



Panola County Sheriff's Office

Sheriff Sarah Fields

Office: 903-693-0333
Fax: 903-693-9366

314 W. Wellington
Carthage, Texas 75633

February 18, 2022

The Honorable David Anderson
Panola County Judge
110 S. Sycamore
Carthage, Texas 75633

Dear Judge Anderson,

Please add the following item(s) to the next scheduled meeting of the Panola County Commissioner's Court:

Please record the employment of Whitney Harrison as a Communications Officer for the Panola County Sheriff's Office at a pay rate of \$16.06 per hour effective March 1, 2022.

Please record the resignation of Matthew Williamson as a Detention Officer for the Panola County Sheriff's Office effective March 4, 2022.

Sincerely,


Sarah Fields
Sheriff

SF/lw

CC: Jennifer Stacy
Joni Reed

Honesty - Integrity - Dedication

NOTICE OF PROPOSED INSTALLATION
PIPELINE AND/OR UTILITY LINES

TO: THE PANOLA COUNTY COMMISSIONER'S COURT

c/o

PANOLA COUNTY ROAD & BRIDGE DEPARTMENT, CARTHAGE, TEXAS
Formal notice is hereby given that:

Comstock Resources proposes to place a
(COMPANY NAME)
10" pipeline bore line within the Right-of-Way
(PIPE SIZE)
of County Road: 3122 as follows:
(NUMBER OF ROAD)

The proposed pipeline will cross under the indicated roads on the attached sheet.
Installation shall be made by boring a total length of 150 ft line in Panola County.
6 ft below ground

The location and description of the proposed line and appurtenances is more fully shown by the copies of the drawings attached to this notice. The line will be constructed and maintained on the County Right-of-Way as directed by the County Commissioners in accordance with current Panola County Specifications.

Construction of this line will begin on or after the 1st day of
March 2022

FIRM: Comstock Resources
BY: Ryan Ferguson
TITLE: Landman / Surface operations
ADDRESS: 1506 S. FM 2199
Marshall, TX 75672
PHONE: () 832-264-8638

APPROVAL

March 1, 2022

TO: Comstock Resources
Attn: Ryan T. Ferguson
1506 S. FM 2199
Marshall, TX. 75672

RE: **CR #3122**

The Panola County Commissioners' Court offers no objection to the location on the right-of-way of your proposed **10" pipeline bore** within the right-of-way of County Road **#3122** as shown by accompanying drawings and notice except as noted below.

It is expressly understood that the County Commissioners' Court does not purpose hereby, to grant any right, claim, title or easement in or upon this county road. It is further understood that in the future should for any reason the county need to work, improve, relocate, widen, increase, add to, or in any manner change the structure of this right-of-way, any required relocation of said lines shall be at the sole expense of owner.

All work on the county right-of-way shall be performed in accordance with the county instructions. The installations shall not damage any part of the road and adequate provisions must be made to cause minimum inconvenience to traffic and adjacent owners. Special specifications for placing this line are as follows:

1. All lines are to be installed a minimum of 36 inches below the flow line of the adjacent drainage or barrow ditch.
2. All excavation within the right-of-way and not under surfacing shall be backfilled by tamping in 6 inch horizontal layers. All surplus material shall be removed from the right-of-way and the excavation finished flush with surrounding natural ground.
3. Lines crossing under surfaced roads and under surfacing cross roads within the right-of-way shall be placed by boring. Boring shall extend from crown line to crown line. Gravity from sewer lines under roadways shall be cast iron pipe.
4. All lines, where practicable, shall be located to cross roadbed at approximately right angles thereto. No lines are to be installed under or within 50 feet of either end of any bridge. No lines shall be placed in any culvert or within 10 feet of the closest point of same.

5. Parallel line will be installed as near the right-of-way lines as is possible and no parallel line will be installed in the roadbed or between the drainage ditch and the roadbed without special permission of the Panola County Commissioners' Court.
6. Operations along roadbeds shall be performed in such manner that all excavated material be kept off the pavement at all times, as well as all operating equipment and materials. No equipment or installation procedures will be used which will damage any road surface or structures. The cost of any repairs to road surface, roadbed, structures or other right-of-way features as a direct result of this installation will be borne by the owner of this line.
7. Barricades, warning signs, lights, and flag man(men) when necessary shall be provided by the contractor or owner. One-half (1/2) of the traveled portion of the road must be open at all times.

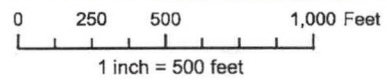
Approved: 
COUNTY JUDGE

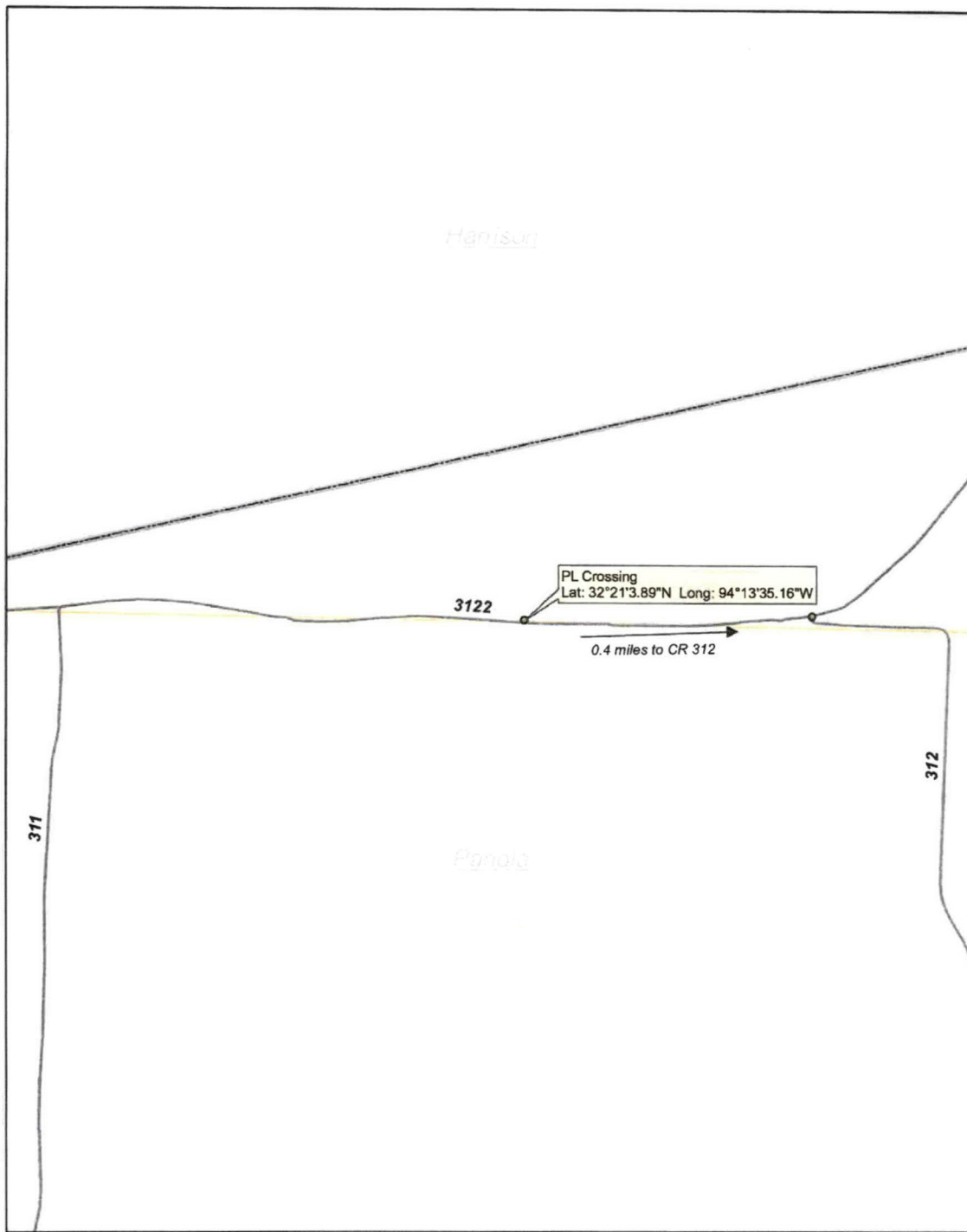
COMMISSIONERS:

Precinct #1	Billy Alexander
Precinct #2	David A. Cole
Precinct #3	Craig M. Lawless
Precinct #4	Dale LaGrone

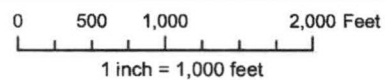


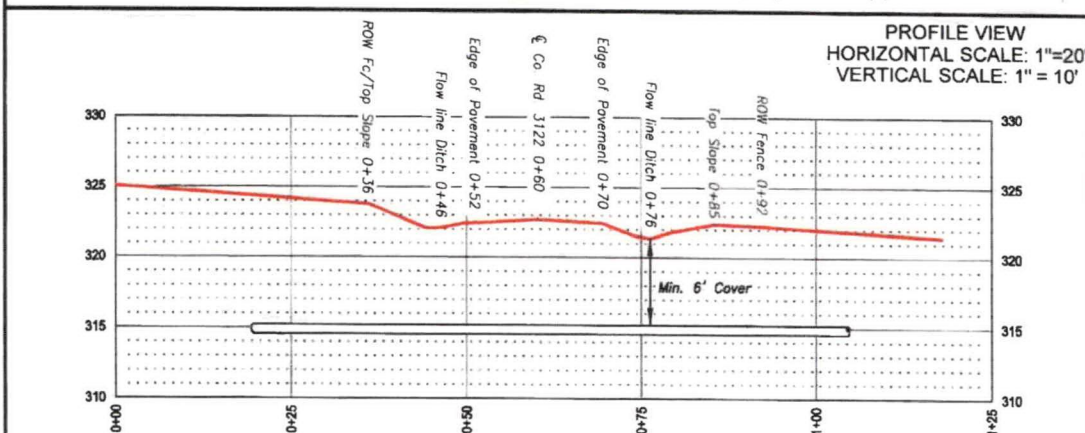
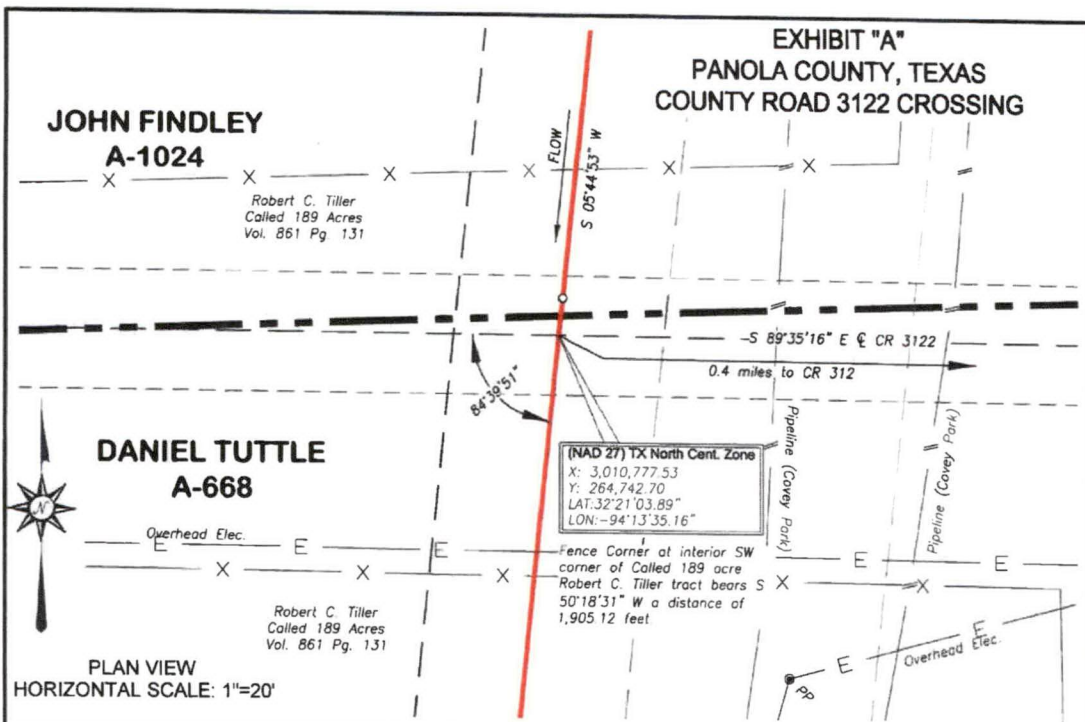
Panola County, TX





Panola County, TX





NOTE: WARNING! UNDERGROUND UTILITIES SHOWN HEREON ARE APPROXIMATE ONLY. THERE MAY ALSO BE OTHER UNDERGROUND UTILITIES THAT ARE NOT SHOWN.

THIS PLAT DOES NOT REPRESENT A BOUNDARY SURVEY. DISTANCES AND BEARINGS SHOWN ARE NOT INTENDED TO BE DEFINITIVE IN ESTABLISHING ACTUAL TITLE BOUNDARIES.

NO TITLE RESEARCH OR INVESTIGATION OF RIGHT OF WAY EASEMENTS OR SERVITUDE, UTILITIES OR ENVIRONMENTAL MATTERS, OR VISIBLE EVIDENCE OF PIPELINES OR RIGHT OF WAY EXCEPT SHOWN HEREON.



The bearings herein were oriented to agree with Grid North and were derived by use of GPS equipment (TX North Central Zone - NAD 27)

I do hereby certify that this plat represents a survey made on the ground under my supervision during the month of January, 2022.

GIVEN UNDER MY HAND & SEAL this the 16th day of February 2022.

Curtis Lee Anderson
Curtis Lee Anderson - R.P.L.S. 6103

Job No: 2732-PL_CR 3122 X-ING

SURVEYED FOR
COMSTOCK OIL & GAS, LLC

PLAT SHOWING
**PROPOSED TILLER BECKNELL
PIPELINE CROSSING COUNTY ROAD 3122
JOHN FINDLEY SURVEY, A-1024
DANIEL TUTTLE SURVEY, A-668
PANOLA COUNTY, TEXAS**



JDS SURVEYING, INC.
WWW.JDSURVEY.COM

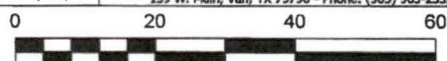
Checked By: CLA

Drawn By: BA

Surveyed By: MC

Date: 02/16/22

PROFESSIONAL SURVEYING & MAPPING
T.B.P.E.L.S. Firm Registration No. 10194118
159 W. Main, Van, TX 75790 - Phone: (903) 963-2333





TEXAS ASSOCIATION *of* COUNTIES
HEALTH AND EMPLOYEE BENEFITS POOL



**ACA Reporting and Tracking Service (ARTS)
2022 Renewal Confirmation Program Agreement
HEBP Member: (Pooled Group or ASO)**

Program Services

The ARTS program includes the following services:

- *Measurement, Administrative, and Stability Period tracking for 2022 and notification of eligibility for part-time / variable / seasonal employees (can provide tracking back to beginning of Measurement Period if 2021 data was provided by county/district);*
- *Reporting for your county/district regarding the status of potential benefits-eligible employees;*
- *Production of your county/district's 1095C forms, shipped to you for distribution to employees (optional direct mail service for additional fee);*
- *Transmission of your county/district's 1094C and 1095C forms to the IRS.*

Program Requirements


- 1) Participants agree to provide employer, payroll, employee and unpaid leave of absence (LOA) files related to the group's Health Benefits Plan in the file format designated by TAC HEBP:
 - **Payroll data files must be provided for each payroll cycle, and should be submitted at least once per calendar month.**
 - **Employee data files must be provided, at a minimum, once per quarter.**
 - **LOA data files may be provided if and when applicable.**

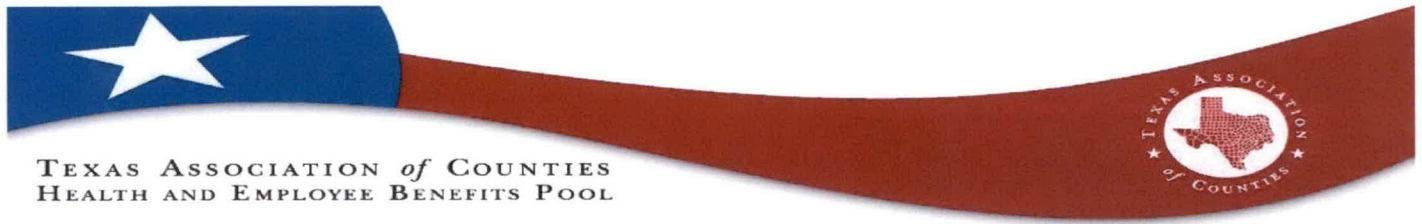
NOTE: *It is critical that you provide your files in the proper format and the correct naming convention. Failure to do so may result in our inability to provide this service to your county or district.*

- 2) Group agrees to pay program fees as described in the 2022 ARTS Fee Schedule.

Enrollment and Data Submission Deadlines

- Please refer to the enclosed "2022 Deadlines for ARTS Files" document for details.
- Groups who wish to participate in the ARTS program must return the signed documents to TAC HEBP no later than **March 31, 2022** in order to participate.
- Data file transmission to TAC HEBP must begin no later than August 8, 2022 to avoid late fees, however, **we recommend that you continue sending your files after each payroll or at least monthly** to avoid getting backlogged.

 **Initials**



ACA Reporting and Tracking Service (ARTS)
HEBP Member (Fully Insured or ASO)
2022 Fee Schedule for Renewing Participant

1	<input checked="" type="checkbox"/>	ARTS Annual Subscription Fee	*\$4.75 / form	Waived
2	<input checked="" type="checkbox"/>	Optional Forms Distribution (<i>group chooses to have TAC mail employee forms</i>)	\$ 1.50 / form	If applicable, will be billed in 2023 after forms are produced
3	<input type="checkbox"/>	Late fee for service election form (<i>after 3/31/2022</i>)	\$1,500	
4	<input type="checkbox"/>	Late fee for data submission (<i>after 8/8/2022 and/or 1/09/2023</i>)	\$3,000	If applicable, will be billed in 2023 after forms are produced
		Total Amount Due: (if zero, enter 0.00)		\$ _____

**Per 1095C form*

Fees subject to change annually


Initials



TEXAS ASSOCIATION *of* COUNTIES
HEALTH AND EMPLOYEE BENEFITS POOL



Contracting Authority: Panola County (Group Name) hereby designates and appoints, as indicated in the space provided below, a Contracting Authority of department head rank or above and agrees that any notice to, or agreement by, a Group's Contracting Authority, with respect to service or claims hereunder, shall be binding on the Group. Each Group reserves the right to change its Contracting Authority from time to time by giving written notice to HEBP.

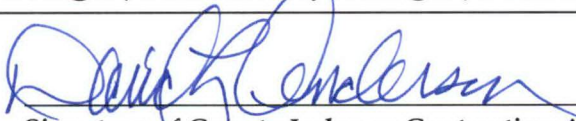
Name: David Anderson Title: County Judge
Address: 110 S. Sycamore St. RM 216 A
Phone: 903-693-0320 Fax: 903-693-2726
Email: david.anderson@co.panola.tx.us

Primary Contact: Main contact for data file and reporting matters pertaining to the ARTS program.

Name: Jennifer Stacy Title: County Auditor
Mailing Address: 110 S. Sycamore St. RM 213 A
Delivery Address (no PO Boxes): _____
Phone: 903-693-0320 HIPAA Secured Fax#: _____
Email: jstacy@co.panola.tx.us

Other Contact Emails for ARTS correspondence regarding data files, if any:

joni.reed@co.panola.tx.us, abby.booker@co.panola.tx.us


Signature of County Judge or Contracting Authority

3-1-2022
Date

David L. Anderson
Print Name and Title



Equitable Sharing Agreement and Certification



NCIC/ORI/Tracking Number: TX1830000
Agency Name: Panola County Sheriff's Office
Mailing Address: 314 W Wellington St
Carthage, TX 75633

Type: Sheriff's Office

Agency Finance Contact

Name: Stacy, Jennifer
Phone: 9036930320 **Email:** jennifer.stacy@co.panola.tx.us

Jurisdiction Finance Contact

Name: Stacy, Jennifer
Phone: 9036930320 **Email:** jennifer.stacy@co.panola.tx.us

ESAC Preparer

Name: Stacy, Jennifer
Phone: 9036930320 **Email:** jennifer.stacy@co.panola.tx.us

FY End Date: 12/31/2021

Agency FY 2022 Budget: \$6,507,938.00

Annual Certification Report

Summary of Equitable Sharing Activity		Justice Funds ¹	Treasury Funds ²
1	Beginning Equitable Sharing Fund Balance	\$6,079.40	\$266.97
2	Equitable Sharing Funds Received	\$0.00	\$0.00
3	Equitable Sharing Funds Received from Other Law Enforcement Agencies and Task Force	\$0.00	\$0.00
4	Other Income	\$0.00	\$0.00
5	Interest Income	\$31.40	\$1.65
6	Total Equitable Sharing Funds Received (total of lines 2-5)	\$31.40	\$1.65
7	Equitable Sharing Funds Spent (total of lines a - n)	\$0.00	\$0.00
8	Ending Equitable Sharing Funds Balance (difference between line 7 and the sum of lines 1 and 6)	\$6,110.80	\$268.62

¹Department of Justice Asset Forfeiture Program participants are: FBI, DEA, ATF, USPS, USDA, DCIS, DSS, and FDA

²Department of the Treasury Asset Forfeiture Program participants are: IRS, ICE, CBP and USSS.

Summary of Shared Funds Spent		Justice Funds	Treasury Funds
a	Law Enforcement Operations and Investigations	\$0.00	\$0.00
b	Training and Education	\$0.00	\$0.00
c	Law Enforcement, Public Safety, and Detention Facilities	\$0.00	\$0.00
d	Law Enforcement Equipment	\$0.00	\$0.00
e	Joint Law Enforcement/Public Safety Equipment and Operations	\$0.00	\$0.00
f	Contracts for Services	\$0.00	\$0.00
g	Law Enforcement Travel and Per Diem	\$0.00	\$0.00
h	Law Enforcement Awards and Memorials	\$0.00	\$0.00
i	Drug, Gang, and Other Education or Awareness Programs	\$0.00	\$0.00
j	Matching Grants	\$0.00	\$0.00
k	Transfers to Other Participating Law Enforcement Agencies	\$0.00	\$0.00
l	Support of Community-Based Programs	\$0.00	
m	Non-Categorized Expenditures	\$0.00	\$0.00
n	Salaries	\$0.00	\$0.00
	Total	\$0.00	\$0.00

Equitable Sharing Funds Received From Other Agencies

Transferring Agency Name	Justice Funds	Treasury Funds

Other Income

Other Income Type	Justice Funds	Treasury Funds

Matching Grants

Matching Grant Name	Justice Funds	Treasury Funds

Transfers to Other Participating Law Enforcement Agencies

Receiving Agency Name	Justice Funds	Treasury Funds

Support of Community-Based Programs

Recipient	Justice Funds	

Non-Categorized Expenditures

Description	Justice Funds	Treasury Funds

Salaries

Salary Type	Justice Funds	Treasury Funds

Paperwork Reduction Act Notice

Under the Paperwork Reduction Act, a person is not required to respond to a collection of information unless it displays a valid OMB control number. We try to create accurate and easily understood forms that impose the least possible burden on you to complete. The estimated average time to complete this form is 30 minutes. If you have comments regarding the accuracy of this estimate, or suggestions for making this form simpler, please write to the Asset Forfeiture and Money Laundering Section at 1400 New York Avenue, N.W., Washington, DC 20005.

Privacy Act Notice

The Department of Justice is collecting this information for the purpose of reviewing your equitable sharing expenditures. Providing this information is voluntary; however, the information is necessary for your agency to maintain Program compliance. Information collected is covered by Department of Justice System of Records Notice, 71 Fed. Reg. 29170 (May 19, 2006), JMD-022 Department of Justice Consolidated Asset Tracking System (CATS). This information may be disclosed to contractors when necessary to accomplish an agency function, to law enforcement when there is a violation or potential violation of law, or in accordance with other published routine uses. For a complete list of routine uses, see the System of Records Notice as amended by subsequent publications.

Single Audit Information**Independent Auditor****Name:** Kevin Cashion, CPA**Company:** Gollob Morgan Peddy**Phone:** 90.-534-0088**Email:** kevin@gmpcpa.com

Were equitable sharing expenditures included on your jurisdiction's prior fiscal year's Schedule of Expenditures of Federal Awards (SEFA)?

YES ☐ NO ☒

Prior year Single Audit Number Assigned by Harvester Database: 886713

Affidavit

Under penalty of perjury, the undersigned officials certify that they have read and understand their obligations under the *Guide to Equitable Sharing for State, Local, and Tribal Law Enforcement Agencies (Guide)* and all subsequent updates, this Equitable Sharing Agreement, and the applicable sections of the Code of Federal Regulations. The undersigned officials certify that the information submitted on the Equitable Sharing Agreement and Certification form (ESAC) is an accurate accounting of funds received and spent by the Agency.

The undersigned certify that the Agency is in compliance with the applicable nondiscrimination requirements of the following laws and their Department of Justice implementing regulations: Title VI of the Civil Rights Act of 1964 (42 U.S.C. § 2000d *et seq.*), Title IX of the Education Amendments of 1972 (20 U.S.C. § 1681 *et seq.*), Section 504 of the Rehabilitation Act of 1973 (29 U.S.C. § 794), and the Age Discrimination Act of 1975 (42 U.S.C. § 6101 *et seq.*), which prohibit discrimination on the basis of race, color, national origin, disability, or age in any federally assisted program or activity, or on the basis of sex in any federally assisted education program or activity. The Agency agrees that it will comply with all federal statutes and regulations permitting federal investigators access to records and any other sources of information as may be necessary to determine compliance with civil rights and other applicable statutes and regulations.

Equitable Sharing Agreement

This Federal Equitable Sharing Agreement, entered into among (1) the Federal Government, (2) the Agency, and (3) the Agency's governing body, sets forth the requirements for participation in the federal Equitable Sharing Program and the restrictions upon the use of federally forfeited funds, property, and any interest earned thereon, which are equitably shared with participating law enforcement agencies. By submitting this form, the Agency agrees that it will be bound by the *Guide* and all subsequent updates, this Equitable Sharing Agreement, and the applicable sections of the Code of Federal Regulations. Submission of the ESAC is a prerequisite to receiving any funds or property through the Equitable Sharing Program.

1. Submission. The ESAC must be signed and electronically submitted within 60 days of the end of the Agency's fiscal year. Electronic submission constitutes submission to the Department of Justice and the Department of the Treasury.

2. Signatories. The ESAC must be signed by the head of the Agency and the head of the governing body. Examples of Agency heads include police chief, sheriff, director, commissioner, superintendent, administrator, county attorney, district attorney, prosecuting attorney, state attorney, commonwealth attorney, and attorney general. The governing body head is the head of the agency that appropriates funding to the Agency. Examples of governing body heads include city manager, mayor, city council chairperson, county executive, county council chairperson, administrator, commissioner, and governor. The governing body head cannot be an official or employee of the Agency and must be from a separate entity.

3. Uses. Shared assets must be used for law enforcement purposes in accordance with the *Guide* and all subsequent updates, this Equitable Sharing Agreement, and the applicable sections of the Code of Federal Regulations.

4. Transfers. Before the Agency transfers funds to other state or local law enforcement agencies, it must obtain written approval from the Department of Justice or Department of the Treasury. Transfers of tangible property are not permitted. Agencies that transfer or receive equitable sharing funds must perform sub-recipient monitoring in accordance with the Code of Federal Regulations.

5. Internal Controls. The Agency agrees to account separately for federal equitable sharing funds received from the Department of Justice and the Department of the Treasury, funds from state and local forfeitures, joint law enforcement operations funds, and any other sources must not be commingled with federal equitable sharing funds.

The Agency certifies that equitable sharing funds are maintained by the entity that maintains the Agency's appropriated or general funds and agrees that the funds will be subject to the standard accounting requirements and practices employed by the Agency's jurisdiction in accordance with the requirements set forth in the *Guide*, any subsequent updates, and the Code of Federal Regulations, including the requirement to maintain relevant documents and records for five years.

The misuse or misapplication of equitably shared funds or assets or supplantation of existing resources with shared funds or assets is prohibited. The Agency must follow its jurisdiction's procurement policies when expending equitably shared funds. Failure to comply with any provision of the *Guide*, any subsequent updates, and the Code of Federal Regulations may subject the Agency to sanctions.

6. Single Audit Report and Other Reviews. Audits shall be conducted as provided by the Single Audit Act Amendments of 1996 and OMB Uniform Administrative Requirements, Costs Principles, and Audit Requirements for Federal Awards. The Agency must report its equitable sharing expenditures on the Schedule of Expenditures of Federal Awards (SEFA) under Catalog of Federal Domestic Assistance number 16.922 for Department of Justice and 21.016 for Department of the Treasury. The Department of Justice and the Department of the Treasury reserve the right to conduct audits or reviews.

7. Freedom of Information Act (FOIA). Information provided in this Document is subject to the FOIA requirements of the Department of Justice and the Department of the Treasury. Agencies must follow local release of information policies.

8. Waste, Fraud, or Abuse. An Agency or governing body is required to immediately notify the Money Laundering and Asset Recovery Section of the Department of Justice and the Executive Office for Asset Forfeiture of the Department of the Treasury of any allegations or theft, fraud, waste, or abuse involving federal equitable sharing funds.

