

**ANNUAL FINANCIAL REPORT**  
**THIRD DISTRICT COURT OF APPEALS**  
**AUSTIN, TEXAS**  
**FISCAL YEAR ENDED AUGUST 31, 2018**

**ANNUAL FINANCIAL REPORT**  
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**AUSTIN, TEXAS**  
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**THIRD DISTRICT COURT OF APPEALS, AUSTIN, AGENCY 223**

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# 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  
MELISSA GOODWIN, JUSTICE  
SCOTT K. FIELD, JUSTICE  
CINDY OLSON BOURLAND, JUSTICE  
MICHAEL TOTH, JUSTICE

JEFFREY D. KYLE, CLERK

October 22, 2018

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, 2018, 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)  
 22(AGL) (GRT) (PRJ) (SS1) (SS2)

3RD COURT OF APPEALS DISTRICT (223)  
 BALANCE SHEET - GOVERNMENTAL & PROPRIETARY FUND TYPES (FFS)  
 REPORT PERIOD= ADJUSTMENT FY= 18

22 PERCENT OF YEAR ELAPSED: 100%  
 22\*\*\*\*\*  
 22GAAP FUND GROUP 01 GOVERNMENTAL  
 22GAAP FUND TYPE 01 GENERAL  
 22\*\*\*\*\*  
 22GL GL COMP AGY CURRENT PRIOR  
 22CAT CLASS GL TITLE GL YEAR YEAR  
 22\*\*\*\*\*  
 2201 001 0010 CASH ON HAND .00 .00

PROD SYSTEM  
 PAGE 1

AGY	GL	COMP	AGY	CURRENT	PRIOR
22CAT	CLASS	GL	TITLE	YEAR	YEAR
2201	001	0010	CASH ON HAND	.00	.00
GL CLS 001 CA CASH ON HAND				.00	.00

01	004	0045	CASH IN STATE TREASURY	59,770,961.92-	56,170,106.84-
22		0047	SHARED CASH	499,051.77-	478,009.27-
22		0048	LEGISLATIVE CASH	56,648,116.11	56,648,116.11

GL CLS 004 CA CASH IN STATE TREASURY				3,621,897.58-	.00
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01	020	9000	LEGISLATIVE APPROPRIATIONS	3,952,111.01	375,640.69
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GL CLS 020 CA LEGISLATIVE APPROPRIATIONS				3,952,111.01	375,640.69
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01	052	0230	ACCTS. RECEIVABLE - BILLED	1,345.41	1,345.41
22		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
22		0283	DUE FROM OTHER FUNDS	22300010	.00
22		0283	DUE FROM OTHER FUNDS	22390000	.00

GL CLS 070 CA DUE FROM OTHER FUNDS				.00	.00
------------------------------------	--	--	--	-----	-----

01	072	0284	DUE FROM OTHER AGENCIES	.00	.00
22		0284	DUE FROM OTHER AGENCIES	21105400	.00
22		0284	DUE FROM OTHER AGENCIES	22305400	.00
22		0284	DUE FROM OTHER AGENCIES	32001650	.00

GL CLS 072 CA DUE FROM OTHER AGENCIES				.00	.00
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01	080	0285	CONSUM. INVENTORIES (MAT. AND SUPPLI	2,457.00	2,727.00
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GL CLS 080 CA CONSUMABLE INVENTORIES				2,457.00	2,727.00
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3RD COURT OF APPEALS DISTRICT (223)

BALANCE SHEET - GOVERNMENTAL & PROPRIETARY FUND TYPES (FFS)

23  
 23PERCENT OF YEAR ELAPSED: 100% REPORT PERIOD= ADJUSTMENT FY= 18 PROD SYSTEM  
 23\*\*\*\*\*PAGE 2

23GAAP FUND GROUP 01 GOVERNMENTAL  
 23GAAP FUND TYPE 01 GENERAL

23\*\*\*\*\*  
 23GL GL COMP AGY CURRENT PRIOR  
 23CAT CLASS GL TITLE GL YEAR YEAR  
 23\*\*\*\*\*

\* GLA CAT 01 CURRENT ASSETS 333,657.80 379,355.06  
 06 158 0360 LIBRARY BOOKS-NON DEPRECIABLE .00 .00  
 23 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 333,657.80 379,355.06

