

**NOTICE OF MEETING (•) OF THE
COMMISSIONERS COURT OF JACK COUNTY, TEXAS**

• Assistive Listening Devices Available on Request for Use during Court Session

Notice is hereby given that a Meeting of the above named Commissioners Court will be held on **Monday the 26th day of September, 2016 at 10:00 o'clock a.m.**, in the County Courthouse, Jacksboro, Texas, at which time the following subjects* will be discussed and appropriate action taken, to-wit:

These subjects may or may not be discussed in the order shown. All items listed below as part of the called "Consent Agenda Items" require no deliberation by the Court. Each Court member has the prerogative of removing an item from this agenda so that it may be considered separately.

FILED FOR RECORD

1. PUBLIC FORUM (Limited to 5 minutes per person);

_____ O'CLOCK _____ M

2. PAYMENT OF CLAIMS;

SEP 23 2016

3. CONSENT AGENDA ITEMS:

- (a) Approval of Minutes of Meetings of September 6, 2016 and September 12, 2016;
- (b) Review and Acceptance of Treasurer's and Auditor's Monthly reports for period ending August 31, 2016;
- (c) Adoption of Resolution in support of designating a portion of FM 1810 from SH 59 East to the County Line as the "Luther Prunty Memorial Highway" under Chapter 225, Texas Transportation Code Subchapter B and seeking same action from the 85th Texas Legislature;
- (d) Reception of Certificate of Training Hours for Elected/Appointed County Official/Officer: Vanessa James, County Clerk;
- (e) Approval of and Authorization for Officials to execute the Renewal of Addendum for Warranty, Support, and License Agreement with Hart Interactive on Election Equipment – County Clerk;
- (f) Retention of Professional Services by Rylander, Clay, & Optiz to conduct annual Independent audit of county funds and approval of execution of Letter of Engagement on scope of work;
- (g) Approval/Renewal of Performance Bond for Melissa Kay Wade; Deputy Sheriff, Michael Wayne Francis; Deputy Sheriff, Kimberly K. Watson; Reserve Deputy Sheriff, Jeffery Miller;

VANESSA JAMES, County Clerk
JACK COUNTY, TEXAS

BY _____ DEPUTY

4. **TIMED AGENDA ITEMS:** None;

5. Discussion of Commissioner Precinct Operations;

6. Update on Courthouse Repair Project 2016 details, if any;

7. Update on status of County activities, if any, under the CTIF Grant and FEMA Flood Grant;

8. Reports, if any, by other Department Heads;

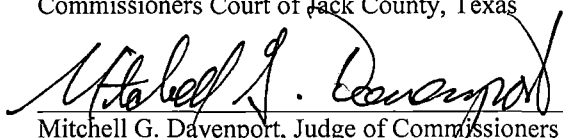
9. Review of Joint Election Agreements on November 8 Election between the County Clerk and the City of Jacksboro and Perrin-Whitt Consolidated Independent School District;

10. FUTURE AGENDA ITEMS; AND;

11. ADJOURNMENT.

Dated this the 23rd day of September, 2016

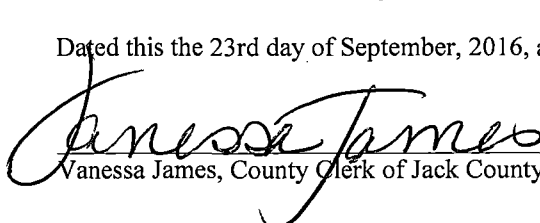
Commissioners Court of Jack County, Texas



Mitchell G. Davenport, Judge of Commissioners Court

I, the undersigned County Clerk, do hereby certify that the above Notice of Meeting of the above named Commissioners Court, is a true and correct copy of said Notice, and that I posted a true and correct copy of said Notice on the bulletin board at the Courthouse door of Jack County, Texas, at a place readily accessible to the general public at all times on the 23rd day of September, 2016, and said Notice remained so posted continuously for at least 72 hours preceding the scheduled time of said meeting.

Dated this the 23rd day of September, 2016, at 8:24 a.m.



Vanessa James, County Clerk of Jack County, Texas



MINUTES

On this the 26th day of September, 2016 the Commissioners Court of Jack County, Texas met in Regular session at 10:04 a.m. with the following elected officials present:

Keith Umphress, Commissioner Pct. 1
James L Brock, Commissioner Pct. 2
James L. Cozart, Commissioner Pct. 3
Terry Ward, Commissioner Pct. 4
Mitchell G. Davenport, County Judge

FILED FOR RECORD

_____ O'CLOCK _____ M

SEP 30 2016

VANESSA JAMES, County Clerk
JACK COUNTY, TEXAS

PUBLIC FORUM

Dalton Birdwell and Elizabeth Hines members of the Jack County 4-H spoke to the Court about 4-H week coming up. Tractor Supply will be having a fund raiser for the 4-H and members plan to set up booths with information about the projects the do in 4-H to show the pubic what the organization has to offer for their children.

PAYMENT OF ACCOUNTS AND CLAIMS

All accounts and claims were submitted to the Court for approval. Those submitted were approved and entered into the computer of the County Treasurer.

Judge Davenport made a motion to pay all the bills. Commissioner Umphress seconded and the motion carried unanimously.

CONSENT AGENDA ITEMS

The following items were taken up under the Consent Agenda:

- (a) Approval of Minutes of Meetings of September 6, 2016 and September 12, 2016;
- (b) Review and Acceptance of Treasurer's and Auditor's Monthly reports for period ending August 31, 2016;
- (c) Adoption of Resolution in support of designating a portion of FM 1810 from SH 59 East to the County Line as the "Luther Prunty Memorial Highway" under Chapter 225, Texas Transportation Code Subchapter B and seeking same action from the 85th Texas Legislature;
- (d) Reception of Certificate of Training Hours for Elected / Appointed County Official / Officer;
- (e) Approval of and Authorization for Officials to execute the Renewal of Addendum for Warranty, Support, and License Agreement with Hart Interactive on Election Equipment – County Clerk;
- (f) Retention of Professional Services by Rylander, Clay & Opitz to conduct annual Independent audit of county funds and approval of execution of Letter of Engagement on scope of work;
- (g) Approval / Renewal of Performance Bond for Melissa Kay Wade; Deputy Sheriff, Michael Wayne Francis; Deputy Sheriff, Kimberly K. Watson; Reserve Deputy Sheriff, Jeffery Miller;

Judge Davenport made a motion to adopt the Consent Agenda items except item (c) to be heard at a future meeting. Commissioner Brock seconded and the motion carried unanimously.

TIMED AGENDA ITEMS

No Timed agenda items.

COMMISSIONER PRECINCT OPERATIONS

The Commissioner's discussed different projects they have currently and are preparing for in their precincts.

UPDATE ON COURTHOUSE REPAIR PROJECT 2016

No discussion made.

UPDATE ON CTIF GRANT AND FEMA FLOOD GRANT

Court members discussed among themselves and with the Auditor and Treasurer the status of completion, administration, and billing in the CTIF grant through TxDOT and FEMA Flood Grant (2015). Discussed how much is left on the CTIF reimbursement to date. Requested \$918,000 out of \$1.4 million, also discussed the status of FEMA reimbursement.

REPORTS BY DEPARTMENT HEADS

County Clerk asked the Court for clarification regarding funds in the County Clerk's budget for a Part Time Deputy.

COUNTY CLERK/ELECTIONS

Receive report, if any, from the County Clerk acting in her capacity of Elections Administrator regarding the declaration of election of any candidates for county office as duly elected pursuant to Section 2.056, Texas Election Code;

REVIEW OF JOINT ELECTION AGREEMENT FOR THE GENERAL ELECTION

County Clerk, Vanessa James informed the Court of Contracts for Elections Services between the Clerk's Office and Perrin-Whitt Consolidated Independent School District. Submitted for review a Joint Election Agreement she will be entering with the City of Jacksboro for an election held November 8, 2016.

