

Analysis of the County's Operations – Figure A-3 provides a summary of the County's operations for the year ended September 30, 2012, and comparative data from 2011.

**Figure A-3
ROCKWALL COUNTY'S NET ASSETS**

| | Governmental Activities | |
|------------------------------------|-------------------------|----------------------|
| | 2012 | 2011 |
| REVENUES | | |
| Program revenues: | | |
| Charges for services | \$ 5,879,306 | \$ 5,381,944 |
| Operating grants and contributions | 858,739 | 569,213 |
| Capital grants and contributions | 29,600 | 108,580 |
| General revenues: | | |
| Property taxes | 26,849,646 | 26,765,968 |
| Mixed drink taxes | 202,896 | 220,068 |
| Sales tax | 269,863 | 215,543 |
| Investment earnings | 160,606 | 273,489 |
| Gain on sale of assets | 194,210 | 42,983 |
| Miscellaneous | 39,748 | 7,371 |
| Total revenues | <u>34,484,614</u> | <u>33,585,159</u> |
| EXPENSES | | |
| General government | 5,423,438 | 3,720,438 |
| Financial administration | 1,752,080 | 1,750,938 |
| Roads and bridges | 9,061,497 | 1,872,573 |
| Public safety | 11,462,939 | 11,064,731 |
| Public services | 763,569 | 842,284 |
| Public facilities | 706,107 | 789,944 |
| Judicial | 2,994,833 | 2,926,106 |
| Legal | 1,776,835 | 1,660,659 |
| Culture and recreation | 1,520,272 | 1,505,035 |
| Health and welfare | 1,143,843 | 897,011 |
| Conservation | 107,024 | 136,423 |
| Interest on long-term debt | 2,579,739 | 2,422,078 |
| Total expenditures | <u>39,292,177</u> | <u>29,588,220</u> |
| INCREASE IN NET ASSETS | (4,807,563) | 3,996,939 |
| NET ASSETS, BEGINNING | 53,969,906 | 49,972,967 |
| PRIOR PERIOD ADJUSTMENT | (8,181,863) | - |
| NET ASSETS, ENDING | <u>\$ 40,980,480</u> | <u>\$ 53,969,906</u> |

Governmental-type Activities – Governmental-type activities decreased the County's net assets \$(12,989,426). The key factors in the decrease were two major items. The first was a prior period adjustment that decreased net assets by \$(8,181,863). This was mainly due to construction projects funded by the County that are going to be maintained by other governments. These items were being capitalized by the County and should not have been. Removing these items from capital assets caused the decrease in net assets. The other item was an increase in expenditures for these road projects in FY 2012. The amount of road and bridge expenses increased more than \$7 million over FY 2011.