21 200 1009 VOUCHERS PAYABLE .00 .00  
 23 1010 ACCOUNTS PAYABLE 3,936.69- .00

GL CLS 200 CL ACCOUNTS PAYABLE 3,936.69- .00

21 203 1015 PAYROLL PAYABLE 303,930.98- 378,425.22-

GL CLS 203 CL PAYROLL PAYABLE 303,930.98- 378,425.22-

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  
 23 1053 DUE TO OTHER FUNDS 22305730 .00 .00  
 23 1053 DUE TO OTHER FUNDS 22309000 .00 .00  
 23 1053 DUE TO OTHER FUNDS 22300010 .00 .00  
 23 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  
 23 1050 DUE TO OTHER AGENCIES 21200010 .00 .00  
 23 1050 DUE TO OTHER AGENCIES 32001650 .00 .00  
 23 1050 DUE TO OTHER AGENCIES 90257300 .00 .00  
 23 1050 DUE TO OTHER AGENCIES 90251570 .00 .00



3RD COURT OF APPEALS DISTRICT (223)

BALANCE SHEET - GOVERNMENTAL & PROPRIETARY FUND TYPES (FFS)

24 PERCENT OF YEAR ELAPSED: 100% REPORT PERIOD= ADJUSTMENT FY= 18 PROD SYSTEM  
 24\*\*\*\*\*PAGE 3

24GAAP FUND GROUP 01 GOVERNMENTAL  
 24GAAP FUND TYPE 01 GENERAL

24GL GL COMP AGY CURRENT PRIORITY  
 24CAT CLASS GL TITLE GL YEAR YEAR  
 24\*\*\*\*\*

GL CLS	211	CL DUE TO OTHER AGENCIES		.00	.00
21	300	1140 FUNDS HELD FOR OTHERS		.00	.00
24		1149 FUNDS HELD FOR OTHERS		.00	.00
GL CLS	300	CL FUNDS HELD FOR OTHERS		.00	.00
* GLA CAT	21	CURRENT LIABILITIES		307,867.67-	378,425.22-
** TOTAL LIABILITIES AND OTHER CREDITS				307,867.67-	378,425.22-
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-	2,727.00-
GL CLS	510	FD BAL-NONSPENDABLE		2,727.00-	2,727.00-
51	530	2315 FD BAL-COMMITTED		.00	.00
GL CLS	530	FD BAL-COMMITTED		.00	.00
51	550	**** 2325-POST CLS FFS FB UNASSIGNED		23,063.13-	1,797.16
GL CLS	550	FD BAL-UNASSIGNED		23,063.13-	1,797.16
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
24		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)

25 BALANCE SHEET - GOVERNMENTAL & PROPRIETARY FUND TYPES (FFS)  
 25 PERCENT OF YEAR ELAPSED: 100% REPORT PERIOD= ADJUSTMENT FY= 18 PROD SYSTEM  
 25\*\*\*\*\*PAGE 4

25GAAP FUND GROUP 01 GOVERNMENTAL  
 25GAAP FUND TYPE 01 GENERAL

253L	GL	COMP	AGY	CURRENT	PRIOR
25CAT	CLASS	GL	GL	YEAR	YEAR
2551	630	2055	FB - UNENCUM APPROP - SUBJECT TO LAP	.00	.00
25		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
25		9003	ENCUMBRANCES (REPORTING AGENCIES)	.00	.00
25		9005	BUDGET RESERVATION FOR ENCUMBRANCES	.00	.00
GL CLS 800 BUDGETARY				.00	.00
51	950	9200	PAYROLL CLEARING	.00	.00
25		9201	PAYROLL CLEARING OFFSET	.00	.00
25		9202	PAYROLL SYSTEM CLEARING	.00	.00
GL CLS 950 SYSTEM ACCOUNTS				.00	.00
* GLA CAT 51 FUND BALANCE (DEFICITS)				25,790.13-	929.84-
** TOTAL FUND BALANCE/NET POSITION WITH CURRENT CHANGES				25,790.13-	929.84-
** TOTAL LIABILITIES, OTHER CR, DEF INFLOWS AND FD BAL/NET POSITION				333,657.80-	379,355.06-
* GAAP FUND TYPE 01 GENERAL				.00	.00