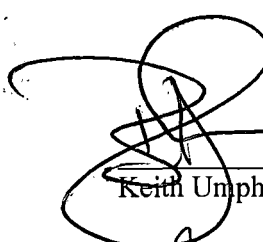
FUTURE AGENDA ITEMS

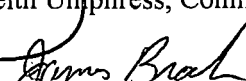
None noted.

ADJOURNMENT

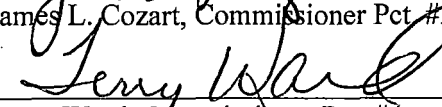
There being no further business motion was made by Commissioner Cozart to adjourn and seconded by Commissioner Brock. The motion carried unanimously.

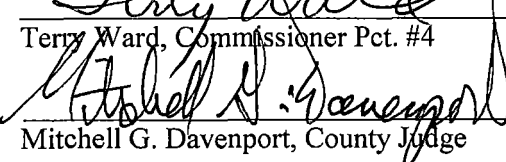
Meeting was adjourned at 11:45 a.m.


Keith Umphress, Commissioner Pct. #1

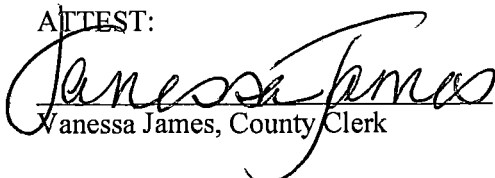

James Brock, Commissioner Pct. #2


James L. Cozart, Commissioner Pct. #3


Terry Ward, Commissioner Pct. #4


Mitchell G. Davenport, County Judge

ATTEST:


Vanessa James, County Clerk



O'CLOCK M

SEP 26 2016

VANESSA JAMES, County Clerk
JACK COUNTY, TEXAS

DEPUTY



Western Surety Company

CONTINUATION CERTIFICATE

Western Surety Company hereby continues in force Bond No. 69596954 briefly
described as DEPUTY SHERIFF COUNTY OF JACK

for MELISSA KAY WADE

, as Principal,
in the sum of \$ TEN THOUSAND AND NO/100 Dollars, for the term beginning
October 14, 2016, and ending October 14, 2017, subject to all
the covenants and conditions of the original bond referred to above.

This continuation is issued upon the express condition that the liability of Western Surety Company
under said Bond and this and all continuations thereof shall not be cumulative and shall in no event exceed
the total sum above written.

Dated this 30 day of June, 2016.

WESTERN SURETY COMPANY

By

Paul T. Bruhat, Vice President



THIS "Continuation Certificate" MUST BE FILED WITH THE ABOVE BOND.

Western Surety Company

POWER OF ATTORNEY

KNOW ALL MEN BY THESE PRESENTS:

That WESTERN SURETY COMPANY, a corporation organized and existing under the laws of the State of South Dakota, and authorized and licensed to do business in the States of Alabama, Alaska, Arizona, Arkansas, California, Colorado, Connecticut, Delaware, District of Columbia, Florida, Georgia, Hawaii, Idaho, Illinois, Indiana, Iowa, Kansas, Kentucky, Louisiana, Maine, Maryland, Massachusetts, Michigan, Minnesota, Mississippi, Missouri, Montana, Nebraska, Nevada, New Hampshire, New Jersey, New Mexico, New York, North Carolina, North Dakota, Ohio, Oklahoma, Oregon, Pennsylvania, Rhode Island, South Carolina, South Dakota, Tennessee, Texas, Utah, Vermont, Virginia, Washington, West Virginia, Wisconsin, Wyoming, and the United States of America, does hereby make, constitute and appoint

Paul T. Bruflat of Sioux Falls,
State of South Dakota, its regularly elected Vice President,
as Attorney-in-Fact, with full power and authority hereby conferred upon him to sign, execute, acknowledge and deliver for and on its behalf as Surety and as its act and deed, the following bond:

One DEPUTY SHERIFF COUNTY OF JACK

bond with bond number 69596954

for MELISSA KAY WADE

as Principal in the penalty amount not to exceed: \$10,000.00

Western Surety Company further certifies that the following is a true and exact copy of Section 7 of the by-laws of Western Surety Company duly adopted and now in force, to-wit:

Section 7. All bonds, policies, undertakings, Powers of Attorney, or other obligations of the corporation shall be executed in the corporate name of the Company by the President, Secretary, any Assistant Secretary, Treasurer, or any Vice President, or by such other officers as the Board of Directors may authorize. The President, any Vice President, Secretary, any Assistant Secretary, or the Treasurer may appoint Attorneys-in-Fact or agents who shall have authority to issue bonds, policies, or undertakings in the name of the Company. The corporate seal is not necessary for the validity of any bonds, policies, undertakings, Powers of Attorney or other obligations of the corporation. The signature of any such officer and the corporate seal may be printed by facsimile.

In Witness Whereof, the said WESTERN SURETY COMPANY has caused these presents to be executed by its Vice President Paul T. Bruflat with the corporate seal affixed this 30 day of June, 2016.

ATTEST

L. Nelson
L. Nelson, Assistant Secretary

WESTERN SURETY COMPANY
By Paul T. Bruflat
Paul T. Bruflat, Vice President

STATE OF SOUTH DAKOTA }
COUNTY OF MINNEHAHA } ss

On this 30 day of June, 2016, before me, a Notary Public, personally appeared
Paul T. Bruflat and L. Nelson

who, being by me duly sworn, acknowledged that they signed the above Power of Attorney as Vice President and Assistant Secretary, respectively, of the said WESTERN SURETY COMPANY, and acknowledged said instrument to be the voluntary act and deed of said Corporation.

SEAL J. MOHR
NOTARY PUBLIC
SOUTH DAKOTA SEAL

My Commission Expires June 23, 2021

J. Mohr
Notary Public

To validate bond authenticity, go to www.cnasurety.com > Owner/Obligee Services > Validate Bond Coverage.

Form F1975-1-2016



FILED FOR RECORD



O'CLOCK M

SEP 26 2016

Western Surety Company

BY _____ DEPUTY
JACK COUNTY, TEXAS

CONTINUATION CERTIFICATE

Western Surety Company hereby continues in force Bond No. 69790648 briefly
described as DEPUTY SHERIFF COUNTY OF JACK
for MICHAEL WAYNE FRANCIS
_____, as Principal,
in the sum of \$ TEN THOUSAND AND NO/100 Dollars, for the term beginning
October 11, 2016, and ending October 11, 2017, subject to all
the covenants and conditions of the original bond referred to above.

This continuation is issued upon the express condition that the liability of Western Surety Company
under said Bond and this and all continuations thereof shall not be cumulative and shall in no event exceed
the total sum above written.

Dated this 28 day of June, 2016.



WESTERN SURETY COMPANY

By Paul T. Brumat
Paul T. Brumat, Vice President

THIS "Continuation Certificate" MUST BE FILED WITH THE ABOVE BOND.

