

**TEXAS OPTOMETRY BOARD**

**ANNUAL FINANCIAL REPORT**

*For The Year Ended August 31, 2018*



**CHRIS KLOERIS**  
**Executive Director**



## TABLE OF CONTENTS

I.	LETTER OF TRANSMITTAL	
II.	GENERAL PURPOSE FINANCIAL STATEMENTS	
	A. Combined Balance Sheet / Statement of Net Assets - Governmental Funds	2
	B. Combined Statement of Revenues, Expenditures and Changes in Fund Balances/ Statement of Activities - Governmental Funds	6
	C. Combined Statement of Fiduciary Net Assets - Fiduciary Funds	10
III.	NOTES TO THE FINANCIAL STATEMENTS	
	1. Summary of Significant Accounting Policies	11
	2. Capital Assets	15
	3. Deposits, Investments, & Repurchase Agreements	16
	4. Short Term Debt	16
	5. Summary of Long-Term Liabilities	16
	6. Bonded Indebtedness	17
	7. Derivative Instruments	17
	8. Leases	17
	9. Pension Plans	17
	10. Deferred Compensation	17
	11. Post Employment Health Care and Life Insurance Benefits	17
	12. Interfund Balances/Activities	18
	13. Continuance Subject to Review	18
	14. Adjustments to Fund Balances/Net Assets	18
	15. Contingencies and Commitments	18
	16. Subsequent Events	18
	17. Risk Management	18
	18. Management Discussion and Analysis/Material Changes to AFR	18
	19. The Financial Reporting Entity: Related Organizations	19
	20. Stewardship, Compliance and Accountability	19
	21. N/A	19
	22. Donor-Restricted Endowments	19
	23. Extraordinary and Special Items	19
	24. Disaggregation of Receivable and Payable Balances	19
	25. Termination Benefits	19
	26. Segment Information	19
	27. Service Concession Agreements	19
	28. Deferred Outflows of Resources & Deferred Inflows of Resources	19
	29. Trouble Debt Restructuring	19
	30. Non-Exchange Financial Guaranters	19
	31. Tax Abatements	19
	32. Fund Balances	20
IV.	COMBINING STATEMENTS	
	J-1: Combining Statement of Chagnes in Assets and Liabilities - Agency Funds	21



# TEXAS OPTOMETRY BOARD

333 Guadalupe Street, Suite 2-420  
Austin, Texas 78701-3942

October 01, 2018

Honorable Greg Abbott, Governor  
Honorable Glenn Hegar, Texas Comptroller  
Ursula Parks, Director, Legislative Budget Board  
Lisa Collier, First Assistant State Auditor


Dear Ladies and Gentlemen:

We are pleased to submit the Annual Financial Report of the Texas Optometry Board for the year ended August 31, 2018, in compliance with TEX. GOV'T CODE ANN Section 2101.011 and in accordance with the requirements established by the Comptroller of Public Accounts.

Due to the statewide requirements embedded in 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 comply with all the requirements in this statement. 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.

If you have any questions, please contact Mark T. Patterson at 512 305-8500x4.

Sincerely,

  
Chris Kloeris  
Executive Director



## BOARD MEMBERS

Mario Gutierrez, O.D.  
Chair  
San Antonio

Melvin G. Cleveland, O.D.  
Vice-Chair  
Arlington

Judith Chambers  
Secretary-Treasurer  
Austin

Virginia Sosa, O.D.  
Uvalde

Rene D. Peña  
El Paso

Carey A. Patrick, O.D.  
Allen

Ron L. Hopping, O.D., M.P.H.  
Houston

Ty Sheehan  
San Antonio

Bill C. Thompson, O.D.  
Richardson

## EXECUTIVE DIRECTOR

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TEXAS OPTOMETRY BOARD (514)  
 EXHIBIT I  
 COMBINED BALANCE SHEET/ STATEMENT OF NET ASSETS -  
 GOVERNMENTAL FUNDS  
 For the Year Ended August 31, 2018

