

State of Texas



Department of Public Safety

ANNUAL

Financial Report

STEVEN C. McCRAW
DIRECTOR
FREEMAN F. MARTIN
DWIGHT MATHIS
JEOFF WILLIAMS
DEPUTY DIRECTORS



COMMISSION
STEVEN P. MACH, CHAIR
NELDA L. BLAIR
STEVE H. STODGHILL
DALE WAINWRIGHT

FOR THE PERIOD SEPTEMBER 1, 2020 THROUGH AUGUST 31, 2021

Annual Financial Report
For the Year Ended August 31, 2021

TEXAS DEPARTMENT OF PUBLIC SAFETY

ANNUAL FINANCIAL REPORT

For the Year Ended August 31, 2021

Steven C. McCraw
Director

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TEXAS DEPARTMENT OF PUBLIC SAFETY

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November 20, 2021

Honorable Greg Abbott, Governor
Honorable Glenn Hegar, Texas Comptroller
Jerry McGinty, Director, Legislative Budget Board
Lisa Collier, CPA, State Auditor

Ladies and Gentlemen:

We are pleased to submit the Annual Financial Report of the Texas Department of Public Safety for the year ended August 31, 2021, in compliance with TEX. GOV'T CODE ANN §2101.011, and in accordance with the requirements established by the Comptroller of Public Accounts.

Due to the statewide requirements embedded in Governmental Accounting Standards Board Statement No. 34, Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments, the Comptroller of Public Accounts does not require the accompanying annual financial report to comply with all the requirements in this statement. The financial report will be considered for audit by the State Auditor as part of the audit of the State of Texas Comprehensive Annual Financial Report; therefore, an opinion has not been expressed on the financial statements and related information contained in this report.

Please contact Katrina Burch at (512) 424-7998 for any questions. Carrie Whitbey may be contacted at (512) 424-2761 for questions related to the Schedule of Expenditures of Federal Awards.

Sincerely,

A handwritten signature in blue ink that reads 'Steven C. McCraw'.

Steven C. McCraw
Colonel/Director

UNAUDITED

Texas Department of Public Safety (405)
 Exhibit I - Combined Balance Sheet / Statement of Net Assets - Governmental Funds
 For the Fiscal Year Ended August 31, 2021

	Governmental Fund Types			Governmental Funds Total
	General Funds (Exh A-1)	Special Revenue Funds (Exh B-1)	Capital Projects Funds (Exh C-1)	
ASSETS				
Current Assets:				
Cash				
Cash on Hand	\$ 1,163,260.00	\$ -	\$ -	\$ 1,163,260.00
Cash in Bank	432,580.00			432,580.00
Cash in State Treasury	55,709,165.15	27,356.00		55,736,521.15
Legislative Appropriations	948,377,411.99			948,377,411.99
Receivables from:				
Federal	22,503,041.33			22,503,041.33
Accounts Receivable				-
Due From Other Funds	1,469,697.56			1,469,697.56
Due From Other Agencies	7,554,589.38		10,178.30	7,564,767.68
Consumable Inventories	257,615.24			257,615.24
Merchandise Inventories	2,205,205.41			2,205,205.41
Total Current Assets	<u>\$ 1,039,672,566.06</u>	<u>\$ 27,356.00</u>	<u>\$ 10,178.30</u>	<u>\$ 1,039,710,100.36</u>
Non-Current Assets:				
Total Non-Current Assets:	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Total Assets:	<u>\$ 1,039,672,566.06</u>	<u>\$ 27,356.00</u>	<u>\$ 10,178.30</u>	<u>\$ 1,039,710,100.36</u>
LIABILITIES AND FUND BALANCES				
Current Liabilities:				
Payables from:				
Accounts	\$ 42,722,399.59	\$ -	\$ 62,747.99	\$ 42,785,147.58
Payroll	71,325,654.73			71,325,654.73
Due to Other Funds	1,442,341.56	27,356.00		1,469,697.56
Due to Other Agencies	1,960,271.63			1,960,271.63
Unearned Revenues	47,180,436.29			47,180,436.29
Total Current Liabilities:	<u>\$ 164,631,103.80</u>	<u>\$ 27,356.00</u>	<u>\$ 62,747.99</u>	<u>\$ 164,721,207.79</u>
Non-Current Liabilities:				
Total Non-Current Liabilities:	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Total Liabilities:	<u>\$ 164,631,103.80</u>	<u>\$ 27,356.00</u>	<u>\$ 62,747.99</u>	<u>\$ 164,721,207.79</u>
FUND FINANCIAL STATEMENT				
Fund Balances (Deficits):				
Nonspendable In Inventory	\$ 2,462,820.65	\$ -	\$ -	\$ 2,462,820.65
Restricted	104,712,964.86	-	-	104,712,964.86
Assigned	103,053.39			103,053.39
Committed	11,208,947.09			11,208,947.09
Unassigned	756,553,676.27		(52,569.69)	756,501,106.58
Total Fund Balances	<u>\$ 875,041,462.26</u>	<u>\$ -</u>	<u>\$ (52,569.69)</u>	<u>\$ 874,988,892.57</u>
Total Liabilities and Fund Balances	<u>\$ 1,039,672,566.06</u>	<u>\$ 27,356.00</u>	<u>\$ 10,178.30</u>	<u>\$ 1,039,710,100.36</u>

