

Webb County, Texas
Combining Statement of Net Assets
Internal Service Funds
September 30, 2010

	<u>Employees Health Benefits</u>	<u>Workers Compensation Reserve</u>	<u>Employees Retiree OPEB Fund</u>	<u>Total</u>
ASSETS				
Current assets:				
Cash and investments	\$ 183,862	\$ 5,419,671	\$ 1,558,535	\$ 7,162,068
Due from other funds	1,736,414	4,436	86,313	1,827,163
Total current assets	<u>1,920,276</u>	<u>5,424,107</u>	<u>1,644,848</u>	<u>8,989,231</u>
Non-current assets:				
Capital Assets:				
Equipment and Furniture	60,128	23,940	-	84,068
Less Accumulated depreciation	<u>(60,128)</u>	<u>(23,940)</u>	<u>-</u>	<u>(84,068)</u>
Total non-current assets	-	-	-	-
Total assets	<u><u>1,920,276</u></u>	<u><u>5,424,107</u></u>	<u><u>1,644,848</u></u>	<u><u>8,989,231</u></u>
LIABILITIES				
Current Liabilities:				
Accounts payable	803,922	101,950	5,577	911,449
Due to other funds	500,662	1,850,546	83,590	2,434,798
Claims and judgments	615,692	425,978	-	1,041,670
Total current liabilities	<u>1,920,276</u>	<u>2,378,474</u>	<u>89,167</u>	<u>4,387,917</u>
Non-current liabilities:				
Claims and judgments	-	206,024	-	206,024
OPEB liability	-	-	1,555,681	1,555,681
Total non-current liabilities	<u>-</u>	<u>206,024</u>	<u>1,555,681</u>	<u>1,761,705</u>
Total liabilities	<u><u>1,920,276</u></u>	<u><u>2,584,498</u></u>	<u><u>1,644,848</u></u>	<u><u>6,149,622</u></u>
NET ASSETS				
Unrestricted	-	2,839,609	-	2,839,609
Total net assets	<u><u>\$ -</u></u>	<u><u>\$ 2,839,609</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 2,839,609</u></u>

Webb County, Texas
Combining Statement of Revenues, Expenses and Changes in Fund Net Assets
Internal Service Funds
For the Year Ended September 30, 2010

	<u>Employees Health</u> <u>Benefits</u>	<u>Workers</u> <u>Compensation</u> <u>Reserve</u>	<u>Employees Retiree</u> <u>OPEB Fund</u>	<u>Total</u>
REVENUES				
Charges for services and plan members contributions	\$ 8,757,784	\$ 2,296,910	\$ 86,528	\$ 11,141,222
Total operating revenues	<u>8,757,784</u>	<u>2,296,910</u>	<u>86,528</u>	<u>11,141,222</u>
OPERATING EXPENSES				
Contractual services	53,968	6,775	-	60,743
Insurance claims and expenses	10,403,020	478,653	179,159	11,060,832
OPEB costs	-	-	350,559	350,559
Total operating expenses	<u>10,456,988</u>	<u>485,428</u>	<u>529,718</u>	<u>11,472,134</u>
Operating income (loss)	<u>(1,699,204)</u>	<u>1,811,482</u>	<u>(443,190)</u>	<u>(330,912)</u>
NON-OPERATING REVENUES (EXPENSES)				
Interest and investment revenue	6,240	31,141	4,098	41,479
Total non-operating revenue (expenses)	<u>6,240</u>	<u>31,141</u>	<u>4,098</u>	<u>41,479</u>
Income (loss) before contributions and transfers	(1,692,964)	1,842,623	(439,092)	(289,433)
Transfers in	1,692,964	-	439,092	2,132,056
Transfers out	-	(3,132,056)	-	(3,132,056)
Change in net assets	<u>-</u>	<u>(1,289,433)</u>	<u>-</u>	<u>(1,289,433)</u>
Total net assets - beginning	<u>-</u>	<u>4,129,042</u>	<u>-</u>	<u>4,129,042</u>
Total net assets - ending	<u>\$ -</u>	<u>\$ 2,839,609</u>	<u>\$ -</u>	<u>\$ 2,839,609</u>

Webb County, Texas
Employees' Health Benefits
Schedule of Revenues and Expenses - Budget and Actual - (Budget Basis)
and Changes in Net Assets
Year Ended September 30, 2010 with Comparative Figures
for Year Ended September 30, 2009