	GOVERNMENTAL FUNDS GENERAL FUNDS (FD 0001 U/F0001)	CAPITAL ASSETS ADJUSTMENTS
<b>ASSETS</b>		
Current Assets:		
Cash in Bank	\$ 0.00	\$
Cash in State Treasury		
Legislative Appropriations	88,793.67	
Accounts Receivable	0.00	
Consumable Inventories	21,464.83	
<b>Total Current Assets</b>	<u>110,258.50</u>	<u>0.00</u>
Non-Current Assets:		
Capital Assets:		
Depreciable		
Furniture and Equipment		11,670.11
Less Accumulated Depreciation		<u>(11,670.11)</u>
<b>Total Non-Current Assets</b>	<u>0.00</u>	<u>0.00</u>
<b>TOTAL ASSETS</b>	<u>\$ 110,258.50</u>	<u>\$ 0.00</u>
<b>LIABILITIES</b>		
Current Liabilities:		
Payables from :		
Accounts Payable	\$ 21,706.01	\$
Payroll Payable	36,836.17	
Employees' Compensable Leave		
<b>Total Current Liabilities</b>	<u>58,542.18</u>	<u>0.00</u>
Non-Current Liabilities:		
Employees' Compensable Leave		
<b>Total Non-Current Liabilities</b>	<u>0.00</u>	<u>0.00</u>
<b>TOTAL LIABILITIES</b>	<u>58,542.18</u>	<u>0.00</u>
Fund Financial Statements - Fund		
<b>FUND BALANCES (DEFICITS):</b>		
	\$	\$
NonSpendable - Consumable Inventories	21,464.83	
Unassigned	<u>30,251.49</u>	<u>0.00</u>

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<u>LONG-TERM LIABILITIES ADJUSTMENTS</u>	<u>OTHER ADJUSTMENTS</u>	<u>STATEMENT OF NET ASSETS</u>
\$	\$	\$
		0.00
		0.00
		88,793.67
		0.00
		<u>21,464.83</u>
<u>0.00</u>	<u>0.00</u>	<u>110,258.50</u>
\$	\$	\$
		11,670.11
		<u>(11,670.11)</u>
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
<u>\$ 0.00</u>	<u>\$ 0.00</u>	<u>\$ 110,258.50</u>
\$	\$	\$
		21,706.01
		36,836.17
<u>24,432.66</u>		<u>24,432.66</u>
<u>24,432.66</u>	<u>0.00</u>	<u>82,974.84</u>
<u>20,230.15</u>		<u>20,230.15</u>
<u>20,230.15</u>	<u>0.00</u>	<u>20,230.15</u>
<u>44,662.81</u>	<u>0.00</u>	<u>103,204.99</u>
\$	\$	\$
		21,464.83
<u>0.00</u>	<u>0.00</u>	<u>30,251.49</u>

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TEXAS OPTOMETRY BOARD (514)  
 EXHIBIT I  
 COMBINED BALANCE SHEET/ STATEMENT OF NET ASSETS -  
 GOVERNMENTAL FUNDS  
 For the Year Ended August 31, 2018

	GOVERNMENTAL FUNDS GENERAL FUNDS (FD 0001 U/F0001)	CAPITAL ASSETS ADJUSTMENTS
TOTAL FUND BALANCES	<u>51,716.32</u>	<u>0.00</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 110,258.50</u>	<u>\$ 0.00</u>
Government-wide Statement - Net Assets		
Net Assets:		
Net Investment in Capital Assets Unrestricted		<u>0.00</u>
Total Net Assets		<u>\$ 0.00</u>

The accompanying notes to the financial statements are an integral part of this statement.



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LONG-TERM LIABILITIES ADJUSTMENTS	OTHER ADJUSTMENTS	STATEMENT OF NET ASSETS
<u>0.00</u>	<u>0.00</u>	<u>51,716.32</u>
\$ <u>44,662.81</u>	\$ <u>0.00</u>	\$ <u>154,921.31</u>
<u>(44,662.81)</u>		0.00 \$ <u>(44,662.81)</u>
\$ <u>(44,662.81)</u>	<u>0.00</u>	<u>7,053.51</u>
		\$ <u>110,258.50</u>

