

ANNUAL FINANCIAL REPORT
THIRD DISTRICT COURT OF APPEALS
AUSTIN, TEXAS
FISCAL YEAR ENDED AUGUST 31, 2017

ANNUAL FINANCIAL REPORT
THIRD DISTRICT COURT OF APPEALS
AUSTIN, TEXAS
FISCAL YEAR ENDED AUGUST 31, 2017

THIRD DISTRICT COURT OF APPEALS, AUSTIN, AGENCY 223

TABLE OF CONTENTS

- I. Letter of Transmittal**
- II. General Purpose Financial Statements**
 - A. Combining Balance Sheet (DAFR8580)**
 - B. Combining Operating Statement – Governmental Funds (DAFR8590)**
 - C. Combining Statement of Net Assets – Net Asset Format (DAFR 8585)**
- III. Notes to the Financial Statements**
- IV. Schedules – Not Applicable**



Third Court of Appeals

Third District of Texas
P.O. Box 12547, Austin, Texas 78711
(512) 463-1733

JEFF L. ROSE, CHIEF JUSTICE
DAVID PURYEAR, JUSTICE
BOB PEMBERTON, JUSTICE
MELISSA GOODWIN, JUSTICE
SCOTT K. FIELD, JUSTICE
CINDY OLSON BOURLAND, JUSTICE

JEFFREY D. KYLE, CLERK

October 25, 2017

Governor's Office
Office of Budget & Planning
P. O. Box 12428
Austin, Texas 78711

Honorable Greg Abbott:

We are pleased to submit the Third District Court of Appeals, Agency 223, Annual Report for the year ended August 31, 2017, in compliance with the General Provisions of the Appropriations Act, Article IX, and in accordance with the requirements established by the Comptroller of Public Accounts.

The accompanying Annual Financial Report will be considered for audit by the State Auditor as part of the audit of the statewide annual financial report; therefore, an opinion has not been expressed on the financial statements and related information contained in this report.

If you have any questions, please contact Jeffrey Kyle at (512) 463-1709.

Sincerely,

Jeff L. Rose
Chief Justice

Enclosures

cc: Legislative Budget Board
Legislative Reference Library
Texas State Library
State Auditor's Office

(AGY)223 (ORG) (PRG) (NAC) (APP) (FND) (COB) (AOB) (GLA)
 (AGL) (GRT) (PRJ) (SS1) (SS2)

3RD COURT OF APPEALS DISTRICT (223)
 BALANCE SHEET - GOVERNMENTAL & PROPRIETARY FUND TYPES (FFS)
 REPORT PERIOD= ADJUSTMENT FY= 17
 PERCENT OF YEAR ELAPSED: 100%
 PROD SYSTEM
 PAGE 1

GAAP FUND GROUP 01 GOVERNMENTAL
 GAAP FUND TYPE 01 GENERAL

DL	GL	COMP	AGY	CURRENT	PRIOR
CAT	CLASS	GL	GL	YEAR	YEAR
01	001	0010	CASH ON HAND	.00	.00
GL CLS	001	CA	CASH ON HAND	.00	.00
01	004	0045	CASH IN STATE TREASURY	56,170,106.84-	52,619,171.87-
		0047	SHARED CASH	478,009.27-	456,571.77-
		0048	LEGISLATIVE CASH	56,648,116.11	53,075,743.64
GL CLS	004	CA	CASH IN STATE TREASURY	.00	.00
01	020	9000	LEGISLATIVE APPROPRIATIONS	375,640.69	334,634.41
GL CLS	020	CA	LEGISLATIVE APPROPRIATIONS	375,640.69	334,634.41
01	052	0230	ACCTS. RECEIVABLE - BILLED	1,345.41	1,345.41
		0231	ACCTS. RECEIVABLE - UNBILLED	358.04-	358.04-
GL CLS	052	CA	ACCOUNTS RECEIVABLES, NET	987.37	987.37
01	065	0279	CA INTERFUND RECEIVABLE-NO POST DOC	.00	.00
GL CLS	065	CA	INTERFUND RECEIVABLE	.00	.00
01	070	0283	DUE FROM OTHER FUNDS	22305400 .00	.00
		0283	DUE FROM OTHER FUNDS	22300010 .00	.00
		0283	DUE FROM OTHER FUNDS	22390000 .00	.00
GL CLS	070	CA	DUE FROM OTHER FUNDS	.00	.00
01	072	0284	DUE FROM OTHER AGENCIES	.00	.00
		0284	DUE FROM OTHER AGENCIES	21105400 .00	.00
		0284	DUE FROM OTHER AGENCIES	22305400 .00	.00
		0284	DUE FROM OTHER AGENCIES	32001650 .00	.00
GL CLS	072	CA	DUE FROM OTHER AGENCIES	.00	.00
01	080	0285	CONSUM. INVENTORIES (MAT. AND SUPPLI	2,727.00	1,770.50
GL CLS	080	CA	CONSUMABLE INVENTORIES	2,727.00	1,770.50

3RD COURT OF APPEALS DISTRICT (223)
 BALANCE SHEET - GOVERNMENTAL & PROPRIETARY FUND TYPES (FFS)
 REPORT PERIOD= ADJUSTMENT FY= 17