Civil Rights Cases

During the past fiscal year: (1) has any court or administrative agency issued any finding, judgment, or determination that the Agency discriminated against any person or group in violation of any of the federal civil rights statutes listed above; or (2) has the Agency entered into any settlement agreement with respect to any complaint filed with a court or administrative agency alleging that the Agency discriminated against any person or group in violation of any of the federal civil rights statutes listed above?

☐ Yes ☒ No

Agency Head

Name: Fields, Sarah
Title: Panola County Sheriff
Email: sarah.fields@co.panola.tx.us

Signature: Submitted Electronically

Date: 02/25/2022

To the best of my knowledge and belief, the information provided on this ESAC is true and accurate and has been reviewed and authorized by the Law Enforcement Agency Head whose name appears above. Entry of the Agency Head name above indicates his/her agreement to abide by the Guide, any subsequent updates, and the Code of Federal Regulations, including ensuring permissibility of expenditures and following all required procurement policies and procedures.

Governing Body Head

Name: Anderson, David
Title: Panola County Judge
Email: david.anderson@co.panola.tx.us

Signature: Submitted Electronically

Date: 02/25/2022

To the best of my knowledge and belief, the Agency's current fiscal year budget reported on this ESAC is true and accurate and the Governing Body Head whose name appears above certifies that the agency's budget has not been supplanted as a result of receiving equitable sharing funds. Entry of the Governing Body Head name above indicates his/her agreement to abide by the policies and procedures set forth in the Guide, any subsequent updates, and the Code of Federal Regulations.

☒ I certify that I have obtained approval from and I am authorized to submit this form on behalf of the Agency Head and the Governing Body Head.

Submitted Electronically on 02/25/2022



Equitable Sharing Agreement and Certification



NCIC/ORI/Tracking Number: TX183015A
Agency Name: Panola County District Attorney's Office
Mailing Address: Justice Center - Suite 301
Carthage, TX 75633

Type: Prosecutor's Office

Agency Finance Contact

Name: Stacy, Jennifer

Phone: 9036930320

Email: jennifer.stacy@co.panola.tx.us

Jurisdiction Finance Contact

Name: Stacy, Jennifer

Phone: 9036930320

ESAC Preparer

Name: Stacy, Jennifer

Phone: 9036930320

FY End Date: 12/31/2021

Agency FY 2022 Budget: \$713,621.00

Annual Certification Report

Summary of Equitable Sharing Activity		Justice Funds ¹	Treasury Funds ²
1	Beginning Equitable Sharing Fund Balance	\$59,523.92	\$0.00
2	Equitable Sharing Funds Received	\$0.00	\$0.00
3	Equitable Sharing Funds Received from Other Law Enforcement Agencies and Task Force	\$0.00	\$0.00
4	Other Income	\$0.00	\$0.00
5	Interest Income	\$369.62	\$0.00
6	Total Equitable Sharing Funds Received (total of lines 2-5)	\$369.62	\$0.00
7	Equitable Sharing Funds Spent (total of lines a - n)	\$0.00	\$0.00
8	Ending Equitable Sharing Funds Balance (difference between line 7 and the sum of lines 1 and 6)	\$59,893.54	\$0.00

¹Department of Justice Asset Forfeiture Program participants are: FBI, DEA, ATF, USPIS, USDA, DCIS, DSS, and FDA

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h	Law Enforcement Awards and Memorials	\$0.00	\$0.00
i	Drug, Gang, and Other Education or Awareness Programs	\$0.00	\$0.00
j	Matching Grants	\$0.00	\$0.00
k	Transfers to Other Participating Law Enforcement Agencies	\$0.00	\$0.00
l	Support of Community-Based Programs	\$0.00	\$0.00
m	Non-Categorized Expenditures	\$0.00	\$0.00
n	Salaries	\$0.00	\$0.00
Total		\$0.00	\$0.00

Equitable Sharing Funds Received From Other Agencies

Transferring Agency Name	Justice Funds	Treasury Funds

Other Income

Other Income Type	Justice Funds	Treasury Funds

Matching Grants

Matching Grant Name	Justice Funds	Treasury Funds

Transfers to Other Participating Law Enforcement Agencies

Receiving Agency Name	Justice Funds	Treasury Funds

Support of Community-Based Programs

Recipient	Justice Funds	

Non-Categorized Expenditures

Description	Justice Funds	Treasury Funds

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Single Audit Information**Independent Auditor**

Name: Kevin Cashion, CPA

Company: Gollob Morgan Peddy

Phone: 903-534-0088

Email: kevin@gmpcpa.com

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YES ☐ NO ☒

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Affidavit

Under penalty of perjury, the undersigned officials certify that they have read and understand their obligations under the *Guide to Equitable Sharing for State, Local, and Tribal Law Enforcement Agencies (Guide)* and all subsequent updates, this Equitable Sharing Agreement, and the applicable sections of the Code of Federal Regulations. The undersigned officials certify that the information submitted on the Equitable Sharing Agreement and Certification form (ESAC) is an accurate accounting of funds received and spent by the Agency.

The undersigned certify that the Agency is in compliance with the applicable nondiscrimination requirements of the following laws and their Department of Justice implementing regulations: Title VI of the Civil Rights Act of 1964 (42 U.S.C. § 2000d *et seq.*), Title IX of the Education Amendments of 1972 (20 U.S.C. § 1681 *et seq.*), Section 504 of the Rehabilitation Act of 1973 (29 U.S.C. § 794), and the Age Discrimination Act of 1975 (42 U.S.C. § 6101 *et seq.*), which prohibit discrimination on the basis of race, color, national origin, disability, or age in any federally assisted program or activity, or on the basis of sex in any federally assisted education program or activity. The Agency agrees that it will comply with all federal statutes and regulations permitting federal investigators access to records and any other sources of information as may be necessary to determine compliance with civil rights and other applicable statutes and regulations.

Equitable Sharing Agreement

This Federal Equitable Sharing Agreement, entered into among (1) the Federal Government, (2) the Agency, and (3) the Agency's governing body, sets forth the requirements for participation in the federal Equitable Sharing Program and the restrictions upon the use of federally forfeited funds, property, and any interest earned thereon, which are equitably shared with participating law enforcement agencies. By submitting this form, the Agency agrees that it will be bound by the *Guide* and all subsequent updates, this Equitable Sharing Agreement, and the applicable sections of the Code of Federal Regulations. Submission of the ESAC is a prerequisite to receiving any funds or property through the Equitable Sharing Program.

1. Submission. The ESAC must be signed and electronically submitted within 60 days of the end of the Agency's fiscal year. Electronic submission constitutes submission to the Department of Justice and the Department of the Treasury.

2. Signatories. The ESAC must be signed by the head of the Agency and the head of the governing body. Examples of Agency heads include police chief, sheriff, director, commissioner, superintendent, administrator, county attorney, district attorney, prosecuting attorney, state attorney, commonwealth attorney, and attorney general. The governing body head is the head of the agency that appropriates funding to the Agency. Examples of governing body heads include city manager, mayor, city council chairperson, county executive, county council chairperson, administrator, commissioner, and governor. The governing body head cannot be an official or employee of the Agency and must be from a separate entity.

3. Uses. Shared assets must be used for law enforcement purposes in accordance with the *Guide* and all subsequent updates, this Equitable Sharing Agreement, and the applicable sections of the Code of Federal Regulations.

4. Transfers. Before the Agency transfers funds to other state or local law enforcement agencies, it must obtain written approval from the Department of Justice or Department of the Treasury. Transfers of tangible property are not permitted. Agencies that transfer or receive equitable sharing funds must perform sub-recipient monitoring in accordance with the Code of Federal Regulations.

5. Internal Controls. The Agency agrees to account separately for federal equitable sharing funds received from the Department of Justice and the Department of the Treasury, funds from state and local forfeitures, joint law enforcement operations funds, and any other sources must not be commingled with federal equitable sharing funds.

The Agency certifies that equitable sharing funds are maintained by the entity that maintains the Agency's appropriated or general funds and agrees that the funds will be subject to the standard accounting requirements and practices employed by the Agency's jurisdiction in accordance with the requirements set forth in the *Guide*, any subsequent updates, and the Code of Federal Regulations, including the requirement to maintain relevant documents and records for five years.

The misuse or misapplication of equitably shared funds or assets or supplantation of existing resources with shared funds or assets is prohibited. The Agency must follow its jurisdiction's procurement policies when expending equitably shared funds. Failure to comply with any provision of the *Guide*, any subsequent updates, and the Code of Federal Regulations may subject the Agency to sanctions.

6. Single Audit Report and Other Reviews. Audits shall be conducted as provided by the Single Audit Act Amendments of 1996 and OMB Uniform Administrative Requirements, Costs Principles, and Audit Requirements for Federal Awards. The Agency must report its equitable sharing expenditures on the Schedule of Expenditures of Federal Awards (SEFA) under Catalog of Federal Domestic Assistance number 16.922 for Department of Justice and 21.016 for Department of the Treasury. The Department of Justice and the Department of the Treasury reserve the right to conduct audits or reviews.

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8. Waste, Fraud, or Abuse. An Agency or governing body is required to immediately notify the Money Laundering and Asset Recovery Section of the Department of Justice and the Executive Office for Asset Forfeiture of the Department of the Treasury of any allegations or theft, fraud, waste, or abuse involving federal equitable sharing funds.

Civil Rights Cases

During the past fiscal year: (1) has any court or administrative agency issued any finding, judgment, or determination that the Agency discriminated against any person or group in violation of any of the federal civil rights statutes listed above; or (2) has the Agency entered into any settlement agreement with respect to any complaint filed with a court or administrative agency alleging that the Agency discriminated against any person or group in violation of any of the federal civil rights statutes listed above?

☐ Yes ☒ No

Agency Head

Name: Davidson, Danny Buck
Title: Criminal District Attorney
Email: danny.davidson@co.panola.tx.us

Signature: Submitted Electronically

Date: 02/25/2022

To the best of my knowledge and belief, the information provided on this ESAC is true and accurate and has been reviewed and authorized by the Law Enforcement Agency Head whose name appears above. Entry of the Agency Head name above indicates his/her agreement to abide by the Guide, any subsequent updates, and the Code of Federal Regulations, including ensuring permissibility of expenditures and following all required procurement policies and procedures.

Governing Body Head

Name: Anderson, David
Title: Panola County Judge
Email: david.anderson@co.panola.tx.us

Signature: Submitted Electronically

Date: 02/25/2022

To the best of my knowledge and belief, the Agency's current fiscal year budget reported on this ESAC is true and accurate and the Governing Body Head whose name appears above certifies that the agency's budget has not been supplanted as a result of receiving equitable sharing funds. Entry of the Governing Body Head name above indicates his/her agreement to abide by the policies and procedures set forth in the Guide, any subsequent updates, and the Code of Federal Regulations.

☒ I certify that I have obtained approval from and I am authorized to submit this form on behalf of the Agency Head and the Governing Body Head.

Submitted Electronically on 02/25/2022



Equitable Sharing Agreement and Certification



NCIC/ORI/Tracking Number: TX1830200
Agency Name: Panola County Constable Precinct 1 & 4
Mailing Address: 314 W. Wellington
Carthage, TX 75633

Type: Police Department

Agency Finance Contact

Name: Stacy, Jennifer
Phone: 9036930320 **Email:** jennifer.stacy@co.panola.tx.us

Jurisdiction Finance Contact

Name: Stacy, Jennifer
Phone: 9036930320 **Email:** jennifer.stacy@co.panola.tx.us

ESAC Preparer

Name: Stacy, Jennifer
Phone: 9036930320 **Email:** jennifer.stacy@co.panola.tx.us

FY End Date: 12/31/2021

Agency FY 2022 Budget: \$191,978.00

Annual Certification Report

Summary of Equitable Sharing Activity		Justice Funds ¹	Treasury Funds ²
1	Beginning Equitable Sharing Fund Balance	\$0.00	\$0.00
2	Equitable Sharing Funds Received	\$0.00	\$0.00
3	Equitable Sharing Funds Received from Other Law Enforcement Agencies and Task Force	\$0.00	\$0.00
4	Other Income	\$0.00	\$0.00
5	Interest Income	\$0.00	\$0.00
6	Total Equitable Sharing Funds Received (total of lines 2-5)	\$0.00	\$0.00
7	Equitable Sharing Funds Spent (total of lines a - n)	\$0.00	\$0.00
8	Ending Equitable Sharing Funds Balance (difference between line 7 and the sum of lines 1 and 6)	\$0.00	\$0.00

¹Department of Justice Asset Forfeiture Program participants are: FBI, DEA, ATF, USPIS, USDA, DCIS, DSS, and FDA

²Department of the Treasury Asset Forfeiture Program participants are: IRS, ICE, CBP and USSS.

Summary of Shared Funds Spent		Justice Funds	Treasury Funds
a	Law Enforcement Operations and Investigations	\$0.00	\$0.00
b	Training and Education	\$0.00	\$0.00
c	Law Enforcement, Public Safety, and Detention Facilities	\$0.00	\$0.00
d	Law Enforcement Equipment	\$0.00	\$0.00
e	Joint Law Enforcement/Public Safety Equipment and Operations	\$0.00	\$0.00
f	Contracts for Services	\$0.00	\$0.00
g	Law Enforcement Travel and Per Diem	\$0.00	\$0.00
h	Law Enforcement Awards and Memorials	\$0.00	\$0.00
i	Drug, Gang, and Other Education or Awareness Programs	\$0.00	\$0.00
j	Matching Grants	\$0.00	\$0.00
k	Transfers to Other Participating Law Enforcement Agencies	\$0.00	\$0.00
l	Support of Community-Based Programs	\$0.00	\$0.00
m	Non-Categorized Expenditures	\$0.00	\$0.00
n	Salaries	\$0.00	\$0.00
Total		\$0.00	\$0.00

Equitable Sharing Funds Received From Other Agencies

Transferring Agency Name	Justice Funds	Treasury Funds

Other Income

Other Income Type	Justice Funds	Treasury Funds

Matching Grants

Matching Grant Name	Justice Funds	Treasury Funds

Transfers to Other Participating Law Enforcement Agencies

Receiving Agency Name	Justice Funds	Treasury Funds

Support of Community-Based Programs

Recipient	Justice Funds	

Non-Categorized Expenditures

Description	Justice Funds	Treasury Funds

Salaries

Salary Type	Justice Funds	Treasury Funds

Paperwork Reduction Act Notice

Under the Paperwork Reduction Act, a person is not required to respond to a collection of information unless it displays a valid OMB control number. We try to create accurate and easily understood forms that impose the least possible burden on you to complete. The estimated average time to complete this form is 30 minutes. If you have comments regarding the accuracy of this estimate, or suggestions for making this form simpler, please write to the Asset Forfeiture and Money Laundering Section at 1400 New York Avenue, N.W., Washington, DC 20005.

Privacy Act Notice

The Department of Justice is collecting this information for the purpose of reviewing your equitable sharing expenditures. Providing this information is voluntary; however, the information is necessary for your agency to maintain Program compliance. Information collected is covered by Department of Justice System of Records Notice, 71 Fed. Reg. 29170 (May 19, 2006), JMD-022 Department of Justice Consolidated Asset Tracking System (CATS). This information may be disclosed to contractors when necessary to accomplish an agency function, to law enforcement when there is a violation or potential violation of law, or in accordance with other published routine uses. For a complete list of routine uses, see the System of Records Notice as amended by subsequent publications.

Single Audit Information**Independent Auditor****Name:** Kevin Cashion, CPA**Company:** Gollob Morgan Peddy**Phone:** 903-534-0088**Email:** kevin@gmpcpa.com

Were equitable sharing expenditures included on your jurisdiction's prior fiscal year's Schedule of Expenditures of Federal Awards (SEFA)?

YES ☐ NO ☒

Prior year Single Audit Number Assigned by Harvester Database: 886713

Affidavit

Under penalty of perjury, the undersigned officials certify that they have read and understand their obligations under the *Guide to Equitable Sharing for State, Local, and Tribal Law Enforcement Agencies (Guide)* and all subsequent updates, this Equitable Sharing Agreement, and the applicable sections of the Code of Federal Regulations. The undersigned officials certify that the information submitted on the Equitable Sharing Agreement and Certification form (ESAC) is an accurate accounting of funds received and spent by the Agency.

The undersigned certify that the Agency is in compliance with the applicable nondiscrimination requirements of the following laws and their Department of Justice implementing regulations: Title VI of the Civil Rights Act of 1964 (42 U.S.C. § 2000d *et seq.*), Title IX of the Education Amendments of 1972 (20 U.S.C. § 1681 *et seq.*), Section 504 of the Rehabilitation Act of 1973 (29 U.S.C. § 794), and the Age Discrimination Act of 1975 (42 U.S.C. § 6101 *et seq.*), which prohibit discrimination on the basis of race, color, national origin, disability, or age in any federally assisted program or activity, or on the basis of sex in any federally assisted education program or activity. The Agency agrees that it will comply with all federal statutes and regulations permitting federal investigators access to records and any other sources of information as may be necessary to determine compliance with civil rights and other applicable statutes and regulations.

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1. Submission. The ESAC must be signed and electronically submitted within 60 days of the end of the Agency's fiscal year. Electronic submission constitutes submission to the Department of Justice and the Department of the Treasury.

2. Signatories. The ESAC must be signed by the head of the Agency and the head of the governing body. Examples of Agency heads include police chief, sheriff, director, commissioner, superintendent, administrator, county attorney, district attorney, prosecuting attorney, state attorney, commonwealth attorney, and attorney general. The governing body head is the head of the agency that appropriates funding to the Agency. Examples of governing body heads include city manager, mayor, city council chairperson, county executive, county council chairperson, administrator, commissioner, and governor. The governing body head cannot be an official or employee of the Agency and must be from a separate entity.

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The Agency certifies that equitable sharing funds are maintained by the entity that maintains the Agency's appropriated or general funds and agrees that the funds will be subject to the standard accounting requirements and practices employed by the Agency's jurisdiction in accordance with the requirements set forth in the *Guide*, any subsequent updates, and the Code of Federal Regulations, including the requirement to maintain relevant documents and records for five years.

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Civil Rights Cases

During the past fiscal year: (1) has any court or administrative agency issued any finding, judgment, or determination that the Agency discriminated against any person or group in violation of any of the federal civil rights statutes listed above; or (2) has the Agency entered into any settlement agreement with respect to any complaint filed with a court or administrative agency alleging that the Agency discriminated against any person or group in violation of any of the federal civil rights statutes listed above?

☐ Yes ☒ No

Agency Head

Name: Murff, Bryan
Title: Constable Pct. 1 & 4
Email: bryan.murff@co.panola.tx.us

Signature: Submitted Electronically

Date: 02/25/2022

To the best of my knowledge and belief, the information provided on this ESAC is true and accurate and has been reviewed and authorized by the Law Enforcement Agency Head whose name appears above. Entry of the Agency Head name above indicates his/her agreement to abide by the Guide, any subsequent updates, and the Code of Federal Regulations, including ensuring permissibility of expenditures and following all required procurement policies and procedures.

Governing Body Head

Name: Anderson, David
Title: County Judge
Email: david.anderson@co.panola.tx.us

Signature: Submitted Electronically

Date: 02/25/2022

To the best of my knowledge and belief, the Agency's current fiscal year budget reported on this ESAC is true and accurate and the Governing Body Head whose name appears above certifies that the agency's budget has not been supplanted as a result of receiving equitable sharing funds. Entry of the Governing Body Head name above indicates his/her agreement to abide by the policies and procedures set forth in the Guide, any subsequent updates, and the Code of Federal Regulations.

☒ I certify that I have obtained approval from and I am authorized to submit this form on behalf of the Agency Head and the Governing Body Head.

Submitted Electronically on 02/25/2022



Equitable Sharing Agreement and Certification



NCIC/ORI/Tracking Number: TX1830300
Agency Name: Panola County Constable Precincts 2 & 3
Mailing Address: 110 S. Sycamore Rm 102a
Carthage, TX 75633

Type: Police Department

Agency Finance Contact

Name: Stacy, Jennifer
Phone: 9036930320 **Email:** jennifer.stacy@co.panola.tx.us

Jurisdiction Finance Contact

Name: Stacy, Jennifer
Phone: 9036930320 **Email:** jennifer.stacy@co.panola.tx.us

ESAC Preparer

Name: Stacy, Jennifer
Phone: 9036930320 **Email:** jennifer.stacy@co.panola.tx.us

FY End Date: 12/31/2021

Agency FY 2022 Budget: \$222,152.00

Annual Certification Report

Summary of Equitable Sharing Activity		Justice Funds ¹	Treasury Funds ²
1	Beginning Equitable Sharing Fund Balance	\$33.57	\$288.33
2	Equitable Sharing Funds Received	\$0.00	\$0.00
3	Equitable Sharing Funds Received from Other Law Enforcement Agencies and Task Force	\$0.00	\$0.00
4	Other Income	\$0.00	\$0.00
5	Interest Income	\$0.17	\$1.51
6	Total Equitable Sharing Funds Received (total of lines 2-5)	\$0.17	\$1.51
7	Equitable Sharing Funds Spent (total of lines a - n)	\$0.00	\$0.00
8	Ending Equitable Sharing Funds Balance (difference between line 7 and the sum of lines 1 and 6)	\$33.74	\$289.84

¹Department of Justice Asset Forfeiture Program participants are: FBI, DEA, ATF, USPIS, USDA, DCIS, DSS, and FDA

²Department of the Treasury Asset Forfeiture Program participants are: IRS, ICE, CBP and USSS.

Summary of Shared Funds Spent		Justice Funds	Treasury Funds
a	Law Enforcement Operations and Investigations	\$0.00	\$0.00
b	Training and Education	\$0.00	\$0.00
c	Law Enforcement, Public Safety, and Detention Facilities	\$0.00	\$0.00
d	Law Enforcement Equipment	\$0.00	\$0.00
e	Joint Law Enforcement/Public Safety Equipment and Operations	\$0.00	\$0.00
f	Contracts for Services	\$0.00	\$0.00
g	Law Enforcement Travel and Per Diem	\$0.00	\$0.00
h	Law Enforcement Awards and Memorials	\$0.00	\$0.00
i	Drug, Gang, and Other Education or Awareness Programs	\$0.00	\$0.00
j	Matching Grants	\$0.00	\$0.00
k	Transfers to Other Participating Law Enforcement Agencies	\$0.00	\$0.00
l	Support of Community-Based Programs	\$0.00	
m	Non-Categorized Expenditures	\$0.00	\$0.00
n	Salaries	\$0.00	\$0.00
Total		\$0.00	\$0.00

Equitable Sharing Funds Received From Other Agencies

Transferring Agency Name	Justice Funds	Treasury Funds

Other Income

Other Income Type	Justice Funds	Treasury Funds

Matching Grants

Matching Grant Name	Justice Funds	Treasury Funds

Transfers to Other Participating Law Enforcement Agencies

Receiving Agency Name	Justice Funds	Treasury Funds

Support of Community-Based Programs

Recipient	Justice Funds	

Non-Categorized Expenditures

Description	Justice Funds	Treasury Funds

Salaries

Salary Type	Justice Funds	Treasury Funds

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Single Audit Information**Independent Auditor**

Name: Kevin Cashion, CPA

Company: Gollob Morgan Peddy

Phone: 9035340088

Email: kevin@gmpcpa.com

Were equitable sharing expenditures included on your jurisdiction's prior fiscal year's Schedule of Expenditures of Federal Awards (SEFA)?

YES ☐ NO ☒

Prior year Single Audit Number Assigned by Harvester Database: 886713

Affidavit

Under penalty of perjury, the undersigned officials certify that they have read and understand their obligations under the *Guide to Equitable Sharing for State, Local, and Tribal Law Enforcement Agencies (Guide)* and all subsequent updates, this Equitable Sharing Agreement, and the applicable sections of the Code of Federal Regulations. The undersigned officials certify that the information submitted on the Equitable Sharing Agreement and Certification form (ESAC) is an accurate accounting of funds received and spent by the Agency.

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Civil Rights Cases

During the past fiscal year: (1) has any court or administrative agency issued any finding, judgment, or determination that the Agency discriminated against any person or group in violation of any of the federal civil rights statutes listed above; or (2) has the Agency entered into any settlement agreement with respect to any complaint filed with a court or administrative agency alleging that the Agency discriminated against any person or group in violation of any of the federal civil rights statutes listed above?

☐ Yes ☒ No

Agency Head

Name: Blue, Charlie
Title: Constable Pct. 2 & 3
Email: charles.blue@co.panola.tx.us

Signature: Submitted Electronically

Date: 02/25/2022

To the best of my knowledge and belief, the information provided on this ESAC is true and accurate and has been reviewed and authorized by the Law Enforcement Agency Head whose name appears above. Entry of the Agency Head name above indicates his/her agreement to abide by the Guide, any subsequent updates, and the Code of Federal Regulations, including ensuring permissibility of expenditures and following all required procurement policies and procedures.

Governing Body Head

Name: Anderson, David
Title: Panola County Judge
Email: david.anderson@co.panola.tx.us

Signature: Submitted Electronically

Date: 02/25/2022

To the best of my knowledge and belief, the Agency's current fiscal year budget reported on this ESAC is true and accurate and the Governing Body Head whose name appears above certifies that the agency's budget has not been supplanted as a result of receiving equitable sharing funds. Entry of the Governing Body Head name above indicates his/her agreement to abide by the policies and procedures set forth in the Guide, any subsequent updates, and the Code of Federal Regulations.

☒ I certify that I have obtained approval from and I am authorized to submit this form on behalf of the Agency Head and the Governing Body Head.

Submitted Electronically on 02/25/2022



KEN PAXTON

ATTORNEY GENERAL *of* TEXAS

CHAPTER 59 ASSET FORFEITURE REPORT BY LAW ENFORCEMENT AGENCY

Agency Information

Agency Information

Year: 2021	Agency Name: Panola County Sheriff's Dept.
Agency Mailing Street: 314 W. Wellington	City: Carthage
ZIP: 75633	State: TX
County: Panola	Phone Number: (903) 693-0333
Agency Fiscal Beginning Month: January	Agency Fiscal Ending Month: December

I. Seized Funds

Do not include federal seizures and/or forfeitures on this form. This form is only for those seizures and/or forfeitures made pursuant to Chapter 59 of the Texas Code of Criminal Procedure.

Seized Funds Pursuant to Chapter 59

Funds that have been seized but have not yet been awarded/forfeited to your agency by the judicial system.

A) Beginning Balance: \$0.00

B) Seizures During Reporting Period

Include only those seizures which occurred during the reporting period and where the seizure affidavit required by Article 59.03 is sworn to by a peace officer employed by your agency (E.G. seizing officer's affidavit).

1) Amount seized and retained
in your agency's custody: \$0.00

2) Amount seized and transferred to the District Attorney pending forfeiture: \$0.00

3) Total Seizures - This field will be auto-calculated when you SAVE or switch sections: \$0.00

C) Interest Earned on Seized Funds During Reporting Period: \$0.00

D) Amount Returned to Defendants/Respondents: \$0.00

E) Amount Transferred to Forfeiture Account: \$0.00

F) Other Reconciliation Items (Must provide detail in box below): \$0.00

Description:

G) Ending Balance - This field will be auto-calculated when you SAVE or switch sections: \$0.00

Ending Balance - Mailed Form:

II. Forfeited Funds & Other Court Awards

Forfeited Funds and Other Court Awards Pursuant to Chapter 59

Funds awarded to your agency by the judicial system and which are available to spend.

A) Beginning Balance: \$70,292.00

B) Amount Forfeited to and Received by Reporting Agency (including Interest) During Reporting Period: \$0.00

C) Interest Earned on Forfeited
Funds During Reporting Period: \$393.00

D) Amount Awarded Pursuant
to 59.022: \$0.00

E) Amount Awarded Pursuant
to 59.023: \$0.00

F) Proceeds Received by Your
Agency From Sale of Forfeited
Property: \$0.00

G) Amount Returned to Crime
Victims: \$0.00

H) Other Reconciliation Items
(Must provide detail in box
below): \$0.00

Description:

I) Total Expenditures of
Forfeited Funds During
Reporting Period. This field will
be auto-calculated once
section VI has been completed
and you save or switch
sections.: \$19,870.00

J) Ending Balance - This field
will be auto-calculated when
you SAVE or switch sections.: \$50,815.00

I) Total Expenditure from
Mailed Form:

J) Ending Balance from Mailed
Form:

III. Other Property

Other Property

List the number of items seized for each category. Include only those seizures where a seizure is made by a peace officer employed by your agency. If property is sold, list under "Proceeds Received by Your Agency From Sale of Forfeited Property" in Section II (F) in the reporting year in which the proceeds are received. Please note - this should be a number not a currency amount. Example 4 cars seized, 3 cars forfeited and 0 cars put into use.

A) Motor Vehicles (Include cars, motorcycles, tractor trailers, etc.)

- 1) Seized: 0
- 2) Forfeited to Agency: 0
- 3) Returned to Defendants/Respondents: 0
- 4) Put into use by Agency: 0

B) Real Property (Count each parcel seized as one item)

- 1) Seized: 0
- 2) Forfeited to Agency: 0
- 3) Returned to Defendants/Respondents: 0
- 4) Put into use by Agency: 0

C) Computers (Include computer and attached system components, such as printers and monitors, as one item)

Please note - this should be a number not a currency amount. For example, 4 computers seized, 3 computers forfeited and 0 computers put into use.

