

BASIC FINANCIAL STATEMENTS

County of El Paso, Texas
Statement of Net Assets
September 30, 2010

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	Hospital District
ASSETS				
Cash and cash equivalents	\$141,075,039	\$1,648,046	\$142,723,085	\$39,953,000
Investments				67,969,000
Receivables (net of allowance for uncollectible)	29,985,787	107,727	30,093,514	20,725,000
Inventories	4,939		4,939	5,503,000
Prepaid				6,465,000
Restricted assets:				
Temporarily restricted:				
Cash and cash equivalents		271,647	271,647	
Other assets				143,926,000
Capital Assets (net of accumulated depreciation):				
Land	15,325,520		15,325,520	10,055,000
Easements	40,000		40,000	
Buildings	107,514,124		107,514,124	56,485,000
Improvements	6,817,198		6,817,198	
Equipment	5,016,907	10,390,694	15,407,601	
Furniture and fixtures	210,916		210,916	40,010,000
Infrastructure	1,505,361		1,505,361	
Vehicles	5,459,173	3,841	5,463,014	
Roads	17,489,865		17,489,865	
Bridges and culverts	1,594,301		1,594,301	
Leased equipment	304,502		304,502	
Construction in progress	12,084,901	57,913	12,142,814	183,867,000
Total assets	344,428,533	12,479,868	356,908,401	574,958,000
LIABILITIES				
Vouchers payable	8,814,715	146,552	8,961,267	60,375,000
Retainage payable	218,949		218,949	
Claims payable	858,477		858,477	
Payroll liabilities	5,431,013	1,108	5,432,121	
Due to others	86,580	91,500	178,080	
Due to other units	543,062		543,062	
Due to other governments	1,835,962	9,074	1,845,036	
Unearned revenue	2,211,036		2,211,036	
Accrued interest payable	880,431	6,579	887,010	
Claims and judgments	1,519,831		1,519,831	
Noncurrent liabilities:				
Due within one year				
Bonds	5,765,000	28,000	5,793,000	4,991,000
Deferred bond premiums, discounts, and cos	(372,071)		(372,071)	
Capital leases	131,715		131,715	
Self-insured obligations				2,076,000
Contingent liabilities	380,000		380,000	
Compensated Absences	9,018,220		9,018,220	
OPEB liability				
Due in more than one year				
Bonds	142,250,000	1,024,000	143,274,000	258,530,000
Deferred bond premiums, discounts, and cos	451,525		451,525	
Capital leases	92,978		92,978	
Self-insured obligations				1,436,000
Contingent liabilities	1,397,439		1,397,439	
Compensated absences	18,216,522		18,216,522	
OPEB liability	12,442,216		12,442,216	
Other long term liabilities				657,000
Total liabilities	212,173,600	1,306,813	213,480,413	328,065,000
NET ASSETS				
Invested in capital assets, net of related debt	86,028,798	9,464,525	95,493,323	92,017,000
Restricted for:				
Capital Projects	5,658,355		5,658,355	
Grants	2,974,765		2,974,765	
Legislative	27,807,907		27,807,907	
Debt service	618,706	34,579	653,285	4,991,000
Enterprise fund:		229,736	229,736	
Health care				71,085,000
Unrestricted	9,166,402	1,444,215	10,610,617	78,800,000
Total net assets	\$132,254,933	\$11,173,055	\$143,427,988	\$246,893,000

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

County of El Paso, Texas
Statement of Activities
For the Year Ended September 30, 2010