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TEXAS OPTOMETRY BOARD (514)  
 EXHIBIT II  
 COMBINED STATEMENT OF REVENUES, EXPENDITURES & CHANGES IN FUND  
 BALANCES / STATEMENT OF ACTIVITIES - GOVERNMENTAL FUNDS  
 For the Year Ended August 31, 2018

	General Funds <u>(FD 0001 U/F0001)</u>	<u>Capital Asset Adjustments</u>
REVENUES:	\$	\$
Legislative Appropriations:		
Original Appropriations	391,444.00	
Additional Appropriations	99,296.06	
Licenses and Permits	67,195.00	
Sales of Goods and Services	48,958.16	
Other Revenue	0.00	
 Total Revenues	 606,893.22	 0.00
EXPENDITURES:		
Salaries and Wages	308,980.30	
Payroll Related Costs	103,303.68	
Professional Fees & Services	39,112.00	
Travel	24,060.02	
Materials and Supplies	40,617.87	
Communication and Utilities	4,207.49	
Rentals and Leases	1,896.98	
Printing and Reproduction	1,814.25	
Other Operating Expenditures	28,574.76	
Capital Outlay	0.00	
Depreciation Expense	0.00	788.85
 Total Expenditures	 552,567.35	 788.85
EXCESS OF REVENUES OVER EXPENDITURES	54,325.87	(788.85)
OTHER FINANCING SOURCES (USES):		
Cash Transfers Out (Agy 902, Fd 0001)	(7,960.00)	
Legislative Transfers Out (Agy 364, Fd 0001)	(23,826.00)	
 Total Other Financing Sources (Uses)	 (31,786.00)	 0.00
 NET CHANGE IN FUND BALANCES/NET ASSETS	 <u>22,539.87</u>	 <u>(788.85)</u>
FUND BALANCES - Beginning	48,986.34	
Lapsed Appropriations	(19,809.89)	
 FUND BALANCES - Ending	 <u>\$ 51,716.32</u>	

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<u>Long-term Liabilities Adjustments</u>	<u>Statement of Activities</u>
\$	\$
	391,444.00
	99,296.06
	67,195.00
	48,958.16
	0.00
0.00	606,893.22
74.00	309,054.30
	103,303.68
	39,112.00
	24,060.02
	40,617.87
	4,207.49
	1,896.98
	1,814.25
	28,574.76
	0.00
	788.85
74.00	553,430.20
(74.00)	53,463.02
	(7,960.00)
	(23,826.00)
0.00	(31,786.00)
(74.00)	21,677.02
	48,986.34
	(19,809.89)
	\$ 50,853.47

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TEXAS OPTOMETRY BOARD (514)  
 EXHIBIT II  
 COMBINED STATEMENT OF REVENUES, EXPENDITURES & CHANGES IN FUND  
 BALANCES / STATEMENT OF ACTIVITIES - GOVERNMENTAL FUNDS  
 For the Year Ended August 31, 2018

	<u>General Funds (FD 0001 U/F0001)</u>	<u>Capital Asset Adjustments</u>
Government-wide Statement - Net Assets		
Change in Net Assets		<u>(788.85)</u>
Net Assets Beginning		788.85
Adjustments to Beginning Net Assets		
Convert from Fund Balances to Net Assets		
Restatements		
Net Assets Beginning as Restated and Adjusted		<u>788.85</u>
Net Assets Ending		<u>\$ 0.00</u>

The accompanying notes to the financial statements are an integral part of this statement.

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<u>Long-term Liabilities Adjustments</u>	<u>Statement of Activities</u>
(74.00)	
(44,588.81)	(43,799.96)
<u>(44,588.81)</u>	<u>0.00</u> <u>(43,799.96)</u>
\$ <u><u>(44,662.81)</u></u>	\$ <u><u>7,053.51</u></u>

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TEXAS OPTOMETRY BOARD (514)  
 EXHIBIT VI  
 COMBINED STATEMENT OF FIDUCIARY NET ASSETS - FIDUCIARY FUNDS  
 For the Year Ended August 31, 2018