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

3RD COURT OF APPEALS DISTRICT (223)

26 BALANCE SHEET - GOVERNMENTAL & PROPRIETARY FUND TYPES (FFS)  
 26PERCENT OF YEAR ELAPSED: 100% REPORT PERIOD= ADJUSTMENT FY= 18 PROD SYSTEM  
 26\*\*\*\*\*PAGE 5

26GAAP FUND GROUP 01 GOVERNMENTAL  
 26GAAP FUND TYPE 02 SPECIAL REVENUE

26\*\*\*\*\*  
 26GL GL COMP AGY CURRENT PRIOR  
 26CAT CLASS GL TITLE GL YEAR YEAR  
 26\*\*\*\*\*

01 001 0010 CASH ON HAND .00 .00

GL CLS 001 CA CASH ON HAND .00 .00

01 004 0045 CASH IN STATE TREASURY 2,361,274.53- 2,122,851.25-  
 26 0047 SHARED CASH 2,361,274.53 2,122,851.25

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  
 26 0283 DUE FROM OTHER FUNDS 22300010 .00 .00  
 26 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  
 26 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)  
 57(AGL) (GRT) (PRJ) SS1) (SS2)

3RD COURT OF APPEALS DISTRICT (223)  
 OPERATING STATEMENT - GOVERNMENTAL FUNDS  
 REPORT PERIOD= ADJUSTMENT FY= 18

57 PERCENT OF YEAR ELAPSED: 100% PROD SYSTEM  
 57\*\*\*\*\* PAGE 1

57GAAP FUND GROUP 01 GOVERNMENTAL  
 57GAAP FUND TYPE 01 GENERAL

57 GAAP  
 57 GAAP GAAP GL ACCT GL GAAP COMPT CURRENT  
 57 CATEGORY FUNC CLASS ACCT SRC/OBJ OBJ TITLE YEAR

57  
 57 01 0005 9400 ORIGINAL BUDGET-CCMITTED 2,877,454.00  
 57 9401 ORIGINAL BUDGET-CCLECTED 47,000.00-

\* GAAP SRC/OBJ 0005 ORIGINAL APPROPRIATIONS 2,830,454.00

57 01 0006 9420 OASI ST MATCH TRF IN FROM 902-COMMITTED 195,201.92  
 57 9425 INSUR-ST PD TRF IN FROM 327-COMMITTED 265,465.80  
 57 9435 RETIR-ST MATCH TRF IN FROM 327-COMMITTED 307,911.30  
 57 9440 BRP TRANSFER IN FROM 902-COMMITTED 949.09

\* GAAP SRC/OBJ 0006 ADDITIONAL APPROPRIATIONS 769,528.11

57 01 0035 3711 JUDICIAL FEES 21,020.00  
 57 3719 FEES-COPIES/FILING OF RECORDS 22.50

\* GAAP SRC/OBJ 0035 LICENSES, FEES AND PERMITS 21,042.50

57 01 0065 3765 SALES OF SUPPLIES/EQUIPMENT/SERVICES 36,000.00

\* GAAP SRC/OBJ 0065 SALES OF GOODS AND SERVICES 36,000.00

57 01 0080 3788 DEFAULT DEPOSIT ADJUSTMENT - SUSPENSE 0.00  
 57 3802 REIMBURSEMENTS-THIRD PARTY 10,620.01

\* GAAP SRC/OBJ 0080 OTHER 10,620.01

\* GAAP CATEGORY 01 REVENUES 3,667,644.62

TOTAL REVENUES 3,667,644.62

57 04 0200 7001 SAL & WAGES(LINE ITEM EXEMPT) 743,599.72  
 57 7002 SAL/WAGES-CLASS&N/C-PERM FULTM 1,948,933.46  
 57 7017 ONE-TIME MERIT INCREASE 64,500.00  
 57 7022 LONGEVITY PAY 36,433.96  
 57 7023 LUMP SUM TERMINATION PAYMENT 8,704.11  
 57 7050 BENEFIT REPLACEMENT PAY 949.09