Functions/Programs	Program Revenues			Net (expense) Revenue and Changes in Net Assets		Component Unit
	Fees, Fines, and Charges for Services	Operating Grants and Contributions	Governmental Activities	Primary Business-type Activities	Total	
Primary government:						
Governmental Activities:						
General government	\$44,977,190	\$10,344,946	\$1,352,743	(\$33,279,501)	(\$33,279,501)	
Administration of justice	52,434,046	8,191,731	6,700,903	(37,541,412)	(37,541,412)	
Public safety	122,685,935	21,709,844	10,868,183	(90,107,908)	(90,107,908)	
Health and welfare	11,195,959	118,192	4,399,325	(6,678,442)	(6,678,442)	
Community services	1,434,063		1,524,933	90,870	90,870	
Resource development	757,317		504,667	(252,650)	(252,650)	
Culture and recreation	9,116,410	2,868,037		(6,248,373)	(6,248,373)	
Public works	13,199,004	8,725,735	2,732,222	(1,741,047)	(1,741,047)	
Interest on long-term debt	7,286,191			(7,286,191)	(7,286,191)	
Total governmental activities	263,086,115	51,958,485	28,082,976	(183,044,654)	(183,044,654)	
Business-type activities:						
East Montana water project	1,091,719	897,647		(\$194,072)	(194,072)	
County Solid Waste	260,427	243,871		(16,556)	(16,556)	
Total business-type activities	1,352,146	1,141,518		(210,628)	(210,628)	
Total primary government	\$264,438,261	\$53,100,003	\$28,082,976	(\$183,044,654)	(\$183,255,282)	
Component units:						
Hospital district	\$352,494,000	\$190,613,000	\$122,918,000			(\$38,963,000)
Total component units	\$352,494,000	\$190,613,000	\$122,918,000			(\$38,963,000)
General revenues:						
Taxes:						
Property					\$114,442,824	\$64,617,000
Hotel/Motel					3,038,568	
Sales					35,426,489	
Bingo					56,409	
Mixed beverage					1,821,637	
Interest					3,959,872	1,251,000
Miscellaneous					4,190,653	846,000
Gain on sale of capital assets					7,640	
Transfers					(20,000)	(21,969,000)
Total general revenues and transfers					162,944,092	44,745,000
Change in net assets					(20,139,398)	5,782,000
Net assets - beginning					153,793,701	241,111,000
Prior period adjustment					(1,399,370)	
Net assets - ending					\$132,254,933	\$246,893,000

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

County of El Paso, Texas
Balance Sheet
Governmental Funds
September 30, 2010

	General	Special Revenue Grants	County Capital Projects 2007	Other Governmental Funds	Total Governmental Funds
Assets					
Cash and cash equivalents	\$36,088,594	\$2,750,350	\$48,044,279	\$50,734,463	\$137,617,686
Receivables (net of allowances for uncollectible):					
Taxes	14,151,029				14,151,029
Accounts	6,109,611	5,586,015		312,270	12,007,896
Due from other funds	13,031			2,332	15,363
Inventory of supplies	4,939				4,939
Total assets	<u>\$56,367,204</u>	<u>\$8,336,365</u>	<u>\$48,044,279</u>	<u>\$51,049,065</u>	<u>\$163,796,913</u>
Liabilities and fund balances					
Liabilities:					
Vouchers payable	\$3,734,862	2,357,422	\$1,521,015	\$1,201,416	\$8,814,715
Retainage Payable		115,169	100,884	2,896	218,949
Payroll liability	4,760,506	450,021		218,391	5,428,918
Due to others	431			75,126	75,557
Due to other funds				15,363	15,363
Due to other units	543,062				543,062
Due to other governments	1,828,285			7,677	1,835,962
Deferred revenue	12,906,651	2,438,988			15,345,639
Total liabilities	<u>23,773,797</u>	<u>5,361,600</u>	<u>1,621,899</u>	<u>1,520,869</u>	<u>32,278,165</u>
Fund Balances:					
Nonspendable:					
Inventory	4,939				4,939
Restricted:					
Temporary budgetary stabilization				5,191,968	5,191,968
Building construction/renovation			16,835,286	4,811,999	21,647,285
Bridge construction			10,732,111	236,851	10,968,962
General assistance				5,058,428	5,058,428
Parks			2,515,391	10,105,548	12,620,939
Public safety				2,555,762	2,555,762
Records management				394,528	394,528
Road construction/maintenance				10,865,662	10,865,662
Software/IT improvements			10,651,418		10,651,418
Water/sewer construction			706,143	1,200,000	1,906,143
Other purposes		2,974,765	2,015,746	6,030,794	11,021,305
Committed:					
Other purposes				1,267,122	1,267,122
Assigned:					
Imprest and change funds	108,960				108,960
Temporary budgetary stabilization	4,920,258				4,920,258
Other purposes	794,983		2,966,285	1,809,534	5,570,802
Unassigned:					
Total fund balances	<u>32,593,407</u>	<u>2,974,765</u>	<u>46,422,380</u>	<u>49,528,196</u>	<u>131,518,748</u>
Total liabilities and fund balances	<u>\$56,367,204</u>	<u>\$8,336,365</u>	<u>\$48,044,279</u>	<u>\$51,049,065</u>	<u>\$163,796,913</u>

