

TITUS COUNTY AUDITOR'S REPORT TO COMMISSIONERS COURT

March 23, 2020

Local Government Code, Title 4, Subtitle B, Chapter 114, Subchapter B, Article .024 requires that the county auditor shall present tabulated reports of:

- 1) The accounts of the county, and
- 2) The county's receipts and disbursements of funds.

These requirements are met by the following reports:

- 1) Combined Statement of Cash Position (GEL 102) and
- 2) Combined Statement of Revenue and Expenses (GEL 107).

In addition, please see the attached Interest Rate Update which provides a discussion of the current interest rate trends and the plans for investing county funds.

Submitted by Barbara Shurbet

Barbara Shurbet, Titus County Auditor, March 23, 2020

BY OUR SIGNATURES HERETO WE HEREBY APPROVE SAID REPORTS

Bruce Lee

Titus County Judge

A. S. Riddle

Titus County Commissioner PR #1

J. Felt

Titus County Commissioner PR # 2

Don Speltz

Titus County Commissioner PR #3

Jimmy Parker

Titus County Commissioner PR #4



FUND NAME	CHECKING ACCOUNT	CHECKING AMOUNT	TDOA ACCOUNT	TDOA AMOUNT	FUND TOTAL
2020 010 GENERAL COUNTY FUND	MAIN				
	MAIN				
	MAIN	1,000.00			
	MAIN	2,500.00			
	MAIN				
	MAIN	800.00			
	MAIN				
	MAIN	2,607,014.21			
	MAIN	5,000,000.00			7,611,314.21
2020 014 JUSTICE COURTHOUSE SECURITY	MAIN	13,334.34			13,334.34
2020 016 SECURITY FEES FUND	MAIN	33,933.36			33,933.36
2020 017 JURY FUND	MAIN	5,000.00			
	MAIN	178,723.56			183,723.56
2020 018 LAW LIBRARY FUND	MAIN	11,926.42			11,926.42
2020 019 SPECIAL PROJECT ROAD & BRIDGMAN		58,875.83			58,875.83
2020 020 ROAD & BRIDGE FUND	MAIN				
	MAIN				
2020 021 ROAD & BRIDGE #1 FUND	MAIN	610,756.18			610,756.18
2020 022 ROAD & BRIDGE #2 FUND	MAIN	440,382.81			440,382.81
2020 023 ROAD & BRIDGE #3 FUND	MAIN	571,300.43			571,300.43
2020 024 ROAD & BRIDGE #4 FUND	MAIN	598,697.64			598,697.64
2020 025 CHAPTER 19: FY2012	MAIN				
2020 026 CHAPTER 19: FY2020	MAIN				
	MAIN				
2020 028 JUSTICE COURT TECHNOLOGY	MAIN	35,989.33			35,989.33
2020 029 JUSTICE COURT TECHNOLOGY-JP2MAIN		10,198.73			10,198.73
2020 030 COUNTY & DISTRICT CRT TECH	MAIN	14,523.39			
	MAIN				
	MAIN				14,523.39
2020 033 PRETRIAL INTERVENTION FUND	MAIN	13,400.50			13,400.50
2020 034 PRE-TRIAL-CLASS C MISD. FUND	MAIN	1,345.00			
	MAIN				1,345.00
2020 036 VITAL STATISTICS	MAIN	10,636.53			10,636.53
2020 037 COUNTY CLERK ARCHIVE	MAIN	125,514.01			125,514.01
2020 040 DISTRICT CLERK TECH FUND	MAIN	9,356.00			9,356.00