PROD SYSTEM
 PAGE 2

PERCENT OF YEAR ELAPSED: 100%

GAAP FUND GROUP 01 GOVERNMENTAL
 GAAP FUND TYPE 01 GENERAL

GL	GL	COMP	TITLE	AGY	CURRENT	PRIOR
CAT	CLASS	GL		GL	YEAR	YEAR
			GLA CAT 01 CURRENT ASSETS		379,355.06	337,392.28
06	158	0360	LIBRARY BOOKS-NON DEPRECIABLE		.00	.00
		0383	OTHER CAPITAL ASSETS-DEPRECIABLE		.00	.00
			GL CLS 158 OTHER CAPITAL ASSETS, NET		.00	.00
			GLA CAT 06 NON-CURRENT ASSETS		.00	.00
			TOTAL ASSETS AND OTHER DEBITS		379,355.06	337,392.28
21	200	1009	VOUCHERS PAYABLE		.00	.00
		1010	ACCOUNTS PAYABLE		.00	399.42-
			GL CLS 200 CL ACCOUNTS PAYABLE		.00	399.42-
21	203	1015	PAYROLL PAYABLE		378,425.22-	329,422.36-
			GL CLS 203 CL PAYROLL PAYABLE		378,425.22-	329,422.36-
21	204	1150	CL OTHER LIABILITIES		.00	.00
			GL CLS 204 OTHER CURRENT LIABILITIES		.00	.00
21	205	1049	CL INTERFUND PAYABLE		.00	.00
			GL CLS 205 CL INTERFUND PAYABLE		.00	.00
21	210	1053	DUE TO OTHER FUNDS	22305400	.00	.00
		1053	DUE TO OTHER FUNDS	22305730	.00	.00
		1053	DUE TO OTHER FUNDS	22309000	.00	.00
		1053	DUE TO OTHER FUNDS	22300010	.00	.00
		1053	DUE TO OTHER FUNDS	22390000	.00	.00
			GL CLS 210 CL DUE TO OTHER FUNDS		.00	.00
21	211	1050	DUE TO OTHER AGENCIES		.00	.00
		1050	DUE TO OTHER AGENCIES	21200010	.00	.00
		1050	DUE TO OTHER AGENCIES	32001650	.00	.00
		1050	DUE TO OTHER AGENCIES	90257300	.00	.00
		1050	DUE TO OTHER AGENCIES	90251570	.00	.00

3RD COURT OF APPEALS DISTRICT (223)
 BALANCE SHEET - GOVERNMENTAL & PROPRIETARY FUND TYPES (FFS)
 REPORT PERIOD= ADJUSTMENT FY= 17

PROD SYSTEM
 PAGE 3

PERCENT OF YEAR ELAPSED: 100%

GAAP FUND GROUP 01 GOVERNMENTAL
 GAAP FUND TYPE 01 GENERAL

GL CAT	GL CLASS	COMP GL	TITLE	AGY GL	CURRENT YEAR	PRIOR YEAR
	GL CLS	211	CL DUE TO OTHER AGENCIES		.00	.00
21	300	1140	FUNDS HELD FOR OTHERS		.00	.00
		1149	FUNDS HELD FOR OTHERS		.00	.00
	GL CLS	300	CL FUNDS HELD FOR OTHERS		.00	.00
	GLA CAT	21	CURRENT LIABILITIES		378,425.22-	329,821.78-
TOTAL LIABILITIES AND OTHER CREDITS					378,425.22-	329,821.78-
51	360	2050	FD BAL-RESERVED FOR ENCUMBRANCES		.00	.00
	GL CLS	360	FD BAL RESERVED FOR ENCUMBRANCES		.00	.00
51	362	2075	FD BAL-RESERVED FOR CONSUM. INVENT.		.00	.00
	GL CLS	362	FD BAL RESERVED FOR INVENTORIES		.00	.00
51	510	2301	FD BAL-NONSPND FOR INVENTORY		2,727.00-	1,770.50-
	GL CLS	510	FD BAL-NONSPENDABLE		2,727.00-	1,770.50-
51	530	2315	FD BAL-COMMITTED		.00	.00
	GL CLS	530	FD BAL-COMMITTED		.00	.00
51	550		2325-POST CLS FFS FB UNASSIGNED		1,797.16	5,800.00-
	GL CLS	550	FD BAL-UNASSIGNED		1,797.16	5,800.00-
51	610	2150	FD BAL UNRES DESIG FOR OTHER		.00	.00
	GL CLS	610	FD BAL - UNRES DESIG FOR OTHER		.00	.00
51	620	2240	FB-UNRESERVED-UNDESIGNATED-OTHER		.00	.00
		9999	FFS SYSTEM CLEARING - GL LEVEL ONLY		.00	.00
	GL CLS	620	FUND BALANCE - UNRESERVED/UNDESIGNATED		.00	.00
51	630	2030	INVESTMENT IN GENERAL FIXED ASSETS		.00	.00

3RD COURT OF APPEALS DISTRICT (223)
 BALANCE SHEET - GOVERNMENTAL & PROPRIETARY FUND TYPES (FFS)
 REPORT PERIOD= ADJUSTMENT FY= 17

