</u>					
Commissary expenses	-	-	-	42,038	42,038
Fee release	12,795,416	1,061,042	-	-	13,856,458
Total Deductions	12,795,416	1,061,042	-	42,038	13,898,496
Change in Net Position	(356,882)	(181,747)	-	(26,527)	(565,156)
Beginning net position	1,530,262	3,605,606	109,700	44,412	5,289,980
Ending Net Position	\$ 1,173,380	\$ 3,423,859	\$ 109,700	\$ 17,885	\$ 4,724,824





BROOKSWATSON & CO.
CERTIFIED PUBLIC ACCOUNTANTS

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

Independent Auditor's Report

To the Honorable County Judge and Members of the
Commissioners' Court of San Jacinto County:

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, discretely presented component units, each major fund, and the aggregate remaining fund information of the San Jacinto County as of and for the year ended September 30, 2024, and the related notes to the financial statements, which collectively comprise San Jacinto County's basic financial statements, and have issued our report thereon dated August 20, 2025.

Report on Internal Control over Financial Reporting

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

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

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

Report on Compliance and Other Matters

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

Purpose of this Report

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

Respectfully,

A handwritten signature in black ink that reads "Brooks Watson & Co." in a cursive script.

BrooksWatson & Co., PLLC
14950 Heathrow Forest Pkwy | Ste 530
Houston, TX 77032
August 20, 2025