

**Webb County Employees' Health Benefits**  
**Schedule of Revenues and Expenses - Budget and Actual - (Budget Basis)**  
**and Changes in Net Assets**  
**Year Ended September 30, 2002 with Comparative Figures**  
**for Year Ended September 30, 2001**

	Budgeted Amounts		Actual Amounts	Actual Budget Basis	Variance with Final Budget-- Positive (Negative)
	Original	Final			
<b>OPERATING REVENUES:</b>					
Charges For Services	\$ 3,615,196	3,615,196	4,326,204	4,326,204	711,008
Charges For Services-Employees	726,153	726,153	727,341	727,341	1,188
Total Operating Revenues	\$ 4,341,349	4,341,349	5,053,545	5,053,545	712,196
<b>OPERATING EXPENSES:</b>					
Wages And Fringe Benefits					
Administrative Travel			(193)	(193)	193
Local Mileage			29	29	(29)
Office Supplies			225	225	(225)
Blue Cross/Blue Shield Ad	750,100	757,100	756,866	756,866	234
Cafeteria Plan Sec 125 Ad	20,000	20,000	12,581	12,581	7,419
Cobra Administration Fees	3,600	3,600	1,950	1,950	1,650
Basic Life Insurance	55,000	57,000	56,419	56,419	581
Materials And Supplies			379	379	(379)
Depreciation of \$6,285 on depreciable property financed by capital grants			6,403	6,403	(6,403)
Health Education Program	20,000	19,000	13,085	13,085	5,915
Health Fair Month	5,000	12,000	11,987		
Condolences	1,000	1,000	269	269	731
Claims Paid	3,785,700	3,770,700	2,967,282	2,967,282	803,418
Claims Paid-Dental	300,000	300,000	247,755	247,755	52,245
Claims Paid-Prescriptions	800,000	800,000	599,971	599,971	200,029
Total Operating Expenses	\$ 5,740,400	5,740,400	4,675,008	4,663,021	1,065,379
Operating Income (Loss)	(1,399,051)	(1,399,051)	378,537	390,524	1,777,575
<b>NON-OPERATING REVENUES</b>					
Interest	30,000	30,000	19,289	19,289	(10,711)
Refunds					
Total Non-Operating Revenues	\$ 30,000	30,000	19,289	19,289	(10,711)
<b>OPERATING INCOME BEFORE OPERATING TRANSFERS</b>					
	(1,369,051)	(1,369,051)	397,826	409,813	1,766,864
Operating Transfers In			531,523	531,523	531,523
Change in net assets	\$ (1,369,051)	(1,369,051)	929,349	941,336	2,298,387
Total net assets - beginning			(929,349)		
Total net assets - ending			\$ - 0 -		

**Webb County, Texas**  
**Webb County Worker's Compensation Reserve Fund**  
**Schedule of Revenues and Expenses - Budget and Actual - (Budget Basis)**  
**and Changes in Net Assets**  
**Year Ended September 30, 2002 with Comparative Figures**  
**for Year Ended September 30, 2001**

	Budgeted Amounts		Actual Amounts	Actual Budget Basis	Variance with Final Budget-- Positive (Negative)
	Original	Final			
<b>OPERATING REVENUES:</b>					
Charges For Services And Refunds	\$ 1,709,942	1,709,942	2,005,083	2,005,083	295,141
Total Operating Revenues	\$ 1,709,942	1,709,942	2,005,083	2,005,083	295,141
<b>OPERATING EXPENSES:</b>					
Wages And Fringe Benefits	255,111	255,111	253,046	253,046	2,065
Professional Services	40,000	40,000	28,753	28,753	11,247
Bonds And Insurance	5,000	5,000	3,109	3,109	1,891
Worker's Compensation Premium	75,000	75,000	89,699	89,699	(14,699)
Professional Service-Drug And Alcohol	35,000	35,000	18,808	18,808	16,192
Third Party Administration	57,800	57,800	40,000	40,000	17,800
Depreciation Expense			3,461	3,461	(3,461)
Safety Education Programs			5	5	(5)
Claims Paid	536,700	536,700	601,534	601,534	(64,834)
Total Operating Expenses	\$ 1,004,611	1,004,611	1,038,415	1,038,415	(33,804)
Operating Income (Loss)	705,331	705,331	966,668	966,668	261,337
<b>NON-OPERATING REVENUES</b>					
Interest	20,000	20,000	25,928	25,928	5,928
Refunds					
Total Non-Operating Revenues	\$ 20,000	20,000	25,928	25,928	5,928
<b>OPERATING INCOME BEFORE OPERATING TRANSFERS</b>					
	725,331	725,331	992,596	992,596	267,265
Operating Transfers Out to: Employees' Health Benefits Fund			(531,523)	(531,523)	(531,523)
Change in net assets	\$ 725,331	725,331	461,073	461,073	(264,258)
Total net assets - beginning			50,783		
Total net assets - ending			\$ 511,856		