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

El Paso County, Texas
Reconciliation of the Governmental Funds Balance Sheet
to the Statement of Net Assets
September 30, 2010

Total fund balances for governmental funds		\$131,518,748
Amounts reported for governmental activities in the statement of net assets are different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		
Land	15,325,520	
Easements	40,000	
Buildings, net of accumulated depreciation	107,514,124	
Improvements, net of accumulated depreciation	6,817,198	
Equipment, net of accumulated depreciation	5,016,907	
Furniture and fixtures, net of accumulated depreciation	210,916	
Infrastructure, net of accumulated depreciation	1,505,361	
Vehicles, net of accumulated depreciation	5,459,173	
Roads, net of accumulated depreciation	17,489,865	
Bridges and culverts, net of accumulated depreciation	1,594,301	
Leased equipment, net of accumulated depreciation	304,502	
Construction in progress	12,084,901	
Total capital assets	173,362,768	173,362,768
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds.		
Deferred revenue property taxes		13,134,603
Receivable for court costs, net of allowance for uncollectible accounts		3,826,862
Compensated Absences		(27,234,742)
OPEB liability		(12,442,216)
Internal service fund is used to charge the health care costs for county employees, dependants, and retirees.		2,585,758
Long-term liabilities, including bonds payable, that are not due and payable in the current period and therefore not reported in the funds.		
Accrued interest on bonds	(880,431)	
General long-term debt	(148,015,000)	
Capital leases	(224,693)	
Contingent liabilities	(1,777,439)	
Claims and judgments	(1,519,831)	
Deferred bond issuance costs	(79,454)	
Other liabilities	(152,496,848)	(152,496,848)
Total long-term liabilities	(152,496,848)	(152,496,848)
Total net assets of governmental activities		\$132,254,933

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

County of El Paso, Texas
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended September 30, 2010

	General	Special Revenue Grants	County Capital Projects 2007	Other Governmental Funds	Total Governmental Funds
REVENUES					
Taxes	\$135,687,883			\$15,339,171	\$151,027,054
Licenses and permits	266,313				266,313
Intergovernmental revenues	4,638,202	\$22,043,653		1,401,121	28,082,976
Charges for services	31,470,380			13,564,215	45,034,595
Fines and Forfeitures	4,481,117			2,350,087	6,831,204
Interest	1,258,459	101,609	\$1,340,158	1,057,033	3,757,259
Miscellaneous	2,073,810	1,811,239		305,604	4,190,653
Total Revenues	<u>179,876,164</u>	<u>23,956,501</u>	<u>1,340,158</u>	<u>34,017,231</u>	<u>239,190,054</u>
EXPENDITURES					
Current:					
General Government	33,117,900	83,246		3,289,319	36,490,465
Administration of justice	45,367,759	3,169,920		1,074,428	49,612,107
Public safety	96,067,196	11,845,063		2,826,975	110,739,234
Health and welfare	5,095,471			144,836	10,742,115
Community services		1,249,183			1,249,183
Resource development	241,166	510,250			751,416
Culture and recreation	2,642,251				7,486,450
Public works		888,569		4,844,199	7,486,450
Debt Service:				7,295,597	8,184,166
Principal				7,040,000	7,040,000
Interest				7,320,909	7,320,909
Capital outlays	155,816	3,169,537	8,410,092	2,463,670	14,199,115
Total expenditures	<u>182,687,559</u>	<u>26,417,576</u>	<u>8,410,092</u>	<u>36,299,933</u>	<u>253,815,160</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(2,811,395)</u>	<u>(2,461,075)</u>	<u>(7,069,934)</u>	<u>(2,282,702)</u>	<u>(14,625,106)</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	6,323,455	3,008,992		2,074,893	11,407,340
Transfers out	(3,281,060)	(1,228,566)		(6,671,568)	(11,181,194)
Capital leases	52,828				52,828
Sale of capital assets				7,640	7,640
Total other financing sources and uses	<u>3,095,223</u>	<u>1,780,426</u>		<u>(4,589,035)</u>	<u>286,614</u>
Net change in fund balances	283,828	(680,649)	(7,069,934)	(6,871,737)	(14,338,492)
Fund balances - beginning	32,350,449	4,397,711	53,492,314	56,087,406	146,327,880
Prior year adjustment		(742,297)		312,527	(429,770)
Net change in reserve for inventories	(40,870)				(40,870)
Fund balances - ending	<u>\$32,593,407</u>	<u>\$2,974,765</u>	<u>\$46,422,380</u>	<u>\$49,528,196</u>	<u>\$131,518,748</u>