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

UNAUDITED

Texas Department of Public Safety (405)
 Exhibit II - Combined Statement of Revenues, Expenditures, and Changes in Fund Balances /
 Statement of Activities - Governmental Funds
 For the Fiscal Year Ended August 31, 2021

	General Funds (Exh A-2)	Special Revenue Funds (Exh B-2)	Capital Projects Funds (Exh C-2)	Governmental Funds Total
REVENUES				
Legislative Appropriations:				
Original Appropriations	\$ 1,156,221,748.00	\$ -	\$ -	\$ 1,156,221,748.00
Additional Appropriations	96,919,535.49			96,919,535.49
Federal Revenue	182,009,350.31			182,009,350.31
Federal Grant Pass-Through Revenue	575,940,940.42			575,940,940.42
State Grant Pass-Through Revenue	33,014,188.27			33,014,188.27
Licenses, Fees & Permits	75,150,305.43			75,150,305.43
Interest and Other Investment Income	(88,320.61)			(88,320.61)
Land Income	62,190.00			62,190.00
Settlement of Claims	955,663.27			955,663.27
Sales of Goods and Services	17,828,694.94			17,828,694.94
Other	996,593.11	(116,764.00)		879,829.11
Total Revenues	<u>\$ 2,139,010,888.63</u>	<u>\$ (116,764.00)</u>	<u>\$ -</u>	<u>\$ 2,138,894,124.63</u>
EXPENDITURES				
Salaries and Wages	\$ 798,892,968.18	\$ -	\$ -	\$ 798,892,968.18
Payroll Related Costs	216,917,511.58			216,917,511.58
Professional Fees and Services	21,052,739.75		-	21,052,739.75
Travel	13,913,244.75			13,913,244.75
Materials and Supplies	75,662,472.31	27,356.00	43,001.71	75,732,830.02
Communication and Utilities	25,084,968.89		67,779.20	25,152,748.09
Repairs and Maintenance	57,574,174.11		29,699.63	57,603,873.74
Rentals and Leases	23,080,931.74			23,080,931.74
Printing and Reproduction	11,917,264.75			11,917,264.75
Claims and Judgments	1,566,964.09			1,566,964.09
Federal Grant Pass-Through Expenditures	186,141,232.38			186,141,232.38
State Grant Pass-Through Expenditures	1,383,680.59			1,383,680.59
Intergovernmental Payments	(802,996.98)			(802,996.98)
Public Assistance Payments	-			-
Other Expenditures	67,015,206.73		37,457.32	67,052,664.05
Capital Outlay (Note 2)	34,155,379.94		5,576,394.77	39,731,774.71
Debt service:				
Principal	3,600,000.00			3,600,000.00
Total Expenditures/Expenses	<u>\$ 1,537,155,742.81</u>	<u>\$ 27,356.00</u>	<u>\$ 5,754,332.63</u>	<u>\$ 1,542,937,431.44</u>
Excess (Deficiency) of Revenues over Expenditures	<u>\$ 601,855,145.82</u>	<u>\$ (144,120.00)</u>	<u>\$ (5,754,332.63)</u>	<u>\$ 595,956,693.19</u>
OTHER FINANCING SOURCES (USES)				
Sale of Capital Assets	\$ 3,781,161.32	\$ -	\$ -	\$ 3,781,161.32
Insurance Recoveries	319,166.03			319,166.03
Interagency transfer of Capital Assets				-
Transfers In	12,297,196.26		5,723,772.94	18,020,969.20
Transfers Out	(18,590,381.41)			(18,590,381.41)
Total Other Financing Sources (Uses)	<u>\$ (2,192,857.80)</u>	<u>\$ -</u>	<u>\$ 5,723,772.94</u>	<u>\$ 3,530,915.14</u>
Net Change in Fund Balances/Net Assets	<u>\$ 599,662,288.02</u>	<u>\$ (144,120.00)</u>	<u>\$ (30,559.69)</u>	<u>\$ 599,487,608.33</u>
FUND FINANCIAL STATEMENT - FUND BALANCES				
Fund Balances - Beginning	\$ 302,122,279.13	\$ 144,120.00	\$ (22,010.00)	\$ 302,244,389.13
Restatements	(1,309,093.28)			(1,309,093.28)
Fund Balances as Restated	300,813,185.85	144,120.00	(22,010.00)	300,935,295.85
Appropriations Lapsed	(25,434,011.61)			(25,434,011.61)
Fund Balances - Ending	<u>\$ 875,041,462.26</u>	<u>\$ -</u>	<u>\$ (52,569.69)</u>	<u>\$ 874,988,892.57</u>