- 1) Seized: 0
- 2) Forfeited to Agency: 0
- 3) Returned to Defendants/Respondents: 0
- 4) Put into use by Agency: 0

D) Firearms (Include only firearms seized for forfeiture under Chapter 59. Do not include weapons disposed under Chapter 18)

Please note - this should be a number not a currency amount. For example, 4 firearms seized, 3 firearms forfeited, 0 firearms put into use.

- 1) Seized: 0
- 2) Forfeited to Agency: 0
- 3) Returned to Defendants/Respondents: 0
- 4) Put into use by Agency: 0

E) Other Property

Please note - this should be a number not a currency amount. For example, 4 lots of tools seized, 3 lots of tools forfeited, 0 lots of tools put into use.

Description	Seized	Forfeited To Agency	Returned to Defendants/Respondents	Put into use by Agency
-------------	--------	---------------------	------------------------------------	------------------------

IV. Forfeited Property Received

Forfeited Property Received From Another Agency

Enter the total number of items transferred to your agency where the forfeiture judgment awarded ownership of the property to another agency prior to the transfer.

A) Motor Vehicles: 0

B) Real Property: 0

C) Computers: 0

D) Firearms: 0

E) Other: 0

V. Forfeited Property Transferred/Loaned

Forfeited Property Transferred or Loaned to Another Agency

Enter the total number of items transferred or loaned from your agency where the forfeiture judgment awarded ownership of the property to your agency prior to the transfer.

A) Motor Vehicles: 0

B) Real Property: 0

C) Computers: 0

D) Firearms: 0

E) Other: 0

VI. Expenditures: A - D

A) Salaries

- 1) Increase of Salary, Expense
or Allowance for Employees (Salary Supplements): \$3,096.00
- 2) Salary Budgeted Solely
From Forfeited Funds: \$0.00
- 3) Number of Employees Paid
Using Forfeiture Funds: 1
- 4) TOTAL SALARIES PAID
OUT OF CHAPTER 59 FUNDS: \$3,096.00

Total Salaries from Mailed
Form:

B) Overtime

- 1) For Employees Budgeted by
Governing Body: \$0.00
- 2) For Employees Budgeted
Solely out of Forfeiture Funds: \$0.00
- 3) Number of Employees Paid
Using Forfeiture Funds: 0
- 4) TOTAL OVERTIME PAID
OUT OF CHAPTER 59 FUNDS: \$0.00

Total Overtime from Mailed
Form:

C) Equipment

- 1) Vehicles: \$0.00
- 2) Computers: \$0.00
- 3) Firearms, Protective Body
Armor, Personal Equipment: \$5,618.00
- 4) Furniture: \$0.00
- 5) Software: \$0.00
- 6) Maintenance Costs: \$0.00
- 7) Uniforms: \$0.00

8) K9 Related Costs: \$0.00

9) Other (Must provide detail in
box below): \$5,156.00

Description:

Antenna - \$1,690.00

Drone Equipment - \$3,466

10) TOTAL EQUIPMENT
PURCHASED WITH \$10,774.00
CHAPTER 59 FUNDS:

Total Equipment from Mailed
Form:

D) Supplies

1) Office Supplies: \$0.00

2) Mobile Phone and Data
Account Fees: \$0.00

3) Internet: \$0.00

4) Other (Must provide detail in
box below): \$0.00

Description:

5) TOTAL SUPPLIES
PURCHASED WITH \$0.00
CHAPTER 59 FUNDS:

Total Supplies from Mailed
Form:

VI. Expenditures: E

E) Travel

1) In State Travel

a) Transportation: \$0.00

b) Meals & Lodging: \$0.00

c) Mileage: \$0.00

d) Incidental Expenses: \$0.00

e) Total In State Travel: \$0.00

Total In State Travel from
Mailed Form:

2) Out of State Travel

a) Transportation: \$0.00

b) Meals & Lodging: \$0.00

c) Mileage: \$0.00

d) Incidental Expenses: \$0.00

e) Total Out of State Travel: \$0.00

Total Out of State Travel from
Mailed Form:

3) Total Travel Paid Out of Chapter 59 Funds

Total Travel Paid Out of
Chapter 59 Funds: \$0.00

Total Travel from Mailed Form:

VI. Expenditures: F - G

F) Training

1) Fees (Conferences,
Seminars): \$0.00

2) Materials (Books, CDs,
Videos, etc.): \$0.00

3) Other (Must provide detail in
box below): \$0.00

Description:

4) TOTAL TRAINING PAID
OUT OF CHAPTER 59 \$0.00
FUNDS:

Total Training from Mailed
Form:

G) Investigative Costs

- 1) Informant Costs: \$0.00
- 2) Buy Money: \$6,000.00
- 3) Lab Expenses: \$0.00
- 4) Other (Must provide detail in
box below): \$0.00

Description:

5) TOTAL INVESTIGATIVE
COSTS PAID OUT OF \$6,000.00
CHAPTER 59 FUNDS:

Total Investigative Costs from
Mailed Form:

VI. Expenditures: H - N

H) Prevention / Treatment Programs / Financial Assistance / Donation

- 1) Total Prevention/Treatment
Programs (pursuant to 59.06 (d-3(6), (h), (j)): \$0.00
- 2) Total Financial Assistance
(pursuant to Articles 59.06 (n) and (o)): \$0.00
- 3) Total Donations (pursuant to
Articles 59.06 (d-2)): \$0.00
- 4) Total scholarships to
children of officers killed in the
line of duty (pursuant to Article
59.06 (r)): \$0.00

5) TOTAL
PREVENTION/TREATMENT
PROGRAMS/FINANCIAL
ASSISTANCE/DONATIONS
(Pursuant to Articles 59.06
(d-3(6)), (h), (j), (n), (o), (d-2), \$0.00

(r)) - This field will be
auto-calculated when you
SAVE or switch sections:

Total
PREVENTION/TREATMENT
PROGRAMS/FINANCIAL
ASSISTANCE/DONATIONS
from Mailed Form:

I) Facility Costs

- 1) Building Purchase: \$0.00
- 2) Lease Payments: \$0.00
- 3) Remodeling: \$0.00
- 4) Maintenance Costs: \$0.00
- 5) Utilities: \$0.00
- 6) Other (Must provide detail in
box below): \$0.00

Description:

7) TOTAL FACILITY COSTS
PAID OUT OF CHAPTER 59
FUNDS: \$0.00

Total Facility Costs from
Mailed Form:

J) Miscellaneous Fees

- 1) Court Costs: \$0.00
- 2) Filing Fees: \$0.00
- 3) Insurance: \$0.00
- 4) Witness Fees (including
travel and security): \$0.00
- 5) Audit Costs and Fees
(including audit preparation
and professional fees): \$0.00
- 6) Other (Must provide detail in
box below): \$0.00

Description:

7) Total Miscellaneous Fees
Paid Out of Chapter 59 Funds

\$0.00

- This will be auto-calculated
when you SAVE or switch
sections:

Total Miscellaneous Costs
from Mailed Form:

K) Paid to State Treasury / General Fund / Health & Human Services Commission

1) Total paid to State Treasury
due to lack of local agreement \$0.00
pursuant to 59.06 (c):

2) Total paid to State Treasury
due to participating in task \$0.00
force not established in
accordance with 59.06 (q)(1):

3) Total paid to General Fund
pursuant to 59.06 (c-3) (C) \$0.00
(Texas Department of Public
Safety only):

4) Total forfeiture funds
transferred to the Health and \$0.00
Human Services Commission
pursuant to 59.06 (p):

5) TOTAL PAID TO STATE
TREASURY/ GENERAL
FUND/ HEALTH & HUMAN \$0.00
SERVICES COMMISSION
OUT OF CHAPTER 59
FUNDS:

Total Paid to State
Treasury/General fund/ Health
& Human Services
Commission from Mailed
Form:

L) Total Paid to Cooperating Agency(ies) Pursuant to Local Agreement

TOTAL PAID TO
COOPERATING \$0.00
AGENCY(IES) PURSUANT
TO LOCAL AGREEMENT:

M) Total Other Expenses Paid Out of Chapter 59 Funds Which Are Not Accounted For In Previous Categories

TOTAL OTHER EXPENSES
PAID OUT OF CHAPTER 59
FUNDS WHICH ARE NOT
ACCOUNTED FOR IN \$0.00
PREVIOUS CATEGORIES
(Must provide detail in box
below):

Description:

N) Total Expenditures

TOTAL EXPENDITURES: \$19,870.00

Total Expenditures from Mailed
Form:

Financial Professional Signature

After signing and pressing "Save", using your email address and password account access, and pursuant to the terms of service, you certify that you swear or affirm that the Commissioners Court, City Council or Head of Agency (if no governing body) has requested that you conduct the audit required by Article 59.06 of the Code of Criminal Procedure and that upon diligent inspection of all relevant documents and supporting materials, you believe that the information contained in this report is true and correct to the best of your Knowledge.

Do you acknowledge the
above terms : Yes

Typed Name of
Auditor/Treasurer/Accounting Rachael Payne
Professional/Preparer::

Title: Certified Public
Accountant

Head of Agency Certification

After signing and pressing "Submit" using your email address and password account access, and pursuant to the terms of service you swear or affirm, under penalty of perjury, that you have accounted for the seizure, forfeiture, receipt, and specific expenditure of all proceeds and property subject to Chapter 59 of the Code of Criminal Procedure, and that upon diligent inspection of all relevant documents and supporting materials, this asset forfeiture report is true and correct and contains all information required by Article 59.06 of the Code of Criminal Procedure. You further swear or affirm that, to the best of your knowledge, all expenditures reported herein were lawful and proper, and made in accordance with Texas law.

Do you acknowledge the
above terms : Yes

Year: 2021

Typed, Name of Head of Agency: Sarah Fields

Title: Sheriff

Date: 2/28/2022

Comments:



KEN PAXTON

ATTORNEY GENERAL *of* TEXAS

CHAPTER 59 ASSET FORFEITURE REPORT BY LAW ENFORCEMENT AGENCY

Agency Information

Agency Information

Year: 2021	Agency Name: Panola County Constable Precinct 1 and 4
Agency Mailing Street: 110 S. Sycamore Room 102-A	City: Carthage
ZIP: 75633	State: TX
County: Panola	Phone Number: (903) 693-0385
Agency Fiscal Beginning Month: January	Agency Fiscal Ending Month: December

I. Seized Funds

Do not include federal seizures and/or forfeitures on this form. This form is only for those seizures and/or forfeitures made pursuant to Chapter 59 of the Texas Code of Criminal Procedure.

Seized Funds Pursuant to Chapter 59

Funds that have been seized but have not yet been awarded/forfeited to your agency by the judicial system.

A) Beginning Balance: \$0.00

B) Seizures During Reporting Period

Include only those seizures which occurred during the reporting period and where the seizure affidavit required by Article 59.03 is sworn to by a peace officer employed by your agency (E.G. seizing officer's affidavit).

1) Amount seized and retained
in your agency's custody: \$0.00

2) Amount seized and
transferred to the District Attorney pending forfeiture: \$0.00

3) Total Seizures - This field
will be auto-calculated when you SAVE or switch sections: \$0.00

C) Interest Earned on Seized
Funds During Reporting Period: \$0.00

D) Amount Returned to
Defendants/Respondents: \$0.00

E) Amount Transferred to
Forfeiture Account: \$0.00

F) Other Reconciliation Items
(Must provide detail in box below): \$0.00

Description:

G) Ending Balance - This field
will be auto-calculated when you SAVE or switch sections: \$0.00

Ending Balance - Mailed Form:

II. Forfeited Funds & Other Court Awards

Forfeited Funds and Other Court Awards Pursuant to Chapter 59

Funds awarded to your agency by the judicial system and which are available to spend.

A) Beginning Balance: \$197.00

B) Amount Forfeited to and
Received by Reporting Agency
(Including Interest) During
Reporting Period: \$0.00

C) Interest Earned on Forfeited
Funds During Reporting
Period: \$1.00

D) Amount Awarded Pursuant
to 59.022: \$0.00

E) Amount Awarded Pursuant
to 59.023: \$0.00

F) Proceeds Received by Your
Agency From Sale of Forfeited
Property: \$0.00

G) Amount Returned to Crime
Victims: \$0.00

H) Other Reconciliation Items
(Must provide detail in box
below): \$0.00

Description:

I) Total Expenditures of
Forfeited Funds During
Reporting Period. This field will
be auto-calculated once
section VI has been completed
and you save or switch
sections.: \$0.00

J) Ending Balance - This field
will be auto-calculated when
you SAVE or switch sections.: \$198.00

I) Total Expenditure from
Mailed Form:

J) Ending Balance from Mailed
Form:

III. Other Property

Other Property

List the number of items seized for each category. Include only those seizures where a seizure is made by a peace officer employed by your agency. If property is sold, list under "Proceeds Received by Your Agency From Sale of Forfeited Property" in Section II (F) in the reporting year in which the proceeds are received. Please note - this should be a number not a currency amount. Example 4 cars seized, 3 cars forfeited and 0 cars put into use.

A) Motor Vehicles (Include cars, motorcycles, tractor trailers, etc.)

- 1) Seized: 0
- 2) Forfeited to Agency: 0
- 3) Returned to Defendants/Respondents: 0
- 4) Put into use by Agency: 0

B) Real Property (Count each parcel seized as one item)

- 1) Seized: 0
- 2) Forfeited to Agency: 0
- 3) Returned to Defendants/Respondents: 0
- 4) Put into use by Agency: 0

C) Computers (Include computer and attached system components, such as printers and monitors, as one item)

Please note - this should be a number not a currency amount. For example, 4 computers seized, 3 computers forfeited and 0 computers put into use.

- 1) Seized: 0
- 2) Forfeited to Agency: 0
- 3) Returned to Defendants/Respondents: 0
- 4) Put into use by Agency: 0

D) Firearms (Include only firearms seized for forfeiture under Chapter 59. Do not include weapons disposed under Chapter 18)

Please note - this should be a number not a currency amount. For example, 4 firearms seized, 3 firearms forfeited, 0 firearms put into use.

- 1) Seized: 0
- 2) Forfeited to Agency: 0
- 3) Returned to Defendants/Respondents: 0
- 4) Put into use by Agency: 0

E) Other Property

Please note - this should be a number not a currency amount. For example, 4 lots of tools seized, 3 lots of tools forfeited, 0 lots of tools put into use.

Description	Seized	Forfeited To Agency	Returned to Defendants/Respondents	Put into use by Agency
-------------	--------	---------------------	------------------------------------	------------------------

IV. Forfeited Property Received

Forfeited Property Received From Another Agency

Enter the total number of items transferred to your agency where the forfeiture judgment awarded ownership of the property to another agency prior to the transfer.

A) Motor Vehicles: 0

B) Real Property: 0

C) Computers: 0

D) Firearms: 0

E) Other: 0

V. Forfeited Property Transferred/Loaned

Forfeited Property Transferred or Loaned to Another Agency

Enter the total number of items transferred or loaned from your agency where the forfeiture judgment awarded ownership of the property to your agency prior to the transfer.

A) Motor Vehicles: 0

B) Real Property: 0

C) Computers: 0

D) Firearms: 0

E) Other: 0

VI. Expenditures: A - D

A) Salaries

1) Increase of Salary, Expense
or Allowance for Employees \$0.00
(Salary Supplements):

2) Salary Budgeted Solely
From Forfeited Funds: \$0.00

3) Number of Employees Paid
Using Forfeiture Funds: 0

4) TOTAL SALARIES PAID
OUT OF CHAPTER 59 \$0.00
FUNDS:

Total Salaries from Mailed
Form:

B) Overtime

1) For Employees Budgeted by
Governing Body: \$0.00

2) For Employees Budgeted
Solely out of Forfeiture Funds: \$0.00

3) Number of Employees Paid
Using Forfeiture Funds: 0

4) TOTAL OVERTIME PAID
OUT OF CHAPTER 59 \$0.00
FUNDS:

Total Overtime from Mailed
Form:

C) Equipment

1) Vehicles: \$0.00

2) Computers: \$0.00

3) Firearms, Protective Body
Armor, Personal Equipment: \$0.00

4) Furniture: \$0.00

5) Software: \$0.00

6) Maintenance Costs: \$0.00

- 7) Uniforms: \$0.00
8) K9 Related Costs: \$0.00
9) Other (Must provide detail in
box below): \$0.00

Description:

10) TOTAL EQUIPMENT
PURCHASED WITH \$0.00
CHAPTER 59 FUNDS:

Total Equipment from Mailed
Form:

D) Supplies

- 1) Office Supplies: \$0.00
2) Mobile Phone and Data
Account Fees: \$0.00
3) Internet: \$0.00
4) Other (Must provide detail in
box below): \$0.00

Description:

5) TOTAL SUPPLIES
PURCHASED WITH \$0.00
CHAPTER 59 FUNDS:

Total Supplies from Mailed
Form:

VI. Expenditures: E

E) Travel

1) In State Travel

- a) Transportation: \$0.00
b) Meals & Lodging: \$0.00
c) Mileage: \$0.00

d) Incidental Expenses: \$0.00

e) Total In State Travel: \$0.00

Total In State Travel from
Mailed Form:

2) Out of State Travel

a) Transportation: \$0.00

b) Meals & Lodging: \$0.00

c) Mileage: \$0.00

d) Incidental Expenses: \$0.00

e) Total Out of State Travel: \$0.00

Total Out of State Travel from
Mailed Form:

3) Total Travel Paid Out of Chapter 59 Funds

Total Travel Paid Out of
Chapter 59 Funds: \$0.00

Total Travel from Mailed Form:

VI. Expenditures: F - G

F) Training

1) Fees (Conferences,
Seminars): \$0.00

2) Materials (Books, CDs,
Videos, etc.): \$0.00

3) Other (Must provide detail in
box below): \$0.00

Description:

4) TOTAL TRAINING PAID
OUT OF CHAPTER 59 \$0.00
FUNDS:

Total Training from Mailed
Form:

G) Investigative Costs

- 1) Informant Costs: \$0.00
- 2) Buy Money: \$0.00
- 3) Lab Expenses: \$0.00
- 4) Other (Must provide detail in
box below): \$0.00

Description:

5) TOTAL INVESTIGATIVE
COSTS PAID OUT OF \$0.00
CHAPTER 59 FUNDS:

Total Investigative Costs from
Mailed Form:

VI. Expenditures: H - N

H) Prevention / Treatment Programs / Financial Assistance / Donation

- 1) Total Prevention/Treatment
Programs (pursuant to 59.06 \$0.00
(d-3(6), (h), (j)):
- 2) Total Financial Assistance
(pursuant to Articles 59.06 (n) \$0.00
and (o)):
- 3) Total Donations (pursuant to
Articles 59.06 (d-2)): \$0.00
- 4) Total scholarships to
children of officers killed in the \$0.00
line of duty (pursuant to Article
59.06 (r)):

5) TOTAL
PREVENTION/TREATMENT
PROGRAMS/FINANCIAL
ASSISTANCE/DONATIONS
(Pursuant to Articles 59.06 \$0.00
(d-3(6)), (h), (j), (n), (o), (d-2),

(r)) - This field will be
auto-calculated when you
SAVE or switch sections:

Total
PREVENTION/TREATMENT
PROGRAMS/FINANCIAL
ASSISTANCE/DONATIONS
from Mailed Form:

I) Facility Costs

- 1) Building Purchase: \$0.00
- 2) Lease Payments: \$0.00
- 3) Remodeling: \$0.00
- 4) Maintenance Costs: \$0.00
- 5) Utilities: \$0.00
- 6) Other (Must provide detail in
box below): \$0.00

Description:

7) TOTAL FACILITY COSTS
PAID OUT OF CHAPTER 59
FUNDS: \$0.00

Total Facility Costs from
Mailed Form:

J) Miscellaneous Fees

- 1) Court Costs: \$0.00
- 2) Filing Fees: \$0.00
- 3) Insurance: \$0.00
- 4) Witness Fees (including
travel and security): \$0.00
- 5) Audit Costs and Fees
(including audit preparation
and professional fees): \$0.00
- 6) Other (Must provide detail in
box below): \$0.00

Description:

7) Total Miscellaneous Fees
Paid Out of Chapter 59 Funds

\$0.00

- This will be auto-calculated
when you SAVE or switch
sections:

Total Miscellaneous Costs
from Mailed Form:

K) Paid to State Treasury / General Fund / Health & Human Services Commission

1) Total paid to State Treasury
due to lack of local agreement \$0.00
pursuant to 59.06 (c):

2) Total paid to State Treasury
due to participating in task \$0.00
force not established in
accordance with 59.06 (q)(1):

3) Total paid to General Fund
pursuant to 59.06 (c-3) (C) \$0.00
(Texas Department of Public
Safety only):

4) Total forfeiture funds
transferred to the Health and \$0.00
Human Services Commission
pursuant to 59.06 (p):

5) TOTAL PAID TO STATE
TREASURY/ GENERAL
FUND/ HEALTH & HUMAN \$0.00
SERVICES COMMISSION
OUT OF CHAPTER 59
FUNDS:

Total Paid to State
Treasury/General fund/ Health
& Human Services
Commission from Mailed
Form:

L) Total Paid to Cooperating Agency(ies) Pursuant to Local Agreement

TOTAL PAID TO
COOPERATING
AGENCY(IES) PURSUANT \$0.00
TO LOCAL AGREEMENT:

M) Total Other Expenses Paid Out of Chapter 59 Funds Which Are Not Accounted For In Previous Categories

TOTAL OTHER EXPENSES
PAID OUT OF CHAPTER 59
FUNDS WHICH ARE NOT
ACCOUNTED FOR IN \$0.00
PREVIOUS CATEGORIES
(Must provide detail in box
below):

Description:

N) Total Expenditures

TOTAL EXPENDITURES: \$0.00

Total Expenditures from Mailed
Form:

Financial Professional Signature

After signing and pressing "Save", using your email address and password account access, and pursuant to the terms of service, you certify that you swear or affirm that the Commissioners Court, City Council or Head of Agency (if no governing body) has requested that you conduct the audit required by Article 59.06 of the Code of Criminal Procedure and that upon diligent inspection of all relevant documents and supporting materials, you believe that the information contained in this report is true and correct to the best of your Knowledge.

Do you acknowledge the
above terms : Yes

Typed Name of
Auditor/Treasurer/Accounting Rachael Payne
Professional/Preparer::

Title: Certified Public
Accountant

Head of Agency Certification

After signing and pressing "Submit" using your email address and password account access, and pursuant to the terms of service you swear or affirm, under penalty of perjury, that you have accounted for the seizure, forfeiture, receipt, and specific expenditure of all proceeds and property subject to Chapter 59 of the Code of Criminal Procedure, and that upon diligent inspection of all relevant documents and supporting materials, this asset forfeiture report is true and correct and contains all information required by Article 59.06 of the Code of Criminal Procedure. You further swear or affirm that, to the best of your knowledge, all expenditures reported herein were lawful and proper, and made in accordance with Texas law.

Do you acknowledge the
above terms : Yes

Year: 2021

Typed Name of Head of Agency: Bryan Murff

Title: Constable

Date: 2/28/2022

Comments:



KEN PAXTON

ATTORNEY GENERAL *of* TEXAS

CHAPTER 59 ASSET FORFEITURE REPORT BY LAW ENFORCEMENT AGENCY

Agency Information

Agency Information

Year: 2021	Agency Name: Panola County Constable Precinct 2 and 3
Agency Mailing Street: 110 S. Sycamore, #102A	City: Carthage
ZIP: 75633	State: TX
County: Panola	Phone Number: (903) 693-0342
Agency Fiscal Beginning Month: January	Agency Fiscal Ending Month: December

I. Seized Funds

Do not include federal seizures and/or forfeitures on this form. This form is only for those seizures and/or forfeitures made pursuant to Chapter 59 of the Texas Code of Criminal Procedure.

Seized Funds Pursuant to Chapter 59

Funds that have been seized but have not yet been awarded/forfeited to your agency by the judicial system.

A) Beginning Balance: \$0.00

B) Seizures During Reporting Period

Include only those seizures which occurred during the reporting period and where the seizure affidavit required by Article 59.03 is sworn to by a peace officer employed by your agency (E.G. seizing officer's affidavit).

1) Amount seized and retained
in your agency's custody: \$0.00

2) Amount seized and transferred to the District Attorney pending forfeiture: \$0.00

3) Total Seizures - This field will be auto-calculated when you SAVE or switch sections: \$0.00

C) Interest Earned on Seized Funds During Reporting Period: \$0.00

D) Amount Returned to Defendants/Respondents: \$0.00

E) Amount Transferred to Forfeiture Account: \$0.00

F) Other Reconciliation Items (Must provide detail in box below): \$0.00

Description:

G) Ending Balance - This field will be auto-calculated when you SAVE or switch sections: \$0.00

Ending Balance - Mailed Form:

II. Forfeited Funds & Other Court Awards

Forfeited Funds and Other Court Awards Pursuant to Chapter 59

Funds awarded to your agency by the judicial system and which are available to spend.

A) Beginning Balance: \$1,053.00

B) Amount Forfeited to and Received by Reporting Agency (Including Interest) During Reporting Period: \$0.00

C) Interest Earned on Forfeited
Funds During Reporting
Period: \$5.00

D) Amount Awarded Pursuant
to 59.022: \$0.00

E) Amount Awarded Pursuant
to 59.023: \$0.00

F) Proceeds Received by Your
Agency From Sale of Forfeited
Property: \$0.00

G) Amount Returned to Crime
Victims: \$0.00

H) Other Reconciliation Items
(Must provide detail in box
below): \$0.00

Description:

I) Total Expenditures of
Forfeited Funds During
Reporting Period. This field will
be auto-calculated once
section VI has been completed
and you save or switch
sections.: \$0.00

J) Ending Balance - This field
will be auto-calculated when
you SAVE or switch sections.: \$1,058.00

I) Total Expenditure from
Mailed Form:

J) Ending Balance from Mailed
Form:

III. Other Property

Other Property

List the number of items seized for each category. Include only those seizures where a seizure is made by a peace officer employed by your agency. If property is sold, list under "Proceeds Received by Your Agency From Sale of Forfeited Property" in Section II (F) in the reporting year in which the proceeds are received. Please note - this should be a number not a currency amount. Example 4 cars seized, 3 cars forfeited and 0 cars put into use.

A) Motor Vehicles (Include cars, motorcycles, tractor trailers, etc.)

1) Seized: 0
2) Forfeited to Agency: 0
3) Returned to
Defendants/Respondents: 0
4) Put into use by Agency: 0

B) Real Property (Count each parcel seized as one item)

1) Seized: 0
2) Forfeited to Agency: 0
3) Returned to
Defendants/Respondents: 0
4) Put into use by Agency: 0

C) Computers (Include computer and attached system components, such as printers and monitors, as one item)

Please note - this should be a number not a currency amount. For example, 4 computers seized, 3 computers forfeited and 0 computers put into use.

1) Seized: 0
2) Forfeited to Agency: 0
3) Returned to
Defendants/Respondents: 0
4) Put into use by Agency: 0

D) Firearms (Include only firearms seized for forfeiture under Chapter 59. Do not include weapons disposed under Chapter 18)

Please note - this should be a number not a currency amount. For example, 4 firearms seized, 3 firearms forfeited, 0 firearms put into use.

1) Seized: 0
2) Forfeited to Agency: 0
3) Returned to
Defendants/Respondents: 0
4) Put into use by Agency: 0

E) Other Property

Please note - this should be a number not a currency amount. For example, 4 lots of tools seized, 3 lots of tools forfeited, 0 lots of tools put into use.

Description	Seized	Forfeited To Agency	Returned to Defendants/Respondents	Put into use by Agency
-------------	--------	---------------------	------------------------------------	------------------------

IV. Forfeited Property Received

Forfeited Property Received From Another Agency

*Enter the total number of items transferred to your agency where the forfeiture judgment awarded*ownership of the property to another agency prior to the transfer.*

A) Motor Vehicles: 0

B) Real Property: 0

C) Computers: 0

D) Firearms: 0

E) Other: 0

V. Forfeited Property Transferred/Loaned

Forfeited Property Transferred or Loaned to Another Agency

Enter the total number of items transferred or loaned from your agency where the forfeiture judgment awarded ownership of the property to your agency prior to the transfer.