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

County of El Paso, Texas
Reconciliation of the Statement of Revenues,
Expenditures, and Changes in Fund Balances of Governmental Funds
To the Statement of Activities
For the Year Ended September 30, 2010

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

Net change in fund balances - total governmental funds		(\$14,338,492)
Some capital additions were financed through capital leases. In governmental funds, a capital lease arrangement is considered an other source of financing, but in the statement of net assets, the lease obligation is reported as a liability.		(52,828)
Bond proceeds are reported as financing sources in governmental funds and thus contribute to the change in fund balance. In the statement of net assets, however, issuing debt increases long-term liabilities and does not affect the statement of activities. Similarly, repayment of principal is an expenditure in the governmental funds but reduces the liability in the statement of net assets.		
Repayments		
Bond issuance costs	(372,071)	
Principal payments	7,040,000	
Net adjustment	<u>6,667,929</u>	6,667,929
Court cost receivables, net of allowance for uncollectible amounts		(229,109)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Under the modified accrual basis of accounting used in the governmental funds, expenditures are not recognized for transactions that are not normally paid with expendable available financial resources. In the statement of activities, however, which is presented on the accrual basis, expenses and liabilities are reported regardless of when financial resources are available.		
Deferred revenue property taxes	3,758,873	
Additional contingent liabilities	(1,162,439)	
Additional Compensated Absences	(1,026,950)	
Additional Other Post Employment Benefits	(4,745,658)	
Depreciation expense	(16,927,355)	
The net effect of various transactions involving capital assets (i.e., sales and retirements) is to increase net assets		
Additions	21,965,859	
Retirements	(9,293,122)	
Accumulated depreciation related to retirements	<u>1,032,492</u>	13,705,229
Unpaid claims workers comp		(127,859)
Change in purchasing inventory		(40,870)
Expenses related to capital lease payments and retirements		139,406
Accrued interest on bonds		<u>34,718</u>
		(6,392,905)
Internal service fund is used to charge the health care costs for county employees, dependants, and retirees.		<u>(5,793,993)</u>
Change in net assets of governmental activities		<u><u>(\$20,139,398)</u></u>