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

UNAUDITED

Texas Department of Public Safety (405)
Exhibit VI - Combined Statement of Net Assets - Fiduciary Funds
For the Fiscal Year Ended August 31, 2021

	Custodial Funds Funds (Exhibit J-1)	Totals
ASSETS		
Cash and Cash Equivalents:		
Cash in State Treasury	\$ 683,401.40	\$ 683,401.40
Cash in Bank	-	-
Other Investments - Securities Held in Trust	3,507,322.00	3,507,322.00
Total Current Assets	\$ 4,190,723.40	\$ 4,190,723.40
Total Assets	\$ 4,190,723.40	\$ 4,190,723.40
LIABILITIES		
Unearned Revenue	\$ 261,382.90	\$ 261,382.90
Total Current Liabilities	\$ 261,382.90	\$ 261,382.90
Total Liabilities	\$ 261,382.90	\$ 261,382.90
NET POSITION		
Fiduciary NP for Other Purposes	3,929,340.50	3,929,340.50
Total Net Position	\$ 3,929,340.50	\$ 3,929,340.50

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

Texas Department of Public Safety (405)
Exhibit VII — Combined Statement of Changes in Fiduciary Net Position
For the Fiscal Year Ended August 31, 2021

Combined Statement of Changes in Fiduciary Net Position	Custodial Funds (Exhibit J-2)	Totals
ADDITIONS		
Contributions:		
Member Contributions	\$	\$
State Contributions		
Premium Contributions		
Transfers In of Contributions		
Federal Contributions		
Other Contributions		
Total Contributions	\$ -	\$ -
Investment Income:		
From Investing Activities:		
Net Increase (Decrease) in Fair Value of Investments	\$ -	\$ -
Interest, Dividend and Other	(51,897.80)	(51,897.80)
Total Investing Income (Loss)	\$ (51,897.80)	\$ (51,897.80)
Less Investing Activities Expense	-	-
Net Income from Investing Activities	(51,897.80)	(51,897.80)
From Securities Lending Activities:		
Securities Lending Income	-	-
Less Securities Lending Expense:		
Borrower Rebates	-	-
Management Fees	-	-
Net Income from Securities Lending Activities	-	-
Total Net Investment Income (Loss)	\$ (51,897.80)	\$ (51,897.80)
Capital Share and Individual Account Transactions:		
Net Increase/Decrease in Participant Investments		-
Net Capital Share and Individual Account Transactions	-	-
Other Additions:		
Contributions to Employee Benefit Funds	\$ -	\$ -
Federal Revenue		
Settlement of Claims		
Property Taxes Collected		
Other Revenue		
Transfer In	59,088.00	59,088.00
Gain/Loss on Sale of Capital Assets		
Gain/Loss on Impairment of Capital Assets		
Increase Net Assets-Interagency Transfer of Capital Assets		
Gain/Loss on Other Financing Activity		
Extraordinary Items		
Total Other Additions	\$ 59,088.00	\$ 59,088.00
Total Additions	\$ 7,190.20	\$ 7,190.20
DEDUCTIONS		
Benefits		
Refunds of Contributions		
Transfers Out of Contributions		
Salaries and Wages		
Payroll Related Costs		
Professional Fees and Services		
Travel		
Printing and Reproduction		
Depreciation and Amortization Expense		
Loss on Sale of Properties		
Loss on Impairment of Capital Assets		
Settlement of Claims		
Interest Expense		
Decrease Net-Assets-Interagency Transfer of Capital Assets		
Transfer Out		
Intergovernmental Payments		
Property Taxes - Distributed		
Other Expenses		
Total Deductions	\$ -	\$ -
INCREASE (DECREASE) IN NET POSITION	\$ 7,190.20	\$ 7,190.20
NET POSITION		
Net Position, September 1, 2020	3,922,150.30	3,922,150.30
Restatements		
Net Position, September 1, 2020, as Restated	\$ 3,922,150.30	\$ 3,922,150.30
Net Position, August 31, 2021	\$ 3,929,340.50	\$ 3,929,340.50

Note 1: Summary of Significant Accounting Policies

Entity

The Texas Department of Public Safety 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 Department of Public Safety was created under the provisions of S.B. 146, 44th Legislature, Regular Session (1935), which incorporated the Texas Rangers and the State Highway Patrol into a new department. The principal objectives of the Department are to protect the life, rights, privileges and well-being of the people of Texas.