PROD SYSTEM
 PAGE 4

PERCENT OF YEAR ELAPSED: 100%

GAAP FUND GROUP 01 GOVERNMENTAL
 GAAP FUND TYPE 01 GENERAL

GL	CLASS	COMP	TITLE	AGY	GL	CURRENT	PRIOR
						YEAR	YEAR
51	630	2055	FR - UNENCUM APPROP - SUBJECT TO LAP			.00	.00
		2060	FB-RES FOR UNENCUM APPR-FUTURE OPERA			.00	.00
GL CLS	630	OBSOLETE FB ACCTS UNDER GASB 34				.00	.00
51	800	9001	ENCUMBRANCES			.00	.00
		9003	ENCUMBRANCES (REPORTING AGENCIES)			.00	.00
		9005	BUDGET RESERVATION FOR ENCUMBRANCES			.00	.00
GL CLS	800	BUDGETARY				.00	.00
51	950	9200	PAYROLL CLEARING			.00	.00
		9201	PAYROLL CLEARING OFFSET			.00	.00
		9202	PAYROLL SYSTEM CLEARING			.00	.00
GL CLS	950	SYSTEM ACCOUNTS				.00	.00
GLA CAT	51	FUND BALANCE (DEFICITS)				929.84-	7,570.50-
TOTAL FUND BALANCE/NET POSITION WITH CURRENT CHANGES						929.84-	7,570.50-
TOTAL LIABILITIES, OTHER CR, DEF INFLOWS AND FD BAL/NET POSITION						379,355.06-	337,392.28-
GAAP FUND TYPE	01	GENERAL				.00	.00

(AGY)223 (ORG) (PRG) (NAC) (APP) (FND) (COB) (AOB) (GLA)
 (AGL) (GRT) (PRJ) (SS1) (SS2)

3RD COURT OF APPEALS DISTRICT (223)
 BALANCE SHEET - GOVERNMENTAL & PROPRIETARY FUND TYPES (FFS)
 REPORT PERIOD= ADJUSTMENT FY= 17

PERCENT OF YEAR ELAPSED: 100% PROD SYSTEM
 PAGE 5

GAAP FUND GROUP 01 GOVERNMENTAL
 GAAP FUND TYPE 02 SPECIAL REVENUE

GL	GL	COMP		AGY	CURRENT	PRIOR
CAT	CLASS	GL	TITLE	GL	YEAR	YEAR
01	001	0010	CASH ON HAND		.00	.00
	GL CLS	001	CA CASH ON HAND		.00	.00
01	004	0045	CASH IN STATE TREASURY		2,122,851.25-	1,907,294.43-
		0047	SHARED CASH		2,122,851.25	1,907,294.43
	GL CLS	004	CA CASH IN STATE TREASURY		.00	.00
01	052	0231	ACCTS. RECEIVABLE - UNBILLED		.00	.00
	GL CLS	052	CA ACCOUNTS RECEIVABLES, NET		.00	.00
01	065	0279	CA INTERFUND RECEIVABLE-NO POST DOC		.00	.00
	GL CLS	065	CA INTERFUND RECEIVABLE		.00	.00
01	070	0283	DUE FROM OTHER FUNDS	22305730	.00	.00
		0283	DUE FROM OTHER FUNDS	22300010	.00	.00
		0283	DUE FROM OTHER FUNDS	22390000	.00	.00
	GL CLS	070	CA DUE FROM OTHER FUNDS		.00	.00
01	072	0284	DUE FROM OTHER AGENCIES		.00	.00
		0284	DUE FROM OTHER AGENCIES	24105730	.00	.00
	GL CLS	072	CA DUE FROM OTHER AGENCIES		.00	.00
	GLA CAT	01	CURRENT ASSETS		.00	.00
	TOTAL ASSETS AND OTHER DEBITS				.00	.00
21	200	1009	VOUCHERS PAYABLE		.00	.00
	GL CLS	200	CL ACCOUNTS PAYABLE		.00	.00
21	210	1053	DUE TO OTHER FUNDS	22305730	.00	.00

(AGY)223 (ORG) (PRG) (NAC) (APP) (FND) (COB) (AOB) (GLA)
 (KGL) (GRT) (PRJ) (SS1) (SS2)

3RD COURT OF APPEALS DISTRICT (223)
 OPERATING STATEMENT - GOVERNMENTAL FUNDS
 REPORT PERIOD= ADJUSTMENT FY= 17

PROD SYSTEM
 PAGE 1

PERCENT OF YEAR ELAPSED: 100%

GAAP FUND GROUP 01 GOVERNMENTAL
 GAAP FUND TYPE 01 GENERAL

		GAAP						CURRENT
CATEGORY	FUNC	CLASS	ACCT	GL	GAAP	COMPT	TITLE	YEAR
01			0005		9400		ORIGINAL BUDGET-COMMITTED	2,833,452.00
					9401		ORIGINAL BUDGET-COLLECTED	52,000.00-
* GAAP SRC/OBJ			0005				ORIGINAL APPROPRIATIONS	2,781,452.00
01			0006		9420		OASI ST MATCH TRF IN FROM 902-COMMITTED	195,545.09
					9425		INSUR-ST PD TRF IN FROM 327-COMMITTED	279,149.40
					9435		RETIR-ST MATCH TRF IN FROM 327-COMMITTED	316,752.36
					9440		BRP TRANSFER IN FROM 902-COMMITTED	901.96
					9445		SALARY INCR TRF IN FROM 902-COMMITTED	39,577.94
* GAAP SRC/OBJ			0006				ADDITIONAL APPROPRIATIONS	831,926.75
01			0007		9406		UB TRANSFER OUT-EXP BUDGET	7,597.49-
					9407		UB TRANSFER IN-EXP BUDGET	7,597.49
* GAAP SRC/OBJ			0007				UNEXPENDED BALANCE FORWARD	0.00
01			0035		3711		JUDICIAL FEES	21,380.00
					3719		FEES-COPIES/FILING OF RECORDS	57.50
* GAAP SRC/OBJ			0035				LICENSES, FEES AND PERMITS	21,437.50
01			0065		3765		SALES OF SUPPLIES/EQUIPMENT/SERVICES	31,857.96
GAAP SRC/OBJ			0065				SALES OF GOODS AND SERVICES	31,857.96
01			0080		3789		DEFAULT FUND-RETURN CHECKS	0.00
					3802		REIMBURSEMENTS-THIRD PARTY	13,150.17
GAAP SRC/OBJ			0080				OTHER	13,150.17
* GAAP CATEGORY 01							REVENUES	3,679,824.38