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

County of El Paso, Texas
Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual
General Fund
For the Year Ended September 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
REVENUES				
Taxes:				
Property	\$101,713,789	\$101,713,789	\$98,383,348	(\$3,330,441)
Sales	34,200,000	34,200,000	35,426,489	1,226,489
Bingo	52,000	52,000	56,409	4,409
Mixed beverage	1,500,000	1,500,000	1,821,637	321,637
Licenses and permits	248,500	248,500	266,313	17,813
Intergovernmental	4,033,856	4,033,856	4,638,202	604,346
Charges for services	30,320,988	30,320,988	31,470,380	1,149,392
Fines and forfeitures	4,805,000	4,805,000	4,481,117	(323,883)
Interest	1,260,000	1,260,000	1,258,459	(1,541)
Miscellaneous	2,482,100	2,482,100	2,073,810	(408,290)
Total revenues	<u>180,616,233</u>	<u>180,616,233</u>	<u>179,876,164</u>	<u>(740,069)</u>
EXPENDITURES				
Current:				
General government				
Personnel	28,701,941	26,980,763	22,283,877	4,696,886
Operating	19,101,763	18,223,531	10,874,893	7,348,638
Total general Government	<u>47,803,704</u>	<u>45,204,294</u>	<u>33,158,770</u>	<u>12,045,524</u>
Administration of justice				
Personnel	41,293,137	41,790,149	39,844,538	1,945,611
Operating	5,699,444	6,289,974	5,523,221	766,753
Total Administration of justice	<u>46,992,581</u>	<u>48,080,123</u>	<u>45,367,759</u>	<u>2,712,364</u>
Public safety				
Personnel	80,749,620	80,053,044	78,845,920	1,207,124
Operating	16,945,889	18,219,039	17,221,276	997,763
Total Public safety	<u>97,695,509</u>	<u>98,272,083</u>	<u>96,067,196</u>	<u>2,204,887</u>
Health and welfare				
Personnel	1,610,140	1,834,720	1,386,478	448,242
Operating	3,531,320	4,048,033	3,708,993	339,040
Total Health and welfare	<u>5,141,460</u>	<u>5,882,753</u>	<u>5,095,471</u>	<u>787,282</u>
Resource development				
Personnel	286,100	308,692	222,131	86,561
Operating	71,168	60,474	19,035	41,439
Total Resource development	<u>357,268</u>	<u>369,166</u>	<u>241,166</u>	<u>128,000</u>
Culture and recreation				
Personnel	1,567,551	1,563,958	1,523,495	40,463
Operating	1,374,616	1,374,907	1,118,756	256,151
Total Culture and recreation	<u>2,942,167</u>	<u>2,938,865</u>	<u>2,642,251</u>	<u>296,614</u>
Capital outlays	286,455	471,860	155,816	316,044
Total expenditures	<u>201,219,144</u>	<u>201,219,144</u>	<u>182,728,429</u>	<u>18,490,715</u>
Excess of revenues over expenditures	<u>(20,602,911)</u>	<u>(20,602,911)</u>	<u>(2,852,265)</u>	<u>17,750,646</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	5,854,298	5,854,298	6,323,455	469,157
Transfers out	(2,246,593)	(2,246,593)	(2,122,950)	123,643
Capital leases			52,828	52,828
Total other financing sources and uses	<u>3,607,705</u>	<u>3,607,705</u>	<u>4,253,333</u>	<u>645,628</u>
Net change in fund balances	<u>(16,995,206)</u>	<u>(16,995,206)</u>	<u>1,401,068</u>	<u>18,396,274</u>
Fund balances - beginning	42,211,098	42,211,098	42,211,098	
Fund balances - ending	<u>\$25,215,892</u>	<u>\$25,215,892</u>	<u>\$43,612,166</u>	<u>\$18,396,274</u>

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

County of El Paso, Texas
Special Revenue Fund - Grant Funds
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual
For the Year Ended September 30, 2010