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

Blended Component Units: No component units have been identified which should have been blended into an appropriate 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. The funds and purpose are listed below:

Fund 0036 – Texas Department of Insurance Operating – This fund was created to receive money from taxes and fees as required by the Insurance Code and money received by the Board from sales, reimbursements and fees authorized by other statutes.

Fund 0092 - Federal Disaster Fund is part of the General Revenue Fund. Fund 0092 was established to receive state and federal revenue which is used to pay for Emergency Management related activities. The account administrator of this fund was moved by H.B. 2794 and S.B. 799, 86th Leg., R.S. to the Texas Division of Emergency Management (TDEM) from the Department of Public Safety. The bill created TDEM as a service agency of the Texas A&M University System.

Fund 0099 - Operator & Chauffeur License Fund - This fund was created to receive federal funds and other authorized revenue. Since fiscal year 2015 DPS remains the controlling agency but does not have authority to spend out of this fund.

Fund 0116 – General Revenue Account – Texas Commission on Law Enforcement – This fund was created to receive court costs collected from defendants convicted under certain sections of the Penal Code. Money in this account is allocated to all local law enforcement agencies for continuing education of law enforcement personnel.

Fund 0221 - Federal Civil Defense & Disaster Relief Fund - This fund was created to hold federal funds appropriated to support the organization and coordination of a program of civil defense and disaster relief.

Fund 0222 - Department of Public Safety Federal Fund - This fund was created to receive federal funds for use in accordance with the "Federal Emergency Planning Program" and other Federal programs.

Fund 0453 - Disaster Contingency Fund - This fund was created to receive funds appropriated by legislature and gifts, grants or loans. Used for purposes appropriated by legislature in accordance with Texas Disaster Act 1975. The account administrator of this fund was moved by H.B. 2794 and S.B. 799, 86th Leg., R.S. to the Texas Division of Emergency Management (TDEM) from the Department of Public Safety. The bill created TDEM as a service agency of the Texas A&M University System.

Fund 0501 - Motorcycle Education Fund - This fund was created to receive \$5 of each Class M license renewal fee. Funds may be used to defray the costs of administering the motorcycle operation training and safety program. Starting with FY21, this fund and the motorcycle education program was moved to the Texas Department of Licensing and Regulation (TDLR) by S.B. 616, 86th legislature. DPS will continue to collect the fee and transfer the funds monthly to TDLR.

Fund 0599 - Economic Stabilization Fund - To receive transfer of one-half of any unencumbered positive balance in the General Revenue Fund (0001) on the last day of the preceding biennium and an amount equal to 75 percent of excess oil and gas production taxes received in FY 1987 and any other money appropriated to the fund by the legislature. HB 1025; Section 21, appropriated the Department \$2,700,000.00 for Disasters during the 83rd Legislature. These funds were to be used during appropriation year 2012 and 2013 (appropriation year 2013 ran through FY 2015). DPS was appropriated \$15,000,000 in appropriation year 2018 for deferred maintenance. DPS was appropriated \$96,954,409 from fund 0599 to cover Hurricane Harvey, Hurricane Ike and Wildfire expenditures and \$6,229,489 for Helicopter replacement in Supplemental bill SB500.

Fund 5010 – Sexual Assault Program – This appropriated fund receives fees collected from sexually oriented businesses. Amounts in the account may only be appropriated to the Attorney General, Department of State Health Services, UT Austin, Texas State University, Governor's Office, Department of Public Safety, Comptroller Judiciary, Department of Criminal Justice, Juvenile Justice Department, Comptroller and Supreme Court for uses specified in law. Primarily for grants to such programs as: sexual violence awareness and prevention campaigns; victims of human trafficking; sexual assault nurse examiner programs; increase the level of sexual assault services in this state; victim assistance coordinators; and technology in rape crisis centers.

Fund 5013 - Breath Alcohol Testing Fund - This account was created in General Revenue to receive court costs from defendants convicted under the Penal Code.