	Budgeted Amounts		Actual Amounts, Budgetary Basis	Variance with Final Budget-- Positive (Negative)	Total Prior Year As Of 9/30/09
	Original	Final			
OPERATING REVENUES:					
Charges For Services	\$ 6,693,501	6,693,501	6,323,549	(369,952)	6,367,332
Charges For Services-Employees	2,000,000	2,000,000	2,434,235	434,235	2,127,311
Total Operating Revenues	<u>\$ 8,693,501</u>	<u>8,693,501</u>	<u>8,757,784</u>	<u>64,283</u>	<u>8,494,643</u>
OPERATING EXPENSES:					
Current:					
Contractual	\$ 100,000	53,968	53,968		66,301
Blue Cross/Blue Shield Ad	1,224,000	1,211,745	1,211,744	1	1,191,444
Cafeteria Plan Sec 125 Ad	20,000	23,388	23,388		15,193
Cobra Administration Fees	2,000				992
Basic Life Insurance	70,000	68,448	68,448		71,685
Claims Paid	6,600,000	6,359,399	6,880,389	(520,990)	6,044,716
Claims Paid-Dental	420,000	499,266	499,266		409,940
Claims Paid-Prescriptions	1,500,000	1,719,786	1,719,785	1	1,444,136
Total Operating Expenses	<u>\$ 9,936,000</u>	<u>9,936,000</u>	<u>10,456,988</u>	<u>(520,988)</u>	<u>9,244,407</u>
Operating Income (Loss)	(1,242,499)	(1,242,499)	(1,699,204)	(456,705)	(749,764)
NON-OPERATING REVENUES					
Interest	10,000	10,000	6,240	(3,760)	11,214
Total Non-Operating Revenues	<u>10,000</u>	<u>10,000</u>	<u>6,240</u>	<u>(3,760)</u>	<u>11,214</u>
OPERATING INCOME BEFORE TRANSFERS					
	\$ (1,232,499)	(1,232,499)	(1,692,964)	(460,465)	(738,550)
Transfers In	591,000	591,000	1,692,964	1,101,964	616,192
Total Transfers	<u>591,000</u>	<u>591,000</u>	<u>1,692,964</u>	<u>1,101,964</u>	<u>616,192</u>
Change in net assets	<u>\$ (641,499)</u>	<u>(641,499)</u>		<u>641,499</u>	(122,358)
Total net assets - beginning					122,358
Total net assets - ending			\$		

Webb County, Texas
Worker's Compensation Reserve Fund
Schedule of Revenues and Expenses - Budget and Actual - (Budget Basis)
and Changes in Net Assets
Year Ended September 30, 2010 with Comparative Figures
for Year Ended September 30, 2009

	Budgeted Amounts		Actual Amounts, Budgetary Basis	Variance with Final Budget-- Positive (Negative)	Total Prior Year As Of 9/30/09
	Original	Final			
OPERATING REVENUES:					
Charges For Services And Refunds	\$ 2,045,000	2,045,000	2,296,910	251,910	2,350,442
Total Operating Revenues	\$ 2,045,000	2,045,000	2,296,910	251,910	2,350,442
OPERATING EXPENSES:					
Current:					
Professional Services	\$ 60,000	6,775	6,775		
Worker's Compensation Premium	70,000	52,109	52,109		8,636
Third Party Administration	48,000				29,073
Claims Paid Major Medical	670,000	426,545	426,544	1	496,130
Total Operating Expenses	\$ 848,000	485,429	485,428	1	533,839
Operating Income (Loss)	1,197,000	1,559,571	1,811,482	251,911	1,816,603
NON-OPERATING REVENUES					
Interest	40,000	40,000	31,141	(8,859)	45,181
Total Non-Operating Revenues	40,000	40,000	31,141	(8,859)	45,181
OPERATING INCOME BEFORE					
TRANSFERS	\$ 1,237,000	1,599,571	1,842,623	243,052	1,861,784
Transfers Out to:					
General Fund	(1,000,000)	(1,000,000)	(1,000,000)		(295,000)
OPEB Employee Retiree Fund	(491,000)	(439,093)	(439,092)	1	(567,750)
Employee's Health Benefit Fund	(591,000)	(1,005,478)	(1,692,964)	(687,486)	(616,192)
Total Transfers	(2,082,000)	(2,444,571)	(3,132,056)	(687,485)	(1,478,942)
Change in net assets	\$ (845,000)	(845,000)	(1,289,433)	(444,433)	382,842
Total net assets - beginning			4,129,042		3,746,200
Total net assets - ending			\$ 2,839,609		4,129,042

Webb County, Texas
Employees Retiree OPEB Fund
Schedule of Revenues and Expenses - Budget and Actual - (Budget Basis)
and Changes in Net Assets
Year Ended September 30, 2010 with Comparative Figures
for Year Ended September 30, 2009