Western Surety Company

POWER OF ATTORNEY

KNOW ALL MEN BY THESE PRESENTS:

That WESTERN SURETY COMPANY, a corporation organized and existing under the laws of the State of South Dakota, and authorized and licensed to do business in the States of Alabama, Alaska, Arizona, Arkansas, California, Colorado, Connecticut, Delaware, District of Columbia, Florida, Georgia, Hawaii, Idaho, Illinois, Indiana, Iowa, Kansas, Kentucky, Louisiana, Maine, Maryland, Massachusetts, Michigan, Minnesota, Mississippi, Missouri, Montana, Nebraska, Nevada, New Hampshire, New Jersey, New Mexico, New York, North Carolina, North Dakota, Ohio, Oklahoma, Oregon, Pennsylvania, Rhode Island, South Carolina, South Dakota, Tennessee, Texas, Utah, Vermont, Virginia, Washington, West Virginia, Wisconsin, Wyoming, and the United States of America, does hereby make, constitute and appoint

Paul T. Bruflat of Sioux Falls,
State of South Dakota, its regularly elected Vice President,
as Attorney-in-Fact, with full power and authority hereby conferred upon him to sign, execute, acknowledge and deliver for and on its behalf as Surety and as its act and deed, the following bond:

One DEPUTY SHERIFF COUNTY OF JACK

bond with bond number 69790648

for MICHAEL WAYNE FRANCIS

as Principal in the penalty amount not to exceed: \$10,000.00

Western Surety Company further certifies that the following is a true and exact copy of Section 7 of the by-laws of Western Surety Company duly adopted and now in force, to-wit:

Section 7. All bonds, policies, undertakings, Powers of Attorney, or other obligations of the corporation shall be executed in the corporate name of the Company by the President, Secretary, any Assistant Secretary, Treasurer, or any Vice President, or by such other officers as the Board of Directors may authorize. The President, any Vice President, Secretary, any Assistant Secretary, or the Treasurer may appoint Attorneys-in-Fact or agents who shall have authority to issue bonds, policies, or undertakings in the name of the Company. The corporate seal is not necessary for the validity of any bonds, policies, undertakings, Powers of Attorney or other obligations of the corporation. The signature of any such officer and the corporate seal may be printed by facsimile.

In Witness Whereof, the said WESTERN SURETY COMPANY has caused these presents to be executed by its Vice President Paul T. Bruflat with the corporate seal affixed this 28 day of June, 2016.

ATTEST

L. Nelson
L. Nelson, Assistant Secretary

WESTERN SURETY COMPANY
By Paul T. Bruflat
Paul T. Bruflat, Vice President

STATE OF SOUTH DAKOTA }
COUNTY OF MINNEHAHA } ss

On this 28 day of June, 2016, before me, a Notary Public, personally appeared
Paul T. Bruflat and L. Nelson

who, being by me duly sworn, acknowledged that they signed the above Power of Attorney as Vice President and Assistant Secretary, respectively, of the said WESTERN SURETY COMPANY, and acknowledged said instrument to be the voluntary act and deed of said Corporation.

J. MOHR
NOTARY PUBLIC
SOUTH DAKOTA

My Commission Expires June 23, 2021

To validate bond authenticity, go to www.cnasurety.com > Owner/Obligee Services > Validate Bond Coverage.
Form F1975-1-2016





FILED FOR RECORD

_____ O'CLOCK _____ M

SEP 26 2016

MISSISSAUGA, ONT. County Clerk
JACK COUNTY, TEXAS

BY _____ DEPUTY

Western Surety Company

CONTINUATION CERTIFICATE

Western Surety Company hereby continues in force Bond No. 68655351 briefly described as RESERVE DEPUTY SHERIFF COUNTY OF JACK

for KIMBERLY K. WATSON
_____, as Principal,
in the sum of \$ TEN THOUSAND AND NO/100 Dollars, for the term beginning October 03, 2016, and ending October 03, 2017, subject to all the covenants and conditions of the original bond referred to above.

This continuation is issued upon the express condition that the liability of Western Surety Company under said Bond and this and all continuations thereof shall not be cumulative and shall in no event exceed the total sum above written.

Dated this 18 day of May, 2016.



WESTERN SURETY COMPANY

By Paul T. Bruhat
Paul T. Bruhat, Vice President

THIS "Continuation Certificate" MUST BE FILED WITH THE ABOVE BOND.

Western Surety Company

POWER OF ATTORNEY

KNOW ALL MEN BY THESE PRESENTS:

That WESTERN SURETY COMPANY, a corporation organized and existing under the laws of the State of South Dakota, and authorized and licensed to do business in the States of Alabama, Alaska, Arizona, Arkansas, California, Colorado, Connecticut, Delaware, District of Columbia, Florida, Georgia, Hawaii, Idaho, Illinois, Indiana, Iowa, Kansas, Kentucky, Louisiana, Maine, Maryland, Massachusetts, Michigan, Minnesota, Mississippi, Missouri, Montana, Nebraska, Nevada, New Hampshire, New Jersey, New Mexico, New York, North Carolina, North Dakota, Ohio, Oklahoma, Oregon, Pennsylvania, Rhode Island, South Carolina, South Dakota, Tennessee, Texas, Utah, Vermont, Virginia, Washington, West Virginia, Wisconsin, Wyoming, and the United States of America, does hereby make, constitute and appoint

Paul T. Bruflat of Sioux Falls,
State of South Dakota, its regularly elected Vice President,
as Attorney-in-Fact, with full power and authority hereby conferred upon him to sign, execute, acknowledge and deliver for and on its behalf as Surety and as its act and deed, the following bond:

One RESERVE DEPUTY SHERIFF COUNTY OF JACK

bond with bond number 68655351

for KIMBERLY K. WATSON

as Principal in the penalty amount not to exceed: \$10,000.00

Western Surety Company further certifies that the following is a true and exact copy of Section 7 of the by-laws of Western Surety Company duly adopted and now in force, to-wit:

Section 7. All bonds, policies, undertakings, Powers of Attorney, or other obligations of the corporation shall be executed in the corporate name of the Company by the President, Secretary, any Assistant Secretary, Treasurer, or any Vice President, or by such other officers as the Board of Directors may authorize. The President, any Vice President, Secretary, any Assistant Secretary, or the Treasurer may appoint Attorneys-in-Fact or agents who shall have authority to issue bonds, policies, or undertakings in the name of the Company. The corporate seal is not necessary for the validity of any bonds, policies, undertakings, Powers of Attorney or other obligations of the corporation. The signature of any such officer and the corporate seal may be printed by facsimile.

In Witness Whereof, the said WESTERN SURETY COMPANY has caused these presents to be executed by its
Vice President Paul T. Bruflat with the corporate seal affixed this 18 day of May, 2016

ATTEST

L. Nelson

L. Nelson, Assistant Secretary

WESTERN SURETY COMPANY

By

Paul T. Bruflat

Paul T. Bruflat, Vice President

STATE OF SOUTH DAKOTA

COUNTY OF MINNEHAHA

} ss

On this 18 day of May, 2016, before me, a Notary Public, personally appeared
Paul T. Bruflat and L. Nelson

who, being by me duly sworn, acknowledged that they signed the above Power of Attorney as Vice President
and Assistant Secretary, respectively, of the said WESTERN SURETY COMPANY, and acknowledged said instrument to be the voluntary act and deed of said Corporation.



J. Mohr

Notary Public

To validate bond authenticity, go to www.cnasurety.com > Owner/Obligee Services > Validate Bond Coverage.





FILED FOR RECORD

_____ O'CLOCK _____ M

Western Surety Company

JUL 6 2016
VANESSA JAMES Clerk
JACK COUNTY, TEXAS

CONTINUATION CERTIFICATE BY _____ DEPUTY

Western Surety Company hereby continues in force Bond No. 71601338 briefly described as RESERVE CONSTABLE JACK COUNTY CONSTABLE

for JEFFERY MILLER

_____, as Principal,

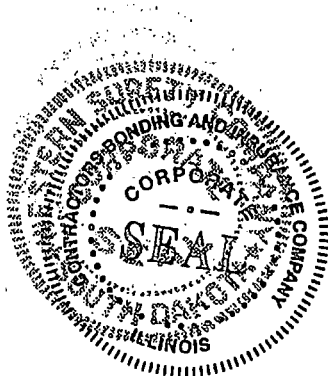
in the sum of \$ TEN THOUSAND AND NO/100 Dollars, for the term beginning

October 27, 2016, and ending October 27, 2017, subject to all

the covenants and conditions of the original bond referred to above.