3RD COURT OF APPEALS DISTRICT (223)  
 OPERATING STATEMENT - GOVERNMENTAL FUNDS  
 REPORT PERIOD= ADJUSTMENT FY= 18

58  
 58PERCENT OF YEAR ELAPSED: 100%  
 58\*\*\*\*\*  
 58GAAP FUND GROUP 01 GOVERNMENTAL  
 58GAAP FUND TYPE 01 GENERAL  
 58\*\*\*\*\*  
 58  
 58 GAAP GAAP GL ACCT GL GAAP COMPT  
 58 CATEGORY FUNC CLASS ACCT SRC/OBJ OBJ TITLE CURRENT  
 58 YEAR  
 58\*\*\*\*\*  
 58

PROD SYSTEM  
 PAGE 2

58	GAAP	GAAP GL ACCT GL	GAAP COMPT	TITLE	CURRENT YEAR
* GAAP SRC/OBJ	0200			SALARIES AND WAGES	2,803,120.34
58					
58 04	0210	7032	7032	EMPLOYEE RETIREMENT-ST CONTRIB	307,911.30
58		7040	7040	ADDL PAYROLL RETIREMENT CONTRIBUTION	9,744.64
58		7041	7041	EMPLOYEE INS PYMTS-EMPLR CONTR	241,954.34
58		7042	7042	PAYROLL HEALTH INSURANCE CONTRIBUTION	28,599.44
53		7043	7043	FICA EMPLOYER MATCHING CONTR	195,201.92
* GAAP SRC/OBJ	0210			PAYROLL RELATED COSTS	783,411.64
53					
53 04	0240	7300	7300	CONSUMABLES	2,016.88
53		7382	7382	PERS PROP-BOOKS & REF MATERIALS-EXPENSED	30.00
* GAAP SRC/OBJ	0240			MATERIALS AND SUPPLIES	2,046.88
53					
58 04	0270	7470	7470	RENTAL OF SPACE	1,080.00
* GAAP SRC/OBJ	0270			RENTALS AND LEASES	1,080.00
58					
58 04	0340	7277	7277	CLEANING SERVICES	1,800.00
58		7806	7806	PROMPT PAYMENT INTEREST	0.02
58		7947	7947	ST OFC OF RISK MNGMT ASSESSMENTS	6,771.16
* GAAP SRC/OBJ	0340			OTHER EXPENDITURES	8,571.18
* GAAP CATEGORY 04				EXPENDITURES	3,598,230.04
TOTAL EXPENDITURES					3,598,230.04
EXCESS(DEFICIENCY) OF REVENUES OVER(UNDER) EXPENDITURES					69,414.58
5E					
5E 05	0510	7973	7973	OTHER CASH TRNSF W/I FD/ACCT BETWEEN AGY	21,042.50-
* GAAP SRC/OBJ	0510			TRANSFERS-OUT	21,042.50-
5E					
5E 05	0578	9410	9410	APPROPRIATION TRANSFER-IN COMMITTED	22,562.37-
* GAAP SRC/OBJ	0578			LEGISLATIVE FINANCING SOURCES	22,562.37-
58					
58 05	0591	9541	9541	BRP TRF OUT TO STRATEGIES-COMMITTED	949.09-

59 3RD COURT OF APPEALS DISTRICT (223)  
 59 OPERATING STATEMENT - GOVERNMENTAL FUNDS  
 59 PERCENT OF YEAR ELAPSED: 100% REPORT PERIOD= ADJUSTMENT FY= 18  
 59\*\*\*\*\* PAGE 3