3RD COURT OF APPEALS DISTRICT (223)
 OPERATING STATEMENT - GOVERNMENTAL FUNDS
 REPORT PERIOD= ADJUSTMENT FY= 17

PROD SYSTEM
 PAGE 2

PERCENT OF YEAR ELAPSED: 100%

GAAP FUND GROUP 01 GOVERNMENTAL
 GAAP FUND TYPE 01 GENERAL

GAAP	GAAP	GL	ACCT	GL	GAAP	COMPT	TITLE	CURRENT
CATEGORY	FUNC	CLASS	ACCT	SRC/OBJ	OBJ			YEAR
TOTAL REVENUES								3,679,824.38
04			0200	7001			SAL & WAGES(LINE ITEM EXEMPT)	743,599.72
				7002			SAL/WAGES-CLASS&N/C-PERM FULTM	1,990,071.74
				7017			ONE-TIME MERIT INCREASE	56,000.00
				7022			LONGEVITY PAY	34,402.64
				7023			LUMP SUM TERMINATION PAYMENT	967.84
				7050			BENEFIT REPLACEMENT PAY	901.96
GAAP SRC/OBJ			0200				SALARIES AND WAGES	2,825,943.90
04			0210	7032			EMPLOYEE RETIREMENT-ST CONTRIB	316,752.36
				7040			ADDL PAYROLL RETIREMENT CONTRIBUTION	9,951.07
				7041			EMPLOYEE INS PYMTS-EMPLR CONTR	279,149.40
				7042			PAYROLL HEALTH INSURANCE CONTRIBUTION	28,758.49
				7043			FICA EMPLOYER MATCHING CONTR	195,545.09
GAAP SRC/OBJ			0210				PAYROLL RELATED COSTS	830,156.41
04			0240	7300			CONSUMABLES	683.03-
GAAP SRC/OBJ			0240				MATERIALS AND SUPPLIES	683.03-
04			0250	7276			COMMUNICATION SERVICES	399.42-
GAAP SRC/OBJ			0250				COMMUNICATION AND UTILITIES	399.42-
04			0260	7266			RP-BUILDINGS/MAINTENANCE & REPAIR-EXP	399.42
GAAP SRC/OBJ			0260				REPAIRS AND MAINTENANCE	399.42
04			0270	7470			RENTAL OF SPACE	1,080.00
GAAP SRC/OBJ			0270				RENTALS AND LEASES	1,080.00
04			0340	7210			FEES AND OTHER CHARGES	22.00
				7277			CLEANING SERVICES	1,800.00
				7286			FREIGHT/DELIVERY SERVICES	4.50
				7806			PROMPT PAYMENT INTEREST	0.07

3RD COURT OF APPEALS DISTRICT (223)
 OPERATING STATEMENT - GOVERNMENTAL FUNDS
 REPORT PERIOD= ADJUSTMENT FY= 17

PROD SYSTEM
 *PAGE 3

PERCENT OF YEAR ELAPSED: 100%

GAAP FUND GROUP 01 GOVERNMENTAL
 GAAP FUND TYPE 01 GENERAL

GAAP	GAAP	GAAP	GL	ACCT	GL	GAAP	COMPT	TITLE	CURRENT
CATEGORY	FUNC	CLASS	ACCT	SRC/OBJ	OBJ				YEAR
04				0340	7947			ST OFC OF RISK MNGMT ASSESMENTS	6,703.69
				GAAP SRC/OBJ	0340			OTHER EXPENDITURES	8,530.26
				* GAAP CATEGORY	04			EXPENDITURES	3,665,027.54
TOTAL EXPENDITURES									3,665,027.54
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES									14,796.84
05				0500	3973			OTHER CASH TRNSF W/I FD/ACCT BETWEEN AGY	450.00-
				GAAP SRC/OBJ	0500			TRANSFERS-IN	450.00-
05				0510	7973			OTHER CASH TRNSF W/I FD/ACCT BETWEEN AGY	20,987.50-
				GAAP SRC/OBJ	0510			TRANSFERS-OUT	20,987.50-
05				0578	9410			APPROPRIATION TRANSFER-IN COMMITTED	0.00
				GAAP SRC/OBJ	0578			LEGISLATIVE FINANCING SOURCES	0.00
05				0591	9541			BRP TRF OUT TO STRATEGIES-COMMITTED	0.00
					9546			SALARY INCR TRF OUT TO STRAT-COMMITTED	0.00
				GAAP SRC/OBJ	0591			LEGISLATIVE FINANCING USES	0.00
				* GAAP CATEGORY	05			OTHER FINANCING SOURCES (USES)	21,437.50-
TOTAL OTHER FINANCING SOURCES (USES)									21,437.50-
NET CHANGE IN FUND BALANCE									6,640.66-
FUND BALANCE - BEGINNING									7,570.50
FUND BALANCE - BEGINNING, AS RESTATED									7,570.50
FUND BALANCE - ENDING									929.84
				GAAP FUND TY	01			GENERAL	929.84

(AGY)223 (ORG) (PRG) (NAC) (APP) (FND) (COB) (AOB) (GLA)
 (AGL) (GRT) (PRJ) (SS1) (SS2)