	Budgeted Amounts		Actual Amounts	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$26,199,877	\$59,116,687	\$22,043,653	(\$37,073,034)
Interest	18,409	129,298	101,609	(27,689)
Miscellaneous	483,500	754,081	1,811,239	1,057,158
Total revenues	<u>26,701,786</u>	<u>60,000,066</u>	<u>23,956,501</u>	<u>(36,043,565)</u>
Expenditures:				
General government:				
Personnel		128,246	74,062	54,184
Operating	3,000	30,697	9,184	21,513
Total general government	<u>3,000</u>	<u>158,943</u>	<u>83,246</u>	<u>75,697</u>
Administration of justice:				
Personnel	1,497,286	3,723,025	1,984,136	1,738,889
Operating	281,824	2,630,284	1,185,784	1,444,500
Total administration of justice	<u>1,779,110</u>	<u>6,353,309</u>	<u>3,169,920</u>	<u>3,183,389</u>
Public safety:				
Personnel	7,538,222	17,415,016	7,961,635	9,453,381
Operating	4,895,341	9,693,634	3,883,428	5,810,206
Total public safety	<u>12,433,563</u>	<u>27,108,650</u>	<u>11,845,063</u>	<u>15,263,587</u>
Health and welfare:				
Personnel	1,206,490	2,733,414	1,356,735	1,376,679
Operating	3,568,796	8,559,456	4,145,073	4,414,383
Total health and welfare	<u>4,775,286</u>	<u>11,292,870</u>	<u>5,501,808</u>	<u>5,791,062</u>
Resource development:				
Personnel		30,000		30,000
Operating	10,000	5,027,856	510,250	4,517,606
Total resource development	<u>10,000</u>	<u>5,057,856</u>	<u>510,250</u>	<u>4,547,606</u>
Community services:				
Personnel	421,531	560,529	164,160	396,369
Operating	2,257,716	4,696,128	1,085,023	3,611,105
Total community services	<u>2,679,247</u>	<u>5,256,657</u>	<u>1,249,183</u>	<u>4,007,474</u>
Culture and recreation:				
Operating	966	966		966
Total culture and recreation	<u>966</u>	<u>966</u>		<u>966</u>
Public works:				
Personnel	45,451	300,131	84,244	215,887
Operating	1,433,921	3,223,070	804,325	2,418,745
Total public works	<u>1,479,372</u>	<u>3,523,201</u>	<u>888,569</u>	<u>2,634,632</u>
Capital outlays	<u>11,478,380</u>	<u>12,517,194</u>	<u>3,169,537</u>	<u>9,347,657</u>
Total expenditures	<u>34,638,924</u>	<u>71,269,646</u>	<u>26,417,576</u>	<u>44,852,070</u>
Excess (deficiency) of revenues over (under) expenditures	(7,937,138)	(11,269,580)	(2,461,075)	8,808,505
Other financing sources (uses):				
Transfers in	1,553,896	5,749,375	3,008,992	(2,740,383)
Transfers out	(3,618,888)	(3,618,888)	(1,228,566)	2,390,322
Total other financing sources (uses)	<u>(2,064,992)</u>	<u>2,130,487</u>	<u>1,780,426</u>	<u>(350,061)</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	(10,002,130)	(9,139,093)	(680,649)	8,458,444
Fund balance - beginning	4,397,711	4,397,711	4,397,711	
Prior period adjustments			(742,297)	
Fund balance - ending	<u>(\$5,604,419)</u>	<u>(\$4,741,382)</u>	<u>\$2,974,765</u>	<u>\$8,458,444</u>

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

County of El Paso, Texas
Statement of Net Assets
Proprietary Funds
September 30, 2010

	Business-type Activities-Enterprise Funds					Governmental Activities - Internal Service Fund
	East Montana Water Project (Current Year)	East Montana Water Project (Prior Year)	County Solid Waste (Current Year)	County Solid Waste (Prior Year)	Total Current Year	
ASSETS						
Current assets:						
Cash and cash equivalents	\$1,643,214	\$1,529,077	\$4,832	\$20,469	\$1,648,046	\$3,457,353
Accounts receivable	87,015	80,942	20,712	20,319	107,727	
Restricted cash and cash equivalents						
Customer deposits	91,500	88,650			91,500	
East Montana 1997A interest and sinking fund	35,507	42,532			35,507	
East Montana 2000A interest and sinking fund	7,776	6,458			7,776	
Total current assets	<u>1,865,012</u>	<u>1,747,659</u>	<u>25,544</u>	<u>40,788</u>	<u>1,890,556</u>	<u>3,457,353</u>
Noncurrent assets:						
Restricted cash, cash equivalents, and investments:						
East Montana 1997B construction fund	36,470	36,470			36,470	
East Montana Reserve fund	100,394	99,937			100,394	
Total restricted assets:	<u>136,864</u>	<u>136,407</u>			<u>136,864</u>	
Capital assets:						
Equipment, water system	13,134,237	13,134,237			13,134,237	
Vehicles	16,979	16,979			16,979	
Construction in Progress	57,913				57,913	
Less accumulated depreciation	(2,756,681)	(2,427,050)			(2,756,681)	
Total capital assets, net of accumulated depreciation	<u>10,452,448</u>	<u>10,724,166</u>			<u>10,452,448</u>	
Total noncurrent assets	<u>10,589,312</u>	<u>10,860,573</u>			<u>10,589,312</u>	
Total assets	<u>12,454,324</u>	<u>12,608,232</u>	<u>25,544</u>	<u>40,788</u>	<u>12,479,868</u>	<u>3,457,353</u>
LIABILITIES						
Current liabilities:						
Vouchers payable	124,531	78,539	22,021	40,763	146,552	
Customer deposits payable	91,500	88,650			91,500	
Claims payable						858,477
Payroll Liability	1,108	983			1,108	2,095
Due to others						11,023
Due to other governments	9,074	8,482			9,074	
Current liabilities payable from restricted assets:						
East Montana Water Project 1997A payable	20,000	20,000			20,000	
East Montana Water Project 2000A payable	8,000	8,000			8,000	
Accrued interest payable	6,579	6,756			6,579	
Total current liabilities	<u>260,792</u>	<u>211,410</u>	<u>22,021</u>	<u>40,763</u>	<u>282,813</u>	<u>871,595</u>
Noncurrent liabilities:						
East Montana Water Project 1997A payable	900,000	920,000			900,000	
East Montana Water Project 2000A payable	124,000	132,000			124,000	
Total noncurrent liabilities	<u>1,024,000</u>	<u>1,052,000</u>			<u>1,024,000</u>	
Total liabilities	<u>1,284,792</u>	<u>1,263,410</u>	<u>22,021</u>	<u>40,763</u>	<u>1,306,813</u>	<u>871,595</u>
NET ASSETS						
Invested in capital assets, net of related debt	9,464,525	9,829,142			9,464,525	
Restricted for:						
Debt	34,579	34,756			34,579	
East Montana Water Project	168,300	176,654			168,300	
County Solid Waste			3,523	25	3,523	
Mayfair/ Nuway Water	57,913				57,913	
Unrestricted:						
East Montana Water Project	1,444,215	1,304,270			1,444,215	
Internal Service fund						2,585,758
Total net assets	<u>\$11,169,532</u>	<u>\$11,344,822</u>	<u>\$3,523</u>	<u>\$25</u>	<u>\$11,173,055</u>	<u>\$2,585,758</u>