	Budgeted Amounts		Actual Amounts, Budgetary Basis	Variance with Final Budget-- Positive (Negative)	Total Prior Year As Of 9/30/09
	Original	Final			
OPERATING REVENUES:					
Charges For Services And Refunds	\$ 75,000	75,000	86,528	11,528	76,095
Total Operating Revenues	\$ 75,000	75,000	86,528	11,528	76,095
OPERATING EXPENSES:					
Current:					
Premiums Expense	\$ 40,000	70,000	60,128	9,872	48,606
Administrative Fees	24,000	24,000	21,014	2,986	21,092
Claims Paid	478,000	88,441	74,225	14,216	159,994
Dental Expense	3,000	12,000	4,953	7,047	3,298
RX Expense	25,000	25,000	18,839	6,161	24,162
OPEB Cost		350,559	350,559		423,334
Total Operating Expenses	\$ 570,000	570,000	529,718	40,282	680,486
Operating Income (Loss)	(495,000)	(495,000)	(443,190)	51,810	(604,391)
NON-OPERATING REVENUES					
Interest	4,000	4,000	4,098	98	4,545
Total Non-Operating Revenues	4,000	4,000	4,098	98	4,545
OPERATING INCOME BEFORE					
TRANSFERS	\$ (491,000)	(491,000)	(439,092)	51,908	(599,846)
Transfers In	491,000	491,000	439,092	(51,908)	567,750
Total Transfers	491,000	491,000	439,092	(51,908)	567,750
Change in net assets	\$				(32,096)
Total net assets - beginning					32,096
Total net assets - ending			\$		

Webb County, Texas
Internal Service Funds
Combining Statement of Cash Flows
Year Ended September 30, 2010

	<u>Webb County Employees Health Benefits</u>	<u>Webb County Worker's Compensation Reserve Fund</u>	<u>Employees Retiree OPEB Fund</u>	<u>Total 2010</u>
CASH FLOWS FROM OPERATING ACTIVITIES				
Premiums from participants	\$ 8,757,784	2,296,910	86,528	11,141,222
Payments to vendors, suppliers, and insurance administrators	<u>(10,846,995)</u>	<u>599,499</u>	<u>(289,165)</u>	<u>(10,536,661)</u>
Net cash provided by operating activities	<u>(2,089,211)</u>	<u>2,896,409</u>	<u>(202,637)</u>	<u>604,561</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES				
Transfers In	1,692,964		439,092	2,132,056
Transfers Out		<u>(3,132,056)</u>		<u>(3,132,056)</u>
Net cash provided by non capital financing activities	<u>1,692,964</u>	<u>(3,132,056)</u>	<u>439,092</u>	<u>(1,000,000)</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Investment earnings	<u>6,240</u>	<u>31,141</u>	<u>4,098</u>	<u>41,479</u>
Net cash provided by investing activities	<u>6,240</u>	<u>31,141</u>	<u>4,098</u>	<u>41,479</u>
Net Increase/(Decrease) in Cash and Cash Equivalents	<u>(390,007)</u>	<u>(204,506)</u>	<u>240,553</u>	<u>(353,960)</u>
Cash and pooled investments, beginning of year	<u>573,869</u>	<u>5,624,177</u>	<u>1,317,982</u>	<u>7,516,028</u>
Cash and pooled investments, end of year	\$ <u>183,862</u>	<u>5,419,671</u>	<u>1,558,535</u>	<u>7,162,068</u>
Reconciliation of operating income to net cash provided (used) by operations:				
Operating income	\$ (1,699,204)	1,811,482	(443,190)	(330,912)
Adjustments to reconcile operating income to net cash provided by operating activities:				
Depreciation expense				
(Increase) Decrease in Due from Other Funds	(1,119,343)	(4,436)	(86,313)	(1,210,092)
Increase (Decrease) in Accounts Payable		45,819	(90,422)	(44,603)
Increase (Decrease) in Accrued Liabilities	228,674			228,674
Increase (Decrease) in Due to Other Funds	500,662	1,090,049	66,729	1,657,440
Increase (Decrease) in Short-Term Risk Liability		55,846		55,846
Increase (Decrease) in Long-Term Risk Liability		(102,351)		(102,351)
Increase (Decrease) in Long Term OPEB Liability			350,559	350,559
Total adjustments	<u>(390,007)</u>	<u>1,084,927</u>	<u>240,553</u>	<u>935,473</u>
Net cash provided by operating activities	\$ <u>(2,089,211)</u>	<u>2,896,409</u>	<u>(202,637)</u>	<u>604,561</u>