FUND NAME	CHECKING ACCOUNT	CHECKING AMOUNT	TDOA ACCOUNT	TDOA AMOUNT	FUND TOTAL
2020 041 STATE FEES FUND	MAIN	123,586.35			123,586.35
2020 042 HOMELAND SECURITY GRANT	MAIN				
2020 043 COUNTY CLERK R&M FUND	MAIN	175,512.78			175,512.78
2020 044 DISTRICT CLERK R&M FUND	MAIN	15,392.89			15,392.89
2020 047 DISTRICT ATTORNEY FUND	MAIN	2,057.18			2,057.18
2020 048 COUNTY ATTORNEY FUND	MAIN	1,236.12			1,236.12
2020 049 DISTRICT CLK REC PRESERV FUNMAIN		15,154.00			15,154.00
2020 050 VEHICLE INVENTORY TAX ACCOUNVH INV TAX		16,039.31			16,039.31
2020 051 FAMILY AND PROTECTIVE SERVICMAIN					
2020 052 2018 RIFLE PLATE GRANT	MAIN				
2020 053 SHERIFF SEIZED ACCOUNT	SO SEIZED	22,139.22			22,139.22
2020 054 DISTRICT ATTORNEY SEIZED ACCDA SEIZED		29,597.72			29,597.72
2020 055 DIST ATTY DRUG FORFEITURE FUDRUG FORF DRUG FORF		160,913.64 100,000.00			260,913.64
2020 056 SHERIFF FORFEITURE FUND	FORFEIT SO FORFEIT	4,500.00 24,775.27			29,275.27
2020 057 CAPITAL MURDER FUND	MAIN	72,000.00			72,000.00
2020 058 STATE CRIMINAL ALIEN ASST PRMAIN		7,148.30			7,148.30
2020 059 SHERIFF COMMISSARY FUND	MAIN	59,221.92			59,221.92
2020 060 2017 VEST GRANT	MAIN				
2020 062 TITUS COUNTY 2019 BOND I&S	19BNDI&S				
2020 063 2017 I&S	2017 I&S 2017 I&S				
2020 064 2004 ROW I&S/2011 SERIES	ROW I&S 04 ROWI&S				
2020 065 TITUS COUNTY 2012 "A" BOND I'12ABNDI&S '12ABNDI&S		3,519,653.93			3,519,653.93
2020 066 TITUS COUNTY 2012 "B" BOND I'12BBNDI&S '12BBNDI&S					
2020 067 2007 LOOP BOND	07LB I&S				
2020 068 TITUS COUNTY 2009 BOND I&S	09 BND I&S 09 BNDI&S				

FUND NAME	CHECKING ACCOUNT	CHECKING AMOUNT	TDOA ACCOUNT	TDOA AMOUNT	FUND TOTAL
2020 069 2016 I&S	2016 I& 2016 I&S				
2020 071 FEMA PREC. #1 2015-2016	MAIN				
2020 072 FEMA PRECINCT #2 2015-2016	MAIN				
2020 073 TITUS COUNTY BELL TOWER FUND	MAIN	5,873.67			5,873.67
2020 075 2004 RIGHT OF WAY	2004 ROW 04 ROW	124,735.34 3,500,000.00			3,624,735.34
2020 076 LOOP CONSTRUCTION FUND	LOOP LOOP LOOP CONST				
2020 077 FEMA PREC. #3 2015-2016	MAIN				
2020 078 FEMA PREC. #4 2015-2016	MAIN				
2020 079 PREC #3 CERTZ GRANT	MAIN				
2020 083 COMMISSARY STORE	COMM STORE	22,104.71			22,104.71
2020 084 ELECTION FUND	MAIN	203,991.88			203,991.88
2020 085 MAINTENANCE BLDG FUND	MAIN	181,447.84			181,447.84
2020 086 INSURANCE FUND	MAIN INS INS CLAIMS	965,668.55 816.56			966,485.11
2020 090 DISTRICT CLERK AGENCY FUND	DIST CLK DIST CLK DIST CLK DIST CLK	.01 67,740.62 320,333.52 289,810.79			677,884.94
2020 091 COUNTY CLERK AGENCY FUND	CNTY CLK CNTY CLK CNTY CLK	141,239.25 41,255.10 19,428.82			201,923.17
2020 092 BAIL BOND BOARD ACCOUNT	BBB ACCT BBB ACCT BBB ACCT BBB ACCT BBB ACCT BBB ACCT BBB ACCT	.01 52,089.00 52,687.94 114,771.48			219,548.43
2020 096 GENERAL FIXED ASSETS					
2020 097 GENERAL L/T DEBT ACCOUNT GRO					
2020 098 PAYROLL CLEARING FUND	PAYROLL CNTY CLK				