Fund 5153 - Emergency Radio Infrastructure Fund - Fees are deposited in the account as provided by Section 133.102(e) (11), Local Government Code. The account administrator changed from Department of Public Safety to the Governor's Office by H.B. 2952, 86th Leg., R.S.

Fund 5177 - Identification Fee Exemption- An account in general revenue consisting of grants and donations, including \$1 contributions at the time of driver's license or personal ID card issuance or renewal. Used to reimburse the Mobility Fund 0365 for revenue loss due to any waived fees for ID cards and driver's licenses issued to foster youth, homeless youth, victims of family violence or children of victims.

Fund 5185- DNA Testing – This fund was created to receive court costs from defendants convicted under certain sections of the Penal Code. Defendants convicted of a felony pay \$133, defendants convicted of a Class A or B

misdemeanor pay \$83 and defendants convicted of a non-jailable offense pay \$40. This account receives 0.1394% of total collections.

Fund 5186 – Transportation Administrative Fee – This fund was created to receive court costs from defendants convicted under certain sections of the Penal Code. Defendants convicted of a felony pay \$133, defendants convicted of a Class A or B misdemeanor pay \$83 and defendants convicted of a non-jailable offense pay \$40. This account receives 4.3363% of total collections.

Capital Projects Funds: These funds are used to finance construction of new DPS buildings and Crime lab facilities in various state locations.

Fund 7629 - T.P.F.A. G.O. Commercial Paper Series 2008 DPS Project 1A Fund - The purpose of this fund is to deposit proceeds from the sale of bonds (except accrued interest) and investment earnings. To be used to pay cost of issuance and project costs as defined in the bond resolution.

Fund 7656 - T.P.F.A. G.O. Commercial Paper Series 2008 DPS Project 1C Fund - The purpose of this fund is to deposit proceeds from the sale of bonds (except accrued interest) and investment earnings. To be used to pay cost of issuance and project costs as defined in the bond resolution.

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 applied to a fund is determined by its measurement focus.

Governmental fund types that build the fund financial statements are accounted for using the modified accrual basis of accounting. Under the modified accrual basis, 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 accrual basis. Expenditures and other uses of financial resources are recognized when the related liability is incurred.

Governmental adjustment fund types that will build the government-wide financial statements are accounted for using the full accrual basis of accounting. This includes capital assets, accumulated depreciation, unpaid Employee Compensable leave, the unmatured debt service (principal and interest)

on general long-term liabilities, long-term capital leases, long-term claims and judgments and full accrual revenues and expenses. The activity will be recognized in these fund types.

Budgets and Budgetary Accounting

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

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

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 and Prepaid Items: Inventories include both merchandise inventories on hand for sale and consumable inventories. Inventories are valued at cost generally utilizing the last-in, first-out method. The consumption method of accounting is used to account for inventories and prepaid items that appear in the governmental and proprietary fund types. 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 not 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.

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

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.

Employees’ Compensable Leave Balances: Employees’ Compensable Leave Balances represent the liability that becomes “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 non-current 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 Balance Components: Fund balances for governmental funds are classified as non-spendable, restricted, committed, assigned or unassigned in the fund financial statements.

- Non-spendable 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 or improvement of those assets.

Restricted Net Assets: 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 constitutional provisions or enabling legislation.

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

Interfund Activities and Balances

The agency has the following types of transactions between funds:

Transfers: Legally required transfers that are reported when incurred as ‘Transfers In’ by the recipient fund and as ‘Transfers Out’ by the disbursing fund.

Reimbursements: Reimbursements are repayments from funds responsible for expenditures or expenses to funds that made the actual payment. Reimbursements of expenditures made by one fund for another that are recorded as expenditures in the reimbursing fund and as a reduction of expenditures in the reimbursed fund. Reimbursements are not displayed in financial statements.

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”.

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.

Note 2: Capital Assets

A summary of changes in Capital Assets for the year ended August 31, 2021, is presented below:

	Balance 9/1/2021	Adj	Reclassifications		Additions	Deletions	Balance 8/31/2021	
			Completed CIP	Inc-Int'agy Trans				Dec-Int'agy Trans
GOVERNMENTAL ACTIVITIES								
Non-Depreciable Assets								
Land and Land Improvements	\$13,854,598.44				(20,000.00)	\$220,000.00	\$14,054,598.44	
Construction in Progress	75,968,490.38	9,885,405.03	(9,197,620.93)			13,149,209.11	89,805,483.59	
Other Capital Assets								
Total Non-Depreciable Assets	\$89,823,088.82	\$ 9,885,405.03	\$ (9,197,620.93)	\$ -	\$ (20,000.00)	\$13,369,209.11	\$ -	\$103,860,082.03
Depreciable Assets								
Buildings and Building Improvements	\$361,297,757.91	(\$9,903,041.11)	\$9,197,620.93		(286,073.35)	\$575,411.49		\$360,881,675.87
Infrastructure	823,109.00							823,109.00
Facilities and Other Improvements	4,235,902.91					604,705.58		4,840,608.49
Furniture and Equipment	247,217,941.75	112,418.33		362,446.14	(434,702.98)	17,139,795.20	(13,713,831.24)	250,684,067.20
Vehicle, Boats & Aircraft	317,415,340.76			17,656.00	(2,502,793.44)	8,007,653.33	(17,885,506.21)	305,052,350.44
Other Capital Assets	1,891,061.96					35,000.00	-	1,926,061.96
Total Depreciable Assets at Historical Cost	\$932,881,114.29	(\$9,790,622.78)	\$ 9,197,620.93	\$380,102.14	(\$3,223,569.77)	\$26,362,565.60	(\$31,599,337.45)	\$924,207,872.96
Less Accumulated Depreciation for:								
Buildings and Improvements	(\$149,356,172.91)	\$674,699.52			271,769.68	(\$10,782,500.82)		(\$159,192,204.53)
Infrastructure	(418,413.64)					(41,155.44)	-	(459,569.08)
Facilities and Other Improvements	(595,741.87)					(215,133.29)		(810,875.16)
Furniture and Equipment	(201,018,054.90)	(176,576.39)		(311,006.58)	430,503.62	(15,545,979.18)	13,625,484.47	(202,995,628.96)
Vehicles, Boats & Aircraft	(181,629,436.11)	(92,325.62)		\$ (17,656.00)	2,470,581.60	(30,524,606.02)	16,857,668.60	(192,935,773.55)
Other Capital Assets	(359,479.61)					(126,202.04)	-	(485,681.65)
Total Accumulated Depreciation	(\$533,377,299.04)	\$405,797.51	\$ -	(\$328,662.58)	\$3,172,854.90	(\$57,235,576.79)	\$30,483,153.07	(\$556,879,732.93)
Amortizable Assets - Intangible								
Computer Software	\$15,412,165.21						(\$2,465,524.28)	\$12,946,640.93
Total Depreciable Assets at Historical Costs	\$15,412,165.21	\$ -	\$ -	\$ -	\$ -	\$ -	(\$2,465,524.28)	\$12,946,640.93
Less Accumulated Amortization for:								
Computer Software	(\$10,979,252.01)					(\$863,160.79)	\$ 810,882.87	(\$11,031,529.93)
Other Intangible Capital Assets								-
Total Accumulated Amortization	(\$10,979,252.01)	\$ -	\$ -	\$ -	\$ -	(\$863,160.79)	\$ 810,882.87	(\$11,031,529.93)
Governmental Activities Capital Assets, Net	\$493,759,817.27	\$500,579.76	\$ -	\$51,439.56	(\$70,714.87)	(\$18,366,962.87)	(\$2,770,825.79)	\$473,103,333.06

Note 3: Deposits, Investments, & Repurchase Agreements

Texas Department of Public Safety is authorized by statute to make investments following the “prudent person rule.” There were no significant violations of legal provisions during the period.

Deposits of Cash in Bank

As of August 31, 2021, the carrying amount of deposits was \$432,580.00 as presented below.

Governmental and Business-Type Activities	
Cash in Bank – Carrying Value	\$ 432,000.00
Cash in Bank per AFR	\$ 432,000.00

Fiduciary Funds	
Cash in Bank – Carrying Value	\$ 580.00
Cash in Bank per AFR	\$ 580.00

Note 4: Short-Term Debt*Not Applicable*

Note 5: Long-Term Liabilities

Changes in Long-Term Liabilities

During the year ended August 31, 2021 the following changes occurred in liabilities.

Governmental Activities	Balance 9/01/20	Additions	Reductions	Balance 8/31/21	Amounts Due Within 1 Year	Amounts Due Thereafter
Capital Lease Obligations	\$11,703,654.59	\$ -	\$3,600,000.00	\$8,103,654.59	\$3,600,000.00	\$4,503,654.59
Claims and Judgements	\$34,024.17	\$1,566,964.09	\$1,600,988.26	\$ -	\$ -	\$ -
Compensable Leave	\$92,715,768.98	\$243,073,236.12	\$243,364,361.67	\$92,424,643.43	\$55,339,554.45	\$37,085,088.98
Pollution Remediation	\$213,500.00	\$124,500.00	\$66,500.00	\$271,500.00	\$271,500.00	\$ -
Total Governmental Activities	\$104,666,947.74	\$244,764,700.21	\$248,631,849.93	\$100,799,798.02	\$59,211,054.45	\$41,588,743.57

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 accrue to employees. No liability is recorded for non-vesting accumulating rights to receive sick pay benefits.