A) Motor Vehicles: 0

B) Real Property: 0

C) Computers: 0

D) Firearms: 0

E) Other: 0

VI. Expenditures: A - D

A) Salaries

1) Increase of Salary, Expense
or Allowance for Employees \$0.00
(Salary Supplements):

2) Salary Budgeted Solely \$0.00
From Forfeited Funds:

3) Number of Employees Paid 0
Using Forfeiture Funds:

4) TOTAL SALARIES PAID
OUT OF CHAPTER 59 \$0.00
FUNDS:

Total Salaries from Mailed
Form:

B) Overtime

1) For Employees Budgeted by \$0.00
Governing Body:

2) For Employees Budgeted \$0.00
Solely out of Forfeiture Funds:

3) Number of Employees Paid 0
Using Forfeiture Funds:

4) TOTAL OVERTIME PAID
OUT OF CHAPTER 59 \$0.00
FUNDS:

Total Overtime from Mailed
Form:

C) Equipment

1) Vehicles: \$0.00

2) Computers: \$0.00

3) Firearms, Protective Body \$0.00
Armor, Personal Equipment:

4) Furniture: \$0.00

5) Software: \$0.00

6) Maintenance Costs: \$0.00

- 7) Uniforms: \$0.00
8) K9 Related Costs: \$0.00
9) Other (Must provide detail in
box below): \$0.00

Description:

10) TOTAL EQUIPMENT
PURCHASED WITH \$0.00
CHAPTER 59 FUNDS:

Total Equipment from Mailed
Form:

D) Supplies

- 1) Office Supplies: \$0.00
2) Mobile Phone and Data
Account Fees: \$0.00
3) Internet: \$0.00
4) Other (Must provide detail in
box below): \$0.00

Description:

5) TOTAL SUPPLIES
PURCHASED WITH \$0.00
CHAPTER 59 FUNDS:

Total Supplies from Mailed
Form:

VI. Expenditures: E

E) Travel

1) In State Travel

- a) Transportation: \$0.00
b) Meals & Lodging: \$0.00
c) Mileage: \$0.00

d) Incidental Expenses: \$0.00

e) Total In State Travel: \$0.00

Total In State Travel from
Mailed Form:

2) Out of State Travel

a) Transportation: \$0.00

b) Meals & Lodging: \$0.00

c) Mileage: \$0.00

d) Incidental Expenses: \$0.00

e) Total Out of State Travel: \$0.00

Total Out of State Travel from
Mailed Form:

3) Total Travel Paid Out of Chapter 59 Funds

Total Travel Paid Out of
Chapter 59 Funds: \$0.00

Total Travel from Mailed Form:

VI. Expenditures: F - G

F) Training

1) Fees (Conferences,
Seminars): \$0.00

2) Materials (Books, CDs,
Videos, etc.): \$0.00

3) Other (Must provide detail in
box below): \$0.00

Description:

4) TOTAL TRAINING PAID
OUT OF CHAPTER 59 \$0.00
FUNDS:

Total Training from Mailed
Form:

G) Investigative Costs

- 1) Informant Costs: \$0.00
- 2) Buy Money: \$0.00
- 3) Lab Expenses: \$0.00
- 4) Other (Must provide detail in
box below): \$0.00

Description:

5) TOTAL INVESTIGATIVE
COSTS PAID OUT OF \$0.00
CHAPTER 59 FUNDS:

Total Investigative Costs from
Mailed Form:

VI. Expenditures: H - N

H) Prevention / Treatment Programs / Financial Assistance / Donation

- 1) Total Prevention/Treatment
Programs (pursuant to 59.06 \$0.00
(d-3(6), (h), (j)):
- 2) Total Financial Assistance
(pursuant to Articles 59.06 (n) \$0.00
and (o)):
- 3) Total Donations (pursuant to
Articles 59.06 (d-2)): \$0.00
- 4) Total scholarships to
children of officers killed in the \$0.00
line of duty (pursuant to Article
59.06 (r)):

5) TOTAL
PREVENTION/TREATMENT
PROGRAMS/FINANCIAL
ASSISTANCE/DONATIONS
(Pursuant to Articles 59.06 \$0.00
(d-3(6)), (h), (j), (n), (o), (d-2),

(r)) - This field will be
auto-calculated when you
SAVE or switch sections:

Total
PREVENTION/TREATMENT
PROGRAMS/FINANCIAL
ASSISTANCE/DONATIONS
from Mailed Form:

I) Facility Costs

- 1) Building Purchase: \$0.00
- 2) Lease Payments: \$0.00
- 3) Remodeling: \$0.00
- 4) Maintenance Costs: \$0.00
- 5) Utilities: \$0.00
- 6) Other (Must provide detail in
box below): \$0.00

Description:

7) TOTAL FACILITY COSTS
PAID OUT OF CHAPTER 59
FUNDS: \$0.00

Total Facility Costs from
Mailed Form:

J) Miscellaneous Fees

- 1) Court Costs: \$0.00
- 2) Filing Fees: \$0.00
- 3) Insurance: \$0.00
- 4) Witness Fees (including
travel and security): \$0.00
- 5) Audit Costs and Fees
(including audit preparation
and professional fees): \$0.00
- 6) Other (Must provide detail in
box below): \$0.00

Description:

7) Total Miscellaneous Fees
Paid Out of Chapter 59 Funds

\$0.00

- This will be auto-calculated
when you SAVE or switch
sections:

Total Miscellaneous Costs
from Mailed Form:

K) Paid to State Treasury / General Fund / Health & Human Services Commission

1) Total paid to State Treasury
due to lack of local agreement \$0.00
pursuant to 59.06 (c):

2) Total paid to State Treasury
due to participating in task \$0.00
force not established in
accordance with 59.06 (q)(1):

3) Total paid to General Fund
pursuant to 59.06 (c-3) (C) \$0.00
(Texas Department of Public
Safety only):

4) Total forfeiture funds
transferred to the Health and \$0.00
Human Services Commission
pursuant to 59.06 (p):

5) TOTAL PAID TO STATE
TREASURY/ GENERAL
FUND/ HEALTH & HUMAN \$0.00
SERVICES COMMISSION
OUT OF CHAPTER 59
FUNDS:

Total Paid to State
Treasury/General fund/ Health
& Human Services
Commission from Mailed
Form:

L) Total Paid to Cooperating Agency(ies) Pursuant to Local Agreement

TOTAL PAID TO
COOPERATING \$0.00
AGENCY(IES) PURSUANT
TO LOCAL AGREEMENT:

M) Total Other Expenses Paid Out of Chapter 59 Funds Which Are Not Accounted For In Previous Categories

TOTAL OTHER EXPENSES
PAID OUT OF CHAPTER 59
FUNDS WHICH ARE NOT
ACCOUNTED FOR IN \$0.00
PREVIOUS CATEGORIES
(Must provide detail in box
below):

Description:

N) Total Expenditures

TOTAL EXPENDITURES: \$0.00

Total Expenditures from Mailed
Form:

Financial Professional Signature

After signing and pressing "Save", using your email address and password account access, and pursuant to the terms of service, you certify that you swear or affirm that the Commissioners Court, City Council or Head of Agency (if no governing body) has requested that you conduct the audit required by Article 59.06 of the Code of Criminal Procedure and that upon diligent inspection of all relevant documents and supporting materials, you believe that the information contained in this report is true and correct to the best of your Knowledge.

Do you acknowledge the
above terms : Yes

Typed Name of
Auditor/Treasurer/Accounting Rachael Payne
Professional/Preparer::

Title: Certified Public
Accountant

Head of Agency Certification

After signing and pressing "Submit" using your email address and password account access, and pursuant to the terms of service you swear or affirm, under penalty of perjury, that you have accounted for the seizure, forfeiture, receipt, and specific expenditure of all proceeds and property subject to Chapter 59 of the Code of Criminal Procedure, and that upon diligent inspection of all relevant documents and supporting materials, this asset forfeiture report is true and correct and contains all information required by Article 59.06 of the Code of Criminal Procedure. You further swear or affirm that, to the best of your knowledge, all expenditures reported herein were lawful and proper, and made in accordance with Texas law.

Do you acknowledge the
above terms : Yes

Year: 2021

Typed Name of Head of Charles Blue
Agency::

Title: Constable Precincts
2 & 3

Date: 2/28/2022

Comments:

**PANOLA COUNTY
JUVENILE PROBATION DEPARTMENT
SPECIAL REVENUE FUNDS AND ACCOUNT GROUPS**

FINANCIAL STATEMENTS

AUGUST 31, 2021

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**PANOLA COUNTY JUVENILE PROBATION DEPARTMENT
FINANCIAL STATEMENTS
TABLE OF CONTENTS**

	<u>PAGE</u>
Independent Auditor's Report	2
Statement of Revenues, Expenditures and Changes in Fund Balance by Contract - Budget and Actual - Regulatory Basis	5
Notes to the Financial Statements	7
Required Supplementary Information	17
Supplemental Information:	
Special Revenue Funds and Account Groups -- Combining Balance Sheet	23
Fund 520 -- Panola Juvenile Probation Special Revenue Fund- Statement of Revenues, Expenditures and Changes in Fund Balance-Budget and Actual	24
Fund 560 -- Grant A -- Basic Probation Supervision Special Revenue Fund- Statement of Revenues, Expenditures and Changes in Fund Balance-Budget and Actual	25
Fund 540 -- Grant A -- Community Programs Special Revenue Fund- Statement of Revenues, Expenditures and Changes in Fund Balance-Budget and Actual	26
Fund 555 -- Grant A -- Pre Post-Adjudication Special Revenue Fund- Statement of Revenues, Expenditures and Changes in Fund Balance-Budget and Actual	27
Fund 580 -- Grant A -- Commitment Diversion Special Revenue Fund- Statement of Revenues, Expenditures and Changes in Fund Balance-Budget and Actual	28
Fund 582 -- Grant A -- Mental Health Services Special Revenue Fund- Statement of Revenues, Expenditures and Changes in Fund Balance-Budget and Actual	29
Fund 585 -- Local Match Funding Special Revenue Fund- Statement of Revenues, Expenditures and Changes in Fund Balance-Budget and Actual	30
Fund 552 -- Grant R -- Regional Diversion Alternative Program Special Revenue Fund- Statement of Revenues, Expenditures and Changes in Fund Balance-Budget and Actual	31
Fund 530 -- Title IV-E Program Special Revenue Fund- Statement of Revenues, Expenditures and Changes in Fund Balance-Budget and Actual	32
Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements in Accordance with <i>Governmental Auditing Standards</i>	34
Schedule of Findings and Questioned Costs	36
Schedule of Prior Year Findings and Questioned Costs	37

Rachael Payne, CPA, PLLC

Certified Public Accountant

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Carthage, Texas 75633

Member of
American Institute of Certified Public Accountants
Texas Society of Certified Public Accountants

Telephone: (903) 693-8522
Fax: (903) 693-8567
Email: rachael@robwilcpa.com

INDEPENDENT AUDITOR'S REPORT

Members of the Board
Panola County Juvenile Board
Carthage, Texas

I have audited the accompanying financial statements of the Texas Juvenile Justice Department Grant Funds of Panola County Juvenile Probation Department (Department), which comprise the statement of revenues, expenditures and changes in fund balances – budget and actual-regulatory basis for the year ended August 31, 2021 and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the financial reporting provisions of the Texas Juvenile Justice Department. Management is also responsible 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 error or fraud.

Auditor's Responsibility

My responsibility is to express an opinion on these financial statements based on my audit and the standards applicable to financial audits contained in GAGAS issued by the GAO. I conducted my audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

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

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Opinion

In my opinion, the financial statements referred to above present fairly, in all material respects, the revenue earned and expenditures incurred compared to budgeted revenues and expenditures of the Department's Texas Juvenile Justice Department Grant Funds for the year ended August 31, 2021 in accordance with the financial reporting provisions of the Texas Juvenile Justice Department as described in Note 1.

Basis of Accounting

I draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the basis of the financial reporting provisions of the Texas Juvenile Justice Department, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to comply with the requirements of the Texas Juvenile Justice Department. My opinion is not modified with respect to that matter.

Emphasis of Matter

As discussed in Note 1, the financial statement presents the results of operations of the Department's Texas Juvenile Justice Department Grant Funds only and is not intended to present fairly the result of operations of the County in conformity with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting standards generally accepted in the United States require that the Schedule of Changes in Net Pension Liability and Related Ratios on page 17, the Schedule of Contributions on page 18, Schedule of Changes in Net OPEB Liability and Related Ratios on page 19, and the Schedule of OPEB Plan Contributions on page 20 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. I 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 my inquiries, the basic financial statements, and other knowledge I obtained during my audit of the basic financial statements. I do not express an opinion or provide any assurance on the information because the limited procedures do not provide me with sufficient evidence to express an opinion or provide any assurance.

Other Information

My audit was conducted for the purpose of forming an opinion on the accompanying financial statements as a whole. The supplementary information is presented for purposes of additional analysis and is not a required part of the financial statements. The special revenue funds and account groups - combining balance sheet and special revenue funds - statements of revenues, expenditures and changes in fund balances - budget and actual are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In my opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with GAGAS, I have also issued my report dated February 21, 2022, on my consideration of the Department's internal control over financial reporting and on my tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of my testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with GAGAS in considering the Department's internal control over financial reporting and compliance.

Restriction on Use

This report is intended solely for the information and use of management, Panola County, others within Panola County Juvenile Probation Department and the Texas Juvenile Justice Department and is not intended to be and should not be used by anyone other than these specified parties.

Rachael Payne

Rachael Payne, CPA, PLLC
Certified Public Accountant
Carthage, Texas

February 21, 2022

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**PANOLA COUNTY JUVENILE PROBATION DEPARTMENT
TEXAS JUVENILE JUSTICE DEPARTMENT GRANT FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE BY CONTRACT
BUDGET AND ACTUAL - REGULATORY BASIS
FOR THE YEAR ENDED AUGUST 31, 2021**

	Grant A-21-183			Grant R-21-183		
	<u>Final</u>			<u>Final</u>		
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
Revenues:						
TJJD Funds	\$ 185,628	\$ 185,628	\$ -	\$ 1,277	\$ 1,277	\$ -
Total Revenues	185,628	185,628	-	1,277	1,277	-
Expenditures:						
Basic Probation Services	47,643	42,366	5,277	-	-	-
Community Programs	54,932	53,441	1,491	-	-	-
Pre Post-Adjudication	68,917	26,680	42,237	-	-	-
Commitment Diversion	7,000	-	7,000	-	-	-
Mental Health Services	7,136	-	7,136	-	-	-
Region	-	-	-	1,277	1,277	-
Total Expenditures	185,628	122,487	63,141	1,277	1,277	-
Excess Revenues over						
Expenditures	-	63,141	63,141	-	-	-
Fund Balance - Beginning of Year	-	-	-	-	-	-
Fund Balance - End of Year	\$ -	\$ 63,141	\$ 63,141	\$ -	\$ -	\$ -

Additional Information:

Refunds Paid to TJJD.

10/29/2021

\$ 63,141

\$ -

The accompanying notes are an integral part of these financial statements.

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**PANOLA COUNTY JUVENILE PROBATION DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
AUGUST 31, 2021**

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. ENTITY

The Texas Juvenile Justice Department Grant Funds of Panola County (the Funds) were established to account for juvenile probation services funded by the Texas Juvenile Justice Department (TJJD) in Panola County.

The Funds provide separate accountability as required by TJJD under the State Financial Assistance Contract. The Funds are used to account for each separate program, matching funds and all related expenditures incurred.

B. BASIS OF ACCOUNTING

The financial statements were prepared in conformity with the accounting practices prescribed by TJJD, which prescribe policies and procedures for county probation departments and which constitute a comprehensive basis of accounting other than generally accepted accounting principles. These accounting practices include the following:

- The financial statements are reported using the accrual basis of accounting. Revenues are recorded when all eligibility requirements have been met and expenditures are recorded when incurred.
- The accompanying financial statements do not represent financial statements prepared in accordance with provisions for governmental funds as prescribed by the Governmental Accounting Standards Board.
- The accompanying financial statements are prepared in a format to facilitate uniform financial reporting by county probation departments.

NOTE 2 - RECONCILIATION OF INTEREST EARNED

Idle funds were maintained in an interest-bearing account. The reconciliation of interest earned on funds received from TJJD is as follows:

	Interest Earned TJJD Funds <u>FY 2021</u>	Interest Earned Title IV-E Funds <u>FY 2021</u>	Total <u>Interest</u>
Beginning balance, Sept 1, 2020	\$ 14,082	\$ 29,363	\$ 43,445
Interest earned on funds received from the period of 09/01/20 – 08/31/21	<u>93</u>	<u>978</u>	<u>1,071</u>
Total Interest at Aug. 31, 2021	\$ 14,175	\$ 30,341	44,516
Minus interest expenditures in FY 2021	<u>-</u>	<u>-</u>	<u>-</u>
Ending Balance, Aug 31, 2021	<u>\$ 14,175</u>	<u>\$ 30,341</u>	<u>\$ 44,516</u>

**PANOLA COUNTY JUVENILE PROBATION DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
AUGUST 31, 2021**

NOTE 3 – OPERATING COST FOR A SECURE JUVENILE FACILITY

The Department does not operate a secure juvenile facility.

NOTE 4 – FEDERAL FINANCIAL ASSISTANCE

The Texas Juvenile Justice Department administers, along with the Texas Department of Family and Protective Services, the Title IV-E Program (CFDA 93.658). TJJD disburses funds to Panola County, Texas on a cost reimbursement basis. There were no Title IV-E Program revenues in the year ending August 31, 2021.

NOTE 5 – FINANCIAL MATCH REQUIREMENTS

To receive Texas Juvenile Justice Department state funds, the juvenile probation departments are required to certify that the amount of local or county funds expended for juvenile services is at least equal to or greater than the amount spent in the 2006 county fiscal year excluding construction and capital outlay expenses unless waived in accordance with the provisions of the State Financial Assistance Fund grant. A confirmation of local funds for the year ending August 31, 2021 is required and presented below:

<u>Local Funding Expended (less construction and capital outlay)</u>	
FY 2021	\$ 169,671
FY 2006	\$ 76,882

The juvenile probation department certified the financial match requirements were fulfilled in FY 2021.

NOTE 6 – STATE FINANCIAL ASSISTANCE

- A. The Texas Juvenile Justice Department provided the County the following funds for the Grant R-Regional Diversion Alternatives (RDA) Program **Reimbursement** Grant funds. A confirmation of revenue received in the year ending August 31, 2021 is required and presented below:

<u>Contract Number</u>	<u>Amount Received (Cash Basis) August 31, 2021</u>
R-2021-183	
Total	\$ 1,277

NOTE 7 - CASH, PETTY CASH AND INVESTMENTS

The Department's cash and cash equivalents are considered to be cash on hand, demand deposits, and certificates of deposit with an original maturity of less than 90 days. The Department invested its funds during the year into demand deposit checking accounts and certificates of deposit. All funds were invested with the First State Bank & Trust of Carthage, Texas. First State Bank & Trust is the depository bank of Panola County. Accounts of Panola County (including the Juvenile Probation accounts) are covered aggregately by the Federal Deposit Insurance Corporation up to \$250,000 by type account. In addition, as of August 31, 2021, First State Bank & Trust had pledged securities totaling approximately \$88,715,031 toward the County's deposits. The amount pledged is greater than the average amount on deposit during the year.

**PANOLA COUNTY JUVENILE PROBATION DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
AUGUST 31, 2021**

NOTE 8 - PENSION PLAN

Employees of the Department are treated as employees of Panola County and as such, are participants in the pension plan provided by the County.

Payroll and Contribution Information

The Department's total payroll for the year ended August 31, 2021 was \$114,049 and the Department's contributions were based on a covered payroll of \$114,049. Employer and employee contributions for the year were made as required and are detailed below. Employee contributions may include the purchase of credits for military or legislative service or the buyback of previously forfeited service credit. There were no related-party transactions.

Employee Contributions	\$ 7,983
Employer Contributions	\$27,391

PLAN DESCRIPTION

Panola County provides retirement, disability, and death benefits for all of its full-time employees through a nontraditional defined benefit pension plan in the statewide, agent multiple-employer, Texas County and District Retirement System (TCDRS). Each employer has its own defined benefit plan that functions similarly to a cash balance plan. The assets of the plans are pooled for investment purposes, but each employer's plan assets may be used only for the payment of benefits to the members of that employer's plan. In accordance with Texas law, it is intended that the pension plan be construed and administered in a manner that the retirement system will be considered qualified under Section 401(a) of the Internal Revenue Code. All employees (except temporary staff) of a participating employer must be enrolled in the plan. The TCDRS issues a comprehensive annual financial report (CAFR) on a calendar year basis. The CAFR is available upon written request from the TCDRS Board of Trustees at P.O. Box 2034, Austin, Texas 78768-2034. The CAFR is also available at www.tcdrs.org.

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

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

PLAN MEMBERSHIP

At the December 31, 2019 valuation and measurement date, the following employees were covered by the benefit terms:

	<u>12/31/2019</u>
Inactive employees or beneficiaries currently receiving benefits	170
Inactive employees entitled to but not yet receiving benefits	92
Active employees	<u>173</u>
	<u>435</u>

PANOLA COUNTY JUVENILE PROBATION DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
AUGUST 31, 2021

NOTE 8 - PENSION PLAN (cont.)

FUNDING POLICY

The County has elected the annually determined contribution rate (variable-rate) 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 County is actuarially determined annually. It was 23.50% for calendar year 2019 and 2020. The contribution rate payable by the employee members is the rate of 7.00% as adopted by the Commissioners' Court of the County. The employee contribution rate and the employer contribution rate may be changed by the governing body of the employer within the options available in the TCDRS Act.

ACTUARIAL ASSUMPTIONS

The Total Pension Liability in the December 31, 2019 actuarial valuation was determined using the following actuarial assumptions:

Inflation	2.75%
Overall payroll growth	3.25%
Investment rate of return	8.00%, net of pension plan investment expenses, including inflation

The County has no automatic cost-of-living adjustments ("COLA") and one is not considered to be substantively automatic under GASB 68. Therefore, no assumption for future cost-of-living adjustments is included in the GASB calculation or in the funding valuation.

The annual salary increase rates assumed for individual members vary by length of service and by entry-age group. The annual rates consist of a general wage inflation component of 3.25% (made up of 2.75% inflation and 0.50% productivity increase assumptions) and a merit, promotion and longevity component that on average approximates 1.60% per year for a career employee.

Mortality rates for active members were based on 90% of the RP-2014 Active Employee Mortality Table for males and 90% of the RP-2014 Active Employee Mortality Table for females projected with 110% of the MP-2014 Ultimate scale after 2014. Mortality rates for service retirees, beneficiaries, and non-depositing members were based on the 130% of the RP-2014 Healthy Annuitant Mortality Tables for males and 110% of the RP-2014 Healthy Annuitant Mortality Table for females, both projected with 110% of the MP-2014 Ultimate scale after 2014. Mortality rates for disabled retirees were based on the 130% of the RP-2014 Disabled Annuitant Mortality Tables for males and 115% of the RP-2014 Disabled Annuitant Mortality Table for females, both projected with 110% of the MP-2014 Ultimate scale after 2014.

The actuarial cost method was Entry Age Normal, as required by GASB 68. Straight-line amortization over Expected Working Life with a 5 year smoothing period, and a non-asymptotic recognition method with no corridor were utilized in the actuarial calculations.

The actuarial assumptions used in the December 31, 2019 valuation were based on the results of an actuarial experience study for the period January 1, 2013 – December 31, 2016, except where required to be different by GASB 68.

LONG TERM EXPECTED RATE OF RETURN

The long-term expected rate of return on TCDRS assets is determined by adding expected inflation to expected long-term real returns, and reflecting expected volatility and correlation. The capital market assumptions and information shown below are provided by TCDRS' investment consultant, Cliffwater LLC. The numbers shown are based on April 2020 information for a 10 year time horizon.

**PANOLA COUNTY JUVENILE PROBATION DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
AUGUST 31, 2021**

NOTE 8 - PENSION PLAN (cont.)

The valuation assumption for long-term expected return is re-assessed at a minimum of every four years, and is set based on a 30-year time horizon; the most recent analysis was performed in 2017. The following target asset allocation was adopted by the TCDRS board in June 2020. The geometric real rate of return is net of inflation, assumed at 2.0%.

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	14.50%	5.20%
Private Equity	Cambridge Associates Global Private Equity & Venture Capital Index ⁽³⁾	20.00%	8.20%
Global Equities	MSCI World (net) Index	2.50%	5.50%
International Equities - Developed	MSCI World Ex USA (net)	7.00%	5.20%
International Equities - Emerging	MSCI Emerging Markets (net) Index	7.00%	5.70%
Investment-Grade Bonds	Bloomberg Barclays U.S. Aggregate Bond Index	3.00%	-0.20%
Strategic Credit	FTSE High-Yield Cash-Pay Capped Index	12.00%	3.14%
Direct Lending	S&P/LSTA Leverage Loan Index	11.00%	7.16%
Distressed Debt	Cambridge Associates Distressed Securities Index ⁽⁴⁾	4.00%	6.90%
REIT Equities	67% FTSE NAREIT Equity REITs Index + 33% S&P Global REIT (net) Index	3.00%	4.50%
Master Limited Partnerships (MLPs)	Alerian MLP Index	2.00%	8.40%
Private Real Estate Partnerships	Cambridge Associates Real Estate Index ⁽⁵⁾	6.00%	5.50%
Hedge Funds	Hedge Fund Research, Inc. (HFRI) Fund of Funds Composite Index	8.00%	2.30%
		<u>100.00%</u>	

⁽¹⁾ Target asset allocation adopted at the June 2020 TCDRS Board meeting

⁽²⁾ Geometric real rates of return equal the expected return minus the assume inflation rate of 1.8% per Cliffwater's 2020 capital market assumptions

⁽³⁾ Includes vintage years 2006-present of Quarter Pooled Horizon IRRs.

⁽⁴⁾ Includes vintage years 2005-present of Quarter Pooled Horizon IRRs.

⁽⁵⁾ Includes vintage years 2007-present of Quarter Pooled Horizon IRRs.

DISCOUNT RATE

The discount rate used to measure the total pension liability was 8.1%. There was no change in the discount rate since the previous year. The projection of cash flows used to determine the discount rate assumed that contributions from plan members and those of the contributing employers are made at the statutorily required rates. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all future benefit payments of current plan members. 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.

The long-term rate of return on pension plan investments is 8.0%. The long-term expected rate of return is determined by adding expected inflation to expected long-term real returns, and reflecting expected volatility and correlation. The capital market assumptions and information shown below are provided by TCDRS' investment consultant, Cliffwater LLC. The numbers shown below are based on January 2020 information for a 10-year time horizon.

Note that the valuation assumption for long-term expected return is re-assessed at a minimum of every four years, and is set based on a 30-year time horizon; the most recent analysis was performed in 2017.

PANOLA COUNTY JUVENILE PROBATION DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
AUGUST 31, 2021

NOTE 8 - PENSION PLAN (cont.)

CHANGES IN THE NET PENSION LIABILITY

At December 31, 2019, the County reported a net pension liability of \$2,796,129. The changes in net pension liability were as follows:

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
	(a)	(b)	(a) - (b)
Balance at 12/31/18	\$ 67,216,987	\$ 58,096,120	\$ 9,120,867
Changes for the year:			
Service cost	1,337,017		1,337,017
Interest	5,423,679		5,423,679
Change in benefit terms	-		-
Diff between expected/actual experience	(684,650)		(684,650)
Changes of assumptions	-		-
Contributions - employer		2,406,602	(2,406,602)
Contributions - employee		506,809	(506,809)
Net investment income		9,540,886	(9,540,886)
Benefit payments, including refunds of employee contributions	(3,253,335)	(3,253,335)	-
Administrative expenses		(51,242)	51,242
Other charges		(2,271)	2,271
Net changes	2,822,711	9,147,449	(6,324,738)
Balance at 12/31/19	\$ 70,039,698	\$ 67,243,569	\$ 2,796,129

The net pension liability was measured as of December 31, 2019 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date and for the year then ended.

There were no changes of assumptions or other inputs that affected measurement of the total pension liability during the measurement period.

There were no changes of benefit terms that affected measurement of the total pension liability during the measurement period.

DISCOUNT RATE SENSITIVITY ANALYSIS

The following shows the net pension liability calculated using the discount rate of 8.10%, as well as what the County's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (7.10%) or 1 percentage point higher (9.10%) than the current rate.

	1% Decrease in Discount Rate (7.10%)	Discount Rate (8.10%)	1% Increase in Discount Rate (9.10%)
Net pension liability/(asset)	\$ 12,264,256	\$ 2,796,129	\$ 5,078,569

**PANOLA COUNTY JUVENILE PROBATION DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
AUGUST 31, 2021**

NOTE 8 - PENSION PLAN (cont.)

PENSION EXPENSE AND DEFERRED OUTFLOWS OF RESOURCES AND DEFERRED INFLOWS RELATED TO PENSIONS

For the year ended December 31, 2020 the County recognized pension expense of \$1,400,704.

At December 31, 2020, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience	\$ -	\$ 1,254,602
Changes in actuarial assumptions	-	399,790
Difference between projected and actual investment earnings	-	1,603,343
Contributions made subsequent to measurement date	1,839,799	-
Total	\$ 1,839,799	\$ 3,257,735

\$1,839,799 reported as deferred outflows of resources related to pension resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability for the year ended December 31, 2020. Other amounts reported as deferred outflows and inflows of resources related to pension will be recognized in pension expense as follows:

Year Ended December 31	
2020	\$ (1,127,172)
2021	(1,199,445)
2022	39,026
2023	(970,144)
2024	-
Thereafter	-
	\$ (3,257,735)

NOTE 9 – OTHER POST-EMPLOYMENT BENEFITS PLAN – HEALTH PLAN

Employees of the Department are treated as employees of Panola County and as such, are participants in the other post-employment benefits health plan provided by the County.

Contribution Information

During the current year, contributions to the Retiree Health Benefit Trust (RHBT) in the amount of \$28,610 were made by the Panola County Juvenile Probation Department.

PLAN DESCRIPTION

The Panola County, Texas Retiree Health Benefit Trust (RHBT), also known as other post-employment benefits (OPEB) trust, is a single employer defined benefit healthcare plan (the Plan) administered by the County which provides medical insurance benefits to eligible retirees and their beneficiaries.