This continuation is issued upon the express condition that the liability of Western Surety Company under said Bond and this and all continuations thereof shall not be cumulative and shall in no event exceed the total sum above written.

Dated this 12 day of July, 2016.



WESTERN SURETY COMPANY

By Paul T. Bruhat
Paul T. Bruhat, Vice President

THIS "Continuation Certificate" MUST BE FILED WITH THE ABOVE BOND.

Western Surety Company

POWER OF ATTORNEY

KNOW ALL MEN BY THESE PRESENTS:

That WESTERN SURETY COMPANY, a corporation organized and existing under the laws of the State of South Dakota, and authorized and licensed to do business in the States of Alabama, Alaska, Arizona, Arkansas, California, Colorado, Connecticut, Delaware, District of Columbia, Florida, Georgia, Hawaii, Idaho, Illinois, Indiana, Iowa, Kansas, Kentucky, Louisiana, Maine, Maryland, Massachusetts, Michigan, Minnesota, Mississippi, Missouri, Montana, Nebraska, Nevada, New Hampshire, New Jersey, New Mexico, New York, North Carolina, North Dakota, Ohio, Oklahoma, Oregon, Pennsylvania, Rhode Island, South Carolina, South Dakota, Tennessee, Texas, Utah, Vermont, Virginia, Washington, West Virginia, Wisconsin, Wyoming, and the United States of America, does hereby make, constitute and appoint

Paul T. Bruflat of Sioux Falls,
State of South Dakota, its regularly elected Vice President,
as Attorney-in-Fact, with full power and authority hereby conferred upon him to sign, execute, acknowledge and deliver for and on its behalf as Surety and as its act and deed, the following bond:

One RESERVE CONSTABLE JACK COUNTY CONSTABLE

bond with bond number 71601338

for JEFFERY MILLER

as Principal in the penalty amount not to exceed: \$10,000.00

Western Surety Company further certifies that the following is a true and exact copy of Section 7 of the by-laws of Western Surety Company duly adopted and now in force, to-wit:

Section 7. All bonds, policies, undertakings, Powers of Attorney, or other obligations of the corporation shall be executed in the corporate name of the Company by the President, Secretary, any Assistant Secretary, Treasurer, or any Vice President, or by such other officers as the Board of Directors may authorize. The President, any Vice President, Secretary, any Assistant Secretary, or the Treasurer may appoint Attorneys-in-Fact or agents who shall have authority to issue bonds, policies, or undertakings in the name of the Company. The corporate seal is not necessary for the validity of any bonds, policies, undertakings, Powers of Attorney or other obligations of the corporation. The signature of any such officer and the corporate seal may be printed by facsimile.

In Witness Whereof, the said WESTERN SURETY COMPANY has caused these presents to be executed by its Vice President Paul T. Bruflat with the corporate seal affixed this 12 day of July, 2016.

ATTEST

L. Nelson

L. Nelson, Assistant Secretary

WESTERN SURETY COMPANY

By

Paul T. Bruflat

Paul T. Bruflat, Vice President

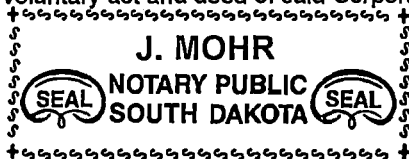
STATE OF SOUTH DAKOTA

COUNTY OF MINNEHAHA

} ss

On this 12 day of July, 2016, before me, a Notary Public, personally appeared
Paul T. Bruflat and L. Nelson

who, being by me duly sworn, acknowledged that they signed the above Power of Attorney as Vice President and Assistant Secretary, respectively, of the said WESTERN SURETY COMPANY, and acknowledged said instrument to be the voluntary act and deed of said Corporation.



My Commission Expires June 23, 2021

J. Mohr

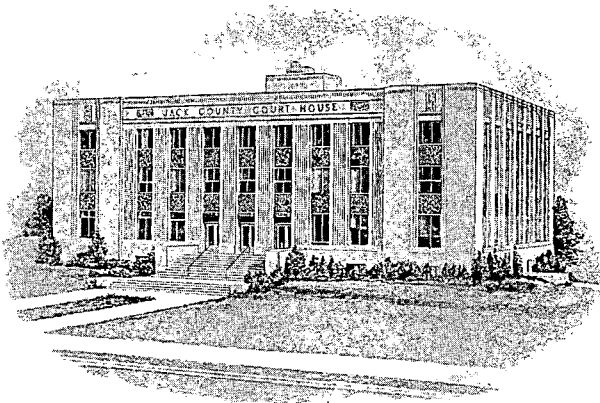
Notary Public

To validate bond authenticity, go to www.cnasurety.com > Owner/Obligee Services > Validate Bond Coverage.

Form F1975-1-2016



JACK COUNTY



KIM GIBBY

County Treasurer

100 N. Main St., Ste. 201

Jacksboro, Texas 76458

JACKSBORO, TEXAS

AUDITOR & TREASURER'S CERTIFICATE

I hereby certify that the following constitutes the Jack County Treasurer's Report for the monthly period ending on Aug. 31, 2016.

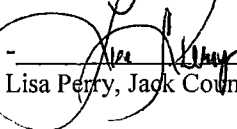
This report was prepared for the purposes of comparing and reconciling the actual balances of the County's cash accounts and investments, if any, to its general ledger for the period stated.

Respectfully submitted,



Kim Gibby, Jack County Treasurer

Agreed:



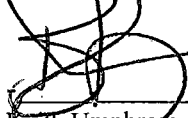
Lisa Perry, Jack County Auditor

ORDER APPROVING TREASURER'S REPORT

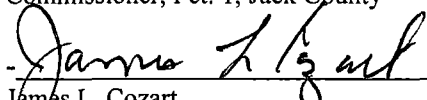
After comparing and examining the Treasurer's Report for the monthly period ending Aug. 31, 2016, and determining that the report is correct, the Court finds that the report should be approved. It is therefore ORDERED that the report is approved.

It is FURTHER ORDERED that the amounts received and paid from each fund, and the cash balance remaining in the Treasurer's custody are as indicated in the report itself.

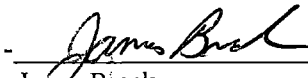
ORDERED this 26th day of Sept., 2016.