3RD COURT OF APPEALS DISTRICT (223)
 OPERATING STATEMENT - GOVERNMENTAL FUNDS
 REPORT PERIOD= ADJUSTMENT FY= 17

PROD SYSTEM
 PAGE 4

PERCENT OF YEAR ELAPSED: 100%

GAAP FUND GROUP 01 GOVERNMENTAL
 GAAP FUND TYPE 02 SPECIAL REVENUE

GAAP		GAAP	GL	ACCT	GL	GAAP	COMPT	TITLE	CURRENT
CATEGORY	FUNC	CLASS	ACCT	SRC/OBJ	OBJ				YEAR
01				0035	3711			JUDICIAL FEES	22,065.00
					3719			FEES-COPIES/FILING OF RECORDS	57.50
* GAAP SRC/OBJ				0035				LICENSES, FEES AND PERMITS	22,122.50
* GAAP CATEGORY 01								REVENUES	22,122.50
TOTAL REVENUES									22,122.50
04				0200	7001			SAL & WAGES (LINE ITEM EXEMPT)	182,900.00
					7050			BENEFIT REPLACEMENT PAY	124.90
* GAAP SRC/OBJ				0200				SALARIES AND WAGES	183,024.90
04				0210	7032			EMPLOYEE RETIREMENT-ST CONTRIB	20,576.16
					7041			EMPLOYEE INS PYMTS-EMPLR CONTR	42,602.46
					7043			FICA EMPLOYER MATCHING CONTR	12,777.03
* GAAP SRC/OBJ				0210				PAYROLL RELATED COSTS	75,955.65
GAAP CATEGORY 04								EXPENDITURES	258,980.55
TOTAL EXPENDITURES									258,980.55
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES									236,858.05-
05				0500	3980			OPERATING ACCOUNT TRANSFERS IN	236,858.05
* GAAP SRC/OBJ				0500				TRANSFERS-IN	236,858.05
GAAP CATEGORY 05								OTHER FINANCING SOURCES (USES)	236,858.05
TOTAL OTHER FINANCING SOURCES (USES)									236,858.05

(AGY)223 (ORG) (PRG) (NAC) (APP) (FND) (COB) (AOB) (GLA)
 (AGL) (GRT) (PRJ) (SS1) (SS2)

3RD COURT OF APPEALS DISTRICT (223)
 STATEMENT OF NET POSITION - NET POSITION FORMAT
 REPORT PERIOD= ADJUSTMENT FY= 17

PROD SYSTEM
 PAGE 2

PERCENT OF YEAR ELAPSED: 100%

BAAP FUND GROUP 03 FIDUCIARY
 BAAP FUND TYPE 09 AGENCY FUNDS
 BAAP FUND 0900 DEPARTMENTAL SUSPENSE (0900) - AGENCY
 FUND 0900 SUSPENSE

GL	GL	COMP	TITLE	AGY	CURRENT	PRIOR
CAT	CLS	GL		GL	YEAR	YEAR
01	004	0045	CASH IN STATE TREASURY		.00	10.00
	GL	CLS	004 CA CASH IN STATE TREASURY		.00	10.00
01	020	9000	LEGISLATIVE APPROPRIATIONS		.00	.00
	GL	CLS	020 CA LEGISLATIVE APPROPRIATIONS		.00	.00
01	065	0279	CA INTERFUND RECEIVABLE-NO POST DOC		.00	.00
	GL	CLS	065 CA INTERFUND RECEIVABLE		.00	.00
01	070	0283	DUE FROM OTHER FUNDS	22390000	.00	.00
	GL	CLS	070 CA DUE FROM OTHER FUNDS		.00	.00
	GLA	CAT	01 CURRENT ASSETS		.00	10.00
	TOTAL ASSETS AND OTHER DEBITS				.00	10.00
21	200	1009	VOUCHERS PAYABLE		.00	.00
	GL	CLS	200 CL ACCOUNTS PAYABLE		.00	.00
21	300	1149	FUNDS HELD FOR OTHERS		.00	10.00-
	GL	CLS	300 CL FUNDS HELD FOR OTHERS		.00	10.00-
	GLA	CAT	21 CURRENT LIABILITIES		.00	10.00-
	TOTAL LIABILITIES AND OTHER CREDITS				.00	10.00-
5	372		2400-POST CLS FIDUC NET POSITION		.00	.00
	GL	CLS	372 NET POSITION HELD IN TRUST-FIDUCIARY FDS		.00	.00
	GLA	CAT	45 NET POSITION		.00	.00

(AGY) 223 (ORG) (PRG) (NAC) (APP) (FND) (COB) (AOB) (GLA)
 (TAGL) (GRT) (PRJ) (SS1) (SS2)

3RD COURT OF APPEALS DISTRICT (223)
 STATEMENT OF NET POSITION - NET POSITION FORMAT
 REPORT PERIOD= ADJUSTMENT FY= 17

PERCENT OF YEAR ELAPSED: 100% PROD SYSTEM
 'PAGE 9

GAAP FUND GROUP 03 FIDUCIARY
 GAAP FUND TYPE 09 AGENCY FUNDS
 GAAP FUND 1000 UNAPPROPRIATED GENERAL REVENUE
 FUND 1001 GENERAL REVENUE UNAPPROPRIATED