Pollution Remediation Obligations

The Agency is responsible for: the maintenance of DPS state owned underground storage tanks and is currently managing 8 sites; conducting mold and lead remediation at the North Lamar and Florence shooting ranges; the cleanup and preventative measures for the protection of Waller Creek; asbestos abatement in DPS state owned offices; and also managing chemical spill sites.

Note 6: Bonded Indebtedness*Not Applicable***Note 7: Bonded Derivatives***Not Applicable***Note 8: Leases****Operating Leases**

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

Fund Type	Amount
General Fund	\$ 23,081,358.85

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

Year Ending August 31, 2022	16,223,445.82
Year Ending August 31, 2023	13,932,990.01
Year Ending August 31, 2024	13,564,104.55
Year Ending August 31, 2025	12,439,535.93
Year Ending August 31, 2026	10,245,540.16
Year Ending August 31, 2027	8,623,145.56
Year Ending August 31, 2028	4,449,770.88
Year Ending August 31, 2029	2,993,937.66
Year Ending August 31, 2030	2,609,647.24
Total Minimum Future Lease Rental Payments	\$85,082,117.81

Capital Leases

The Department of Public Safety has entered into long-term leases for financing the purchase of certain capital assets. Such leases are classified as capital leases for accounting purposes; therefore, such leases are recorded at the present value of the future minimum lease payments at the inception of the lease. The following is a summary of the original capital costs of all such property under the lease in addition to the accumulated depreciation as of 8/31/21:

Governmental Activities			
Class of Property	Assets under Capital Lease	Accumulated Depreciation	Total Governmental Activities
Furniture & Equipment	\$ 33,509,039.62	(\$33,346,749.01)	\$ 162,290.61
Totals	\$ 33,509,039.62	(\$33,346,749.01)	\$ 162,290.61

Future minimum lease payments under these capital leases, together with the present value of the net minimum lease payments at fiscal year-end, are as follows:

	Principal	Interest	Total Future Minimum Lease Payments
Year Ending August 31, 2022	3,600,000.00	-	3,600,000.00
Year Ending August 31, 2023 and beyond	4,503,654.59	-	4,503,654.59
Total Capital Lease Payments	\$8,103,654.59	\$ -	\$8,103,654.59

Note 9: Pension Plans	<i>Not Applicable</i>
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Note 10: Deferred Compensation	<i>Not Applicable</i>
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Note 11: Post Employment Health Care and Life Insurance	<i>Not Applicable</i>
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Note 12: Interfund Activity and Transactions

DPS processed an accrued expenditure transfer between GR and the Coronavirus Relief Fund so that all the expenditures were properly accounted for in the Coronavirus Relief Fund. This accrual will finish processing and book the expenditure transfer within one year from the date of the financial statement.

Individual balances and activity as of Aug. 31, 2021, follows:

Interfund Receivables and Payables — Current			
Current Portion	Interfund Receivable	Interfund Payable	Purpose
GENERAL REVENUE (01)			
Appd Fund 0001, D23 Fund 1001			
To Appd Fund 0325, D23 fund 7422		1,442,341.56	Expenditure Transfer
Appd Fund 0325, D23 Fund 7422			
From Appd Fund 0001, D23 fund 1001	1,442,341.56		
Total Current Interfund Receivable/Payable	1,442,341.56	1,442,341.56	

Note 13: Continuance Subject to Review

Under the Texas Sunset Act, the Agency will be abolished effective September 1, 2031, unless continued in existence by the Legislature as provided by the Act. If abolished, the agency may continue until September 1, 2032 to close out its operations.

Note 14: Adjustments to Fund Balances/Net Assets

During FY 2021, adjustments were made which required the restatement of the amounts in fund balances and fund equity as shown below:

- a. Capital Assets related error corrections
- b. Error correction
- c. Disaster Expenses not Previously Reported

	Capital Assets	Fund 0001*	Fund 0092**	Fund 0221
Fund Balance August 31, 2020	\$493,759,817.27	\$265,026,718.76	\$5,425,690.92	\$107,091.03
Restatements				
a. Capital Assets and related accumulated	\$500,579.76			
b. Error correction		47,485.54		36,066.79
c. Reimbursements for Previously Reported Disaster Expenses			(1,392,645.61)	
Fund Balance September 1, 2020 as Restated	\$494,260,397.03	\$265,074,204.30	\$4,033,045.31	\$143,157.82

*Fund 0001, August 31, 2020 Fund Balance is different from FY20's Exhibit A-2 ending balance due to items from FT09 being moved to FT01.