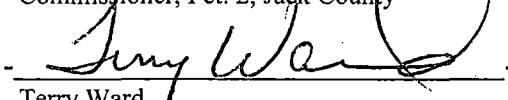
Keith Umphress,
Commissioner, Pct. 1, Jack County



James L. Cozart,
Commissioner, Pct. 3, Jack County



James Brock,
Commissioner, Pct. 2, Jack County

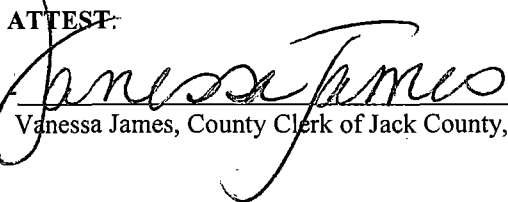


Terry Ward,
Commissioner, Pct. 4, Jack County



Mitchell G. Davenport,
County Judge of Jack County, Texas

ATTEST:



Vanessa James, County Clerk of Jack County, Texas



TREASURER'S REPORT AUGUST 2016				
UNCLAIMED PROPERTY ACCOUNT				
Date		Description		Balance
8/1/16		BEGINNING BALANCE	\$ 6,930.19	
		Credits		
		Debits	\$ -	
		ENDING BALANCE	8/31/2016	\$ 6,930.19
EXTRADITION ACCOUNT				
Date		Description		Balance
8/1/16		BEGINNING BALANCE	\$ 1,422.90	
		Credits	\$ 973.00	
		Debits	\$ 973.00	
		ENDING BALANCE	8/31/2016	\$ 1,422.90
JP FEE ACCOUNT				
Date		Description		
8/1/16		BEGINNING BALANCE	\$ 8,546.92	
	ck#5378	July credit card payments/interest transferred to GF	\$ 6,573.11	
		Deposits (Bank Card)	\$ 8,542.50	
		Deposit (Interest)	\$ 0.26	Balance
		ENDING BALANCE	8/31/16	\$ 10,516.57
JP PARTIAL PAYMENT ACCOUNT				
Date		Description		Balance
8/1/16		BEGINNING BALANCE	\$ 8,793.79	
		Interest on Account	\$ 0.01	
		Debits - transfer to 00078 Acct	\$ 8,793.80	
		ENDING BALANCE	8/31/2016	\$ 0.00
00078 ACCOUNT				
Date		Description		
8/31/16		BALANCE SHOWN ON STATEMENT	\$ 4,863,500.48	
		Outstanding Checks	\$ 124,003.69	Balance
		ENDING BALANCE	8/31/16	\$4,739,496.79

		RECAP OF MONEY AUGUST 2016						
	Fund	Balance	Transfer	Receipts	Accts Payable	Payroll	Transfer	Balance
	Designation	07/31/16	Out				In	08/31/16

10	Precinct #1	\$ (54,329.63)	\$ -	\$ 36.97	\$ 15,981.71	\$ 7,002.38	\$ 35,739.84	\$ (41,536.91)
20	Precinct #2	\$ 190,943.56	\$ -		\$ 13,569.40	\$ 7,435.78	\$ 32,901.20	\$ 202,839.58
30	Precinct #3	\$ 251,803.99	\$ -		\$ 19,281.78	\$ 7,716.08	\$ 35,105.49	\$ 259,911.62
40	Precinct #4	\$ 213,104.45	\$ -		\$ 25,524.26	\$ 6,141.52	\$ 30,937.20	\$ 212,375.87
50	Road & Bridge	\$ 105,787.30	\$ 117,096.00	\$ 43,918.53			\$ -	\$ 32,609.83
51	R&B Heavy Equipment	\$ 80,123.26	\$ -	\$ 596.47	\$ 15.00		\$ -	\$ 80,704.73
52	CTIF Fund	\$ (57,493.15)	\$ 17,587.73	\$ 107,499.65	\$ 2,676.88		\$ -	\$ 29,741.89
53	FEMA Fund	\$ 109,923.42	\$ -				\$ -	\$ 109,923.42
60	Lateral Road	\$ 245,493.93	\$ -				\$ -	\$ 245,493.93
70	Law Library	\$ 33,350.85	\$ -	\$ 630.00	\$ 250.00		\$ -	\$ 33,730.85
71	Appellate Judicial System	\$ -	\$ -	\$ 90.00	\$ 90.00		\$ -	\$ -
72	County Court RTA	\$ 57,570.95	\$ -	\$ 2,660.00			\$ -	\$ 60,230.95
73	District Court RTA	\$ 3,549.15	\$ -	\$ 190.00			\$ -	\$ 3,739.15
80	Records Preservation	\$ 10,621.67	\$ -	\$ 220.00			\$ -	\$ 10,841.67
81	Work Program	\$ 45.17	\$ -				\$ -	\$ 45.17
82	Guardianship Fund	\$ 4,320.00	\$ -	\$ 80.00			\$ -	\$ 4,400.00
83	Emergency Mgmt	\$ (76,411.63)	\$ -				\$ -	\$ (76,411.63)
84	CH Renovation	\$ 359,309.85	\$ -		\$ 4,105.00		\$ -	\$ 355,204.85
85	CH Renovation I&S fund bal	\$ 64,612.94	\$ -	\$ 814.47			\$ -	\$ 65,427.41
90	General Fund	\$ 2,829,696.83	\$ -	\$ 69,186.86	\$ 178,648.63	\$ 105,202.61	\$ 4,716.42	\$ 2,619,748.87
91	Judge's State Supplement	\$ 3,275.22	\$ -				\$ -	\$ 3,275.22
92	Dist. & Co. Court Tech	\$ 7,323.04	\$ -	\$ 8.80			\$ -	\$ 7,331.84
93	Probate Education	\$ 3,172.32	\$ -	\$ 34.00			\$ -	\$ 3,206.32
94	Records Management	\$ 3,014.94	\$ -	\$ 206.23			\$ -	\$ 3,221.17
95	Courthouse Security	\$ 139,281.19	\$ -	\$ 658.49	\$ 274.64		\$ -	\$ 139,665.04
96	Justice Court Tech	\$ 23,663.59	\$ -	\$ 272.00	\$ 4.00		\$ -	\$ 23,931.59
98	Interest & Sinking	\$ 335,918.05	\$ -	\$ 1,529.94			\$ -	\$ 337,447.99
99	State Fines & Fees	\$ 6,971.59	\$ 4,716.42	\$ 9,906.67	\$ 89.10		\$ -	\$ 12,072.74

	TOTALS	\$ 4,894,642.85	\$ 139,400.15	\$ 238,539.08	\$ 260,510.40	\$ 133,498.37	\$ 139,400.15	\$ 4,739,173.16

	Pct 1	Pct 2	Pct 3	Pct 4	GF	Totals
Pct 1 transfer in:	\$ 35,739.84					
Pct 2 transfer in:		\$ 32,901.20				
Pct 3 transfer in:			\$ 35,105.49			
Pct 4 transfer in:				\$ 30,937.20		
GF transfer in:					\$ 4,716.42	
R&B transfer out:	\$ 29,274.00	\$ 29,274.00	\$ 29,274.00	\$ 29,274.00		\$ 117,096.00
CTIF transfer out:	\$ 6,465.84	\$ 3,627.20	\$ 5,831.49	\$ 1,663.20		\$ 17,587.73
State Fund transfer out:					\$ 4,716.42	\$ 4,716.42

Jack County
Bank Account Reconciliaton
8/31/2016

Bank Balance According to Statement	\$ 4,863,500.48
Outstanding Deposits	\$ -
Outstanding Checks	\$ 124,003.69
Balance	<u>\$ 4,739,496.79</u>

Balance per General Ledger by Fund

10	PCT. 1	\$ (41,536.91)
20	PCT. 2	\$ 202,839.58
30	PCT. 3	\$ 259,911.62
40	PCT. 4	\$ 212,375.87
50	ROAD & BRIDGE C.W.	\$ 32,609.83
51	R&B Heavy Equipment	\$ 80,704.73
52	CTIF Fund	\$ 29,741.89
53	FEMA Fund	\$ 109,923.42
60	LATERAL ROADS	\$ 245,493.93
70	LAW LIBRARY	\$ 33,730.85
71	Appellate Judicial System	\$ -
72	County Court RTA	\$ 60,230.95
73	District Court RTA	\$ 3,739.15
80	Preservation fund	\$ 10,841.67
81	Work Program	\$ 45.17
82	Guardianship Fund	\$ 4,400.00
83	Emergency Management	\$ (76,411.63)
84	Courthouse Renovations	\$ 355,204.85
85	Courthouse Renovations I&S	\$ 65,427.41
90	GENERAL	\$ 2,619,748.87
91	COUNTY JUDGE EXCESS	\$ 3,275.22
92	Dist. & Co. Clerk Tech	\$ 7,331.84
93	PROBATE	\$ 3,206.32
94	RECORDS MANAGEMENT	\$ 3,221.17
95	COURTHOUSE SECURITY	\$ 139,665.04
96	J.P. TECHNOLOGY	\$ 23,931.59
98	INTEREST & SINKING	\$ 337,447.99
99	State Fines & Fees	\$ 12,072.74