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

County of El Paso, Texas
 Statement of Revenues, Expenses, and
 Changes in Fund Net Assets
 Proprietary Funds
 For the Year Ended September 30, 2010

	Business-type Activities-Enterprise Funds					Governmental Activities - Internal Service Fund
	East Montana Water Project (Current Year)	East Montana Water Project (Prior Year)	County Solid Waste (Current Year)	County Solid Waste (Prior Year)	Total Current Year	
OPERATING REVENUES						
Charges for services	\$897,647	\$876,766	\$243,871	\$240,108	\$1,141,518	
Employee premiums						\$4,531,907
Employer premiums						5,509,184
Other agencies						55,482
Retiree premiums						559,158
Cobra						63,525
Stop loss reimbursements						619,608
Other						291,267
Total operating revenues	<u>897,647</u>	<u>876,766</u>	<u>243,871</u>	<u>240,108</u>	<u>1,141,518</u>	<u>11,630,131</u>
OPERATING EXPENSES						
Personnel expenses	30,002	66,271			30,002	
Operating expenses	94,996	79,805			94,996	
Depreciation	329,631	339,057			329,631	
Public utilities	328,575	298,219			328,575	
Professional services	254,647	248,020	260,427	247,389	515,074	
Claims						15,350,345
Administrative						2,011,410
Total operating expenses	<u>1,037,851</u>	<u>1,031,372</u>	<u>260,427</u>	<u>247,389</u>	<u>1,298,278</u>	<u>17,361,755</u>
Operating income (loss)	<u>(140,204)</u>	<u>(154,606)</u>	<u>(16,556)</u>	<u>(7,281)</u>	<u>(156,760)</u>	<u>(5,731,624)</u>
NONOPERATING REVENUES (EXPENSES)						
Interest revenue	18,782	25,124			18,836	183,777
Interest expense	(53,868)	(54,850)	54	121	(53,868)	
Total nonoperating revenues (expenses)	<u>(35,086)</u>	<u>(29,726)</u>	<u>54</u>	<u>121</u>	<u>(35,032)</u>	<u>183,777</u>
Income before contributions and transfers	<u>(175,290)</u>	<u>(184,332)</u>	<u>(16,502)</u>	<u>(7,160)</u>	<u>(191,792)</u>	<u>(5,547,847)</u>
Transfers from other funds			20,000	5,300	20,000	
Transfers to other funds						(246,146)
Change in Net Assets	<u>(175,290)</u>	<u>(184,332)</u>	<u>3,498</u>	<u>(1,860)</u>	<u>(171,792)</u>	<u>(5,793,993)</u>
Total net assets, beginning	<u>11,344,822</u>	<u>11,529,154</u>	<u>25</u>	<u>1,885</u>	<u>11,344,847</u>	<u>8,379,751</u>
Total net assets, ending	<u>\$11,169,532</u>	<u>\$11,344,822</u>	<u>\$3,523</u>	<u>\$25</u>	<u>\$11,173,055</u>	<u>\$2,585,758</u>