By order 2007-23, dated November 26, 2007, enacted by the Commissioners' Court of Panola County, the County established the RHBT to provide for the payment of the health care insurance premiums for eligible retired employees, a continuation of a policy in effect for approximately thirty-six years prior to that date whereby the County provided certain group medical insurance continuation benefits to retirees of the County on a "pay-as-you-go" basis. The entire cost of the retiree's medical insurance coverage is currently paid from the funds in the trust, but no direct subsidy of dependent coverage is provided. Order 2007-23 of Panola County also assigned the authority to establish and amend benefit provisions to the Commissioners' Court.

**PANOLA COUNTY JUVENILE PROBATION DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
AUGUST 31, 2021**

NOTE 9 – OTHER POST-EMPLOYMENT BENEFITS PLAN – HEALTH PLAN (cont.)

The RHBT is a single employer defined benefit healthcare plan administered by the County which provides medical insurance benefits to eligible retirees and their beneficiaries.

The County does not issue a separate financial report that includes financial statements and required supplementary information for the RHBT. However, the financial statements and the required supplementary information is included in the County's comprehensive annual financial report at pages 15 - 16 (financial statements) and page 51 (required supplementary information).

BENEFITS PROVIDED

The County funds the entire cost of retiree health insurance premiums. Medical benefits are provided through the Texas Association of Counties Insurance Pool (TAC). Retiree dependents and surviving spouses are eligible for coverage and may remain in the plan, but the retiree is responsible for the entire cost. There is no direct RHBT subsidy. Dependent premiums are collected from the participants and remitted to the insurance provider on a monthly basis.

Employees who retire at the age of 60 or above with 8 years of TCDRS service are eligible to remain in the medical plan, and employees who retire with 30 or more years of service are eligible to remain in the plan regardless of their age at retirement. Employees whose attained age and years of TCDRS service combine to equal or exceed 75 are also eligible.

Life insurance coverage is not available to retirees. Dental insurance is on a voluntary basis and is not subsidized by Panola County.

EMPLOYEES COVERED

At December 31, 2020 the following employees were covered by the benefit terms:

	<u>12/31/2020</u>
Inactive employees currently receiving benefits	109
Active employees	<u>173</u>
	<u>282</u>

ACTUARIAL METHODS AND ASSUMPTIONS

Calculations of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of plan costs. The actuarial methods and assumptions used are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspectives of the calculations. Actuarial valuations for OPEB plans involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. Actuarially determined amounts are subject to continual revision as results are compared to past expectations and new estimates are made about the future. Actuarial calculations of the OPEB plan reflect a long-term perspective.

The following actuarial assumptions were used to determine the Total OPEB Liability in the December 31, 2020 actuarial valuation:

Valuation Date	December 31, 2020
Measurement Date	December 31, 2020
Actuarial Cost Method	Entry Age Normal
Inflation	2.30%
Salary Increases Including Inflation	3.00%
Discount rate	2.12%
Discount Rate Basis	Bond Buyer 20-Bond GO Index
Healthcare cost trend rates	6.00% – 8.50%*

*Initial trend rates are 8.5% for pre-Medicare and 6.0% for post-Medicare; with both rates grading down to an ultimate trend rate of 5.0%.

**PANOLA COUNTY JUVENILE PROBATION DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
AUGUST 31, 2021**

NOTE 9 – OTHER POST-EMPLOYMENT BENEFITS PLAN – HEALTH PLAN (cont.)

Mortality rates were based on the RP-2014 table (sex distinct). Rates of disability were derived from a Society of Actuaries study. These were not tested against Panola County experience.

The actuarial valuation of RHBT assets was set at fair market value of the cash and certificates of deposit comprising the investment account at the measurement date.

CHANGES IN THE NET OPEB LIABILITY

	Increase (Decrease)		
	Total OPEB	Plan Fiduciary	Net OPEB
	Liability	Net Position	Liability/(Asset)
	(a)	(b)	(a)-(b)
Balance at 12/31/19	\$ 36,533,548	\$ 33,392,784	\$ 3,140,764
Changes for the year:			
Service cost	1,980,177	-	1,980,177
Interest	1,055,276	618,018	437,258
Change in benefit terms	-	-	-
Diff between expected/actual experience	-	-	-
Changes of assumptions	793,780	-	793,780
Contributions - employer	-	1,835,796	(1,835,796)
Contributions - employee	-	-	-
Net investment income	-	-	-
Benefit payments, including refunds of	-	-	-
employee contributions	-	(1,441,446)	1,441,446
Administrative expenses	-	-	-
Other charges	-	-	-
Net changes	3,829,233	1,012,368	2,816,865
Balance at 12/31/20	\$ 40,362,781	\$ 34,405,152	\$ 5,957,629

SENSITIVITY ANALYSIS

The following presents the net OPEB liability of the County, calculated using the discount rate of 2.74%, as well as what the RHBT net OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (1.74) or 1 percentage point higher (3.74) than the current rate.

	1% Decrease in Discount Rate (1.12%)	Discount Rate (2.21%)	1% Increase in Discount Rate (3.21%)
Net OPEB Liability	\$ 12,824,943	\$ 5,957,629	\$ 414,230

HEALTHCARE COST TREND RATES SENSITIVITY ANALYSIS

The following schedule presents the Net OPEB Liability (Asset) of the plan using the assumed healthcare cost trend rate, as well as what the Net OPEB Liability (Asset) would be if it were calculated using a trend rate that is 1-percentage-point lower or 1-percentage-point higher than the assumed healthcare cost trend rate.

	1% Decrease in Trend Rates	Current Trend Rates	1% Increase in Trend Rates
Net OPEB Liability	\$ (367,442)	\$ 5,957,629	\$ 14,169,266

**PANOLA COUNTY JUVENILE PROBATION DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
AUGUST 31, 2021**

NOTE 9 – OTHER POST-EMPLOYMENT BENEFITS PLAN – HEALTH PLAN (cont.)

OPEB LIABILITIES, OPEB EXPENSE, AND DEFERRED OUTFLOWS OF RESOURCES AND DEFERRED INFLOWS OF RESOURCES RELATED TO OPEB

The County's Net OPEB Liability reported for the year ended December 31, 2020 was measured as of December 31, 2020, and the Total OPEB Liability used to calculate the Net OPEB Liability was determined by an actuarial valuation as of that same date.

The components of the Net OPEB Liability of the County at December 31, 2020 were as follows:

Total OPEB Liability	\$	40,362,782
Plan Fiduciary Net Position		<u>34,405,153</u>
Net OPEB Liability (Asset)	\$	<u><u>5,957,629</u></u>

At December 31, 2020, the County reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual economic experience	\$ -	\$ -
Changes in actuarial assumptions	3,932,734	1,856,277
Difference between projected and actual investment earnings	<u>-</u>	<u>-</u>
Total	<u><u>\$ 3,932,734</u></u>	<u><u>\$ 1,856,277</u></u>

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

	<u>Year Ended September 30</u>
2021	\$ 219,163
2022	219,160
2023	219,160
2024	219,160
2025	219,160
Thereafter	<u>980,654</u>
	<u><u>\$ 2,076,457</u></u>

**PANOLA COUNTY JUVENILE PROBATION DEPARTMENT
REQUIRED SUPPLEMENTARY INFORMATION
AUGUST 31, 2021**

**PANOLA COUNTY, TEXAS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE COUNTY'S NET PENSION LIABILITY AND RELATED RATIOS
FOR THE YEAR ENDED DECEMBER 31, 2020**

	Measurement Year 2019	Measurement Year 2018	Measurement Year 2017	Measurement Year 2016	Measurement Year 2015	Measurement Year 2014
Total Pension Liability						
Service cost	\$ 1,337,016	\$ 1,412,722	\$ 1,528,882	\$ 1,627,854	\$ 1,457,414	\$ 1,429,368
Interest on total pension liability	5,423,679	5,157,434	5,073,643	4,744,127	4,457,975	4,184,774
Effect of plan changes	-	-	-	-	(206,371)	-
Effect of assumption changes or inputs	-	-	(999,472)	-	1,029,006	-
Effect of economic/demographic (gains) or losses	(684,650)	(142,573)	(1,674,570)	(562,543)	(661,728)	(601,515)
Benefit payments/refunds of contributions	(3,253,334)	(2,883,657)	(2,676,104)	(2,275,968)	(2,173,650)	(1,944,467)
Net change in total pension liability	2,822,711	3,543,926	1,252,379	3,533,470	3,902,646	3,068,160
Total pension liability, beginning	67,216,987	63,673,061	62,420,682	58,887,212	54,984,566	51,916,406
Total pension liability, ending (a)	<u>\$ 70,039,698</u>	<u>\$ 67,216,987</u>	<u>\$ 63,673,061</u>	<u>\$ 62,420,682</u>	<u>\$ 58,887,212</u>	<u>\$ 54,984,566</u>
Fiduciary Net Position						
Employer contributions	\$ 2,406,602	\$ 2,371,955	\$ 2,438,959	\$ 2,531,576	\$ 2,489,599	\$ 3,353,570
Member contributions	506,809	496,481	516,439	544,034	531,525	505,905
Investment income net of investment expenses	9,540,886	(1,104,109)	7,520,633	3,493,015	(1,037,364)	2,863,212
Benefit payments/refunds of contributions	(3,253,334)	(2,883,656)	(2,676,104)	(2,275,968)	(2,173,649)	(1,944,467)
Administrative expenses	(51,242)	(46,663)	(39,408)	(38,018)	(34,088)	(34,814)
Other	(2,272)	5,496	3,372	52,769	26,592	(226,419)
Net change in fiduciary net position	9,147,449	(1,160,496)	7,763,891	4,307,408	(197,385)	4,516,987
Fiduciary net position, beginning	58,096,120	59,256,616	51,492,725	47,185,317	47,382,702	42,865,715
Fiduciary net position, ending (b)	<u>\$ 67,243,569</u>	<u>\$ 58,096,120</u>	<u>\$ 59,256,616</u>	<u>\$ 51,492,725</u>	<u>\$ 47,185,317</u>	<u>\$ 47,382,702</u>
Net pension liability/(asset), ending = (a) - (b)	<u>\$ 2,796,129</u>	<u>\$ 9,120,867</u>	<u>\$ 4,416,445</u>	<u>\$ 10,927,957</u>	<u>\$ 11,701,895</u>	<u>\$ 7,601,864</u>
Fiduciary net position as a % of total pension liability	96.01%	85.32%	92.00%	86.34%	86.79%	92.21%
Pensionable covered payroll	\$ 7,240,126	\$ 7,092,592	\$ 7,377,699	\$ 7,771,911	\$ 7,593,216	\$ 7,227,213
Net pension liability as a % of covered payroll	38.62%	128.60%	59.86%	140.61%	154.11%	105.18%

Notes to the Schedule:

The schedule will present 10 years of information once it is accumulated.

**PANOLA COUNTY JUVENILE PROBATION DEPARTMENT
REQUIRED SUPPLEMENTARY INFORMATION
AUGUST 31, 2021**

**PANOLA COUNTY, TEXAS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF EMPLOYER CONTRIBUTIONS
FOR THE YEAR ENDED DECEMBER 31, 2020**

Year Ending December 31	Actuarially Determined Contribution	Actual Employer Contribution	Contribution Deficiency (Excess)	Pensionable Covered Payroll	Actual Contribution as a % of Covered Payroll
2015	1,784,406	1,784,406		7,593,216	23.50%
2016	1,826,399	1,826,399	-	7,771,911	23.50%
2017	1,733,759	1,733,759	-	7,377,699	23.50%
2018	1,666,759	1,666,774	(15)	7,092,592	23.50%
2019	1,701,430	1,701,421	9	7,240,126	23.50%
2020	1,839,057	1,839,799	(10,742)	7,783,222	23.64%

NOTES TO SCHEDULE OF CONTRIBUTIONS

The schedule will present 10 years of information once it is accumulated

Valuation Timing

Actuarially determined contribution rates are calculated each December 31, two years prior to the end of the fiscal year in which contributions are reported.

Actuarial Cost Method

Entry Age

Amortization Method

Level percentage of payroll, closed

Remaining Amortization Period

0.0 years (based on contribution rate calculated in 12/31/2019 valuation)

Asset Valuation Method

5-year smoothed market

Inflation

2.75%

Salary Increases

Varies by age and service. 4.90% average over career, including inflation

Investment Rate of Return

8.60%, net of administrative and investment expenses, including inflation

Retirement Age

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

Mortality

130% of the RP-2014 Healthy Annuitant Mortality Tables for males and 110% of the RP-2014 Healthy Annuitant Mortality Tables for females, both projected with 110% of the MP-2014 Ultimate scale after 2014.

**Changes in Assumptions and Methods
Reflected in the Schedule of Employer
Contributions**

2015: New inflation, mortality, and other assumptions were reflected.
2017: New mortality assumptions were reflected.

**Changes in Plan Provisions
Reflected in the Schedule**

2015: Employer contributions reflect that a 100% CPI COLA was adopted.
2016: Employer contributions reflect that a 100% CPI COLA was adopted.
2017: Employer contributions reflect that a 100% CPI COLA was adopted.
Also, new Annuity Purchase Rates were reflected for benefits earned after 2017.
2018: Employer contributions reflect that a 100% CPI COLA was adopted.
2019: Employer contributions reflect that a 100% CPI COLA was adopted.

**PANOLA COUNTY JUVENILE PROBATION DEPARTMENT
REQUIRED SUPPLEMENTARY INFORMATION
AUGUST 31, 2021**

**PANOLA COUNTY, TEXAS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE COUNTY'S NET OPEB LIABILITY AND RELATED RATIOS
HEALTH PLAN
FOR THE YEAR ENDED DECEMBER 31, 2020**

	2020	2019	2018
Total OPEB Liability			
Service cost	\$ 1,980,177	\$ 1,384,904	\$ 1,666,934
Interest	1,055,276	1,278,599	1,081,229
Changes in benefit terms	-	-	-
Differences between expected and actual experience	-	-	-
Changes in assumptions	793,780	4,069,609	(2,711,856)
Benefit payments	-	-	-
Net change in total OPEB liability	3,829,233	6,733,112	36,307
Total OPEB liability, beginning	36,533,548	29,800,436	29,764,129
Total OPEB liability, ending (a)	<u>\$ 40,362,781</u>	<u>\$ 36,533,548</u>	<u>\$ 29,800,436</u>
Fiduciary Net Position			
Employer contributions	\$ 1,835,796	\$ 1,955,842	\$ 1,746,235
Net investment income	618,018	759,587	571,536
Benefit payments	(1,441,446)	(1,380,211)	(1,267,612)
Administrative expenses	-	-	-
Other	-	-	-
Net change in fiduciary net position	1,012,368	1,335,218	1,050,159
Fiduciary net position, beginning	33,392,784	32,057,566	31,007,407
Fiduciary net position, ending (b)	\$ 34,405,152	\$ 33,392,784	\$ 32,057,566
Net OPEB liability/(asset), ending = (a) - (b)	<u>\$ 5,957,629</u>	<u>\$ 3,140,764</u>	<u>\$ (2,257,130)</u>
Fiduciary net position as a % of total OPEB liability	85.24%	91.40%	107.57%
Covered payroll	\$ 7,647,125	\$ 7,333,874	\$ 7,139,612
Net OPEB liability as a % of covered payroll	77.91%	42.83%	-31.61%

Notes to the Schedule:

The schedule will present 10 years of information once it is accumulated.

**PANOLA COUNTY JUVENILE PROBATION DEPARTMENT
REQUIRED SUPPLEMENTARY INFORMATION
AUGUST 31, 2021**

**PANOLA COUNTY, TEXAS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF EMPLOYER CONTRIBUTIONS
HEALTH PLAN
FOR THE YEAR ENDED DECEMBER 31, 2020**

Year Ending September 30	Actuarially Determined Contribution	Actual Employer Contribution	Contribution Deficiency (Excess)	Covered Payroll	Contributions as a % of Covered Payroll
2018	\$ 1,746,235	\$ 1,746,235	\$ -	\$ 7,139,612	24.5%
2019	1,955,842	1,955,842	-	7,333,874	26.7%
2020	1,835,796	1,835,796	-	7,647,125	24.0%

NOTES TO SCHEDULE OF CONTRIBUTIONS

The schedule will present 10 years of information once it is accumulated.

Valuation Date December 31, 2020

Actuarial Cost Method Entry Age Normal

Discount Rate 2.12%

Healthcare cost trend rates Medical/Rx Post-65: 6.00%
Medical/Rx Pre-65: 8.5% initial, decreasing to an ultimate rate of 5.00%

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

Mortality - Active Participants RP-2000 Combined Mortality Table set forward 2 years for males, set back 4 years for females, projected to 2014 with Scale AA and projected with 110% of Scale MP-2014 thereafter.

Mortality - Inactive Participants RP-2000 Combined Mortality Table set forward 1 year for males, projected to 2014 with Scale AA and projected with 110% of Scale MP-2014 thereafter.

Mortality - Disabled Participants RP-2000 Disabled Mortality Table set forward 2 years for females, projected to 2014 with Scale AA and projected with 110% of Scale MP-2016 thereafter.

SUPPLEMENTAL INFORMATION

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**PANOLA COUNTY JUVENILE PROBATION DEPARTMENT
SPECIAL REVENUE FUNDS AND ACCOUNT GROUPS
COMBINING BALANCE SHEET
AUGUST 31, 2021**

	Special Revenue Fund									Account Group	
	Fund 520	Fund 560	Fund 540	Fund 555	Fund 580	Fund 582	Fund 585	Fund 552	Fund 530		Totals
	Panola	Grant A	Grant A	Grant A	Grant A	Grant A	Local	Grant R	Title IV-E	Capital	(Memorandum
	Juvenile	Basic	Community	Pre Post-	Commitment	Mental	Match	Regional	Program	Assets	Only)
	Probation	Supervision	Programs	Adjudication	Diversion	Health Services	Funding	Diversion Alternatives			
ASSETS											
Cash and cash equivalents	\$ 39,566	\$ 8,643	\$ 6,675	\$ 42,237	\$ 7,000	\$ 7,136	\$ 226,859	\$ -	\$ 66,827	\$ -	\$ 404,943
Investments	10,000	-	-	-	-	-	80,000	-	70,000	-	160,000
Accounts Receivable	570	-	-	-	-	-	-	-	-	-	570
Interest Receivable	178	-	-	-	-	-	-	-	126	-	304
Capital Assets	-	-	-	-	-	-	-	-	-	47,685	47,685
Total Assets	\$ 50,314	\$ 8,643	\$ 6,675	\$ 42,237	\$ 7,000	\$ 7,136	\$ 306,859	\$ -	\$ 136,953	\$ 47,685	\$ 613,502
LIABILITIES AND FUND BALANCE											
Liabilities:											
Accounts Payable	\$ -	\$ 1,159	\$ 1,620	\$ -	\$ -	\$ -	\$ 561	\$ -	\$ -	\$ -	\$ 3,340
Accrued Payroll Liabilities Payable	-	1,236	1,818	-	-	-	1,943	-	-	-	4,997
Accrued Wages Payable	-	971	1,746	-	-	-	1,537	-	-	-	4,254
Total Liabilities	-	3,366	5,184	-	-	-	4,041	-	-	-	12,591
Fund Balance:											
Investment in Capital Assets	-	-	-	-	-	-	-	-	-	47,685	47,685
Fund Balance:											
Restricted	50,314	5,277	1,491	42,237	7,000	7,136	302,818	-	136,953	-	553,226
Total Liabilities and Fund Balance	\$ 50,314	\$ 8,643	\$ 6,675	\$ 42,237	\$ 7,000	\$ 7,136	\$ 306,859	\$ -	\$ 136,953	\$ 47,685	\$ 613,502

The accompanying notes are an integral part of these financial statements.

PANOLA COUNTY JUVENILE PROBATION DEPARTMENT
FUND 520 - PANOLA JUVENILE PROBATION SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED AUGUST 31, 2021

	Final Budget	Actual	Budget Variance Favorable (Unfavorable)
Revenues:			
Intergovernmental Receipts			
State Comptroller	\$ -	\$ -	\$ -
Total Intergovernmental Receipts	-	-	-
Miscellaneous			
Interest Earned	5,000	2,556	(2,444)
Probation/Informal Adj. Fees	-	587	587
Miscellaneous Revenues	-	-	-
Total Miscellaneous Receipts	5,000	3,143	(1,857)
Total Revenues	5,000	3,143	(1,857)
Expenditures:			
Salaries & Fringe Benefits	-	-	-
Travel and Training	-	-	-
Operating Expenses	5,000	-	5,000
Inter-County Contracts	-	-	-
External Contracts	-	-	-
Capital Outlay	-	-	-
Total Expenditures	5,000	-	5,000
Excess (Deficiency) Revenues over Expenditures	-	3,143	3,143
Fund Balance - Beginning of Year	47,171	47,171	-
Fund Balance - End of Year	\$ 47,171	\$ 50,314	\$ 3,143

The accompanying notes are an integral part of these financial statements.

PANOLA COUNTY JUVENILE PROBATION DEPARTMENT
FUND 560 - GRANT A - BASIC PROBATION SUPERVISION SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED AUGUST 31, 2021

	<u>Final Budget</u>	<u>Actual</u>	<u>Budget Variance Favorable (Unfavorable)</u>
Revenues:			
Intergovernmental Receipts			
State Comptroller	\$ 47,643	\$ 47,643	\$ -
Total Intergovernmental Receipts	<u>47,643</u>	<u>47,643</u>	<u>-</u>
Total Revenues	<u>47,643</u>	<u>47,643</u>	<u>-</u>
Expenditures:			
Basic Probation Supervision:			
Salaries & Fringe Benefits	31,243	31,243	-
Travel and Training	5,000	1,814	3,186
Operating Expenses	5,400	5,394	6
Inter-County Contracts	-	-	-
External Contracts	6,000	3,915	2,085
Capital Outlay	-	-	-
Total Expenditures	<u>47,643</u>	<u>42,366</u>	<u>5,277</u>
Excess (Deficiency) Revenues over Expenditures	-	5,277	5,277
Fund Balance - Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ 5,277</u>	<u>\$ 5,277</u>

The accompanying notes are an integral part of these financial statements.

**PANOLA COUNTY JUVENILE PROBATION DEPARTMENT
FUND 540 - GRANT A - COMMUNITY PROGRAMS SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED AUGUST 31, 2021**

	<u>Final Budget</u>	<u>Actual</u>	<u>Budget Variance Favorable (Unfavorable)</u>
Revenues:			
Intergovernmental Receipts			
State Comptroller	\$ 54,932	\$ 54,932	\$ -
Total Intergovernmental Receipts	<u>54,932</u>	<u>54,932</u>	<u>-</u>
Total Revenues	<u>54,932</u>	<u>54,932</u>	<u>-</u>
Expenditures:			
Community Programs:			
Salaries & Fringe Benefits	45,932	45,932	-
Travel and Training	-	-	-
Operating Expenses	-	-	-
Inter-County Contracts	-	-	-
External Contracts	9,000	7,509	1,491
Capital Outlay	-	-	-
Total Expenditures	<u>54,932</u>	<u>53,441</u>	<u>1,491</u>
Excess (Deficiency) Revenues over Expenditures	-	1,491	1,491
Fund Balance - Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ 1,491</u>	<u>\$ 1,491</u>

The accompanying notes are an integral part of these financial statements.

PANOLA COUNTY JUVENILE PROBATION DEPARTMENT
FUND 555 - GRANT A - PRE POST-ADJUDICATION SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED AUGUST 31, 2021

	Final Budget	Actual	Budget Variance Favorable (Unfavorable)
Revenues:			
Intergovernmental Receipts			
State Comptroller	\$ 68,917	\$ 68,917	\$ -
Total Intergovernmental Receipts	<u>68,917</u>	<u>68,917</u>	<u>-</u>
Total Revenues	<u>68,917</u>	<u>68,917</u>	<u>-</u>
Expenditures:			
Pre Post-Adjudication:			
Salaries & Fringe Benefits	-	-	-
Travel and Training	-	-	-
Operating Expenses	-	-	-
Inter-County Contracts	68,917	26,680	42,237
External Contracts	-	-	-
Capital Outlay	-	-	-
Total Expenditures	<u>68,917</u>	<u>26,680</u>	<u>42,237</u>
Excess (Deficiency) Revenues over Expenditures	-	42,237	42,237
Fund Balance - Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ 42,237</u>	<u>\$ 42,237</u>

The accompanying notes are an integral part of these financial statements.

**PANOLA COUNTY JUVENILE PROBATION DEPARTMENT
FUND 580 - GRANT A - COMMITMENT DIVERSION SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED AUGUST 31, 2021**

	<u>Final Budget</u>	<u>Actual</u>	<u>Budget Variance Favorable (Unfavorable)</u>
Revenues:			
Intergovernmental Receipts			
State Comptroller	\$ 7,000	\$ 7,000	\$ -
Total Intergovernmental Receipts	<u>7,000</u>	<u>7,000</u>	<u>-</u>
Total Revenues	<u>7,000</u>	<u>7,000</u>	<u>-</u>
Expenditures:			
Commitment Diversion:			
Salaries & Fringe Benefits	-	-	-
Travel and Training	-	-	-
Operating Expenses	-	-	-
Inter-County Contracts	7,000	-	7,000
External Contracts	-	-	-
Capital Outlay	-	-	-
Total Expenditures	<u>7,000</u>	<u>-</u>	<u>7,000</u>
Excess (Deficiency) Revenues over Expenditures	-	7,000	7,000
Fund Balance - Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ 7,000</u>	<u>\$ 7,000</u>

The accompanying notes are an integral part of these financial statements.

PANOLA COUNTY JUVENILE PROBATION DEPARTMENT
FUND 582 - GRANT A - MENTAL HEALTH SERVICES SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED AUGUST 31, 2021

	<u>Final Budget</u>	<u>Actual</u>	<u>Budget Variance Favorable (Unfavorable)</u>
Revenues:			
Intergovernmental Receipts			
State Comptroller	\$ 7,136	\$ 7,136	\$ -
Total Intergovernmental Receipts	<u>7,136</u>	<u>7,136</u>	<u>-</u>
Total Revenues	<u>7,136</u>	<u>7,136</u>	<u>-</u>
Expenditures:			
Mental Health Services:			
Salaries & Fringe Benefits	-	-	-
Travel and Training	-	-	-
Operating Expenses	7,136	-	7,136
Inter-County Contracts	-	-	-
External Contracts	-	-	-
Capital Outlay	-	-	-
Total Expenditures	<u>7,136</u>	<u>-</u>	<u>7,136</u>
Excess (Deficiency) Revenues over Expenditures	-	7,136	7,136
Fund Balance - Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ 7,136</u>	<u>\$ 7,136</u>

The accompanying notes are an integral part of these financial statements.

**PANOLA COUNTY JUVENILE PROBATION DEPARTMENT
FUND 585 - LOCAL MATCH FUNDING SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED AUGUST 31, 2021**

	Final Budget	Actual	Budget Variance Favorable (Unfavorable)
Revenues:			
Miscellaneous			
Miscellaneous Revenues	\$ -	\$ 275	\$ 275
Total Miscellaneous Receipts	<u>-</u>	<u>275</u>	<u>275</u>
Total Revenues	<u>-</u>	<u>275</u>	<u>275</u>
Expenditures:			
Salaries & Fringe Benefits	162,617	157,644	4,973
Travel and Training	3,953	63	3,890
Operating Expenses	12,000	8,764	3,236
Inter-County Contracts	14,000	-	14,000
External Contracts	9,509	3,200	6,309
Capital Outlay	36,000	26,215	9,785
Total Expenditures	<u>238,079</u>	<u>195,886</u>	<u>42,193</u>
Other Financing Sources			
Local Panola County Funding	198,959	198,959	-
Total Other Financing Sources	<u>198,959</u>	<u>198,959</u>	<u>-</u>
Excess (Deficiency) Revenues over Expenditures	(39,120)	3,348	42,468
Fund Balance - Beginning of Year	<u>299,470</u>	<u>299,470</u>	<u>-</u>
Fund Balance - End of Year	<u>\$ 260,350</u>	<u>\$ 302,818</u>	<u>\$ 42,468</u>

The accompanying notes are an integral part of these financial statements.

PANOLA COUNTY JUVENILE PROBATION DEPARTMENT
FUND 552 - GRANT R - REGIONAL DIVERSION ALTERNATIVE PROGRAM
SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED AUGUST 31, 2021

	<u>Final Budget</u>	<u>Actual</u>	<u>Budget Variance Favorable (Unfavorable)</u>
Revenues:			
Intergovernmental Receipts			
State Comptroller	\$ 1,277	\$ 1,277	\$ -
Total Intergovernmental Receipts	<u>1,277</u>	<u>1,277</u>	<u>-</u>
 Total Revenues	 <u>1,277</u>	 <u>1,277</u>	 <u>-</u>
 Expenditures:			
Regionalization:			
Salaries & Fringe Benefits	-	-	-
Travel and Training	-	-	-
Operating Expenses	-	-	-
Inter-County Contracts	-	-	-
External Contracts	1,277	1,277	-
Capital Outlay	-	-	-
Total Expenditures	<u>1,277</u>	<u>1,277</u>	<u>-</u>
 Excess (Deficiency) Revenues over Expenditures	 -	 -	 -
 Fund Balance - Beginning of Year	 -	 -	 -
 Fund Balance - End of Year	 <u>\$ -</u>	 <u>\$ -</u>	 <u>\$ -</u>

The accompanying notes are an integral part of these financial statements.