AGY	GL	COMP	TITLE	AGY	CURRENT	PRIOR
	CLS	GL		GL	YEAR	YEAR
01	004	0045	CASH IN STATE TREASURY		27.92	27.92
		0047	SHARED CASH		27.92-	27.92-
		0048	LEGISLATIVE CASH		.00	.00
	GL CLS	004	CA CASH IN STATE TREASURY		.00	.00
01	020	9000	LEGISLATIVE APPROPRIATIONS		.00	.00
	GL CLS	020	CA LEGISLATIVE APPROPRIATIONS		.00	.00
	GLA CAT	01	CURRENT ASSETS		.00	.00
			TOTAL ASSETS AND OTHER DEBITS		.00	.00
21	300	1149	FUNDS HELD FOR OTHERS		.00	.00
	GL CLS	300	CL FUNDS HELD FOR OTHERS		.00	.00
	GLA CAT	21	CURRENT LIABILITIES		.00	.00
			TOTAL LIABILITIES AND OTHER CREDITS		.00	.00
5	372		2400-POST CLS FIDUC NET POSITION		.00	.00
	GL CLS	372	NET POSITION HELD IN TRUST-FIDUCIARY FDS		.00	.00
	GLA CAT	45	NET POSITION		.00	.00
1	620	2240	FB-UNRESERVED-UNDESIGNATED-OTHER		.00	.00
		9999	FFS SYSTEM CLEARING - GL LEVEL ONLY		.00	.00
	GL CLS	620	FUND BALANCE - UNRESERVED/UNDESIGNATED		.00	.00
	GLA CAT	51	FUND BALANCE (DEFICITS)		.00	.00
			NET POSITION WITH CURRENT CHANGES		.00	.00
			TOTAL LIABILITIES, OTHER CR, DEF INFLOWS AND FD BAL/NET POSITION		.00	.00

Notes to the Financial Statements

Note 1. Summary of Significant Accounting Policies

Entity

The Third District Court of Appeals is an agency of the State of Texas and its financial records comply with state statutes and regulations. This includes compliance with the Texas Comptroller of Public Accounts' Reporting Requirements for State Agencies.

The Court of Appeals was created in 1892 by an Act of the 22nd Legislature, 1st C.J. P 25, ch 15; Gammel's Laws of Texas, Vol 10, Page 389. This Court has intermediate appellate jurisdiction of both civil and criminal cases appealed from lower courts; in civil cases where judgment rendered exceeds \$100, exclusive of costs, and other civil proceeding as provided by law; and in criminal cases except in post-conviction writs of habeas corpus and where the death penalty has been imposed.

The Third District Court of Appeals includes within this report no components identified that should be reported.

Due to the significant changes related to Governmental Accounting Standards Board Statement No 34, *Basic Financial Statements –and Management's Discussion and Analysis – for State and Local Governments*, the Comptroller of Public Accounts does not require the accompanying annual financial report to be in compliance with generally accepted accounting principles (GAAP). The financial report will be considered for audit by the State Auditor as part of the audit of the State of Texas Comprehensive Annual Financial Report; therefore, an opinion has not been expressed on the financial statements and related information contained in this report.

Blended Component Units

No component units have been identified which should have been blended into an appropriated fund.

Fund Structure

The accompanying financial statements are presented on the basis of funds, each of which is considered a separate accounting entity.

Governmental Fund Types & Government-wide Adjustment Fund Types

General Fund

The General Fund is the principal operating fund used to account for most of the state's general activities. It accounts for all financial resources except those accounted for in other funds.

Special Revenue Funds

Special Revenue funds are used to account for the proceeds of specific revenue sources (other than for private-purpose trusts or for major capital projects) that are legally restricted to use for specified purposes.

Capital Asset Adjustment Fund Type

Capital Asset Adjustment fund type will be used to convert governmental fund types' capital assets from modified accrual to full accrual.

Third Court of Appeals, Agency number 223 – Unaudited
Notes for the Fiscal Year Ended August 31, 2017

Long-Term Liabilities Adjustment Fund Type

Long-Term Liabilities Adjustment fund type will be used to convert governmental fund types' debt from modified accrual to full accrual.

Fiduciary Fund Types

Fiduciary funds account for assets held by the state in a trustee capacity or as an agent for individuals, private organizations, other governmental units, and/or other funds. When assets are held under the terms of a formal trust agreement, either a pension trust fund, or a private purpose trust fund is used.

Agency Funds

Agency funds are used to account for assets the government holds on behalf of others in a purely custodial capacity. Agency funds involve only the receipt, temporary investment, and remittance of fiduciary resources to individuals, private organizations, or other governments.

Basis of Accounting

The basis of accounting determines when revenues and expenditures or expenses are recognized in the accounts reported in the financial statements. The accounting and financial reporting treatment applies to a fund is determined by its measurement focus.

Governmental fund types that build the fund financial statements are accounted for using the modified accrual method basis of accounting. Under the modified accrual, revenues are recognized in the period in which they become both measurable and available to finance operations of the fiscal year or liquidate liabilities existing at fiscal year end. The State of Texas considers receivables collected within sixty days after year-end to be available and recognizes them as revenues of the current year for Fund Financial Statements prepared on the modified basis of accrual. Expenditures and other uses of financial resources are recognized when they related liability is incurred.

Governmental adjustment fund types that will build the government-wide financial statements are accounted for using the full accrual method of accounting. This includes unpaid Employee Compensable leave, the unmatured debt service (principal and interest) on general long-term liabilities, long-term capital leases, and long-term claims and judgments. The activity will be recognized in these new fund types.

Proprietary funds, pension trust funds, external investment trust funds and private-purpose trust funds are accounted for on the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recognized at the time liabilities are incurred. Proprietary funds distinguish operating from non-operating items. Operating revenues and expenses result from providing services or producing and delivering goods in connection with the proprietary funds principal ongoing operations. Operating expenses for the enterprise and internal services funds include the cost of sales and services, administrative expenses, and depreciation on capital assets.