	<u>AGENCY FUNDS (Exh J-1)</u>	<u>TOTAL 2018</u>
<b>ASSETS</b>		
Current Assets		
Cash and Cash Equivalents		
Cash in State Treasury	\$ 0.00	\$ 0.00
Accounts Receivable	<u>0.00</u>	<u>0.00</u>
Total Current Assets	<u>0.00</u>	<u>0.00</u>
<b>TOTAL ASSETS</b>	<u><u>\$ 0.00</u></u>	<u><u>\$ 0.00</u></u>
<b>LIABILITIES</b>		
Current Liabilities		
Accounts Payable	\$	\$ 0.00
Funds Held for Others	<u>0.00</u>	<u>0.00</u>
Total Current Liabilities	<u>0.00</u>	<u>0.00</u>
<b>TOTAL LIABILITIES</b>	<u>0.00</u>	<u>0.00</u>
<b>NET ASSETS</b>		
Held in Trust for:	\$	\$
Individuals, Organizations, and Other Governments	<u>0.00</u>	<u>0.00</u>
<b>TOTAL NET ASSETS</b>	<u>0.00</u>	<u>0.00</u>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<u><u>\$ 0.00</u></u>	<u><u>\$ 0.00</u></u>

The accompanying notes to the financial statements are an integral part of this financial statement.

TEXAS OPTOMETRY BOARD (514)  
NOTES TO THE FINANCIAL STATEMENTS

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. ENTITY**

The Texas State Board of Examiners in Optometry was originally created in 1922 and was succeeded by the Texas Optometry Board in 1969. The Board regulates the practice of optometry in the State of Texas. Specific responsibilities include administering examinations to individuals desiring to practice optometry, issuing licenses to those applicants who pass the examination, and investigating and adjudicating complaints of possible violations of the Texas Optometry Act.

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

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 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 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 appropriate fund.

**B. FUND STRUCTURE**

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

**GOVERNMENTAL FUND TYPES & GOVERNMENT-WIDE ADJUSTMENT FUND TYPES**

General Revenue Fund

The general revenue fund (fund 0001) is used to account for all financial resources of the state except those required to be accounted for in another fund.

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.

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**

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.

TEXAS OPTOMETRY BOARD (514)  
NOTES TO THE FINANCIAL STATEMENTS

C. 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 applied 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 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 the related liability is incurred.

Basis conversion adjustment fund types convert modified accrual basis to full accrual basis of accounting. The following activities are recognized in these fund types:

- \* Capital assets
- \* Accumulated depreciation
- \* Unpaid employee compensable leave
- \* The outstanding debt service principal on long-term liabilities
- \* Capital leases
- \* Long-term claims and judgements
- \* Full accrual revenues and expenses
- \* Pension amounts in governmental activities

Proprietary fund types and fiduciary fund types except agency funds are accounted for on the full accrual basis of accounting. Under the full accrual basis of accounting, revenues are recognized when earned and expenses are recognized at the time liabilities are incurred.

D. BUDGETS AND BUDGETARY ACCOUNTING

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

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

E. ASSETS, LIABILITIES, AND FUND BALANCES/NET POSITION

ASSETS

Cash and Cash Equivalents

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

Restricted Assets

Restricted assets include monies or other resources restricted by legal or contractual requirements. These assets include proceeds of enterprise fund general obligation and revenue bonds and revenues set aside for statutory or contractual requirements.



TEXAS OPTOMETRY BOARD (514)  
NOTES TO THE FINANCIAL STATEMENTS

Inventories & Prepaid Items

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 use 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 that meet the reporting threshold and useful life are capitalized. The capitalization threshold and the estimated useful life vary depending on the asset type. These assets are capitalized at cost, if purchased, or at appraised fair value as of the date of acquisition. Purchase 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 depreciated over the estimate of average useful life of a grouping of assets using the composite method. Other depreciable 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, if actual historical cost is not available. Donated capital assets are reported at acquisition value. Depreciation is charged to operations over the estimated useful life of each asset, using the straight-line method.

Other Receivables - Current and Noncurrent

The disaggregation of other receivables as reported in the financial statements is disclosed in Note 24.

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.

Other Payables - Current and Noncurrent

The disaggregation of other receivables as reported in the financial statements is disclosed in Note 24.

Employees' Compensable Leave

Employees' Compensable Leave Balances represent the liability that became "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.