**Webb County, Texas**  
**Combining Statement of Net Assets**  
**Internal Service Funds**  
**September 30, 2002**

	<u>Employee's</u> <u>Health Benefit</u>	<u>Worker's</u> <u>Compensation</u> <u>Reserve</u>	<u>Total</u>
<b>ASSETS</b>			
Current assets:			
Cash and cash equivalents	\$ 776,982	\$ 2,145,967	\$ 2,922,949
Due from other funds	531,523	-	531,523
Other receivables	21,690	-	21,690
Total current assets	<u>1,330,195</u>	<u>2,145,967</u>	<u>3,476,162</u>
Non-current assets:			
Capital Assets:			
Equipment and Furniture	60,128	23,940	84,068
Less Accumulated depreciation	<u>(19,197)</u>	<u>(23,074)</u>	<u>(42,271)</u>
Total non-current assets	<u>40,931</u>	<u>866</u>	<u>41,797</u>
Total assets	<u><u>1,371,126</u></u>	<u><u>2,146,833</u></u>	<u><u>3,517,959</u></u>
<b>LIABILITIES</b>			
Current Liabilities:			
Accounts payable	521,815	114,023	635,838
Salaries payable	-	6,070	6,070
Due to other funds	171,050	667,044	838,094
Other Accrued expenses	21,690	84,935	106,625
Compensated absences	-	18,015	18,015
Total current liabilities	<u>714,555</u>	<u>890,087</u>	<u>1,604,642</u>
Non-current liabilities:			
Claims and judgments	615,692	744,890	1,360,582
Total non-current liabilities	<u>615,692</u>	<u>744,890</u>	<u>1,360,582</u>
Total liabilities	<u><u>1,330,247</u></u>	<u><u>1,634,977</u></u>	<u><u>2,965,224</u></u>
<b>NET ASSETS</b>			
Invested in capital assets, net of related debt	40,879	-	40,879
Unrestricted	-	511,856	511,856
Total net assets	<u><u>\$ 40,879</u></u>	<u><u>\$ 511,856</u></u>	<u><u>\$ 552,735</u></u>

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

**Webb County, Texas**  
**Combining Statement of Revenues, Expenses and Changes in Fund Net Assets**  
**Internal Service Funds**  
**For the Year Ended September 30, 2002**