**PANOLA COUNTY JUVENILE PROBATION DEPARTMENT
FUND 530 - TITLE IV-E PROGRAM SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED AUGUST 31, 2021**

	Final Budget	Actual	Budget Variance Favorable (Unfavorable)
Revenues:			
Intergovernmental Receipts			
State Comptroller	\$ -	\$ -	\$ -
Total Intergovernmental Receipts	-	-	-
Miscellaneous			
Interest Earned	-	979	979
Total Miscellaneous Receipts	-	979	979
Total Revenues	-	979	979
Expenditures:			
Salaries & Fringe Benefits	-	-	-
Travel and Training	-	-	-
Operating Expenses	-	-	-
Inter-County Contracts	25,000	-	25,000
External Contracts	-	-	-
Capital Outlay	-	-	-
Total Expenditures	25,000	-	25,000
Excess (Deficiency) Revenues over Expenditures	(25,000)	979	25,979
Fund Balance - Beginning of Year	135,974	135,974	-
Fund Balance - End of Year	\$ 110,974	\$ 136,953	\$ 25,979

The accompanying notes are an integral part of these financial statements.

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

Members of the Board
Panola County Juvenile Board
Carthage, Texas

I have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in GAGAS issued by the GAO, the financial statements of the Texas Juvenile Justice Department Grant Funds of Panola County Juvenile Probation Department (Department) as of and for the year ended August 31, 2021, and have issued my report thereon dated February 21, 2022.

Internal Control over Financial Reporting

In planning and performing my audit of the financial statements, I considered Panola County Juvenile Probation Department's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing my opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Panola County Juvenile Probation Department's internal control. Accordingly, I do not express an opinion on the effectiveness of Panola County Juvenile Probation Department'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 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.

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Panola County Juvenile Probation Department's financial statements are free from material misstatement, I performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, including the specific financial assurances contained in Section VIII.J. of the General Grant Requirements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of my audit and, accordingly, I do not express such an opinion. The results of my tests disclosed no instances of noncompliance or other matters that are required to be reported under GAGAS or TJJD's audit instructions.

Purpose of this Report

The purpose of this report is solely to describe the scope of my testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Department'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 Department's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Rachael Payne

Rachael Payne, CPA, PLLC
Certified Public Accountant
Carthage, Texas

February 21, 2022

**PANOLA COUNTY JUVENILE PROBATION DEPARTMENT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED AUGUST 31, 2021**

There were no findings or questioned costs in the current year.

**PANOLA COUNTY JUVENILE PROBATION DEPARTMENT
SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED AUGUST 31, 2021**

There were no findings or questioned costs in the prior year.

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**PANOLA COUNTY
COMMUNITY SUPERVISION &
CORRECTIONS DEPARTMENT**

FINANCIAL STATEMENTS

AUGUST 31, 2021

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**PANOLA COUNTY
COMMUNITY SUPERVISION & CORRECTIONS DEPARTMENT
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2021**

TABLE OF CONTENTS

	EXHIBIT	PAGE
Independent Auditor's Report		1 - 2
Combined Statement of Financial Position	A	3
Combined Statement of Revenues, Expenditures and Changes in Fund Balance	B	5
Individual Statement of Revenues, Expenditures and Changes in Fund Balance – Budget, Actual and Variance - Basic Supervision Program	C	6
Individual Statement of Revenues, Expenditures and Changes in Fund Balance – Budget, Actual and Variance - Community Corrections Program – Community Corrections Supervision Services	D	7
Notes to the Financial Statements		8 - 15
Required Supplementary Information		16 - 17
Schedule of Differences Between Audit Report and CSCD Reports - Basic Supervision Program	E	20
Schedule of Differences Between Audit Report and CSCD Reports - Community Corrections Program – Community Corrections Supervision Services	F	21
Combining Statement of Financial Position – Special Revenue Funds and Account Groups	G	22 - 23
Statement of Financial Position – Drug Court	H	24
Statement of Revenues, Expenditures and Changes in Fund Balance – Drug Court	I	25
Statement of Revenues, Expenditures and Changes in Fund Balance – Budget, Actual and Variance – Drug Court	J	26
Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Governmental Auditing Standards</i>		27 - 28
Schedule of Findings and Questioned Costs		29
Schedule of Findings and Questioned Costs for Prior Year		30
Fiscal Year 2021 TDCJ-CJAD Compliance Checklist		31 – 37

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INDEPENDENT AUDITOR'S REPORT

To the Members of the
Panola County
Community Supervision & Corrections Department
Carthage, Texas 75633

Report on the Financial Statements

I have audited the accompanying financial statements of the Panola County Community Supervision & Corrections Department (CSCD), which comprise the combined statement of financial position as of August 31, 2021, and the related financial statements of activities for the year then ended, and the related notes to the financial statements, and have issued my report thereon dated February 21, 2022.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the provisions of the Texas Department of Criminal Justice – Community Justice Assistance Division (TDCJ-CJAD); this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

My responsibility is to express opinions on these financial statements based on my audit. I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

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

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinions.

Opinion

In my opinion, the financial statements referred to in the first paragraph present fairly, in all material respects, the respective financial position of the governmental activities of the Panola County Community Supervision & Corrections Department as of August 31, 2021, and the respective changes in financial position thereof for the year then ended, in accordance with the financial reporting provisions of the TDCJ-CJAD as described in Note 1.

Basis of Accounting

I draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the basis of the financial reporting provisions of the TDCJ-CJAD, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to comply with the requirements of the TDCJ-CJAD. My opinion is not modified with respect to that matter.

Emphasis of Matter

As discussed in Note 1, the financial statements present the operations of the Panola County Community Supervision & Corrections Department only, and are not intended to present fairly the financial position of Panola County, Texas and the results of its operations in conformity with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting standards generally accepted in the United States require that the Schedule of Changes in Net Pension Liability and Related Ratios on page 16 and the Schedule of Contributions – Texas County & District Retirement Plan on page 17 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. I 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 my inquiries, the basic financial statements, and other knowledge I obtained during my audit of the basic financial statements. I do not express an opinion or provide any assurance on the information because the limited procedures do not provide me with sufficient evidence to express an opinion or provide any assurance.

Other Information

My audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Panola County Community Supervision & Correction Department's basic financial statements. The accompanying supplementary information is presented for purposes of additional analysis and is not a required part of the financial statements. The schedules of differences between audit report and CSCD reports on pages 20 – 21, the special revenue funds and account groups – combined statement of financial position on page 22 – 23, the statement of financial position – Drug Court on page 24, the statement of revenues, expenditures and changes in fund balance – Drug Court on page 25, and the statement of revenues, expenditures and changes in fund balance – budget and actual – Drug Court on page 26, are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In my opinion, the information is fairly stated in all material respects in relation to the financial statements taken as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, I have also issued my report dated February 21, 2022, on my consideration of the Panola County Community Supervision & Corrections Department's internal control over financial reporting and on my tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of my testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Governmental Auditing Standards* in considering Panola County Community Supervision & Corrections Department's internal control over financial reporting and compliance.

Restriction on Use

This report is intended solely for the information and use of management of Panola County Community Supervision & Corrections Department, others within the organization, and the Texas Department of Criminal Justice – Community Justice Assistance Division and is not intended to be and should not be used by anyone other than these specified parties.

Rachael Payne

Rachael Payne, CPA, PLLC
Certified Public Accountant
Carthage, Texas

February 21, 2022

**PANOLA COUNTY
COMMUNITY SUPERVISION & CORRECTIONS DEPARTMENT
COMBINED STATEMENT OF FINANCIAL POSITION
AUGUST 31, 2021**

ASSETS

	Basic Supervision	Community Corrections	Total
Cash and Investments			
Bank Balances	\$ 55,572	\$ 4,954	\$ 60,526
Total Cash and Investments	<u>55,572</u>	<u>4,954</u>	<u>60,526</u>
Accounts Receivable			
Community Supervision Fees	20,268	-	20,268
Interest receivable	18	-	18
Total Accounts Receivable	<u>20,286</u>	<u>-</u>	<u>20,286</u>
Total Assets	<u>\$ 75,858</u>	<u>\$ 4,954</u>	<u>\$ 80,812</u>

LIABILITIES AND FUND BALANCE

Liabilities			
Accounts Payable	\$ 6,166	\$ 2,135	\$ 8,301
Payroll Liabilities Payable	6,133	904	7,037
Accrued Wages Payable	7,232	1,310	8,542
Due to TDCJ-CJAD	-	605	605
Total Liabilities	<u>19,531</u>	<u>4,954</u>	<u>24,485</u>
 Fund Balance	 <u>56,327</u>	 <u>-</u>	 <u>56,327</u>
Total Liabilities and Fund Balance	<u>\$ 75,858</u>	<u>\$ 4,954</u>	<u>\$ 80,812</u>

The accompanying notes are an integral part
of these financial statements.

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**PANOLA COUNTY
COMMUNITY SUPERVISION & CORRECTIONS DEPARTMENT
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
FOR THE YEAR ENDED AUGUST 31, 2021**

	Basic Supervision	Community Corrections	Total
REVENUE			
State Aid	\$ 109,271	\$ 47,520	\$ 156,791
Total State Aid	<u>109,271</u>	<u>47,520</u>	<u>156,791</u>
Community Supervision Fees	184,391	-	184,391
Payment by Program Participants	19,510	-	19,510
Interest Income	668	-	668
Other Revenue	95	-	95
Total Revenue	<u>313,935</u>	<u>47,520</u>	<u>361,455</u>
EXPENDITURES			
Salaries and Fringe Benefits	277,749	44,781	322,530
Travel and Furnished Transportation	5,373	-	5,373
Contract Services for Offenders	18,575	-	18,575
Professional Fees	23,452	355	23,807
Supplies and Operating Expenses	4,248	1,780	6,028
Utilities	3,507	-	3,507
Equipment	7,328	-	7,328
Total Expenditures	<u>340,232</u>	<u>46,916</u>	<u>387,148</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(26,297)	604	(25,693)
PRIOR YEAR ENDING FUND BALANCE	82,624	1	82,625
Prior Year Refunds	-	-	-
Adjusted Beginning Fund Balance	<u>82,624</u>	<u>1</u>	<u>82,625</u>
Refund Due to TDCJ-CJAD	<u>-</u>	<u>(605)</u>	<u>(605)</u>
AUDITED YEAR ENDING FUND BALANCE	<u>\$ 56,327</u>	<u>\$ -</u>	<u>\$ 56,327</u>

The accompanying notes are an integral part
of these financial statements.

EXHIBIT "C"

**PANOLA COUNTY
COMMUNITY SUPERVISION & CORRECTIONS DEPARTMENT
INDIVIDUAL STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET, ACTUAL AND VARIANCE
FOR THE YEAR ENDED AUGUST 31, 2021
BASIC SUPERVISION PROGRAM**

	Budget	Actual	Variance Favorable (Unfavorable)
TYPE OF REVENUE			
Requested TDCJ-CJAD Funding			
(State Aid)	\$ 109,271	\$ 109,271	\$ -
Community Supervision Fees Collected	195,000	184,391	(10,609)
Payment by Program Participants	21,000	19,510	(1,490)
Interest Income	600	668	68
Carry Over from Previous FY (Prior			
Year Ending Fund Balance)	82,624	82,624	-
Other Revenue	-	95	95
Total Revenue	<u>408,495</u>	<u>396,559</u>	<u>(11,936)</u>
TYPE OF EXPENDITURES			
Salaries and Fringe Benefits	289,787	277,749	12,038
Travel and Furnished Transportation	9,788	5,373	4,415
Contract Services for Offenders	41,750	18,575	23,175
Professional Fees	27,522	23,452	4,070
Supplies and Operating Expenses	26,128	4,248	21,880
Utilities	4,020	3,507	513
Equipment	9,500	7,328	2,172
Total Expenditures	<u>408,495</u>	<u>340,232</u>	<u>68,263</u>
EXCESS OF REVENUES OVER			
(UNDER)			
EXPENDITURES	<u>\$ -</u>	56,327	<u>\$ 56,327</u>
AUDITED YEAR ENDING			
FUND BALANCE - ACTUALS		<u>\$ 56,327</u>	

The accompanying notes are an integral part
of these financial statements

PANOLA COUNTY
COMMUNITY SUPERVISION & CORRECTIONS DEPARTMENT
INDIVIDUAL STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET, ACTUAL AND VARIANCE
FOR THE YEAR ENDED AUGUST 31, 2021
COMMUNITY CORRECTIONS PROGRAM:
COMMUNITY CORRECTIONS SUPERVISION SERVICES

	Budget	Actual	Variance Favorable (Unfavorable)
TYPE OF REVENUE			
Requested TDCJ-CJAD Funding (State Aid)	\$ 47,520	\$ 47,520	\$ -
Carry Over from Previous FY (Prior Year Ending Fund Balance)	1	1	-
Total Revenue	<u>47,521</u>	<u>47,521</u>	<u>-</u>
TYPE OF EXPENDITURES			
Salaries and Fringe Benefits	45,155	44,781	374
Professional Fees	357	355	2
Supplies and Operating Expenses	2,009	1,780	229
Total Expenditures	<u>47,521</u>	<u>46,916</u>	<u>605</u>
EXCESS OF REVENUES OVER (UNDER)			
EXPENDITURES	<u>\$ -</u>	605	<u>\$ 605</u>
Prior Period Adjustment - Actuals		-	
Refund to CJAD (CC only) - Actuals		<u>(605)</u>	
Total Prior Period Adjustment & Refunds - Actuals		<u>(605)</u>	
AUDITED YEAR ENDING FUND BALANCE - ACTUALS		<u>\$ -</u>	

The accompanying notes are an integral part
of these financial statements

PANOLA COUNTY COMMUNITY SUPERVISION & CORRECTIONS DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
AUGUST 31, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity

The accompanying financial statements include the revenue of the Panola County Community Supervision and Corrections Department (CSCD) related to the receipt of funds administered by the Texas Department of Criminal Justice – Community Justice Assistance Division (TDCJ-CJAD) from state appropriations for the Basic Supervision fund, Community Corrections funds, local fees collected for the use of the CSCD, and the expenditure of those funds.

The Panola County Community Supervision and Corrections Department, a special purpose district of state government, was organized to provide certain adult probation services to judicial districts. The Panola County Community Supervision and Corrections Department is not a department of Panola County, Texas, nor is it an agency of the State of Texas.

Basis of Accounting

Since the Department receives funding from State government, it must comply with requirements of the State. Therefore, the financial statements were prepared using the basis of accounting prescribed by the TDCJ-CJAD, a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

Basis of accounting refers to the time at which revenues and expenditures are recognized in the accounts and reported in the financial statements. The accounts of Panola County CSCD are organized on the basis of fund accounting, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund balance, revenues, and expenditures. Resources are allocated to and accounted for in a fund based upon the source of the funds and the purposes for which they may be spent and the means by which the spending activities are controlled for the specific activities in accordance with laws, regulations, or other restrictions. Revenues and expenditures are accounted for using either the cash basis of accounting or the modified accrual basis of accounting until the last quarter when the modified accrual basis of accounting must be used.

The modified accrual basis of accounting is followed in that revenues are recorded when susceptible to accrual; i.e., earned, measurable and available. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Revenues received by October 31 for financial activity performed by August 31, are considered available. Also, purchases for which the commitment has been established by August 31, are considered liabilities regardless of whether possession of these goods has been received by August 31, provided that the liability purchase is received and is paid by October 31. Exception to this method of accounting is the recording of refunds to the State as reductions of Fund Balance.

Funds of the Panola County CSCD are grouped into the agency fund type for the purpose of operation on the Panola County, Texas accounting system. Agency funds are accounts established for deposit and disbursement of funds which are not controlled through the Panola County, Texas budget process and are held in a purely custodial capacity.

Budgets (Accounting and Legal Compliance)

The Board of Judges reviews the Community Supervision & Corrections Department's biennium budget in an open meeting and adopts the budget. The CSCD prepares and files the biennium budget in accordance with the *Financial Management Manual for TDCJ-CJAD Funding*. The Board of Judges authorizes the Director of the CSCD to submit routine budget amendments in accordance with the *Financial Management Manual for TDCJ-CJAD Funding*. Budget adjustments are brought to the Board of Judges for approval for line-item changes that exceed \$15,000 or 15%, whichever is greater, of the approved line-item amount (including interfund transfers to other programs or for cash-matching grants from other agencies).

Pursuant to Government Code, Section 76.004 and 76.002, the budgets governing the funding to the programs are prepared biennially, then approved by the district judge and the criminal court-at-law judge with jurisdiction over the department and by the TDCJ-CJAD.

Only budget adjustment requests, at year end, received by September 30 will be reviewed and approved/disapproved by TDCJ-CJAD. TDCJ-CJAD will not accept budget adjustments after September 30 for the previous fiscal year. Only budget adjustments approved by TDCJ-CJAD should be referred to in performing the financial audit.

PANOLA COUNTY COMMUNITY SUPERVISION & CORRECTIONS DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
AUGUST 31, 2021

NOTE 2 – PRIOR PERIOD ADJUSTMENTS

There were no prior period adjustments made in the current fiscal year ended August 31, 2021.

NOTE 3 – REFUNDS

There were no refunds to TDCJ-CJAD during the fiscal year ended August 31, 2021.

NOTE 4 – BUDGET VARIANCES

There were no expenditure line-item amounts that exceed the 15% rule in fiscal year 2021.

NOTE 5 – CASH, COLLECTIONS, CHANGE FUND, PETTY CASH AND INVESTMENTS

Collection or clearing accounts are trust funds and must be covered by pledged collateral to cover the estimated highest daily balance of funds operated in conjunction with or through the County depository by the CSCD.

During the fiscal year ended August 31, 2021, the CSCD's state aid and net funds (revenues) received were deposited and held, and collection accounts' remaining net funds (revenues) were transferred into a special fund of the county treasury, on or before the next regular business day, or on or before the fifth business day after the day on which the money was received. All the CSCD's state aid and net funds (revenues) received were held, deposited, disbursed, invested, and otherwise cared for by the County on behalf of the CSCD as the CSCD directed (Government Code 509.011(c) and Local Government Code 113.022 and 140.003(f)).

All CSCD employees who have access to public funds are covered by a surety bond.

The Panola County CSCD did not have a change fund during the year ended August 31, 2021.

Then Panola County CSCD did not maintain petty cash during the year ended August 31, 2021.

The Department's cash and cash equivalents are considered to be cash on hand, demand deposits, and certificates of deposit with an original maturity of less than 90 days. The Department invested its idle funds during the year into demand deposit checking accounts and certificates of deposit. All funds were invested with the First State Bank & Trust of Carthage, Texas. First State Bank & Trust is the depository bank of Panola County. Accounts of Panola County (including the CSCD accounts) are covered aggregately by the Federal Deposit Insurance Corporation up to \$250,000 by type of account. In addition, First State Bank & Trust has pledged securities totaling approximately \$88,715,031 toward the County's deposits. The amount pledged is greater than the average amount on deposit during the year.

PANOLA COUNTY COMMUNITY SUPERVISION & CORRECTIONS DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
AUGUST 31, 2021

NOTE 6 – FUNDS COLLECTED BY THE CSCD FROM SOURCES OTHER THAN TDCJ-CJAD WHICH ARE REQUIRED TO BE REPORTED ON THE TDCJ-CJAD QUARTERLY FINANCIAL REPORTS

During the year ended August 31, 2021, the Panola County Community Supervision & Corrections Department received the following funding from sources other than TDCJ-CJAD which ARE required to be reported on the TDCJ-CJAD quarterly financial reports:

Source	Amount Received	Restrictions for Use	Expended in Accordance With Restriction
Community Supervision Fees	\$ 184,391	Texas Code of Criminal Procedure Article 42A.652 (a); FMM for TDCJ-CJAD Funding restrictions	Yes
<u>Payments by Program Participants:</u>			
Probation Payments (UA Fees)	\$ 16,688	Government Code, Section 76.015; Section 19, Article 42.12 Code of Criminal Procedures; FMM for TDCJ-CJAD Funding restrictions	Yes
Probation Payments (SASSI Fees)	\$ 2,822	Government Code, Section 76.015; Section 19, Article 42.12 Code of Criminal Procedures; FMM for TDCJ-CJAD Funding restrictions	Yes
Total Payments by Program Participants:	\$ 19,510		
Interest Income	\$ 668	FMM for TDCJ-CJAD Funding restrictions	Yes
<u>Other Revenue:</u>			
ARTS Restitution	\$ 95	FMM for TDCJ-CJAD Funding restrictions	Yes
Total Other Revenue:	\$ 95		

NOTE 7 – COMMITMENTS AND CONTINGENCIES

The Panola County Community Supervision & Corrections Department had no known commitments and contingencies as of August 31, 2021.

NOTE 8 – SUBSEQUENT EVENTS

As of the date of the audit report, there were no known subsequent events which require disclosure in these financial statements.

PANOLA COUNTY COMMUNITY SUPERVISION & CORRECTIONS DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
AUGUST 31, 2021

NOTE 9 - PENSION PLAN

Employees of the Department are treated as employees of Panola County and as such, are participants in the pension plan provided by the County.

Payroll and Contribution Information

The Department's total payroll for the year ended August 31, 2021 was \$235,025 and the Department's contributions were based on a covered payroll of \$235,025. Employer and employee contributions for the year were made as required and are detailed below. Employee contributions may include the purchase of credits for military or legislative service or the buyback of previously forfeited service credit. There were no related-party transactions.

Employee Contributions	\$ 16,452
Employer Contributions	\$ 56,633

PLAN DESCRIPTION

Panola County provides retirement, disability, and death benefits for all of its full-time employees through a nontraditional defined benefit pension plan in the statewide, agent multiple-employer, Texas County and District Retirement System (TCDRS). Each employer has its own defined benefit plan that functions similarly to a cash balance plan. The assets of the plans are pooled for investment purposes, but each employer's plan assets may be used only for the payment of benefits to the members of that employer's plan. In accordance with Texas law, it is intended that the pension plan be construed and administered in a manner that the retirement system will be considered qualified under Section 401(a) of the Internal Revenue Code. All employees (except temporary staff) of a participating employer must be enrolled in the plan. The TCDRS issues a comprehensive annual financial report (CAFR) on a calendar year basis. The CAFR is available upon written request from the TCDRS Board of Trustees at P.O. Box 2034, Austin, Texas 78768-2034. The CAFR is also available at www.tcdrs.org.

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

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

PLAN MEMBERSHIP

At the December 31, 2019 valuation and measurement date, the following employees were covered by the benefit terms:

	<u>12/31/2019</u>
Inactive employees or beneficiaries currently receiving benefits	170
Inactive employees entitled to but not yet receiving benefits	92
Active employees	<u>173</u>
	<u><u>435</u></u>

**PANOLA COUNTY COMMUNITY SUPERVISION & CORRECTIONS DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
AUGUST 31, 2021**

NOTE 9 - PENSION PLAN (cont.)

FUNDING POLICY

The County has elected the annually determined contribution rate (variable-rate) 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 County is actuarially determined annually. It was 23.50% for calendar year 2019 and 2020. The contribution rate payable by the employee members is the rate of 7.00% as adopted by the Commissioners' Court of the County. The employee contribution rate and the employer contribution rate may be changed by the governing body of the employer within the options available in the TCDRS Act.

ACTUARIAL ASSUMPTIONS

The Total Pension Liability in the December 31, 2019 actuarial valuation was determined using the following actuarial assumptions:

Inflation	2.75%
Overall payroll growth	3.25%
Investment rate of return	8.00%, net of pension plan investment expenses, including inflation

The County has no automatic cost-of-living adjustments ("COLA") and one is not considered to be substantively automatic under GASB 68. Therefore, no assumption for future cost-of-living adjustments is included in the GASB calculation or in the funding valuation.

The annual salary increase rates assumed for individual members vary by length of service and by entry-age group. The annual rates consist of a general wage inflation component of 3.25% (made up of 2.75% inflation and 0.50% productivity increase assumptions) and a merit, promotion and longevity component that on average approximates 1.60% per year for a career employee.

Mortality rates for active members were based on 90% of the RP-2014 Active Employee Mortality Table for males and 90% of the RP-2014 Active Employee Mortality Table for females projected with 110% of the MP-2014 Ultimate scale after 2014. Mortality rates for service retirees, beneficiaries, and non-depositing members were based on the 130% of the RP-2014 Healthy Annuitant Mortality Tables for males and 110% of the RP-2014 Healthy Annuitant Mortality Table for females, both projected with 110% of the MP-2014 Ultimate scale after 2014. Mortality rates for disabled retirees were based on the 130% of the RP-2014 Disabled Annuitant Mortality Tables for males and 115% of the RP-2014 Disabled Annuitant Mortality Table for females, both projected with 110% of the MP-2014 Ultimate scale after 2014.

The actuarial cost method was Entry Age Normal, as required by GASB 68. Straight-line amortization over Expected Working Life with a 5 year smoothing period, and a non-asymptotic recognition method with no corridor were utilized in the actuarial calculations.

The actuarial assumptions used in the December 31, 2019 valuation were based on the results of an actuarial experience study for the period January 1, 2013 – December 31, 2016, except where required to be different by GASB 68.

LONG TERM EXPECTED RATE OF RETURN

The long-term expected rate of return on TCDRS assets is determined by adding expected inflation to expected long-term real returns, and reflecting expected volatility and correlation. The capital market assumptions and information shown below are provided by TCDRS' investment consultant, Cliffwater LLC. The numbers shown are based on April 2020 information for a 10 year time horizon.

PANOLA COUNTY COMMUNITY SUPERVISION & CORRECTIONS DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
AUGUST 31, 2021

NOTE 9 - PENSION PLAN (cont.)

The valuation assumption for long-term expected return is re-assessed at a minimum of every four years, and is set based on a 30-year time horizon; the most recent analysis was performed in 2017. The following target asset allocation was adopted by the TCDRS board in June 2020. The geometric real rate of return is net of inflation, assumed at 2.0%.

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	14.50%	5.20%
Private Equity	Cambridge Associates Global Private Equity & Venture Capital Index ⁽³⁾	20.00%	8.20%
Global Equities	MSCI World (net) Index	2.50%	5.50%
International Equities - Developed	MSCI World Ex USA (net)	7.00%	5.20%
International Equities - Emerging	MSCI Emerging Markets (net) Index	7.00%	5.70%
Investment-Grade Bonds	Bloomberg Barclays U.S. Aggregate Bond Index	3.00%	-0.20%
Strategic Credit	FTSE High-Yield Cash-Pay Capped Index	12.00%	3.14%
Direct Lending	S&P/LSTA Leverage Loan Index	11.00%	7.16%
Distressed Debt	Cambridge Associates Distressed Securities Index ⁽⁴⁾	4.00%	6.90%
REIT Equities	67% FTSE NAREIT Equity REITs Index + 33% S&P Global REIT (net) Index	3.00%	4.50%
Master Limited Partnerships (MLPs)	Alerian MLP Index	2.00%	8.40%
Private Real Estate Partnerships	Cambridge Associates Real Estate Index ⁽⁵⁾	6.00%	5.50%
Hedge Funds	Hedge Fund Research, Inc. (HFRI) Fund of Funds Composite Index	8.00%	2.30%
		<u>100.00%</u>	

⁽¹⁾ Target asset allocation adopted at the June 2020 TCDRS Board meeting

⁽²⁾ Geometric real rates of return equal the expected return minus the assume inflation rate of 1.8% per Cliffwater's 2020 capital market assumptions

⁽³⁾ Includes vintage years 2006-present of Quarter Pooled Horizon IRRs.

⁽⁴⁾ Includes vintage years 2005-present of Quarter Pooled Horizon IRRs.

⁽⁵⁾ Includes vintage years 2007-present of Quarter Pooled Horizon IRRs.

DISCOUNT RATE

The discount rate used to measure the total pension liability was 8.1%. There was no change in the discount rate since the previous year. The projection of cash flows used to determine the discount rate assumed that contributions from plan members and those of the contributing employers are made at the statutorily required rates. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all future benefit payments of current plan members. 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.

The long-term rate of return on pension plan investments is 8.0%. The long-term expected rate of return is determined by adding expected inflation to expected long-term real returns, and reflecting expected volatility and correlation. The capital market assumptions and information shown below are provided by TCDRS' investment consultant, Cliffwater LLC. The numbers shown below are based on January 2020 information for a 10-year time horizon.

Note that the valuation assumption for long-term expected return is re-assessed at a minimum of every four years, and is set based on a 30-year time horizon; the most recent analysis was performed in 2017.

PANOLA COUNTY COMMUNITY SUPERVISION & CORRECTIONS DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
AUGUST 31, 2021

NOTE 9 - PENSION PLAN (cont.)

CHANGES IN THE NET PENSION LIABILITY

At December 31, 2019, the County reported a net pension liability of \$2,796,129. The changes in net pension liability were as follows:

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
	(a)	(b)	(a) - (b)
Balance at 12/31/18	\$ 67,216,987	\$ 58,096,120	\$ 9,120,867
Changes for the year:			
Service cost	1,337,017		1,337,017
Interest	5,423,679		5,423,679
Change in benefit terms	-		-
Diff between expected/actual experience	(684,650)		(684,650)
Changes of assumptions	-		-
Contributions - employer		2,406,602	(2,406,602)
Contributions - employee		506,809	(506,809)
Net investment income		9,540,886	(9,540,886)
Benefit payments, including refunds of employee contributions	(3,253,335)	(3,253,335)	-
Administrative expenses		(51,242)	51,242
Other charges		(2,271)	2,271
Net changes	2,822,711	9,147,449	(6,324,738)
Balance at 12/31/19	\$ 70,039,698	\$ 67,243,569	\$ 2,796,129

The net pension liability was measured as of December 31, 2019 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date and for the year then ended.