FUND BALANCES/NET POSITION

"Fund balance" is the difference between assets plus deferred outflows of resources and liabilities plus deferred inflows of resources on the governmental fund statements. "Net position" is the difference between assets plus deferred outflows of resources and liabilities plus deferred inflows of resources on the government-wide, proprietary and fiduciary fund statements.

TEXAS OPTOMETRY BOARD (514)  
NOTES TO THE FINANCIAL STATEMENTS

The Board uses resources in the following order:

\* When both restricted and unrestricted resources are available, use:

1. Restricted Resources
2. Unrestricted Resources (as they are needed)

\*When only unrestricted resources are available for use in governmental funds, use:

1. Committed Resources
2. Assigned Resources
3. Unassigned Resources

Fund Balance Components

Fund balances for governmental funds are classified as either 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:

Not in spendable form -OR- Legally or contractually required to be maintained intact.

Restricted fund balance includes those resources that have constraints placed on their use through external parties - such as creditors, grantors, contributors, laws or regulations of other governments - or by law through constitutional provisions or enabling legislation.

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

Assigned fund balance includes amount constrained by the state's intent to be used for specific purposes, but the constraints do not meet the requirements to be reported as restricted or committed. Intent is expressed by: The Texas Legislature -OR- 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.

Net Investment in Capital Assets

Net investment in capital assets, 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, or improvement of those assets.

Restricted Net Position

Restricted Net Position results when constraints placed on net resources use are either externally imposed by creditors, grantors, contributors, and the like, or imposed by law through constitutional provisions or enabling legislation.

Unrestricted Net Position

Unrestricted Net Position consists of net resources, which do not meet the definition of the two preceding categories. Unrestricted net position often has constraints on resources, which are imposed by management, but can be removed or modified.

UNAUDITED

TEXAS OPTOMETRY BOARD (514)  
NOTES TO THE FINANCIAL STATEMENTS

F. INTERFUND TRANSACTIONS AND BALANCES

The agency has the following types of transactions among funds:

1) Transfers: Legally required transfers that are reported when incurred as "Transfers In" by the recipient fund and as "Operating 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 for another that are recorded as expenditures in the reimbursing fund and as a reduction of expenditures in the reimbursed fund.

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: Changes 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 receivables and payables, if any, is presented in Note 12.

NOTE 2: CAPITAL ASSETS

A summary of changes in Capital Assets for the year ended August 31, 2018:

	Balance 9/1/17	Adjustments	Completed CIP	Inc Int'agy Trans	Dec Int'agy Trans
Governmental Activities:					
Depreciable Assets					
Furniture and Equipment	\$ 11,670.11	\$ 0.00	\$	\$	\$
Other Cap Assets	0.00	0.00	0.00	0.00	0.00
Total depreciable assets	11,670.11	0.00	0.00	0.00	0.00
Less Accum Deprec for:					
Furniture and Equip	(10,881.26)				
Other Cap Assets	0.00	0.00			
Total Accum Deprec	(10,881.26)	0.00	0.00	0.00	0.00
<b>TOTAL</b>	<b>\$ 788.85</b>	<b>\$ 0.00</b>	<b>\$ 0.00</b>	<b>\$ 0.00</b>	<b>\$ 0.00</b>

UNAUDITED

TEXAS OPTOMETRY BOARD (514)  
NOTES TO THE FINANCIAL STATEMENTS

	<u>Addition</u>	<u>Deletions</u>	<u>Balance 8/31/18</u>
Governmental Activities:			
Depreciable Assets			
Furniture and Equipment	\$ 0.00	\$ 0.00	\$ 11,670.11
Other Cap Assets	0.00	0.00	0.00
Total depreciable assets	0.00	0.00	11,670.11
Less Accum Deprec for:			
Furniture and Equip	(788.85)	0.00	(11,670.11)
Other Cap Assets	0.00	0.00	0.00
Total Accum Deprec	(788.85)	0.00	(11,670.11)
<b>TOTAL</b>	<b>\$ (788.85)</b>	<b>\$ 0.00</b>	<b>\$ 0.00</b>

**NOTE 3: DEPOSITS, INVESTMENTS & REPURCHASE AGREEMENTS**

Not applicable

**NOTE 4: SHORT TERM DEBT**

Not applicable

**NOTE 5: SUMMARY OF LONG-TERM LIABILITIES**

Notes and Loans Payable:

The agency did not have any notes or loans payable as of August 31, 2018.