59 GAAP FUND GROUP 01 GOVERNMENTAL  
 59 GAAP FUND TYPE 01 GENERAL

59\*\*\*\*\*  
 59 GAAP

59 GAAP GAAP GL ACCT GL GAAP COMPT CURRENT  
 59 CATEGORY FUNC CLASS ACCT SRC/OBJ OBJ TITLE YEAR  
 59\*\*\*\*\*

\* GAAP SRC/OBJ 0591 LEGISLATIVE FINANCING USES 949.09-  
 59 05 0600 9580 LAPSED COMMITTED REVENUE APPROPRIATIONS 0.33-

\* GAAP SRC/OBJ 0600 APPROPRIATIONS LAPSED 0.33-

\* GAAP CATEGORY 05 OTHER FINANCING SOURCES (USES) 44,554.29-

TCTAL OTHER FINANCING SOURCES(USES) 44,554.29-

NET CHANGE IN FUND BALANCE 24,860.29

FUND BALANCE - BEGINNING 929.84

FUND BALANCE - BEGINNING, AS RESTATED 929.84

FUND BALANCE - ENDING 25,790.13

\* GAAP FUND TY 01 GENERAL 25,790.13



(AGY) 223 (ORG) (PRG) (NAC) (APP) (FND) (COB) (AOB) (GLA)  
 6J(AGL) (GRT) (PRJ) (SS1) (SS2)

60 3RD COURT OF APPEALS DISTRICT (223)  
 60 OPERATING STATEMENT - GOVERNMENTAL FUNDS  
 60 PERCENT OF YEAR ELAPSED: 100% REPORT PERIOD= ADJUSTMENT FY= 18 PROD SYSTEM  
 60\*\*\*\*\* PAGE 4

60GAAP FUND GROUP 01 GOVERNMENTAL  
 60GAAP FUND TYPE 02 SPECIAL REVENUE

60 GAAP  
 60 GAAP GAAP GL ACCT GL GAAP COMPT  
 60 CATEGORY FUNC CLASS ACCT SRC/OBJ OBJ TITLE CURRENT YEAR

60 01 0035 3711 JUDICIAL FEES 20,390.00  
 60 3719 FEES-COPIES/FILING OF RECORDS 22.50

\* GAAP SRC/OBJ 0035 LICENSES, FEES AND FERMITs 20,412.50

\* GAAP CATEGORY 01 REVENUES 20,412.50

TOTAL REVENUES 20,412.50

6C 04 0200 7001 SAL & WAGES(LINE ITEM EXEMPT) 182,900.00  
 6C 7050 BENEFIT REPLACEMENT PAY 77.77

\* GAAP SRC/OBJ 0200 SALARIES AND WAGES 182,977.77

6C 04 0210 7032 EMPLOYEE RETIREMENT-ST CONTRIB 25,546.93

6C 7041 EMPLOYEE INS PYMTS-EMPLR CONTR 69,068.40

6C 7043 FICA EMPLOYER MATCHING CONTR 15,776.88

\* GAAP SRC/OBJ 0210 PAYROLL RELATED COSTS 110,392.21

\* GAAP CATEGORY 04 EXPENDITURES 293,369.98

TOTAL EXPENDITURES 293,369.98

EXCESS(DEFICIENCY) OF REVENUES OVER(UNDER) EXPENDITURES 272,957.48-

60 05 0500 3980 OPERATING ACCOUNT TRANSFERS IN 272,957.48

\* GAAP SRC/OBJ 0500 TRANSFERS-IN 272,957.48

\* GAAP CATEGORY 05 OTHER FINANCING SOURCES (USES) 272,957.48

TOTAL OTHER FINANCING SOURCES(USES) 272,957.48

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

3RD COURT OF APPEALS DISTRICT (223)  
 STATEMENT OF NET POSITION - NET POSITION FORMAT  
 REPORT PERIOD= ADJUSTMENT FY= 18