Balance per General Ledger	\$ 4,739,173.16
Balance per Bank Statement	\$ 4,739,496.79
Unlocated difference	\$ 323.63

Difference is Ck#48102 to Bane Machinery
Stop payment made 9/12/16

CERTIFICATE OF ATTENDANCE

THIS CERTIFIES THAT

VANESSA JAMES

has attended the

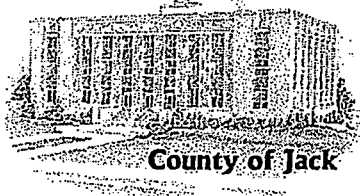
**Secretary of State's 34th Annual Election Law Seminar for County
Election Officials**

July 11 – 13, 2016



A handwritten signature in black ink, appearing to read "Cascos", followed by a horizontal line.

Carlos H. Cascos
Secretary of State



Mitchell G. Davenport
County Judge of Jack County, Texas
100 N. Main St., Ste. 206
Jacksboro, TX 76458
940.567.2241
940.567.5502 Fax
countyjudge@jackcounty.org

October 6, 2016

Dennis Wilde, Executive Director
Nortex Regional Planning Commission
4309 Old Jacksboro Hwy #200
Wichita Falls, TX 76302

Re: Cost-Share Certification

Dear Mr. Wilde:

This letter serves as Jack County's commitment to meet the matching fund requirements under the Hazard Mitigation Grant Program (HMGP) for the Nortex Hazard Mitigation Plan (Plan).

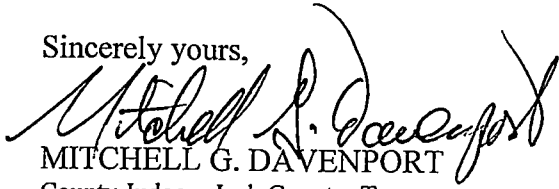
The County commits to the following to help meet the match on the grant through in-kind time:

1. Attending all required meetings
2. Providing hazard information
3. Review hazard data and occurrences
4. Developing mitigation actions
5. Reviewing the Plan
6. Providing edits on the Plan
7. Hosting at least one (1) public meeting on the Plan

It is understood that the County will track time and provide a timesheet monthly to Nortex for all time collected in a spreadsheet to be provided to the County.

If the County wishes to participate, but cannot commit time toward the in-kind match, the County will provide to Nortex matching funds in the amount of \$15,000.00.

Sincerely yours,

A handwritten signature in black ink, appearing to read "Mitchell G. Davenport", written over the printed name.

MITCHELL G. DAVENPORT
County Judge – Jack County, Texas



RICO RYLANDER, CLAY & OPITZ, LLP
CERTIFIED PUBLIC ACCOUNTANTS
Smart Solutions. Real Results.

September 22, 2016

Honorable Judge Mitchell Davenport
Jack County
100 Main Street
Jacksboro, Texas 76458

The Objective and Scope of the Audit of the Regulatory basis financial Statements

You have requested that we audit the financial statements of Jack County, Texas (the "County"), which comprise general purpose financial statements in accordance with standards necessary for the County's bond company ("regulatory basis financial statements"), which is not intended to be in accordance with accounting principles generally accepted in the United States of America as defined in GASB # 34 as of and for the year-ending September 30, 2016. We are pleased to confirm our acceptance and our understanding of this audit engagement by means of this letter.

Our audit will be conducted with the objective of our expressing an opinion on the regulatory basis financial statements.

The Responsibilities of the Auditor

We will conduct our audit in accordance with auditing standards generally accepted in the United States of America (GAAS); "Government Auditing Standards" issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

Because of the inherent limitations of an audit, together with the inherent limitations of internal control, an unavoidable risk that some material misstatements may not be detected exists, even though the audit is properly planned and performed in accordance with GAAS. Also, an audit is not designed to detect errors or fraud that are immaterial to the regulatory basis financial statements. The determination of abuse is subjective; therefore, Government Auditing Standards do not expect us to provide reasonable assurance of detecting abuse.

In making our risk assessments, we consider internal control relevant to the County's preparation and fair presentation of the regulatory basis financial statements in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. However, we will communicate to you in writing concerning any significant deficiencies or material weaknesses in internal control relevant to the audit of the regulatory basis financial statements that we have identified during the audit.

We will also communicate to the Commissioners' Court (a) any fraud involving senior management and fraud (whether caused by senior management or other employees) that causes a material misstatement of the regulatory basis financial statements that becomes known to us during the audit, and (b) any instances of noncompliance with laws and regulations that we become aware of during the audit (unless they are clearly inconsequential).

The funds that you have told us are maintained by the County and that are to be included as part of our audit are listed as an attachment.

Our report(s) on internal control will include any significant deficiencies and material weaknesses in controls of which we become aware as a result of obtaining an understanding of internal control and performing tests of internal control consistent with requirements of the standards identified above. Our report(s) on compliance matters will address material errors, fraud, abuse, violations of compliance obligations, and other responsibilities imposed by state and federal statutes and regulations or assumed by contracts, and any state or federal grant, entitlement, or loan program questioned costs of which we become aware, consistent with requirements of the standards identified above.

The Responsibilities of Management and Identification of the Applicable Financial Reporting Framework

Our audit will be conducted on the basis that management and when appropriate, those charged with governance, acknowledge and understand that they have responsibility:

- a. For the preparation and fair presentation of the regulatory basis financial statements in accordance with standards necessary for the County's bond company;
- b. For the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of regulatory basis financial statements that are free from material misstatement, whether due to fraud or error; and
- c. For establishing and maintaining effective internal control over financial reporting and for informing us of all significant deficiencies and material weaknesses in the design or operation of such controls of which it has knowledge;
- d. For (a) making us aware of significant vendor relationships where the vendor is responsible for program compliance, (b) following up and taking corrective action on audit findings, including the preparation of a summary schedule of prior audit findings, and a corrective action plan, and (c) report distribution including submitting the reporting package[s]; and
- e. To provide us with:
 - (1) Access to all information of which management is aware that is relevant to the preparation and fair presentation of the regulatory basis financial statements such as records, documentation, and other matters;
 - (2) Additional information that we may request from management for the purpose of the audit; and
 - (3) Unrestricted access to persons within the County from whom we determine it necessary to obtain audit evidence.
 - (4) When applicable, a summary schedule of prior audit findings for inclusion in the single audit reporting package; and



(5) If applicable, responses to any findings reported on the schedule of findings and questioned costs.

As part of our audit process, we will request from management and when appropriate, those charged with governance, written confirmation concerning representations made to us in connection with the audit including among other items:

- a. That management has fulfilled its responsibilities as set out in the terms of this letter; and
- b. That it believes the effects of any uncorrected misstatements aggregated by us during the current engagement and pertaining to the latest period presented are immaterial, both individually and in the aggregate, to the regulatory basis financial statements taken as a whole.

Management is responsible for identifying and ensuring that County complies with the laws and regulations applicable to its activities, and for informing us about all known material violations of such laws or regulations. In addition, management is responsible for the design and implementation of programs and controls to prevent and detect fraud or abuse, and for informing us about all known or suspected fraud or abuse affecting the County involving management, employees who have significant roles in internal control, and others where the fraud or abuse could have a material effect on the regulatory basis financial statements. Management is also responsible for informing us of its knowledge of any allegations of fraud or abuse or suspected fraud or abuse affecting the County received in communications from employees, former employees, regulators, or others.