Changes In Long-Term Liabilities

During the year ended August 31, 2018, the following changes occurred in liabilities.

	<u>Balance 9/01/17</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance 8/31/18</u>	<u>Amounts Due Within One Yr</u>
Governmental Activities:					
Compensable Leave	\$ 44,588.81	\$ 32,602.76	\$ (32,528.76)	\$ 44,662.81	\$ 24,432.66
<b>TOTAL</b>	<b>\$ 41,217.68</b>	<b>\$ 32,602.76</b>	<b>\$ (32,528.76)</b>	<b>\$ 44,662.81</b>	<b>\$ 24,432.66</b>

**Employees' Compensable Leave**

If a state employee had continuous employment with the state for at least six months, the 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. 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 Position. Both an expense and liability for business-type activities are recorded in the proprietary funds as the benefits accrue to employees. No liability is recorded for non-vesting accumulating rights to receive sick pay benefits. This obligation is usually paid from the same funding sources(s) from which the employee's salary or wage compensation was paid.

TEXAS OPTOMETRY BOARD (514)  
 NOTES TO THE FINANCIAL STATEMENTS

**NOTE 6: BONDED INDEBTEDNESS**

Not applicable

**NOTE 7: DERIVATIVE INSTRUMENTS**

Not applicable

**NOTE 8: LEASES**

Included in the expenditures reported in the financial statements are the following amounts of rent paid or due under operating leases:

Fund Type	
General Fund	\$ <u>1,716.98</u>

Future minimum lease rental payments under non-cancelable operating leases having an initial term in excess of one year are as follows:

	Year Ended August 31,	
	2019	\$ 1,474.92
	2020	\$ 1,474.92
	2021	\$ 1,474.92
	2022	\$ 1,474.92
	2023	\$ 860.37
	2024-2028	\$ 0.00
	2029-2033	\$ 0.00
	2034-2038	\$ 0.00
	2039-2043	\$ 0.00
	2044-2048	\$ 0.00
	2049 and beyond	\$ <u>0.00</u>
Total Minimum		
Future Lease Rental		
Payment Requirements		\$ <u>6,760.05</u>

**NOTE 9: PENSION PLANS**

Not applicable

**NOTE 10: DEFERRED COMPENSATION**

Not applicable

**NOTE 11: POST EMPLOYMENT HEALTH CARE AND LIFE INSURANCE BENEFITS**

Not applicable

TEXAS OPTOMETRY BOARD (514)  
 NOTES TO THE FINANCIAL STATEMENTS

**NOTE 12: INTERFUND BALANCES/ACTIVITIES**

As explained in Note 1 on Interfund Transactions and Balances, there are numerous transactions between funds and agencies. At year end, amounts to be received or paid are reported as Interfund Receivables or Interfund Payables, Advances From or Advances To, or Due From or Due To Other Funds. Individual interfund receivable and payable balances at August 31, 2018 were as follows:

The agency experienced routine transfers with other state agencies, which were consistent with the activities of the fund making the transfer. Repayment of interfund balances will occur within one year from the date of the financial statement.

Individual balances and activities at August 31, 2018, follows:

	<u>Cash Transfers In</u>	<u>Cash Transfers Out</u>
Governmental Funds:		
Appd Fund 0001, D23 Fund 0001		
Agency 902, D23 Fd 0001		7,960.00
Total Legislative Transfers	\$ <u>0.00</u>	\$ <u>7,960.00</u>
	<u>Legislative Transfers In</u>	<u>Legislative Transfers Out</u>
Governmental Funds:		
Appd Fund 0001, D23 Fund 0001		
Agency 364, D23 Fd 0001		23,826.00
Total Legislative Transfers	\$ <u>0.00</u>	\$ <u>23,826.00</u>

**NOTE 13: CONTINUANCE SUBJECT TO REVIEW**

Under the Texas Sunset Act, the Agency will be abolished effective September 1, 2029, unless continued in existence by the State Legislature as provided by the Act. If abolished, the Agency may continue until September 1, 2030 to close out its operations.