There were no changes of assumptions or other inputs that affected measurement of the total pension liability during the measurement period.

There were no changes of benefit terms that affected measurement of the total pension liability during the measurement period.

DISCOUNT RATE SENSITIVITY ANALYSIS

The following shows the net pension liability calculated using the discount rate of 8.10%, as well as what the County's net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (7.10%) or 1 percentage point higher (9.10%) than the current rate.

	1% Decrease in Discount Rate (7.10%)	Discount Rate (8.10%)	1% Increase in Discount Rate (9.10%)
Net pension liability/(asset)	\$ 12,264,256	\$ 2,796,129	\$ 5,078,569

PANOLA COUNTY COMMUNITY SUPERVISION & CORRECTIONS DEPARTMENT
NOTES TO THE FINANCIAL STATEMENTS
AUGUST 31, 2021

NOTE 9 - PENSION PLAN (cont.)

PENSION EXPENSE AND DEFERRED OUTFLOWS OF RESOURCES AND DEFERRED INFLOWS RELATED TO PENSIONS

For the year ended December 31, 2020 the County recognized pension expense of \$1,400,704.

At December 31, 2020, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual economic experience	\$ -	\$ 1,254,602
Changes in actuarial assumptions	-	399,790
Difference between projected and actual investment earnings	-	1,603,343
Contributions made subsequent to measurement date	<u>1,839,799</u>	<u>-</u>
Total	<u>\$ 1,839,799</u>	<u>\$ 3,257,735</u>

\$1,839,799 reported as deferred outflows of resources related to pension resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability for the year ended December 31, 2020. Other amounts reported as deferred outflows and inflows of resources related to pension will be recognized in pension expense as follows:

<u>Year Ended December 31</u>		
2020	\$	(1,127,172)
2021		(1,199,445)
2022		39,026
2023		(970,144)
2024		-
Thereafter		<u>-</u>
	<u>\$</u>	<u>(3,257,735)</u>

NOTE 10 - FUND BALANCE

The fund balance shown in the Regular Supervision Fund consists of earnings retained. The fund balance is not designated toward a specific expenditure category, but is intended for general objectives of the program.

NOTE 11 – ACCRUED ANNUAL LEAVE

Upon termination of employment, the Panola County Community Supervision & Corrections Department pays any accumulated unused annual/vacation leave in an amount not to exceed that accrued at the time of termination and only in an amount that does not exceed that employee's maximum allowable accrual for one year. Upon termination of employment, unused sick leave is cancelled without compensation. As of August 31, 2021, the Panola County Community Supervision & Corrections Department's liability for accrued annual/vacation leave amounted to \$21,719.

PANOLA COUNTY COMMUNITY SUPERVISION & CORRECTIONS DEPARTMENT
REQUIRED SUPPLEMENTARY INFORMATION
AUGUST 31, 2021

PANOLA COUNTY, TEXAS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE COUNTY'S NET PENSION LIABILITY AND RELATED RATIOS
FOR THE YEAR ENDED DECEMBER 31, 2020

	Measurement Year 2019	Measurement Year 2018	Measurement Year 2017	Measurement Year 2016	Measurement Year 2015	Measurement Year 2014
Total Pension Liability						
Service cost	\$ 1,337,016	\$ 1,412,722	\$ 1,528,882	\$ 1,627,854	\$ 1,457,414	\$ 1,429,368
Interest on total pension liability	5,423,679	5,157,434	5,073,643	4,744,127	4,457,975	4,184,774
Effect of plan changes	-	-	-	-	(206,371)	-
Effect of assumption changes or inputs	-	-	(999,472)	-	1,029,006	-
Effect of economic/demographic (gains) or losses	(684,650)	(142,573)	(1,674,570)	(562,543)	(661,728)	(601,515)
Benefit payments/refunds of contributions	(3,253,334)	(2,883,657)	(2,676,104)	(2,275,968)	(2,173,650)	(1,944,467)
Net change in total pension liability	2,822,711	3,543,926	1,252,379	3,533,470	3,902,646	3,068,160
Total pension liability, beginning	67,216,987	63,673,061	62,420,682	58,887,212	54,984,566	51,916,406
Total pension liability, ending (a)	<u>\$ 70,039,698</u>	<u>\$ 67,216,987</u>	<u>\$ 63,673,061</u>	<u>\$ 62,420,682</u>	<u>\$ 58,887,212</u>	<u>\$ 54,984,566</u>
Fiduciary Net Position						
Employer contributions	\$ 2,406,602	\$ 2,371,955	\$ 2,438,959	\$ 2,531,576	\$ 2,489,599	\$ 3,353,570
Member contributions	506,809	496,481	516,439	544,034	531,525	505,905
Investment income net of investment expenses	9,540,886	(1,104,109)	7,520,633	3,493,015	(1,037,364)	2,863,212
Benefit payments/refunds of contributions	(3,253,334)	(2,883,656)	(2,676,104)	(2,275,968)	(2,173,649)	(1,944,467)
Administrative expenses	(51,242)	(46,663)	(39,408)	(38,018)	(34,088)	(34,814)
Other	(2,272)	5,496	3,372	52,769	26,592	(226,419)
Net change in fiduciary net position	9,147,449	(1,160,496)	7,763,891	4,307,408	(197,385)	4,516,987
Fiduciary net position, beginning	58,096,120	59,256,616	51,492,725	47,185,317	47,382,702	42,865,715
Fiduciary net position, ending (b)	<u>\$ 67,243,569</u>	<u>\$ 58,096,120</u>	<u>\$ 59,256,616</u>	<u>\$ 51,492,725</u>	<u>\$ 47,185,317</u>	<u>\$ 47,382,702</u>
Net pension liability/(asset), ending = (a) - (b)	<u>\$ 2,796,129</u>	<u>\$ 9,120,867</u>	<u>\$ 4,416,445</u>	<u>\$ 10,927,957</u>	<u>\$ 11,701,895</u>	<u>\$ 7,601,864</u>
Fiduciary net position as a % of total pension liability	96.01%	85.32%	92.00%	86.34%	86.79%	92.21%
Pensionable covered payroll	\$ 7,240,126	\$ 7,092,592	\$ 7,377,699	\$ 7,771,911	\$ 7,593,216	\$ 7,227,213
Net pension liability as a % of covered payroll	38.62%	128.60%	59.86%	140.61%	154.11%	105.18%

Notes to the Schedule:

The schedule will present 10 years of information once it is accumulated.

**PANOLA COUNTY COMMUNITY SUPERVISION & CORRECTIONS DEPARTMENT
REQUIRED SUPPLEMENTARY INFORMATION
AUGUST 31, 2021**

**PANOLA COUNTY, TEXAS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF EMPLOYER CONTRIBUTIONS
FOR THE YEAR ENDED DECEMBER 31, 2020**

<u>Year Ending December 31</u>	<u>Actuarially Determined Contribution</u>	<u>Actual Employer Contribution</u>	<u>Contribution Deficiency (Excess)</u>	<u>Pensionable Covered Payroll</u>	<u>Actual Contribution as a % of Covered Payroll</u>
2015	1,784,406	1,784,406		7,593,216	23.50%
2016	1,826,399	1,826,399	-	7,771,911	23.50%
2017	1,733,759	1,733,759	-	7,377,699	23.50%
2018	1,666,759	1,666,774	(15)	7,092,592	23.50%
2019	1,701,430	1,701,421	9	7,240,126	23.50%
2020	1,829,057	1,839,799	(10,742)	7,783,222	23.64%

NOTES TO SCHEDULE OF CONTRIBUTIONS

The schedule will present 10 years of information once it is accumulated

Valuation Timing	Actuarially determined contribution rates are calculated each December 31, two years prior to the end of the fiscal year in which contributions are reported.
Actuarial Cost Method	Entry Age
Amortization Method	Level percentage of payroll, closed
Remaining Amortization Period	0.0 years (based on contribution rate calculated in 12/31/2019 valuation)
Asset Valuation Method	5-year smoothed market
Inflation	2.75%
Salary Increases	Varies by age and service. 4.90% average over career, including inflation
Investment Rate of Return	8.00%, net of administrative and investment expenses, including inflation
Retirement Age	Members who are eligible for service retirement are assumed to commence receiving benefit payments based on age. The average age at service retirement for recent retirees is 61.
Mortality	130% of the RP-2014 Healthy Annuitant Mortality Tables for males and 110% of the RP-2014 Healthy Annuitant Mortality Tables for females, both projected with 110% of the MP-2014 Ultimate scale after 2014.
Changes in Assumptions and Methods Reflected in the Schedule of Employer Contributions	2015: New inflation, mortality, and other assumptions were reflected. 2017: New mortality assumptions were reflected.
Changes in Plan Provisions Reflected in the Schedule	2015: Employer contributions reflect that a 100% CPI COLA was adopted. 2016: Employer contributions reflect that a 100% CPI COLA was adopted. 2017: Employer contributions reflect that a 100% CPI COLA was adopted. Also, new Annuity Purchase Rates were reflected for benefits earned after 2017. 2018: Employer contributions reflect that a 100% CPI COLA was adopted. 2019: Employer contributions reflect that a 100% CPI COLA was adopted.

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SUPPLEMENTAL SCHEDULES

**PANOLA COUNTY
COMMUNITY SUPERVISION & CORRECTIONS DEPARTMENT
SCHEDULE OF DIFFERENCES BETWEEN
AUDIT REPORT AND CSCD REPORTS AS SUBMITTED TO TDCJ-CJAD
BASIC SUPERVISION PROGRAM
FOR THE YEAR ENDED AUGUST 31, 2021**

	Audit	Per CSCD Quarterly Report	Difference
REVENUE			
State Aid	\$ 109,271	\$ 109,271	\$ -
Total State Aid	<u>109,271</u>	<u>109,271</u>	<u>-</u>
Community Supervision Fees	184,391	184,391	-
Payment by Program Participants	19,510	19,510	-
Interest Income	668	668	-
Other Revenue	95	95	-
Total Revenue	<u>313,935</u>	<u>313,935</u>	<u>-</u>
EXPENDITURES			
Salaries and Fringe Benefits	277,749	277,749	-
Travel and Furnished Transportation	5,373	5,373	-
Contract Services for Offenders	18,575	18,575	-
Professional Fees	23,452	23,452	-
Supplies and Operating Expenses	4,248	4,248	-
Utilities	3,507	3,507	-
Equipment	7,328	7,328	-
Total Expenditures	<u>340,232</u>	<u>340,232</u>	<u>-</u>
EXCESS OF REVENUES OVER (UNDER)			
EXPENDITURES	(26,297)	(26,297)	-
PRIOR YEAR ENDING			
FUND BALANCE	82,624	82,624	-
Prior Period Adjustment	-	-	-
Prior Year Refund	-	-	-
Adjusted Beginning Fund Balance	<u>82,624</u>	<u>82,624</u>	<u>-</u>
AUDITED YEAR ENDING			
FUND BALANCE	<u>\$ 56,327</u>	<u>\$ 56,327</u>	<u>\$ -</u>

The accompanying notes are an integral part
of these financial statements.

**PANOLA COUNTY
COMMUNITY SUPERVISION & CORRECTIONS DEPARTMENT
SCHEDULE OF DIFFERENCES BETWEEN
AUDIT REPORT AND CSCD REPORTS AS SUBMITTED TO TDCJ-CJAD
COMMUNITY CORRECTIONS PROGRAM:
COMMUNITY CORRECTIONS SUPERVISION SERVICES
FOR THE YEAR ENDED AUGUST 31, 2021**

	Audit	Per CSCD Quarterly Report	Difference
REVENUE			
State Aid	\$ 47,520	\$ 47,520	\$ -
Total State Aid	47,520	47,520	-
Total Revenue	47,520	47,520	-
EXPENDITURES			
Salaries and Fringe Benefits	44,781	44,781	-
Professional Fees	355	355	-
Supplies and Operating Expenses	1,780	1,780	-
Total Expenditures	46,916	46,916	-
EXCESS OF REVENUES OVER (UNDER)			
EXPENDITURES	604	604	-
PRIOR YEAR ENDING			
FUND BALANCE	1	1	-
Prior Period Adjustment	-	-	-
Prior Year Refund	-	-	-
Adjusted Beginning Fund Balance	1	1	-
Refund Due to TDCJ-CJAD	(605)	(605)	-
AUDITED YEAR ENDING			
FUND BALANCE	\$ -	\$ -	\$ -

The accompanying notes are an integral part
of these financial statements.

**PANOLA COUNTY
COMMUNITY SUPERVISION & CORRECTIONS DEPARTMENT
SPECIAL REVENUE FUNDS AND ACCOUNT GROUPS
COMBINED STATEMENT OF FINANCIAL POSITION
AUGUST 31, 2021**

	Special Revenue Fund Type	
	Basic Supervision Program Fund	Community Correction Program Fund
<u>ASSETS</u>		
Cash and Investments		
Cash – demand deposits	\$ 55,572	\$ 4,954
Total Cash and Investments	55,572	4,954
Accounts Receivable		
Community Supervision fees receivable	20,268	-
Interest receivable	18	-
Total Accounts Receivable	20,286	-
Capital assets	-	-
Resources to be provided for retirement of long-term debt	-	-
Total Assets	\$ 75,858	\$ 4,954
<u>LIABILITIES AND FUND BALANCE</u>		
Liabilities		
Accounts payable	\$ 6,166	\$ 2,135
Payroll liabilities payable	6,133	904
Accrued wages payable	7,232	1,310
Accrued annual leave payable	-	-
Due to TDCJ-CJAD	-	605
Total Liabilities	19,531	4,954
Fund Balance		
Investment in General Fixed Assets	-	-
Fund balance:		
Unreserved:		
Undesignated	56,327	-
Total Liabilities and Fund Balance	\$ 75,858	\$ 4,954

The accompanying notes are an integral part
of these financial statements.

EXHIBIT "G"

General Fixed Assets	Long- Term Debt	Totals (Memorandum Only)
\$ -	\$ -	\$ 60,526
-	-	60,526
-	-	20,268
-	-	18
-	-	20,286
135,333	-	135,333
-	21,719	21,719
\$ 135,333	\$ 21,719	\$ 237,864
\$ -	\$ -	\$ 8,301
-	-	7,037
-	-	8,542
-	21,719	21,719
-	-	605
-	21,719	46,204
135,333	-	135,333
-	-	56,327
\$ 135,333	\$ 21,719	\$ 237,864

**PANOLA COUNTY
COMMUNITY SUPERVISION & CORRECTIONS DEPARTMENT
STATEMENT OF FINANCIAL POSITION
DRUG COURT
AUGUST 31, 2021**

ASSETS

Cash and Investments	
Cash – demand deposits	\$ 28,578
Total Cash and Investments	<u>28,578</u>
 Total Assets	 <u>\$ 28,578</u>

LIABILITIES AND FUND BALANCE

Liabilities	
Total Liabilities	\$ -
 Fund Balance	 <u>28,578</u>
 Total Liabilities and Fund Balance	 <u>\$ 28,578</u>

The accompanying notes are an integral part
of these financial statements.

PANOLA COUNTY
COMMUNITY SUPERVISION & CORRECTIONS DEPARTMENT
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
DRUG COURT
FOR THE YEAR ENDED AUGUST 31, 2021

REVENUE	
Drug Court Fees	\$ 1,469
Interest Income	175
Total Revenue	<u>1,644</u>
EXPENDITURES	
Total Expenditures	<u>-</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	1,644
FUND BALANCE, SEPTEMBER 1, 2020	<u>26,934</u>
FUND BALANCE AUGUST 31, 2021	<u>\$ 28,578</u>

The accompanying notes are an integral part
of these financial statements.

**PANOLA COUNTY
COMMUNITY SUPERVISION & CORRECTIONS DEPARTMENT
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE-BUDGET, ACTUAL AND VARIANCE
DRUG COURT
FOR THE YEAR ENDED AUGUST 31, 2021**

	Budget	Actual	Variance Favorable (Unfavorable)
REVENUE			
Drug Court Fees	\$ -	\$ 1,469	\$ 1,469
Interest Income	-	175	175
Total Revenue	-	1,644	1,644
EXPENDITURES			
Contract Services	12,500	-	12,500
Total Expenditures	12,500	-	12,500
EXCESS OF REVENUES OVER (UNDER)			
EXPENDITURES	(12,500)	1,644	14,144
FUND BALANCE, SEPTEMBER 1, 2020	26,934	26,934	-
FUND BALANCE AUGUST 31, 2021	\$ 14,434	\$ 28,578	\$ 14,144

The accompanying notes are an integral part
of these financial statements

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INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS FOR PANOLA COUNTY COMMUNITY SUPERVISION AND CORRECTIONS DEPARTMENT, CARTHAGE, TEXAS

To the Members of the Panola County
Community Supervision & Corrections Department
Carthage, Texas

I 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 Panola County Community Supervision and Corrections Department as of and for the year ended August 31, 2021, and the related notes to the financial statements, which collectively comprise Panola County Community Supervision and Corrections Department's basic financial statements, and have issued my report thereon dated February 21, 2022.

Internal Control over Financial Reporting

In planning and performing my audit of the financial statements, I considered Panola County Community Supervision and Corrections Department's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing my opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Panola County Community Supervision and Corrections Department's internal control. Accordingly, I do not express an opinion on the effectiveness of Panola County Community Supervision and Corrections Department'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.

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

To the Members of the
Panola County
Community Supervision & Corrections Department
Page 2 of 2

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Panola County Community Supervision and Corrections Department's financial statements are free from material misstatement, I 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 my audit and, accordingly, I do not express such an opinion. The results of my 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 my 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.

This report is intended solely for the information and use of the Panola County Community Supervision and Corrections Department, others within the organization, and the Texas Department of Criminal Justice-Community Justice Assistance Division, and is not intended to be and should not be used by anyone other than these specified parties.

Rachael Payne

Rachael Payne, CPA, PLLC
Certified Public Accountant
Carthage, Texas

February 21, 2022

**PANOLA COUNTY
COMMUNITY SUPERVISION & CORRECTIONS DEPARTMENT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED AUGUST 31, 2021**

Reportable Conditions

None noted.

Statement of Corrective Action Taken

None.

**PANOLA COUNTY
COMMUNITY SUPERVISION & CORRECTIONS DEPARTMENT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE PRIOR YEAR ENDED AUGUST 31, 2020**

There were no findings or questioned costs reported for the prior year ended August 31, 2020.

TDCJ-CJAD INDEPENDENT AUDIT COMPLIANCE CHECKLIST

The Compliance Checklist FORMAT AND CONTENT are NOT TO BE ALTERED.

Indicate whether these compliance requirements have been met by answering "YES," "NO," or "N/A" (Not Applicable). If "N/A" is blocked out, then answers must be either "YES" or "NO". *Please contact your Fiscal Auditor if you have any questions.*

YES NO N/A

FINANCIAL POLICIES AND PROCEDURES (Questions 1-2)

An explanation is required to be reported in the Notes to the Financial Statements or in the Schedule of Findings and Questioned Costs if questions 1 and 2 are answered NO.

Duties of the Fiscal Officer, FMM Fiscal Officer, Texas Government Code, Section 76.004 (Question 1)

Texas Government Code, Section 76.004, effective September 1, 2001 allows the judge(s) as described by Government Code section 76.002 the option to appoint a fiscal officer, other than the county auditor, to be responsible for the following: Managing and protecting funds, fees, state aid, and receipts to the same extent that a county auditor manages county funds and funds of other local entities; Ensuring that financial transactions of the department are lawful and allowable; and Prescribing accounting procedures for the department.

1. X _____

Did the fiscal officer follow the applicable laws, guidelines, and duties as specified on Fiscal Officer section of the Financial Management Manual for TDCJ-CJAD Funding?

Cash Matching for Grants; FMM Grants, Donations, Fees (Question 2)

With prior TDCJ-CJAD approval, CSCDs may use Basic Supervision, CC, DP, or TAIP funds as required cash matching for grants from other governmental agencies, non-profit organizations, or private foundations, etc., for the purpose of expanding an existing program (CC, DP, or TAIP cash matching) or for funding an accepted Strategic Plan program (Basic Supervision or CC cash matching). All expenditures from the CSCD's matching funds shall be in accordance with the Financial Management Manual for TDCJ-CJAD Funding (see the Allowable and Unallowable Expenditures section of this manual).

2. X _____

Was cash matching properly: authorized, budgeted, and expended?

FINANCIAL STATEMENTS (Questions 3-9)

An explanation is required in the corresponding note of the Notes to the Financial Statements and in the Schedule of Findings and Questioned Costs if questions 3, 5, 7, and 9 are answered NO. All sources identified in questions 4, 6, & 8-9 are required to be reported on their designated line item of the audited financial statements and in their corresponding note. See note for further instructions.

3. X _____

Were expenditures and revenues supported by adequate documentation?

Interfund Transfers; FMM Financial Reports, Additional Reporting Requirements (Questions 4-5)

CSCDs cannot end a fiscal year with a negative fund balance in any program. Any negative fund balances in CC, DP, or TAIP must be covered by an interfund transfer from Basic Supervision.

Basic Supervision can transfer funds to CC, DP, and TAIP. CC can transfer funds to DP and TAIP. Basic Supervision cannot receive funds from any programs unless those programs are returning funds they received from Basic earlier in the fiscal year. Transfers from DP and TAIP can only go to CC if returning funds received from CC earlier in the fiscal year. Transfers between CCs are not allowed; they should be done by increasing/decreasing state aid. Apart from returning unused funds, transfers cannot come from DP (even to/from another DP program) unless approved by the TDCJ-CJAD Division Director.

4. X

Did the CSCD have any interfund transfers and/or DP fund transfers in the fiscal year audited?

5.

If any, were all interfund transfers and/or DP fund transfers noted during the audit allowable?

Deobligation, Government Code, Chapter 509, Section 509.011 (h), FMM Deobligations (Questions 6-7)

Government Code, Chapter 509, Section 509.011 (h), allows CSCDs to deobligate any unencumbered state funds held by the department during a fiscal year (Basic Supervision, CC, DP, and TAIP). Deobligations are a reduction to state aid for funds that are in excess of the amount needed to operate the programs for the remainder of the year and are not to be reported as a refund.

6. X

In the fiscal year audited, did any deobligation of funds occur because of an excess of funds allocated to programs?

7. X

Were the appropriate budget adjustments made for any reallocated funds?

Budget Variances, FMM Budgets (Question 8)

All budget variances identified in the budget variance statements are to be reported in the Budget Variances note of the notes to the financial statements, see note for further instructions. If any budget variances in excess of the 15% rule, they are required to be reported in the Schedule of Findings and Questioned Costs.

Expenditure line-item differences over 15% of the last TDCJ-CJAD approved budget within each individual program for the fiscal year audited.

8. X

Were any unfavorable budget variances in excess of the 15% rule identified in the Individual Statement of Revenues, Budget, Actual, and Variance for the fiscal year audited?

Prior Period Adjustments, FMM Financial Reports, Additional Reporting Requirements (Question 9)

Adjustment to beginning fund balance because of corrections and/or reporting adjustments to the general ledger of prior fiscal years, **not prior quarters of the current fiscal year**. This amount does not include prior-year refunds.

9. X

If the CSCD had any **prior period adjustments** resulting from accounting corrections or reporting adjustments to the general ledger for the prior fiscal year(s), were they properly reported as prior period adjustments on the quarterly financial report in the corresponding quarter during which they were identified?

BASIS OF ACCOUNTING (Questions 10-12)

An explanation is required in the Basis of Accounting portion of the Notes to the Financial Statements and in the Schedule of Findings and Questioned Costs if questions 10-12 are answered NO.

Basis of Accounting Requirements, FMM Fiscal Officer, Duties of the Fiscal Officer and Financial Reports (Questions 10-12)

FMM, Fiscal Officer, Duties of the Fiscal Officers: Managing and protecting funds, fees, state aid, and other receipts of money. Each program is to be maintained utilizing a separate self-balancing set of financial books and accounting records in accordance with proper fund accounting.

FMM Financial Reports, Basis of Accounting: Although funding recipients are encouraged to use the modified accrual basis of accounting for each quarter, the first, second, and third quarter reports may be prepared on the cash basis method of accounting. The fourth quarter report, which closes out the fiscal year, must be prepared on the modified accrual basis of accounting.

For the funding recipient to report an accrual, as of August 31 on the fourth quarter report, TDCJ-CJAD requires that the expenditures be paid, and the item received by October 31.

10. X ☐ Was separate accountability maintained for TDCJ-CJAD funds, i.e., fund accounting of self-balancing funds?
11. X ☐ Was the modified accrual basis of accounting used in preparing the fourth quarter reports for submission to TDCJ-CJAD?
12. X ☐ Were proper cutoff procedures observed at the end of each fiscal period? *The cutoff date for revenues recognition and expenditures payments of the fiscal year audited is **October 31, of the fiscal year audited.***

FUNDS COLLECTED FROM SOURCES OTHER THAN TDCJ-CJAD REQUIRED TO BE REPORTED ON THE TDCJ-CJAD QUARTERLY FINANCIAL REPORTS (Questions 13-22)

An explanation is required in the Funds Collected from Sources Other Than TDCJ-CJAD Which are Required to be Reported on the TDCJ-CJAD Quarterly Financial Reports note of the Notes to Financial Statements and in the Schedule of Findings and Questioned Costs, if questions 13-14, or 22, are answered NO or 16-17, or 20-21 answered YES.

If any of the fees identified in questions 15, 18, and 19 were collected, they are required to be reported in the Funds Collected from Sources Other Than TDCJ-CJAD Which are Required to be Reported on the TDCJ-CJAD Quarterly Financial Reports note of the Notes to Financial Statements.

13. X ☐ Were TDCJ-CJAD funds and locally generated revenues expended in accordance with the Financial Management Manual for TDCJ-CJAD funding (FMM), TDCJ-CJAD Standards, TDCJ-CJAD field correspondence, TDCJ-CJAD Policy Statements, Special Grant Conditions, and applicable laws?
14. X ☐ Were locally generated funds, and other collections, documented with a proper receipt system, and can they be traced to probationers' accounts, bank deposits, and statements?

Administrative Fees, Texas Government Code Section 76.015c, FMM Statutory Requirements (Questions 15-17)

Government Code Chapter 76 Community Supervision and Corrections Departments Section 76.015c states: A department may assess a reasonable administrative fee of not less than \$25 and not more than \$60 per month on an individual who participates in a program operated by the department or receives services from the department and who is not paying a monthly fee under Article 42A.652, Code of Criminal Procedure (i.e. Community Supervision Fees).

15. ☐ X Did the CSCD collect any **administrative fees of \$25-\$60 from offender and/or non-offender individuals** who either participate in a TDCJ-CJAD funded program or receive services from the department and who are not paying a monthly fee under Articles 42A Code of Criminal Procedure (i.e. Community Supervision Fees)?
16. ☐ ☐ X If collected, when the CSCD assessed the administrative fee, did the CSCD assess less than \$25 or more than \$60 for the fee?
17. ☐ ☐ X If collected, did the CSCD assess administrative fees of \$25-\$60 for those individuals who also pay a monthly supervision fee under Articles 42A.652 Code of Criminal Procedure?

Fees for Pretrial Intervention Programs; Texas Code of Criminal Procedure Chapter 102.012, FMM Statutory Requirements (Question 18)

Code of Criminal Procedure Chapter 102 Subchapter A General Costs Article 102.012, Fees for Pretrial Intervention Program states: (a) A court that authorizes a defendant to participate in a pretrial intervention program established under Section 76.011, Government Code, may order the defendant to pay to the court a supervision fee in an amount not more than \$60 per month as a condition of participating in the program. (b) In addition to or in lieu of the supervision fee authorized by Subsection (a), the court may order the defendant to pay or reimburse a community supervision and corrections department for any other expense that is: (1) incurred as a result of the defendant's participation in the pretrial intervention program, other than an expense described by Article 102.0121; or (2) necessary to the defendant's successful completion of the program.

18. ☐ ☒

Did the CSCD collect fees for **pretrial intervention programs** in the fiscal year audited?

Administrative Fee (i.e., Transaction Administrative Fee); Texas Code of Criminal Procedure, Article 102.072, FMM Statutory Requirements (Questions 19-22)

Texas Code of Criminal Procedure, Article 102.072; Administrative Fee states: An officer listed in Article 103.003 or a community supervision and corrections department may assess an administrative fee for each transaction made by the officer or department relating to the collection of fines, fees, restitution, or other costs imposed by a court. The fee may not exceed \$2 for each transaction. This article does not apply to a transaction relating to the collection of child support. A "transaction" is defined as an event that involves the collection of money for one or more purposes that results in a preparation of a single receipt. CSCDs shall not prepare separate receipts for money received during a single event for multiple purposes (i.e. to collect multiple \$2 administrative fees).

The "transaction" administrative \$2 fee is required to be budgeted and reported as Other Revenue in Basic Supervision.

19. ☐ ☒

Did the CSCD collect **administrative fees** (i.e. **transaction administrative fees**) for each transaction made by the department relating to the collection of fines, fees, restitutions, or other costs imposed by a court during the fiscal year audited?