Management is responsible for the preparation of the supplementary information in accordance with the regulatory basis. Management agrees to include the auditor's report on the supplementary information in any document that contains the supplementary information and that indicates that the auditor has reported on such supplementary information. Management also agrees to present the supplementary information with the audited regulatory basis financial statements or, if the supplementary information will not be presented with audited regulatory basis financial statements, to make the audited regulatory basis financial statements readily available to the intended users of the supplementary information no later than the date of issuance of the supplementary information and the auditor's report thereon.

The Commissioners' Court is responsible for informing us of its views about the risks of fraud or abuse within the County, and its knowledge of any fraud or abuse or suspected fraud or abuse affecting the County.

The County agrees that it will not associate us with any public or private securities offering without first obtaining our consent. Therefore, the County agrees to contact us before it includes our reports or otherwise makes reference to us, in any public or private securities offering.

Our association with an official statement is a matter for which separate arrangements will be necessary. The County agrees to provide us with printer's proofs or masters of such offering documents for our review and approval before printing and with a copy of the final reproduced material for our approval before it is distributed. In the event our auditor/client relationship has been terminated when the County seeks such consent, we will be under no obligation to grant such consent or approval.

Because Rylander, Clay & Opitz, LLP ("RCO") will rely on the County and its management and Commissioners' Court to discharge the foregoing responsibilities, the County holds harmless and releases RCO, its partners, and employees from all claims, liabilities, losses, and costs arising in circumstances where there has been a knowing misrepresentation by a member of the County's management which has



caused, in any respect, RCO's breach of contract or negligence. This provision shall survive the termination of this arrangement for services.

The County's Records and Assistance

If circumstances arise relating to the condition of the County's records, the availability of appropriate audit evidence, or indications of a significant risk of material misstatement of the regulatory basis financial statements because of error, fraudulent financial reporting, or misappropriation of assets, which in our professional judgment, prevent us from completing the audit or forming an opinion, we retain the unilateral right to take any course of action permitted by professional standards, including declining to express an opinion, issue a report, or withdraw from the engagement.

During the course of our engagement, we may accumulate records containing data that should be reflected in the County's books and records. The County will determine that all such data, if necessary, will be so reflected. Accordingly, the County will not expect us to maintain copies of such records in our possession.

The assistance to be supplied by County personnel, including the preparation of schedules and analyses of accounts, will be discussed and coordinated with county auditor and assistant county auditor. The timely and accurate completion of this work is an essential condition to our completion of the audit and issuance of our audit report.

In connection with our audit, you have requested us to perform certain non-audit services necessary for the preparation of the regulatory basis financial statements, including drafting the regulatory basis financial statements and supplementary information. The independence standards of the "Government Auditing Standards" issued by the Comptroller General of the United States GAS require that the auditor maintain independence so that opinions, findings, conclusions, judgments, and recommendations will be impartial and viewed as impartial by reasonable and informed third parties. Before we agree to provide a non-audit service to the County, we determine whether providing such a service would create a significant threat to our independence for GAS audit purposes, either by itself or in aggregate with other non-audit services provided. A critical component of our determination is consideration of management's ability to effectively oversee the non-audit service to be performed. The County has agreed to contract with Birdwell, Quinn & Co., P.C. and has determined that they possess suitable skill, knowledge, or experience and understands the services to be performed sufficiently to oversee them. Accordingly, the management of the County agrees to the following:

1. The County has contracted with Kenneth Savell with Birdwell, Quinn & Co., P.C., who possesses suitable skill, knowledge, and experience to oversee the services.
2. Kenneth Savell will assume all management responsibilities for subject matter and scope of the regulatory financial statements.
3. The County will evaluate the adequacy and results of the services performed.
4. The County accepts responsibility for the results and ultimate use of the services.

GAS further requires we establish an understanding with the management and those charged with governance of the County of the objectives of the non-audit service, the services to be performed, the County's acceptance of its responsibilities, the auditor's responsibilities, and any limitations of the non-audit service. We believe this letter documents that understanding.



Other Relevant Information

From time to time and depending upon the circumstances, we may use third-party service providers to assist us in providing professional services to you. In such circumstances, it may be necessary for us to disclose confidential client information to them. We enter into confidentiality agreements with all third-party service providers and we are satisfied that they have appropriate procedures in place to prevent the unauthorized release of your confidential information to others.

In accordance with Government Auditing Standards, a copy of our most recent peer review report is enclosed for your information.

Fees, Costs, and Access to Workpapers

Our fees for the audit and accounting services described above are based upon the value of the services performed and the time required by the individuals assigned to the engagement, plus direct expenses. Completion of our work is based upon the following criteria:

- a. Anticipated cooperation from County personnel and contracted accountants
- b. Timely responses to our inquiries
- c. Timely completion and delivery of client assistance requests
- d. Timely communication of all significant accounting and financial reporting matters
- e. The assumption that unexpected circumstances will not be encountered during the engagement

If any of the aforementioned criteria are not met, then fees may increase. Interim billings will be submitted as work progresses and as expenses are incurred. Billings are due upon submission.

Our professional standards require that we perform certain additional procedures, on current and previous years' engagements, whenever a partner or professional employee leaves the firm and is subsequently employed by or associated with a client in a key position. Accordingly, the County agrees it will compensate RCO for any additional costs incurred as a result of the County's employment of a partner or professional employee of RCO.

In the event we are requested or authorized by the County or are required by government regulation, subpoena, or other legal process to produce our documents or our personnel as witnesses with respect to our engagement for the County, the County will, so long as we are not a party to the proceeding in which the information is sought, reimburse us for our professional time and expenses, as well as the fees and expenses of our counsel, incurred in responding to such requests.

The documentation for this engagement is the property of RCO. However, you acknowledge and grant your assent that representatives of the cognizant or oversight agency or their designee, other government audit staffs, and the U.S. Government Accountability Office shall have access to the audit documentation upon their request and that we shall maintain the audit documentation for a period of at least three years after the date of the report, or for a longer period if we are requested to do so by the cognizant or oversight agency. Access to requested documentation will be provided under the supervision of RCO audit personnel and at a location designated by RCO.



Claim Resolution

The County and RCO agree that no claim arising out of services rendered pursuant to this agreement shall be filed more than two years after the date of the audit report issued by RCO or the date of this arrangement letter if no report has been issued. The County waives any claim for punitive damages. RCO's liability for all claims, damages and costs of the County arising from this engagement is limited to the amount of fees paid by the County to RCO for the services rendered under this arrangement letter.

If any term or provision of this Agreement is determined to be invalid or unenforceable, such term or provision will be deemed stricken, and all other terms and provisions will remain in full force and effect.

Reporting

We will issue a written report upon completion of our audit of the County's regulatory basis financial statements. Our report will be addressed to the Commissioners' Court of the County. We cannot provide assurance that an unmodified opinion will be expressed. Circumstances may arise in which it is necessary for us to modify our opinion, add an emphasis-of-matter or other-matter paragraph(s), or withdraw from the engagement.

In addition to our report on the County's regulatory basis financial statements, we will also issue the following types of reports:

- Reports on internal control related to the regulatory basis financial statements. These reports will describe the scope of testing of internal control and the results of our tests of internal controls.
- An accompanying schedule of findings and questioned costs.
- Reports on compliance with laws, regulations, and the provisions of contracts or grant agreements. We will report any noncompliance which could have a material effect on the financial statements and any noncompliance which could have a material effect.