COMBINED STATEMENT OF CASH POSITION FOR MARCH

FUND NAME	CHECKING ACCOUNT	CHECKING AMOUNT	TDOA ACCOUNT	TDOA AMOUNT	FUND TOTAL
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TOTAL		20,808,131.99			20,808,131.99

CHECK ACCOUNT	CHECK
ACCOUNT BALANCE - MAIN	12,183,499.75
ACCOUNT BALANCE - VH INV TAX	16,039.31
ACCOUNT BALANCE - SO SEIZED	22,139.22
ACCOUNT BALANCE - DA SEIZED	29,597.72
ACCOUNT BALANCE - DRUG FORF	260,913.64
ACCOUNT BALANCE - FORFEIT	4,500.00
ACCOUNT BALANCE - SO FORFEIT	24,775.27
ACCOUNT BALANCE - '12ABNDI&S	3,519,653.93
ACCOUNT BALANCE - 2004 ROW	124,735.34
ACCOUNT BALANCE - 04 ROW	3,500,000.00
ACCOUNT BALANCE - COMM STORE	22,104.71
ACCOUNT BALANCE - INS CLAIMS	816.56
ACCOUNT BALANCE - DIST CLK	677,884.94
ACCOUNT BALANCE - CNTY CLK	201,923.17
ACCOUNT BALANCE - BBB ACCT	219,548.43
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TOTAL	20,808,131.99

TDOA ACCOUNT

TDOA

TOTAL

FUND NAME	***** MONTH TO DATE *****		***** YEAR TO DATE *****	
	REVENUES	EXPENSES	REVENUES	EXPENSES
2020 GENERAL COUNTY FUND	873,838.08	463,346.05	7,749,897.13	5,679,374.61
2020 JUSTICE COURTHOUSE SECURITY	66.29	.00	802.27	.00
2020 SECURITY FEES FUND	781.71	6,200.00	5,780.43	6,200.00
2020 JURY FUND	41,384.45	25,876.04	185,444.85	74,961.89
2020 LAW LIBRARY FUND	1,890.00	1,981.50	18,951.00	21,097.31
2020 SPECIAL PROJECT ROAD & BRIDGE	.00	2,250.48	22,500.00	13,767.39
2020 ROAD & BRIDGE FUND	.00	.00	.00	.00
2020 ROAD & BRIDGE #1 FUND	118,654.41	18,251.69	672,316.54	245,299.76
2020 ROAD & BRIDGE #2 FUND	118,654.41	20,319.41	631,225.94	314,411.91
2020 ROAD & BRIDGE #3 FUND	118,654.41	51,836.97	630,471.54	347,126.85
2020 ROAD & BRIDGE #4 FUND	118,654.30	34,231.46	630,470.92	336,628.56
2020 CHAPTER 19: FY2012	.00	.00	.00	.00
2020 CHAPTER 19: FY2020	.00	.00	.00	.00
2020 NO FUND RECORD	.00	.00	.00	.00
2020 JUSTICE COURT TECHNOLOGY	129.73	.00	1,771.39	1,503.80
2020 JUSTICE COURT TECHNOLOGY-JP2	139.06	.00	1,440.32	5,635.29
2020 COUNTY & DISTRICT CRT TECH	213.21	.00	960.36	.00
2020 NO FUND RECORD	.00	.00	.00	.00
2020 PRETRIAL INTERVENTION FUND	1,174.00	.00	6,778.00	3,377.50
2020 PRE-TRIAL-CLASS C MISD. FUND	500.00	.00	2,190.00	845.00
2020 NO FUND RECORD	.00	.00	.00	.00
2020 VITAL STATISTICS	319.00	.00	1,720.00	1,112.99
2020 COUNTY CLERK ARCHIVE	3,350.00	.00	23,240.00	13,475.00
2020 DISTRICT CLERK TECH FUND	225.00	.00	1,030.00	.00
2020 STATE FEES FUND	.00	.00	.00	.00
2020 HOMELAND SECURITY GRANT	.00	.00	.00	.00