	<u>Employee's Health Benefit</u>	<u>Worker's Compensation Reserve</u>	<u>Total</u>
<b>REVENUES</b>			
Charges for services	\$ 5,053,545	\$ 2,005,083	\$ 7,058,628
Total operating revenues	<u>5,053,545</u>	<u>2,005,083</u>	<u>7,058,628</u>
<b>OPERATING EXPENSES</b>			
Personal services	-	253,046	253,046
Contractual services	-	47,561	47,561
Other supplies and expenses	439	3,109	3,548
Insurance claims and expenses	4,668,165	731,238	5,399,403
Depreciation	6,403	3,461	9,864
Total operating expenses	<u>4,675,007</u>	<u>1,038,415</u>	<u>5,713,422</u>
Operating income (loss)	<u>378,538</u>	<u>966,668</u>	<u>1,345,206</u>
<b>NON-OPERATING REVENUES (EXPENSES)</b>			
Interest and investment revenue	<u>19,289</u>	<u>25,928</u>	<u>45,217</u>
Total non-operating revenue (expenses)	<u>19,289</u>	<u>25,928</u>	<u>45,217</u>
Income (loss) before contributions and transfers	397,827	992,596	1,390,423
Capital contributions	-	-	-
Transfers in	531,523	-	531,523
Transfers out	-	(531,523)	(531,523)
Change in net assets	<u>929,350</u>	<u>461,073</u>	<u>1,390,423</u>
Total net assets - beginning	<u>(888,471)</u>	<u>50,783</u>	<u>(837,688)</u>
Total net assets - ending	<u>\$ 40,879</u>	<u>\$ 511,856</u>	<u>\$ 552,735</u>

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

**Webb County, Texas**  
**Internal Service Funds**  
**Combining Statement of Cash Flows**  
**Year Ended September 30, 2002**

	<u>Webb County Employees Health Benefits</u>	<u>Webb County Worker's Compensation Reserve Fund</u>	<u>Total 2002</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Premiums from participants	\$ 5,043,671	\$ 2,005,083	\$ 7,048,754
Payments to employees		(244,353)	(244,353)
Payments to vendors, suppliers, and insurance administrators	<u>(5,711,893)</u>	<u>(593,903)</u>	<u>(6,305,796)</u>
Net cash provided by operating activities	<u>(668,222)</u>	<u>1,166,827</u>	<u>498,605</u>
<b>CASH FLOWS FROM NON CAPITAL FINANCING ACTIVITIES</b>			
Interfund transfer			
Operating Transfer In	531,523		531,523
Purchase of water rights			
Operating Transfer Out		<u>(531,523)</u>	<u>(531,523)</u>
Net cash provided by non capital financing activities	<u>531,523</u>	<u>(531,523)</u>	
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>			
Purchase of assets			
Net cash provided by capital financing activities			
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Purchase of investments			
Proceeds from investments			
Investment earnings	<u>19,289</u>	<u>25,928</u>	<u>45,217</u>
Net cash provided by investing activities	<u>19,289</u>	<u>25,928</u>	<u>45,217</u>
Net Increase/(Decrease) in Cash and Cash Equivalents	<u>(117,410)</u>	<u>661,232</u>	<u>543,822</u>
Cash and pooled investments, beginning of year	<u>894,392</u>	<u>1,484,735</u>	<u>2,379,127</u>
Cash and pooled investments, end of year	<u>\$ 776,982</u>	<u>\$ 2,145,967</u>	<u>\$ 2,922,949</u>
<b>Reconciliation of operating income to net cash provided (used) by operations:</b>			
Operating income	\$ 378,537	\$ 966,668	\$ 1,345,205
Adjustments to reconcile operating income to net cash provided by operating activities:			
Depreciation expense	6,403	3,461	9,864
(Increase) Decrease in Due from Other Funds	(360,472)		(360,472)
(Increase) Decrease in Accounts Receivable	(9,874)		(9,874)
(Increase) Decrease in Other Assets	14,000		14,000
Increase (Decrease) in Bank Overdraft	(64,335)		(64,335)
Increase (Decrease) in Accounts Payable	171,134	45,160	216,294
Increase (Decrease) in Accrued Liabilities		1,850	1,850
Increase (Decrease) in Due to Other Funds	(803,615)	87,430	(716,185)
Increase (Decrease) in Customer Deposits			
Increase (Decrease) in Funds Held in Trust		40,006	40,006
Increase (Decrease) in Accrued Compensated Absences		6,843	6,843
Increase (Decrease) in Long Term Risk Liability		<u>15,409</u>	<u>15,409</u>
Total adjustments	<u>(1,046,759)</u>	<u>200,159</u>	<u>(846,600)</u>
Net cash provided by operating activities	<u>\$ (668,222)</u>	<u>\$ 1,166,827</u>	<u>\$ 498,605</u>

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