20. ☐ ☒

If collected, did any single **transaction administrative** fee exceed the allowable \$2?

21. ☐ ☒

If collected, during each transaction, does the CSCD issue separate receipts for each fine, fee, restitution, or other cost paid while charging the \$2 **transaction administrative fee** for each receipt?

22. ☐ ☒

If collected, was the **transaction administrative fee** budgeted and recorded as Other Revenue in Basic Supervision and accounted for on a consistent basis (FMM Statutory Requirements)?

CASH, COLLECTIONS, CHANGE FUND, PETTY CASH (Questions 23-26)

An explanation is required to be reported in the Cash, Collections, Change Fund, Petty Cash & Investments note of the Notes to the Financial Statements and included in the Schedule of Findings and Questioned Costs if questions 23-26, 28, 32-33, and 34 are answered NO. All change fund and petty cash funds are required to be reported in the Cash, Collections, Change Fund, and Petty Cash & Investments note of the Notes to the Financial Statements.

Deposits and Disbursement Requirements, (Questions 23-26)

Government Code, Section 509.011 (c) Each department, county, or municipality shall deposit all state aid received from the division in a special fund of the county treasury or municipal treasury, as appropriate, to be used solely for the provision of services, programs, and facilities under this chapter or Subchapter H, Chapter 351, Local Government Code.

Local Government Code, Section 140.003 (f) Each specialized local entity (CSCD) shall deposit in the county treasury of the county in which the entity has jurisdiction the funds the entity receives. The county shall hold, deposit, disburse, invest, and

otherwise care for the funds on behalf of the specialized local entity (CSCD) as the entity (CSCD) directs. If a specialized local entity has jurisdiction in more than one county, the district judges having jurisdiction in those counties, by a majority vote, shall designate from among those counties the county responsible for managing the entity's funds.

Local Government Code, Section 113.022 (a) A county officer or other person who receives money shall deposit the money with the county treasurer on or before the next regular business day after the date on which the money is received. If this deadline cannot be met, the officer or person must deposit the money, without exception, on or before the fifth business day after the day on which the money is received. However, in a county with fewer than 50,000 inhabitants, the commissioner's court may extend the period during which funds must be deposited with the county treasurer, but the period may not exceed 15 days after the date the funds are received. (b) A county treasurer shall deposit the money received under Subsection (a) in the county depository in accordance with Section 116.113(a). In all cases, the treasurer shall deposit the money on or before the seventh business day after the date the treasurer receives the money.

Local Government Code, Section 113.001. COUNTY TREASURER AS CHIEF CUSTODIAN OF MONEY. The county treasurer, as chief custodian of county funds, shall keep in a designated depository and shall account for all money belonging to the county.

Local Government Code, Section 116.113. DEPOSIT OF FUNDS. (a) Immediately after the commissioner's court designates a county depository, the county treasurer shall transfer to the depository all of the county's funds and the funds of any district or municipal subdivision of the county that does not select its own depository. The treasurer shall also immediately deposit with the depository to the credit of the county, district, or municipality any money received after the depository is designated.

Local Government Code Section 116.115. CLEARINGHOUSE FOR MULTIPLE DEPOSITORIES. If the funds of a county are deposited with more than one depository, the commissioner's court shall by order name one of the depositories to act as a clearinghouse for the others. All county orders for payment are finally payable at the depository named as the clearinghouse.

- | | | | |
|-----|-------------------------------------|-------|---|
| 23. | <input checked="" type="checkbox"/> | _____ | Were all the CSCD's state aid and net funds (revenues) received, deposited, and held in a special fund of the county treasury (county's bank account) during the fiscal year audited? |
| 24. | <input checked="" type="checkbox"/> | _____ | Were all the CSCD's state aid and net funds (revenues) received: held, deposited, disbursed, invested, and otherwise cared for by the county on behalf of the CSCD, as the CSCD directed during the fiscal year audited? |
| 25. | <input checked="" type="checkbox"/> | _____ | Were all the CSCD's state aid and net funds' (revenues) received deposited in the county treasury (county's bank account) within the time period required by Local Government Code 113.022 during the fiscal year audited? |
| 26. | <input checked="" type="checkbox"/> | _____ | Were all the CSCD's collection accounts' remaining net funds (revenues) transferred to the county treasury (county's bank account) within the time period required by Local Government Code 113.022 during the fiscal year audited? |

Change Fund, Local Government Code, Chapter 130, Section 130.902 (a), FMM Fiscal Change Fund (*Questions 27-28*)

Local Government Code, Chapter 130, Section 130.902 (a) The commissioner's court of a county may set aside from the general fund of the county an amount approved by the county auditor for use as a change fund by any county or district official who collects public funds. The fund may be used only to make change in connection with collections that are due and payable to the county, the state, or another political subdivision of the state that are often made by the official. (b) The bond of that official who receives such a change fund must cover the official's responsibility for the correct accounting and disposition of the change fund.

- | | | | |
|-----|-------|-------------------------------------|--|
| 27. | _____ | <input checked="" type="checkbox"/> | Did the CSCD maintain a change fund authorized by the fiscal officer in the fiscal year audited? Change Funds are not to be confused with petty cash funds (<i>FMM Fiscal Officer</i>). |
|-----|-------|-------------------------------------|--|

28. ☐ ☒ Was the **change fund only** used to make change in connection with collections that are due and payable to the CSCD?

Petty Cash Utilizing CSCD Funds, Local Government Code, Section 130.909, FMM Petty Cash (Questions 29-33)

Local Government Code, Section 130.909. (a) The commissioner's court of a county may set aside from the general fund of the county, for the establishment of a petty cash fund for any county or district official or department head approved by the commissioner's court, an amount approved by: (1) the county auditor, for a county with a population of 3.3 million or more; or (2) the commissioner's court, for a county with a population of less than 3.3 million. (FMM, State Payments, Financial Reports, Community Corrections Facility and Fiscal Officer)

29. ☐ ☒ Did the CSCD maintain **petty cash** in the fiscal year audited?
30. ☐ ☒ Was the petty cash fund maintained by **utilizing the CSCD's funds** authorized by the county auditor?
31. ☐ ☒ Was the petty cash fund maintained by **utilizing NON-CSCD revenues** (i.e. vending machine revenues)?
32. ☐ ☒ Were **petty cash funds utilizing CSCD's funds** used only for specific purposes for allowable items as listed in the Financial Management Manual for TDCJ-CJAD Funding?
33. ☐ ☒ Were **petty cash funds utilizing CSCD's funds** expended only for emergency situations authorized by a written policy and approved by the CSCD director?

Employee Surety Bond Coverage, FMM Employee Surety Bond Coverage (Question 34)

CSCD directors shall ensure that all public funds are protected by requiring that all employees with access to funds are covered by Employee Surety Bond coverage and that all funds maintained on CSCD premises are protected by appropriate insurance or bonding. Funds on CSCD premises shall not exceed insurance/bond limits of coverage. CSCDs that have been authorized to have a change fund shall have Employee Surety Bond coverage on the employee who maintains and administers the change fund or petty cash fund, and the coverage shall include the employee's responsibility for the correct accounting and disposition of the change fund or petty cash fund.

34. ☒ ☐ Were all employees who had access to public funds and/or maintained and administered public funds, change funds and petty cash, which cover the employees' responsibility for the correct accounting and disposition of the change fund and petty cash, covered by an employee surety bond?

SCHEDULE OF DIFFERENCES (Question 35)

An explanation is required to be reported in the Schedule of Differences, Notes to the Financial Statements and in the Schedule of Findings and Questioned Costs if questions 35 is answered NO.

35. ☒ ☐ Were revenues and expenditures as reported to TDCJ-CJAD on the quarterly financial reports in agreement with the funding recipient's accounting records (CSCD's actuals), the last approved budget, and with audited financial statements?

COMPLIANCE AND OTHER MATTERS: Standards for Financial Audits; Chapter 4, Item 4.25 Government Auditing Standards (Questions 36-40)

An explanation is required to be reported in the Report on Compliance and Internal Control and in the Schedule of Findings and Questioned Costs if questions 36-40 are answered YES.

- | | | | |
|-----|--------------------------|-------------------------------------|--|
| 36. | <input type="checkbox"/> | <input checked="" type="checkbox"/> | Were there any instances of deficiencies in internal control noted by the auditor? |
| 37. | <input type="checkbox"/> | <input checked="" type="checkbox"/> | Were there any instances of non-compliance noted by the auditor? |
| 38. | <input type="checkbox"/> | <input checked="" type="checkbox"/> | Were there any instances of fraud noted by the auditor? |
| 39. | <input type="checkbox"/> | <input checked="" type="checkbox"/> | Were there any instances of waste noted by the auditor? |
| 40. | <input type="checkbox"/> | <input checked="" type="checkbox"/> | Were there any instances of abuse noted by the auditor? |

SCHEDULE OF FINDINGS AND QUESTIONED COSTS Standards for Financial Audits; Chapter 4, Item 4.05, Government Auditing Standards (Questions 41-42)

An explanation is required to be reported in Schedule of Findings and Questioned Costs for Prior Year if questions 41-42 are answered NO.

- | | | | | |
|-----|--------------------------|--------------------------|-------------------------------------|--|
| 41. | <input type="checkbox"/> | <input type="checkbox"/> | <input checked="" type="checkbox"/> | Do any action plans exist for significant findings from prior year audits? |
| 42. | <input type="checkbox"/> | <input type="checkbox"/> | <input checked="" type="checkbox"/> | If action plans exist from prior year audit findings, are they current? |

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Form #2204 Rev 9/2017

Submit to:

SECRETARY OF STATE
Government Filings Section

P O Box 12887

Austin, TX 78711-2887

512-463-6334

FAX 512-463-5569

Filing Fee: None



OATH OF OFFICE

This space reserved for office use
FILED FOR RECORD
IN MY OFFICE

AT 2:00 O'CLOCK P M

APR 13 2022

BOBBIE DAVIS
COUNTY CLERK, PANOLA COUNTY, TEXAS

BY B Davis DEPUTY

IN THE NAME AND BY THE AUTHORITY OF THE STATE OF TEXAS,

I, Gene Giles, do solemnly swear (or affirm), that I will faithfully execute the duties of the office of Panola County Emergency Services District No. 1 of the State of Texas, and will to the best of my ability preserve, protect, and defend the Constitution and laws of the United States and of this State, so help me God.

Handwritten signature of Gene Giles in blue ink.

Signature of Officer

Certification of Person Authorized to Administer Oath

State of Texas

County of Panola

Sworn to and subscribed before me on this 15th day of February, 2022.

(Affix Notary Seal,
only if oath
administered by a
notary.)

Handwritten signature of David L. Anderson in blue ink.

Signature of Notary Public or

Signature of Other Person Authorized to Administer An
Oath

David L. Anderson

Printed or Typed Name

Panola County Judge

Form #2201 Rev. 09/2017
Submit to:
SECRETARY OF STATE
Government Filings
Section P O Box 12887
Austin, TX 78711-2887
512-463-6334
512-463-5569 - Fax
Filing Fee: None



STATEMENT OF OFFICER

FILED FOR RECORD
IN MY OFFICE
AT 2:00 O'CLOCK P M

APR 13 2022

BOBBIE DAVIS
COUNTY CLERK, PANOLA COUNTY, TEXAS
BY B Davis DEPUTY

Statement

I, Gene Giles, do solemnly swear (or affirm) that I have not directly or indirectly paid, offered, promised to pay, contributed, or promised to contribute any money or thing of value, or promised any public office or employment for the giving or withholding of a vote at the election at which I was elected or as a reward to secure my appointment or confirmation, whichever the case may be, so help me God.

Title of Position to Which Elected/Appointed: Panola County Emergency Services District No. 1

Execution

Under penalties of perjury, I declare that I have read the foregoing statement and that the facts stated therein are true.

Date: 2/15/2022

Gene Giles
Signature of Officer

Form #2201 Rev. 09/2017
Submit to:
SECRETARY OF STATE
Government Filings
Section P O Box 12887
Austin, TX 78711-2887
512-463-6334
512-463-5569 - Fax
Filing Fee: None



STATEMENT OF OFFICER

FILED FOR RECORD
IN MY OFFICE
AT 2:00 O'CLOCK P M
APR 13 2022
BOBBIE DAVIS
COUNTY CLERK, PANOLA COUNTY, TEXAS
BY P. Davis DEPUTY

Statement

I, Glenn Hambrick, do solemnly swear (or affirm) that I have not directly or indirectly paid, offered, promised to pay, contributed, or promised to contribute any money or thing of value, or promised any public office or employment for the giving or withholding of a vote at the election at which I was elected or as a reward to secure my appointment or confirmation, whichever the case may be, so help me God.

Title of Position to Which Elected/Appointed: Panola County Airport Sharpe Field Advisory Board

Execution

Under penalties of perjury, I declare that I have read the foregoing statement and that the facts stated therein are true.

Date: 2-16-2022


Signature of Officer

Form #2204 Rev 9/2017

Submit to:
SECRETARY OF STATE
Government Filings Section
P O Box 12887
Austin, TX 78711-2887
512-463-6334
FAX 512-463-5569
Filing Fee: None



OATH OF OFFICE

This space reserved for office use
FILED FOR RECORD
IN MY OFFICE

AT 2:00 O'CLOCK P M

APR 13 2022

BOBBIE DAVIS
COUNTY CLERK, PANOLA COUNTY, TEXAS

BY B. Davis DEPUTY

IN THE NAME AND BY THE AUTHORITY OF THE STATE OF TEXAS,

I, Glenn Hambrick, do solemnly swear (or affirm), that I will faithfully execute the duties of the office of Panola County Airport Sharpe Field Advisory Board of the State of Texas, and will to the best of my ability preserve, protect, and defend the Constitution and laws of the United States and of this State, so help me God.

A handwritten signature in blue ink, appearing to read "Glenn Hambrick".

Signature of Officer

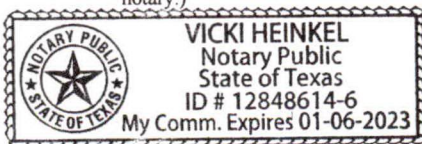
Certification of Person Authorized to Administer Oath

State of Texas

County of Panola

Sworn to and subscribed before me on this 16th day of February, 2022.

(Affix Notary Seal,
only if oath
administered by a
notary.)



A handwritten signature in blue ink, appearing to read "Vicki Heinkel".

Signature of Notary Public or

Signature of Other Person Authorized to Administer An
Oath

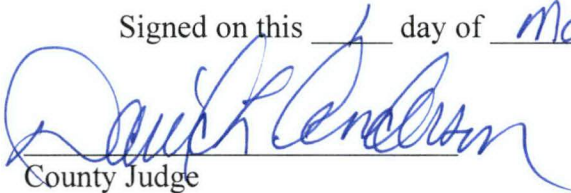
Vicki Heinkel


Printed or Typed Name

PANOLA COUNTY
2022
BUDGET AMENDMENT #5


We hereby amend the Panola County Budget for the Fiscal Year 2021 as set forth above according to the procedures outlined under Local Government Code, Chapter 111, Subchapter A Sections 111.010 (c), (d). A copy of this Order is to be filed with the County Clerk and Attached to the Budget originally adopted for 2022.

Signed on this _____ day of March, 2022.


County Judge


Commissioner Precinct # 1


Commissioner Precinct # 2


Commissioner Precinct # 3


Commissioner Precinct # 4

Passed and approved by the Commissioners Court of Panola County on the 1st day of March, 2022 as the same appears on file in the office of the County Clerk of Panola County.


County Clerk



March 1, 2022



Panola County, Texas

Budget Adjustment Register

Adjustment Detail

Packet: GLPKT17348 - ADJ#5 2022 3-1-2022

Adjustment Number	Budget Code	Description	Adjustment Date
BA0001510	2022 PANOLA COUNTY BU...	622-TRAILE RENTAL	2/16/2022

Summary Description:

Account Number	Account Name	Adjustment Description	Before	Adjustment	After
200-622-54080	CONTINGENCY	622-TRAILE RENTAL	214,251.00	-300.00	213,951.00
February:	-300.00				
200-622-54610	RENTALS & LEASES	622-TRAILE RENTAL	50.00	300.00	350.00
February:	300.00				

Budget Adjustment Register

Packet: GLPKT17348 - ADJ#5 2022 3-1-2022

Budget Code Summary

Budget	Budget Description	Account	Account Description	Before	Adjustment	After	
2022	2022 PANOLA COUNTY BU	200-622-54080	CONTINGENCY	214,251.00	-300.00	213,951.00	
		200-622-54610	RENTALS & LEASES	50.00	300.00	350.00	
		2022 Total:			214,301.00	0.00	214,301.00
		Grand Total:			214,301.00	0.00	214,301.00

Fund Summary

Fund	Before	Adjustment	After
Budget Code:2022 - 2022 PANOLA COUNTY BUDGET JAN-DEC Fiscal: 2022			
200	214,301.00	0.00	214,301.00
Budget Code 2022 Total:	214,301.00	0.00	214,301.00
Grand Total:	214,301.00	0.00	214,301.00



Panola County, Texas

Budget Adjustment Register

Adjustment Detail

Packet: GLPKT17388 - 2022-1-3 ADJ#5

Adjustment Number	Budget Code	Description	Adjustment Date
BA0001511	2022 PANOLA COUNTY BU...	510-EQUIPMENT SECURITY CAMERAS	2/28/2022

Summary Description:

Account Number	Account Name	Adjustment Description	Before	Adjustment	After
100-409-54080	CONTINGENCY	510-EQUIPMENT SECURITY CAMERAS	296,847.00	-25,000.00	271,847.00
March:	-25,000.00				
100-510-55270	FURNITURE & EQUIPMENT	510-EQUIPMENT SECURITY CAMERAS	50.00	25,000.00	25,050.00
March:	25,000.00				

Adjustment Number	Budget Code	Description	Adjustment Date
BA0001512	2022 PANOLA COUNTY BU...	510-TELEPHONE EQUIPMENT	2/28/2022

Summary Description:

Account Number	Account Name	Adjustment Description	Before	Adjustment	After
100-510-54570	REPAIRS AND RENOVATIONS	510-TELEPHONE EQUIPMENT	120,000.00	-1,464.00	118,536.00
March:	-1,464.00				
100-510-55270	FURNITURE & EQUIPMENT	510-LATERAL FILE	50.00	489.00	539.00
March:	489.00				
100-510-55270	FURNITURE & EQUIPMENT	510-TELEPHONE EQUIPMENT	50.00	975.00	1,025.00
March:	975.00				

Budget Adjustment Register

Packet: GLPKT17388 - 2022-1-3 ADJ#5

Budget Code Summary

Budget	Budget Description	Account	Account Description	Before	Adjustment	After
2022	2022 PANOLA COUNTY BU	100-409-54080	CONTINGENCY	296,847.00	-25,000.00	271,847.00
		100-510-54570	REPAIRS AND RENOVATIONS	120,000.00	-1,464.00	118,536.00
		100-510-55270	FURNITURE & EQUIPMENT	50.00	26,464.00	26,514.00
2022 Total:				416,897.00	0.00	416,897.00
Grand Total:				416,897.00	0.00	416,897.00

Fund Summary

Fund	Before	Adjustment	After
Budget Code:2022 - 2022 PANOLA COUNTY BUDGET JAN-DEC Fiscal: 2022			
100	416,897.00	0.00	416,897.00
Budget Code 2022 Total:	416,897.00	0.00	416,897.00
Grand Total:	416,897.00	0.00	416,897.00

GENERAL CERTIFICATE OF PANOLA COUNTY

We, the undersigned, the duly elected and acting County Judge and County Clerk, respectively, of Panola County, Texas (the "County"), do hereby make and execute this certificate for the benefit of all persons interested in the validity of the proceedings of the East Texas Housing Finance Corporation (the "Corporation") related to the issuance by the Corporation of its "East Texas Housing Finance Corporation Multifamily Housing Revenue Note (Liberty Arms) Series 2022" (the "Governmental Lender Note"). We certify the following:

1. The Corporation is a public nonprofit corporation duly created as a joint housing finance corporation by resolution adopted by the Commissioners Court of the County in accordance with the laws of the State of Texas, particularly the Texas Housing Finance Corporations Act, Local Government Code, Chapter 394, as amended (the "Act"). The Corporation's Articles of Incorporation were duly filed with the Secretary of State of the State of Texas, as evidenced by a Certificate of Incorporation issued by said office on October 20, 1981, and, such Articles of Incorporation, as amended, remain in full force and effect.

2. The County has approved all amendments to the Corporation's Articles of Incorporation and has not taken any action which would change the structure, organization, programs or activities of the Corporation or which would limit the effectiveness of the resolution adopted by the Corporation authorizing the issuance of the Governmental Lender Note, or which would otherwise affect the issuance of the Governmental Lender Note, nor has the County terminated the Corporation.

3. As of all dates on which the Corporation considered or took action with respect to the Governmental Lender Note, and at all times since, the following persons constituted the officers and members of the Board of Directors of the Corporation:

	Danny Buck Davidson	President	
	Anne S. Yappen	Secretary	
Richard Manley	Member	Ryan Cawthon	Member
Andy Vinson	Member	Joe McKnight	Member
Nathaniel Moran	Member	John Ross	Member
Dean Fowler	Member	Corey Bankhead	Member
Robert Johnston	Member	Patsy Marshall	Member
Kenneth Dickson	Member	Robert Sisk	Member
Robert Warren	Member	Joel Hale	Member
Pat Penn	Member	Brenda Johnson	Member
Bart Townsend	Member	C.D. Woodrome	Member
Steve Lindley	Member	Gary Smith	Member
Mike Lewis	Member	Virgil Holland Jr.	Member
Clay Allen	Member	Debra Holland	Member
Steve Moore	Member		

4. Other than the Corporation, the Commissioners Court of the County has not created a joint housing finance corporation in accordance with the Act, nor is there a housing

finance corporation that has been created by the County under the Act which has the powers as provided in Section 394.012, Local Government Code, as amended.

5. No litigation is pending against the County, or, to the best of our knowledge, threatened against the County, to restrain or enjoin the issuance or delivery of the Governmental Lender Note or in any way contesting the right and power of the County, in connection with any action taken by it towards the issuance of the Governmental Lender Note.

The County hereby authorizes the Office of the Attorney General to date this certificate the date of delivery of its approving opinion, and agrees to notify the Office of the Attorney General of any changes with respect to this certificate that are made between the date of such opinion and the date of closing.

[Remainder of page intentionally left blank]

WITNESS OUR HANDS AND THE OFFICIAL SEAL OF THE COUNTY this

March 1, 2022



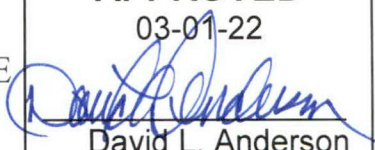
[Signature]
County Clerk, Panola County, Texas

[Signature]
County Judge, Panola County, Texas

PANOLA COUNTY OFFICIAL/EMPLOYEE
REQUEST FOR ATTENDANCE AT A CONFERENCE

APPROVED

03-01-22


David L. Anderson
County Judge

NAME: TONI HUGHES

POSITION: JUSTICE OF THE PEACE

DEPARTMENT: JUSTICE OF THE PEACE PCT 2 & 3

DATE: FEBRUARY 14, 2022

CONFERENCE: CIVIL EVICTION, FILING AND APPEALS CLASS

LOCATION: TYLER, TX

DATES: MARCH 17, 2022

Does the conference meet your educational requirements for the year? NO

If not, how much of your requirements will be met already, not counting this conference?

How many days have you been away from your job this year for conferences, not counting this conference? 0

Do you have sufficient funds in your budget for this conference? YES

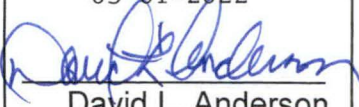
Write a short statement explaining the public purpose that will be met by your attendance at this conference: (continue on the back if necessary.)

CIVIL EVICTION, FILING AND APPEALS CLASS

PANOLA COUNTY OFFICIAL/EMPLOYEE
REQUEST FOR ATTENDANCE AT A CONFERENCE

APPROVED

03-01-2022


David L. Anderson
County Judge

NAME: MARIA HERNANDEZ

POSITION: CLERK

DEPARTMENT: JUSTICE OF THE PEACE PCT 2 & 3

DATE: FEBRUARY 14, 2022

CONFERENCE: EVICTON, FILINGS & APPEALS CLASS

LOCATION: TYLER, TX

DATES: MARCH 17, 2022

Does the conference meet your educational requirements for the year? NO

If not, how much of your requirements will be met already, not counting this conference?

How many days have you been away from your job this year for conferences, not counting this conference? 0

Do you have sufficient funds in your budget for this conference? YES

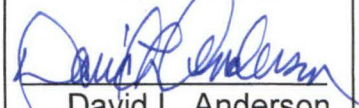
Write a short statement explaining the public purpose that will be met by your attendance at this conference: (continue on the back if necessary.)

EVICTONS, FILINGS & APPEALS CLASS

PANOLA COUNTY OFFICIAL/EMPLOYEE
REQUEST FOR ATTENDANCE AT A CONFERENCE

APPROVED

03-01-2022


David L. Anderson
County Judge

NAME: MARY SUE KIPER

POSITION: CLERK

DEPARTMENT: JUSTICE OF THE PEACE PCT 2 & 3

DATE: FEBRUARY 14, 2022

CONFERENCE: EVICTON, FILINGS & APPEALS CLASS

LOCATION: TYLER, TX

DATES: MARCH 17, 2022

Does the conference meet your educational requirements for the year? NO

If not, how much of your requirements will be met already, not counting this conference?

How many days have you been away from your job this year for conferences, not counting this conference? 0

Do you have sufficient funds in your budget for this conference? YES

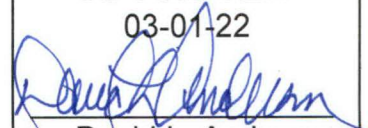
Write a short statement explaining the public purpose that will be met by your attendance at this conference: (continue on the back if necessary.)

EVICTIONS, FILINGS & APPEALS CLASS

**PANOLA COUNTY OFFICIAL/EMPLOYEE
REQUEST FOR ATTENDANCE
AT A CONFERENCE**

APPROVED

03-01-22


David L. Anderson
County Judge

NAME: Holly Gibbs
POSITION: Tax Assessor/Collector
DEPARTMENT: Tax A/C
DATE: 02/15/22

CONFERENCE: 2022 Paragon Software Seminar
LOCATION: Fort Worth, Tx
DATES: March 21, 2022 to March 22, 2022

NUMBER OF DAYS OUT OF OFFICE FOR THIS CONFERENCE: 2

Does the conference meet your educational requirements for the year? No

If not, how much of your requirements will be met by this conference?

How much of your requirements have been met already, not counting this conference?

How many days have you been away from your job this year for conferences, not counting this conference? 0

Do you have sufficient funds in your budget for this conference? Yes


Write a short statement explaining the public purpose that will be met by your attendance at this conference: (continue on the back if necessary.)

To help us better understand our software.

**PANOLA COUNTY OFFICIAL/EMPLOYEE
REQUEST FOR ATTENDANCE
AT A CONFERENCE**

APPROVED

03-01-22


David L. Anderson
County Judge

NAME: Cassandra Brooks

POSITION: Chief Deputy

DEPARTMENT: Tax A/C

DATE: 02/15/22

CONFERENCE: 2022 Paragon Software Seminar

LOCATION: Fort Worth, Tx

DATES: March 21, 2022 to March 22, 2022

NUMBER OF DAYS OUT OF OFFICE FOR THIS CONFERENCE: 2

Does the conference meet your educational requirements for the year? No

If not, how much of your requirements will be met by this conference? _____

How much of your requirements have been met already, not counting this conference?

How many days have you been away from your job this year for conferences, not counting this conference? 0

Do you have sufficient funds in your budget for this conference? Yes

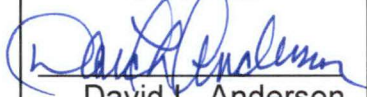
Write a short statement explaining the public purpose that will be met by your attendance at this conference: (continue on the back if necessary.)

To help us better understand our software.

**PANOLA COUNTY OFFICIAL/EMPLOYEE
REQUEST FOR ATTENDANCE
AT A CONFERENCE**

APPROVED

03-01-22


David L. Anderson
County Judge

NAME: JONI W. REED
POSITION: COUNTY TREASURER
DEPARTMENT: TREASURER'S
DATE: 02-18-2022

CONFERENCE: 50TH ANNUAL COUNTY TREASURER'S EDUCATION SEMINAR
LOCATION: SAN MARCOS, TEXAS
DATES: 04-18-2022 to 04-21-2022

NUMBER OF DAYS OUT OF OFFICE FOR THIS CONFERENCE: 5

Does the conference meet your educational requirements for the year? YES

If not, how much of your requirements will be met by this conference? _____

How much of your requirements have been met already, not counting this conference? _____

How many days have you been away from your job this year for conferences, not counting this conference? 3 DAYS

Do you have sufficient funds in your budget for this conference? YES

Write a short statement explaining the public purpose that will be met by your attendance at this conference: (continue on the back if necessary.)

THIS IS THE TREASURER'S ANNUAL EDUCATION CONFERENCE. I'M REQUIRED
TO HAVE EDUCATION HOURS TO CONTINUE AS PANOLA COUNTY TREASURER.