FUND NAME	***** MONTH TO DATE *****		***** YEAR TO DATE *****	
	REVENUES	EXPENSES	REVENUES	EXPENSES
2020 COUNTY CLERK R&M FUND	3,820.27	.00	24,988.38	13,520.00
2020 DISTRICT CLERK R&M FUND	256.46	.00	1,143.10	1,557.40
2020 DISTRICT ATTORNEY FUND	.00	.00	.00	.00
2020 COUNTY ATTORNEY FUND	.00	.00	460.01	.00
2020 DISTRICT CLK REC PRESERV FUND	330.00	.00	1,590.00	12,000.00
2020 VEHICLE INVENTORY TAX ACCOUNT	.00	.00	1,409.79	1,532.41
2020 FAMILY AND PROTECTIVE SERVICES	.00	.00	.00	.00
2020 2018 RIFLE PLATE GRANT	.00	.00	.00	.00
2020 SHERIFF SEIZED ACCOUNT	.00	.00	.00	.00
2020 DISTRICT ATTORNEY SEIZED ACCT	.00	.00	.00	.00
2020 DIST ATTY DRUG FORFEITURE FUND	.00	678.00	30,777.49	41,020.08
2020 SHERIFF FORFEITURE FUND	.00	.00	7,083.59	.00
2020 CAPITAL MURDER FUND	.00	.00	12,000.00	.00
2020 STATE CRIMINAL ALIEN ASST PROG	.00	.00	6,698.00	1,102.08
2020 SHERIFF COMMISSARY FUND	.00	4,200.29	22,000.00	15,836.66
2020 2017 VEST GRANT	.00	.00	.00	.00
2020 TITUS COUNTY 2019 BOND I&S	6,636.26-	6,636.26-	.00	.00
2020 2017 I&S	299,883.27-	323,176.52-	.00	.00
2020 2004 ROW I&S/2011 SERIES	.00	.00	.00	.00
2020 TITUS COUNTY 2012 "A" BOND I&S	500,408.14-	806.25	5,698,479.23	8,395,422.50
2020 TITUS COUNTY 2012 "B" BOND I&S	299,876.32-	315,479.34-	.00	.00
2020 2007 LOOP BOND	.00	.00	.00	.00
2020 TITUS COUNTY 2009 BOND I&S	.00	.00	.00	.00
2020 2016 I&S	299,845.33-	315,126.70-	.00	.00
2020 FEMA PREC. #1 2015-2016	.00	.00	.00	.00
2020 FEMA PRECINCT #2 2015-2016	.00	.00	.00	.00

FUND NAME	***** MONTH TO DATE *****		***** YEAR TO DATE *****	
	REVENUES	EXPENSES	REVENUES	EXPENSES
2020 TITUS COUNTY BELL TOWER FUND	.00	.00	.00	.00
2020 2004 RIGHT OF WAY	.00	.00	634.84	.00
2020 LOOP CONSTRUCTION FUND	.00	.00	.00	.00
2020 FEMA PREC. #3 2015-2016	.00	.00	.00	.00
2020 FEMA PREC. #4 2015-2016	.00	.00	.00	.00
2020 PREC #3 CERTZ GRANT	.00	.00	.00	.00
2020 COMMISSARY STORE	.00	.00	34,868.41	22,000.00
2020 ELECTION FUND	.00	26,021.37	168,703.98	104,408.93
2020 MAINTENANCE BLDG FUND	132.46	7,159.75	181,437.98	96,274.21
2020 INSURANCE FUND	1,689.18	152,060.99	930,263.36	1,035,893.61
2020 DISTRICT CLERK AGENCY FUND	.00	.00	.00	.00
2020 COUNTY CLERK AGENCY FUND	.00	.00	.00	.00
2020 BAIL BOND BOARD ACCOUNT	.00	.00	.00	.00
2020 GENERAL FIXED ASSETS	.00	.00	.00	.00
2020 GENERAL L/T DEBT ACCOUNT GROUP	.00	.00	.00	.00
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TOTAL	1,792.89-	145,198.57-	17,709,528.85	16,805,385.74