PROD SYSTEM  
 \*\*\*\*\*PAGE 1

12GAAP FUND GROUP 03 FIDUCIARY  
 12GAAP FUND TYPE 09 AGENCY FUNDS  
 12GAAP FUND 0882 CITY, CTY, MTA & SPD AGENCY  
 12FUND 0882 LOCAL JURISDICTIONS SALES TAX

12CAT	CLS	COMP	TITLE	AGY	CURRENT	PRIOR
12		GL		GL	YEAR	YEAR
1201	004	0045	CASH IN STATE TREASURY		.00	.00
12		0047	SHARED CASH		.00	.00
	GL CLS	004	CA CASH IN STATE TREASURY		.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
4E	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
51	620	2240	FB-UNRESERVED-UNDESIGNATED-OTHER		.00	.00
12		9999	FPS 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
	* FUND	0882	LOCAL JURISDICTIONS SALES TAX		.00	.00
	* GAAP FUND	0882	CITY, CTY, MTA & SPD AGENCY		.00	.00

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

3RD COURT OF APPEALS DISTRICT (223)  
 STATEMENT OF NET POSITION - NET POSITION FORMAT  
 REPORT PERIOD= ADJUSTMENT FY= 18

PROD SYSTEM  
 PAGE 9

20 PERCENT OF YEAR ELAPSED: 100%  
 20 GAAP FUND GROUP 03 FIDUCIARY  
 20 GAAP FUND TYPE 09 AGENCY FUNDS  
 20 GAAP FUND 1000 UNAPPROPRIATED GENERAL REVENUE  
 20 FUND 1001 GENERAL REVENUE UNAPPROPRIATED

20 GL CLS COMP AGY CURRENT PRIOR  
 20 CAT CLS GL TITLE GL YEAR YEAR  
 20 \*\*\*\*\*

01	004	0045	CASH IN STATE TREASURY		27.92	27.92
20		0047	SHARED CASH		27.92-	27.92-
20		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
45	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
51	620	2240	FB-UNRESERVED-UNDESIGNATED-OTHER		.00	.00
20		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 22<sup>nd</sup> Legislature, 1<sup>st</sup> 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.



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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).

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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 if not available. Donated assets are reported at fair value on the acquisition date. 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.

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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

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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.



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Notes for the Fiscal Year Ended August 31, 2018

**Note 2: Capital Assets**

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

Primary Government						
	Balance					Balance
	09/01/17	Adjustments	Reclassifications	Additions	Deletions	08/31/18
<b>GOVERNMENTAL ACTIVITIES</b>						
<b>Non-Depreciable Assets</b>						
Land and Land Improvements						-
Infrastructure						-
Construction in Progress						-
Other Assets						-
Total Non-Depreciable Assets	\$0	-				\$0
<b>Depreciable Assets</b>						
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

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Notes for the Fiscal Year Ended August 31, 2018

**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, 2018, the following changes occurred in liabilities.

	Balance 09-1-17	Additions	Reductions	Balance 08-31-18	Amounts Due Within One Year
<b>Governmental Activities</b>					
Claims and Judgments					
Capital Lease Obligations					
Compensable Leave	171,008.42	169,361.71	158,677.44	181,692.69	112,455.82
<b>Total Governmental Activities</b>					

**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.

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**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, 2018, follows:

	Operating Transfers In	Operating Transfers Out	Source
Appd Fund 0540, D23 Fund 0540 (Agency 211, D23 Fund 0540)		\$21,462.50	Shared Cash
Appd Fund 5157, D23 Fund 5157 (Agency 212, 5157, Fund 5157)		(\$420.00)	Shared Cash
Appd Fund 0573, D23 Fund 0573 (Agency 241, 0573, Fund 0573)	(\$272,957.48)		Shared Cash
<b>Total Operating Transfers In/Out</b>	<b>(\$272,957.48)</b>	<b>\$21,042.50</b>	

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**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 2018. 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

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**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.