This letter constitutes the complete and exclusive statement of agreement between Rylander, Clay & Opitz LLP and Jack County, Texas, superseding all proposals, oral or written, and all other communications, with respect to the terms of the engagement between the parties.

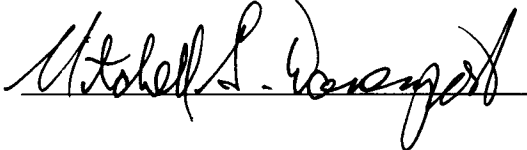
Please sign and return the attached copy of this letter to indicate your acknowledgment of, and agreement with, the arrangements for our audit of the regulatory basis financial statements including our respective responsibilities.

RYLANDER, CLAY & OPITZ LLP



Partner

Confirmed on behalf of the County:



County Clerk



ATTACHMENT A
FUNDS AND ACCOUNT GROUPS

- General Fund
- Debt Service Fund
- Special Revenue Funds
- Capital Project Fund
- Agency Fund
- General Fixed Asset Account Group
- General Long Term Debt Account Group



System Review Report

September 9, 2014

To the Partners of Rylander Clay & Opitz, LLP
and the Peer Review Committee of the Texas Society of CPAs

We have reviewed the system of quality control for the accounting and auditing practice of Rylander Clay & Opitz, LLP (the Firm) in effect for the year ended June 30, 2014. Our peer review was conducted in accordance with the Standards for Performing and Reporting on Peer Reviews established by the Peer Review Board of the American Institute of Certified Public Accountants. As a part of our peer review, we considered reviews by regulatory entities, if applicable, in determining the nature and extent of our procedures. The Firm is responsible for designing a system of quality control and complying with it to provide the Firm with reasonable assurance of performing and reporting in conformity with applicable professional standards in all material respects. Our responsibility is to express an opinion on the design of the system of quality control and the Firm's compliance therewith based on our review. The nature, objectives, scope, limitations of, and the procedures performed in a System Review are described in the standards at www.aicpa.org/prsummary.

As required by the standards, engagements selected for review included audits performed under the *Government Auditing Standards* and audits of employee benefit plans.

In our opinion, the system of quality control for the accounting and auditing practice of Rylander Clay & Opitz, LLP in effect for the year ended June 30, 2014, has been suitably designed and complied with to provide the Firm with reasonable assurance of performing and reporting in conformity with applicable professional standards in all material respects. Firms can receive a rating of *pass*, *pass with deficiency(ies)* or *fail*. Rylander Clay & Opitz, LLP has received a peer review rating of *pass*.

Fitts, Roberts & Co., P.C.

Fitts, Roberts & Co., P.C.
Mark K. Johnson, CPA



RICO RYLANDER, CLAY & OPITZ, LLP
CERTIFIED PUBLIC ACCOUNTANTS
Smart Solutions. Real Results.

September 22, 2016

Commissioners' Court
Jack County
100 Main Street
Jacksboro, Texas 76458

This letter is intended to communicate certain matters related to the planned scope and timing of our audit of Jack County, Texas (the "County") regulatory basis financial statements as of and for the year ending September 30, 2016.

Communication

Effective two-way communication between our firm and the Commissioners' Court is important to understanding matters related to the audit and in developing a constructive working relationship.

Your insights may assist us in understanding the County and its environment, in identifying appropriate sources of audit evidence, and in providing information about specific transactions or events. We will discuss with you your oversight of the effectiveness of internal control and any areas where you request additional procedures to be undertaken. We expect that you will timely communicate with us any matters you consider relevant to the audit. Such matters might include strategic decisions that may significantly affect the nature, timing, and extent of audit procedures, your suspicion or detection of fraud, or any concerns you may have about the integrity or competence of senior management.

We will timely communicate to you any fraud involving senior management and other fraud that causes a material misstatement of the regulatory basis financial statements, illegal acts that come to our attention (unless they are clearly inconsequential), and disagreements with management and other serious difficulties encountered in performing the audit. We also will communicate to you and to management any significant deficiencies or material weaknesses in internal control that become known to us during the course of the audit. Other matters arising from the audit that are, in our professional judgment, significant and relevant to you in your oversight of the financial reporting process will be communicated to you in writing after the audit.

Independence

Our independence policies and procedures are designed to provide reasonable assurance that our firm and its personnel comply with applicable professional independence standards. Our policies address financial interests, business and family relationships, and non-audit services that may be thought to bear on independence. Also, if an immediate family member or close relative of a partner or professional employee is employed by a client in a key position, the incident must be reported and resolved in accordance with firm policy. In addition, our policies restrict certain non-audit services that may be provided by the firm and require audit clients to accept certain responsibilities in connection with the provision of permitted non-attest services.

The Audit Planning Process

Our audit approach places a strong emphasis on obtaining an understanding of how your County functions. This enables us to identify key audit components and tailor our procedures to the unique aspects of your County. The development of a specific audit plan will begin by meeting with you and with management to obtain an understanding of business objectives, strategies, risks, and performance.

We will obtain an understanding of internal control to assess the impact of internal control on determining the nature, timing and extent of audit procedures, and we will establish an overall materiality limit for audit purposes. We will conduct formal discussions among engagement team members to consider how and where your regulatory basis financial statements might be susceptible to material misstatement due to fraud or error.

We will use this knowledge and understanding, together with other factors, to first assess the risk that errors or fraud may cause a material misstatement at the financial statement level. The assessment of the risks of material misstatement at the financial statement level provides us with parameters within which to design the audit procedures for specific account balances and classes of transactions. Our risk assessment process at the account-balance or class-of-transactions level consists of:

- An assessment of inherent risk (the susceptibility of an assertion relating to an account balance or class of transactions to a material misstatement, assuming there are no related controls); and
- An evaluation of the design effectiveness of internal control over financial reporting and our assessment of control risk (the risk that a material misstatement could occur in an assertion and not be prevented or detected on a timely basis by the County's internal control).

We will then determine the nature, timing and extent of tests of controls and substantive procedures necessary given the risks identified and the controls as we understand them.

The Concept of Materiality in Planning and Executing the Audit

In planning the audit, the materiality limit is viewed as the maximum aggregate amount of misstatements, which if detected and not corrected, would cause us to modify our opinion on the regulatory basis financial statements. The materiality limit is an allowance not only for misstatements that will be detected and not corrected but also for misstatements that may not be detected by the audit. Our assessment of materiality throughout the audit will be based on both quantitative and qualitative considerations. Because of the interaction of quantitative and qualitative considerations, misstatements of a relatively small amount could have a material effect on the current regulatory basis financial statements as well as regulatory basis financial statements of future periods. At the end of the audit, we will inform you of all individual unrecorded misstatements aggregated by us in connection with our evaluation of our audit test results.

Our Approach to Internal Control Relevant to the Audit

Our audit of the regulatory basis financial statements will include obtaining an understanding of internal control sufficient to plan the audit and to determine the nature, timing and extent of audit procedures to be performed. An audit is not designed to provide assurance on internal control or to identify significant deficiencies or material weaknesses. Our review and understanding of the County's internal control is not undertaken for the purpose of expressing an opinion on the effectiveness of internal control.

Timing of the Audit

We will schedule final field work commencing in December 2016. Management's adherence to its closing schedule and timely completion of information used by us in performance of the audit is essential to timely completion of the audit.

Closing

We will be pleased to respond to any questions you have about the foregoing. We appreciate the opportunity to continue to be of service to the County.

This communication is intended solely for the information and use of the Commissioners' Court and management and is not intended to be and should not be used by anyone other than these specified parties.

RYLANDER, CLAY & OPITZ, LLP



Partner