**NOTE 14: ADJUSTMENTS TO FUND BALANCES/NET ASSETS**

Not applicable

**NOTE 15: CONTINGENCIES AND COMMITMENTS**

Not applicable

**NOTE 16: SUBSEQUENT EVENTS**

Not applicable

**NOTE 17: RISK MANAGEMENT**

Not applicable

**NOTE 18: MANAGEMENT DISCUSSION AND ANALYSIS/MATERIAL CHANGES TO AFR**

Not applicable

TEXAS OPTOMETRY BOARD (514)  
NOTES TO THE FINANCIAL STATEMENTS

**NOTE 19: THE FINANCIAL REPORTING ENTITY: RELATED ORGANIZATIONS**

Not applicable

**NOTE 20: STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**

Not applicable

**NOTE 21: N/A**

**NOTE 22: DONOR-RESTRICTED ENDOWMENTS**

Not applicable

**NOTE 23: EXTRAORDINARY AND SPECIAL ITEMS**

Not applicable

**NOTE 24: DISAGGREGATION OF RECEIVABLE AND PAYABLE BALANCES**

Not applicable

**NOTE 25: TERMINATION BENEFITS**

Not applicable

**NOTE 26: SEGMENT INFORMATION**

Not applicable

**NOTE 27: SERVICE CONCESSION AGREEMENTS**

Not applicable

**NOTE 28: DEFERRED OUTFLOWS OF RESOURCES & DEFERRED INFLOWS OF RESOURCES**

Not applicable

**NOTE 29: TROUBLED DEBT RESTRUCTURING**

Not applicable

**NOTE 30: NON-EXCHANGE FINANCIAL GUARANTERS**

Not applicable

**NOTE 31: TAX ABATEMENTS**

Not applicable

TEXAS OPTOMETRY BOARD (514)  
NOTES TO THE FINANCIAL STATEMENTS

**NOTE 32: FUND BALANCES**

Not applicable



UNAUDITED

TEXAS OPTOMETRY BOARD (514)

EXHIBIT J-1

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES -  
AGENCY FUNDS

For the fiscal year ended August 31, 2018

	Balances September 1, 2017	Additions
	<u>                    </u>	<u>                    </u>
<b>OTHER AGENCY FUNDS</b>		
Suspense Fund (0900) U/F (0900)		
Assets:		
Cash in State Treasury	\$ 31.20	\$
Accounts Receivable	0.00	
Total Assets	<u>\$ 31.20</u>	<u>\$ 0.00</u>
Liabilities:		
Accounts Payable	\$ 0.00	\$ 0.00
Funds Held for Others	31.20	
Total Liabilities	<u>\$ 31.20</u>	<u>\$ 0.00</u>
<b>TOTALS - ALL AGENCY FUNDS</b>		
Assets:		
Cash in State Treasury	\$ 31.20	\$ 0.00
Accounts Receivable	0.00	0.00
Total Assets	<u>\$ 31.20</u>	<u>\$ 0.00</u>
Liabilities:		
Accounts Payable	\$ 0.00	\$ 0.00
Funds Held for Others	31.20	0.00
Total Liabilities	<u>\$ 31.20</u>	<u>\$ 0.00</u>

The accompanying notes to the financial statements are an integral part of this statement.

UNAUDITED

<u>Deductions</u>	<u>Balances August 31, 2018</u>
\$ (31.20)	\$ 0.00
<u>0.00</u>	<u>0.00</u>
<u>\$ (31.20)</u>	<u>\$ 0.00</u>
\$ (31.20)	\$ 0.00
<u>0.00</u>	<u>0.00</u>
<u>\$ (31.20)</u>	<u>\$ 0.00</u>
\$ (31.20)	\$ 0.00
<u>0.00</u>	<u>0.00</u>
<u>\$ (31.20)</u>	<u>\$ 0.00</u>
\$ 0.00	\$ 0.00
<u>(31.20)</u>	<u>0.00</u>
<u>\$ (31.20)</u>	<u>\$ 0.00</u>