Budget and Budgetary Accounting

The budget is prepared biennially and represents appropriations authorized by the legislature and approved by the Governor (the General Appropriations Act).

Third Court of Appeals, Agency number 223 – Unaudited
Notes for the Fiscal Year Ended August 31, 2017

Unencumbered appropriations are generally subject to lapse 60 days after the end of the fiscal year for which they were appropriated.

Assets, Liabilities, and Fund Balances/Net Assets

ASSETS

Cash and Cash Equivalents

Short-term highly liquid investments with an original maturity of three months or less are considered cash equivalents.

Inventories

Inventories include both merchandise inventories on hand for sale and consumable inventories. Inventories are valued at cost, generally utilizing the last-in, first-out method. Inventories for governmental fund types are the purchase method of accounting. The consumption method of accounting is used to account for inventories that appear in the proprietary fund types and the government-wide statements. The cost of these items is expensed when the items are consumed.

Capital Assets

Assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year should be capitalized. These assets are capitalized at cost or, if any purchased, at appraised fair value as of the date of acquisition. Purchases of assets by governmental funds are reported as expenditures. Depreciation is reported on all 'exhaustible' assets. 'Inexhaustible' assets such as works of art and historical treasures are not depreciated. Road and highway infrastructure is reported on the modified basis. Assets are depreciated over the estimated useful life of the asset using the straight-line method.

All capital assets acquired by proprietary funds or trust funds are reported at cost or estimated historical cost is not available. Donated assets are reported at fair value on the acquisition dated. Depreciation is charged to operations over the estimated useful life of each asset, using the straight-line method.

Current Receivables

Other receivables include year-end revenue accruals. This account can appear in governmental and proprietary fund types.

Non-Current Receivables-Other

The only receivables not expected to be collected within one year are \$5 million in purchase program receivables.

LIABILITIES

Accounts Payable

Accounts Payable represents the liability for the value of assets or services received at the balance sheet date for which payment is pending.

Current Payables-Other

Payables are the accrual at year-end of expenditure transactions. Payables may be included in either the governmental or proprietary fund types.

Non-Current Payables-Other

The only payable not expected to be paid within one year are \$5 million in purchase program payables.

Third Court of Appeals, Agency number 223 – Unaudited
Notes for the Fiscal Year Ended August 31, 2017

Employees' Compensable Leave Balances

Employees' Compensable Leave Balances represent the liability that become 'due' upon the occurrence of relevant events such as resignations, retirements, and uses of leave balances by covered employees. Liabilities are reported separately as either current or noncurrent in the statement of net assets.

Capital Lease Obligations

Capital Lease Obligations represent the liability for future lease payments under capital lease contracts contingent upon the appropriation of funding by the Legislature. Liabilities are reported separately as either current or noncurrent in the statement of net assets.

FUND BALANCE/NET ASSETS

The difference between fund assets and liabilities is 'Net Assets' on the government-wide, proprietary and fiduciary fund statements, and the 'Fund Balance' is the difference between fund assets and liabilities on the governmental fund statements.

Fund balances for governmental funds are classified as nonspendable, restricted, committed, assigned or unassigned in the fund financial statements.

Nonspendable fund balance includes amounts not available to be spent because they are either (1) not in spendable form or (2) legally or contractually required to be maintained intact.

Restricted fund balance includes those resources that have constraints placed on their use through external parties or by law through constitutional provisions.

Committed fund balance can be used only for specific purposes pursuant to constraints imposed by a formal action of the Texas Legislature, the state's highest level of decision making authority.

Assigned fund balance includes amounts constrained by the state's intent to be used for specific purposes, but are neither restricted nor committed. Intent is expressed by (1) the Texas Legislature or (2) a body (for example, a budget or finance committee) or official to which the governing body has delegated the authority to assign amounts to be used for specific purposes.

Unassigned fund balance is the residual classification for the general fund. This classification represents fund balance that was not assigned to other funds and was not restricted, committed or assigned to specific purposes within the general fund.

Invested In Capital Assets, Net Of Related Debt

Invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation and reduced by outstanding balances for bond, notes, and other debt that are attributed to the acquisition, construction, and improvement of those assets.

Restricted Net Assets

Third Court of Appeals, Agency number 223 – Unaudited
Notes for the Fiscal Year Ended August 31, 2017

Restricted net assets result when constraints placed on net asset use are either externally imposed by creditors, grantors, contributors, and the like, or imposed by law through constructional provisions or enabling legislation.

Unrestricted Net Assets

Unrestricted net assets consist of net assets, which do not meet the definition of the two preceding categories. Unrestricted net assets often have constraints on resources, when are imposed by management, but can be removed or modified.

INTERFUND ACTIVITIES AND BALANCES

The agency has the following types of transactions between funds:

- (1) Transfers: Legally required transfers that are reported when incurred as 'Transfers In' by the recipient fund and as 'Transfers Out' by the disbursing fund.
- (2) Reimbursements: Reimbursements are repayments from funds responsible for expenditures or expenses to funds that made the actual payment. Reimbursements of expenditures made by one fund and another that are recorded as expenditures in the reimbursing fund and as a reduction of expenditures in the reimbursed fund. Reimbursements are not displayed in the financial statements.
- (3) Interfund receivables and payables: Interfund loans are reported as interfund receivables and payables. If repayment is due during the current year or soon thereafter it is classified as 'Current' repayment for two (or more) years is classified as 'Non-Current'
- (4) Interfund Sales and Purchases: Charges or collections for services rendered by one fund to another that are recorded as revenues of the recipient fund and expenditures or expenses of the disbursing fund.