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

County of El Paso, Texas
Statement of Cash Flows
Proprietary Funds
For the Year Ended September 30, 2010

Exhibit 9

	Business-type Activities-Enterprise Funds					Governmental Activities - Internal Service Fund
	East Montana Water Project (Current Year)	East Montana Water Project (Prior Year)	County Solid Waste (Current Year)	County Solid Waste (Prior Year)	Total Current Year	
CASH FLOWS FROM OPERATING ACTIVITIES						
Receipts from customers	\$895,016	\$868,112	\$243,478	\$238,828	\$1,138,494	
Payments for personnel expenses	(29,877)	(67,763)			(29,877)	
Payments for operating expenses	(49,004)	(49,013)	(18,742)	20,815	(67,746)	
Payments for utilities	(328,575)	(298,219)			(328,575)	
Payments for professional services	(254,647)	(248,020)	(260,427)	(247,389)	(515,074)	
Receipts from employee premiums						\$4,531,907
Receipts from employer premiums						5,509,184
Receipts from other agencies premiums						55,482
Receipts from retiree premiums						559,158
Receipts from cobra premiums						63,525
Receipts from stop loss reimbursements						619,608
Receipts from miscellaneous services						291,267
Payments for claims						(15,988,670)
Payments for administrative expenses						(2,011,410)
Net cash provided (used) by operating activities	232,913	205,097	(35,691)	12,254	197,222	(6,369,949)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES						
Transfers from other funds			20,000	5,300	20,000	
Transfers to other funds						(246,146)
Net cash provided (used) by noncapital financing activities			20,000	5,300	20,000	(246,146)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES						
Interest paid	(54,045)	(54,965)			(54,045)	
Principal repayments	(28,000)	(18,000)			(28,000)	
Construction in progress	(57,913)				(57,913)	
Net cash provided (used) by capital and related financing activities	(139,958)	(72,965)			(139,958)	
CASH FLOWS FROM INVESTING ACTIVITIES						
Receipt of interest	18,782	25,124	54	121	18,836	183,777
Net cash provided (used) by investing activities	18,782	25,124	54	121	18,836	183,777
Net increase in cash and cash equivalents	111,737	157,256	(15,637)	17,675	96,100	(6,432,318)
Cash and cash equivalents, beginning of year	1,803,124	1,645,868	20,469	2,794	1,823,593	9,889,671
Cash and cash equivalents, end of year	\$1,914,861	\$1,803,124	\$4,832	\$20,469	\$1,919,693	\$3,457,353
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:						
Operating income (loss)	(\$140,204)	(\$154,606)	(\$16,556)	(\$7,281)	(\$156,760)	(\$5,731,624)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:						
Depreciation	329,631	339,057			329,631	
(increase) decrease in accounts receivable	(6,073)	(12,489)	(393)	(1,280)	(6,466)	
Increase (decrease) in customer deposits	2,850	3,200			2,850	
Increase (decrease) in vouchers payable	45,992	30,792	(18,742)	20,815	27,250	
Increase (decrease) in claims liability						(638,325)
Increase (decrease) in payroll liability	125	(1,492)			125	
Increase (decrease) in due to other governments	592	635			592	
Total adjustments	373,117	359,703	(19,135)	19,535	353,982	(638,325)
Net Cash Provided (Used) by Operating Activities	\$232,913	\$205,097	(\$35,691)	\$12,254	\$197,222	(\$6,369,949)

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

County of El Paso, Texas
Statement of Fiduciary Assets and Liabilities
Fiduciary Funds
September 30, 2010

	Agency Funds
Assets	
Cash and cash equivalents	\$22,506,337
Accounts receivable	120,240
Restricted-funds custodial capacity cash equivalents	10,011,751
Total Assets	\$32,638,328
Liabilities	
Accounts payable	\$32,871
Payroll liabilities	2,576,403
Due to others	22,462,968
Due to other governmental agencies	7,566,086
Total Liabilities	\$32,638,328
Net Assets	

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