Titus County

Interest Rate Information – March 10, 2020

Interest Rate Updated Information as of March 20, 2020

BACKGROUND

Titus County has historically invested mainly in certificates of deposit with the local bank depository, Guaranty Bank. This past year, Carl Johnson, purchased certificates of deposit for the general operating main account, debt service account, right-of-way account, and the district attorney drug forfeiture account. The interest rates on these investments ranged from 1.75% to 2.15% for maturities of 4 to 6 months. The last of these investments will mature on March 25, 2020.

RESEARCH AND FINDINGS

Due to the fact that these maturities are very near, I evaluated the cash flow of the County in an effort to be prepared to again purchase certificates of deposit in order to maximize interest earnings.

The initial plan was to follow a “laddered” approach by purchasing certificates of deposit for the general operating main account that would come due each month instead of purchasing one large certificate of deposit. After the late February payment was made for the debt service funds, the plan was to purchase certificates of deposit with a due date in August in order to have the funds available for the next debt service payments which are due in late August. The right-of-way funds were to have been invested on a longer term basis while the district attorney drug forfeiture funds were to be invested based on the cash flow needs.

In light of the uncertainties in the economy due to the price of oil and the coronavirus, the interest rates have fallen significantly in the past few months. For 2019, the average 13 week treasury bill bank discount rate by quarter was 2.38%, 2.31%, 1.98%, and 1.58%. For 2020, the average rate for January was 1.522%. February was 1.515%. March (as of March 9) was .68% including today's rate of .32%.

CURRENT ACTIVITIES

Per the bank depository contract, the interest bearing checking accounts (super now accounts) are earning an interest rate of .75% and the money market accounts are earning an interest rate of .80% annually. The highest interest rate available as of today would be for a one-year certificate of deposit which would earn only .80% annually. A 6-month certificate of deposit would earn only .70% annually. Specifically, the general operating main account and the district attorney drug forfeiture accounts are earning .75% annually as they are super now accounts while the debt service account and the right-of-way account are earning .80% annually as they are money market accounts. The marginally higher rate is due to the limited transactions in these accounts based on how they were initially set up many years ago.

FUTURE PLANS & RECOMMENDATIONS

Because of the significant reduction in the interest rates and because the bank depository contract includes a floor of .75% and .80% which is substantially higher than the current 13-week treasury bill rate, no certificates of deposit will be purchased at this time. The interest rate will be monitored to maximize the interest earnings.

If these rates do not improve, then the County stands to earn less in interest income than originally budgeted. For the general operating main account, the reduction could be approximately \$ 35,000. For the debt service account, the reduction could be approximately \$ 22,000. For the right-of-way account, the reduction could be approximately \$24,000. For the district attorney drug forfeiture account, the reduction could be approximately \$ 1,000. Please note that the estimated interest income amounts included in the original budget were appropriate at that time. These reductions are due to changes in the economy.

The Public Funds Investment Act requires that investments are to preserve principal first, to provide liquidity second and finally to maximize yield in this order. This recommendation meets those requirements.

UPDATED INTEREST RATE INFORMATION AS OF MARCH 20, 2020

The 13-week treasury bill rate as of March 20, 2020 was 0.05%.