The composition of the agency's Interfund activities and balances are presented in Note 12.

Third Court of Appeals, Agency number 223 – Unaudited
Notes for the Fiscal Year Ended August 31, 2017

Note 2: Capital Assets

A summary of the changes in Capital Assets for the year ended August 31, 2017, is presented below:

Primary Government						
	Balance					Balance
	09/01/16	Adjustments	Reclassifications	Additions	Deletions	08/31/17
GOVERNMENTAL ACTIVITIES						
Non-Depreciable Assets						
Land and Land Improvements						
Infrastructure						
Construction in Progress						
Other Assets						
Total Non-Depreciable Assets	\$0					\$0
Depreciable Assets						
Buildings and Building Improvements						
Infrastructure						
Facilities & Other Improvements						
Furniture and Equipment						
Vehicle, Boats & Aircraft						
Other Assets						
Total Depreciable Assets at Historical Costs	\$0					\$0
Less Accumulated Depreciation for:						
Buildings and Improvements						
Infrastructure						
Facilities & Other Improvements						
Furniture and Equipment						
Vehicles, Boats & Aircraft						
Other Capital Assets						
Total Accumulated Depreciation						
Depreciable Assets, Net	\$0					\$0
Total Activities Capital Assets, Net	\$0					\$0

Third Court of Appeals, Agency number 223 – Unaudited
Notes for the Fiscal Year Ended August 31, 2017

Note 3: Deposits, Investments, & Repurchase Agreements

Not applicable to this agency.

Note 4: Short-Term Debt

Not applicable to this agency.

Note 5: Long Term Liabilities

Changes in Long-Term Liabilities

During the year ended August 31, 2017, the following changes occurred in liabilities.

	Balance 09-1-16	Additions	Reductions	Balance 08-31-17	Amounts Due Within One Year
Governmental Activities					
Claims and Judgments					
Capital Lease Obligations					
Compensable Leave	177,585.09	147,681.64	154,258.31	171,008.40	104,930.32
Total Governmental Activities					

Claims & Judgments

The Third Court of Appeals was not involved in litigation regarding an employee dispute.

Employees' Compensable Leave

A state employee is entitled to be paid for all unused vacation time accrued, in the event of the employee's resignation, dismissal, or separation from State employment, provided the employee has had continuous employment with the State for six months. Expenditures for accumulated annual leave balances are recognized in the period paid or taken in governmental fund types. For these fund types, the liability for unpaid benefits is recorded in the Statement of Net Assets. An expense and liability for proprietary fund types are recorded in the proprietary funds as the benefits accrued to employees. No liability is recorded for non-vesting accumulating rights to receive sick pay benefits.

Third Court of Appeals, Agency number 223 – Unaudited
Notes for the Fiscal Year Ended August 31, 2017

Note 6: Bonded Indebtedness

Not applicable to this agency.

Note 7: Capital Leases

Not applicable to this agency.

Note 8: Operating Leases

Not applicable to this agency.

Note 9: Retirement Plans

Not applicable to this agency.

Note 10: Deferred Compensation

Not applicable to this agency.

Note 11. Postemployment Health Care and Life Insurance Benefits

Not applicable to this agency.

Note 12: Interfund Activity and Transactions

The agency experienced routine transfers with other state agencies, which were consistent with the activities of the fund making the transfer. The Due to Due From balances are a result of shared cash for fund 0540 and 0573.

Individual balances and activity at August 31, 2017 follows:

	Operating Transfers In	Operating Transfers Out	Source
Appd Fund 0540, D23 Fund 0540 (Agency 211, D23 Fund 0540)		\$20,987.50	Shared Cash
Appd Fund 5157, D23 Fund 5157 (Agency 212, 5157, Fund 5157)	\$ 450.00		Shared Cash
Appd Fund 0573, D23 Fund 0573 (Agency 241, 0573, Fund 0573)	(\$236,858.05)		Shared Cash
Total Operating Transfers In/Out	(\$236,408.05)	\$20,987.50	

Third Court of Appeals, Agency number 223 -- Unaudited
Notes for the Fiscal Year Ended August 31, 2017

Note 13: Continuance Subject To Review

Not applicable to this agency.

Note 14: Adjustments to Fund Balances and Net Assets

Not applicable to this agency.

Note 15: Contingent Liabilities

Not applicable to this agency.

Note 16: Subsequent Events

Not applicable to this agency.

Note 17: Risk Management

The Court is exposed to a variety of civil claims resulting from the performance of its duties. It is Court policy to periodically assess the proper combination of commercial insurance and retention of risk to cover losses to which it may be exposed. The Court assumes substantially all risks associated with tort and liability claims due to the performance of its duties. Currently, the Court has not made a purchase of commercial insurance for Fiscal Year 2017. There have been no claims against this court.

Note 18: Management Discussion and Analysis (MD&A)

Not applicable to this agency.

Note 19: The Financial Reporting Entity

Not applicable to this agency.

Note 20: Stewardship, Compliance and Accountability

Not applicable to this agency.

Note 21: N/A

Not applicable to this agency.

Note 22: Donor Restricted Endowments

Not applicable to this agency.

Third Court of Appeals, Agency number 223 – Unaudited
Notes for the Fiscal Year Ended August 31, 2017

Note 23: Extraordinary and Special Items

Not applicable to this agency.

Note 24: Disaggregation of Receivable and Payable Balances

Not applicable to this agency.

Note 25: Termination Benefits

Not applicable to this agency.

Note 26: Segment Information

Not applicable to this agency.

