

JOHNSON COUNTY, TEXAS

Notes to the Financial Statements

For The Year Ended September 30, 2014

NOTE 15 - EVALUATION OF SUBSEQUENT EVENTS

The County has evaluated subsequent events through March 27, 2015, the date which the financial statements were available to be issued.

NOTE 16 - DEFICIT FUND BALANCES

As of September 30, 2014, various funds of the County had deficit fund balances as itemized below:

	<u>2014</u>
Fund Balances:	
Capital Projects Funds:	
Jail Construction Improvement Fund	\$ 8,937

Deficit balances will either be offset by future revenues or reimbursed by other funds. The special revenue and capital projects funds would be reimbursed by the General Fund.

NOTE 17 - LONG-TERM RECEIVABLE

The County and the City of Cleburne (the "City") entered into an interlocal agreement whereas the County agreed to pay funds in the amount of \$ 300,000 to the City to be used for construction of the entrance and exit ramps to connect the Chisholm Trail Parkway to CR 1125. The City has agreed to use Tax Increment Reinvestment Zone #3 Funds to repay the County. The following is a summary of note receivable requirements, based on the original balance of \$ 300,000 and expectation of revenues collected, by year, as of September 30, 2014:

<u>Year Ended September 30,</u>	
2015	\$ 60,000
2016	30,000
2017	30,000
2018	30,000
2019	30,000
2020-2023	<u>120,000</u>
Total	<u>\$ 300,000</u>