**Fund 0092, August 31, Fund Balance is different from FY20's Exhibit A-2 ending balance due to the Comptroller of Public Accounts processing entries after November 20th to correct DPS' SEFA due to issues with TDEM.

Note 15: Contingent Liabilities

Unpaid Claims and Lawsuits

Unpaid claims totaled \$0 as of August 31, 2021. These miscellaneous claims were set up as liabilities. (Please see note 5.)

As of August 31, 2021, The Texas Department of Public Safety or employees of the Texas Department of Public Safety sued on behalf of their official acts were named defendants in 47 new lawsuits. These included suits arising from tort claims, civil rights, wrongful death and third party claims. The monetary range of potential damages claimed against the Department range from \$0 (i.e. injunctive relief only sought) to greater than **\$1,000,000.00**. Some cases are clearly frivolous in nature. Adverse judgment of suits determined valid could result in liabilities to the Department, but based on prior experience, it is unlikely that the outcome for these claims will materially affect the financial position of the Department. It is anticipated that any resulting judgments of consequence would be presented to a forthcoming session of the legislature for its consideration as to method of funding.

Federal Assistance

The Department has received several federal grants for specific purposes that are subject to review and audit by the grantor agencies. Such audits could lead to a request for reimbursements from grantor agencies for expenditures disallowed under the terms of the grant. Based on prior experience, management believes such disallowances, if any, will be immaterial.

Under the Texas Sunset Act, the Agency will be abolished effective September 1, 2031 unless continued in existence by the Legislature as provided by the Act. If abolished, the agency may continue until September 1, 2032 to close out its operations.

Note 16: Subsequent Events	<i>Not Applicable</i>
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Note 17: Risk Management

DPS is exposed to a variety of civil claims resulting from the performance of its duties. It is agency policy to periodically assess the proper combination of commercial insurance and retention of risk to cover losses to which it may be exposed.

The agency assumes substantially all risks associated with tort and liability claims due to the performance of its duties. Currently there is no purchase of commercial insurance nor is the agency involved in any risk pools with other government entities.

The agency's liabilities are reported when it is both probable that a loss has occurred and the amount of that loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported. Liabilities are reevaluated periodically to consider current settlements, frequency of claims, past experience and economic factors. There were no significant reductions in insurance coverage in the past year and losses did not exceed funding arrangements during the past three years. Changes in the balances of the agency's claims liabilities during fiscal 2020 and 2021 were:

	Beginning Balance	Increases	Decreases	Ending Balance
2021	\$34,024.17	\$1,566,964.09	\$1,600,988.26	\$ -
2020	\$ 13,415.40	\$ 2,101,580.31	\$ 2,080,971.54	\$ 34,024.17

Please note that in any given fiscal year the Department enters into numerous financial settlement agreements resulting from lawsuits and claims filed against the Department. Importantly, there are numerous factors that impact the Department's total settlement figure for lawsuits and claims that are completely outside the Department's control, consequently the disparity of the total financial settlements paid may vary significantly from one fiscal year to the next.

Note 18: Management Discussion & Analysis

DPS had two notable items for FY 2021:

Operation Lonestar - In March, Governor Greg Abbott initiated Operation Lone Star to address the surge that continues to worsen at the Texas / Mexico border. The Operation integrates DPS with the Texas National Guard, including air, ground, marine and tactical security assets, along the border to combat the smuggling of people and drugs into Texas. The agency received grant funds in FY 21 from the Governor's Office to pay for overtime, fuel, and travel for the commissioned officers deployed to the border. The surge continues into FY 22.

Coronavirus Relief Fund Grant Funding - During FY 2021, the Federal Department of Treasury made available to states funds associated with the federal Coronavirus Relief Act. The Office of Governor administered those funds for the state of Texas and made available to DPS approximately \$530 million in Coronavirus Relief funds for the reimbursement of payroll and benefit expenses for public safety work responding to the COVID -19 health emergency. The Coronavirus Relief funds came with instructions from the Texas Comptroller Office to lapse the state funds that were originally used by DPS to pay these expenses.

Note 19: The Financial Reporting Entity

Not Applicable

Note 20: Stewardship, Compliance, & Accountability

Confiscated/Entrusted Property

Confiscated/Entrusted Property represents assets held by the Department as the result of criminal investigations or stolen assets recovered by the Department. Those seized assets are held in the custody of the Department at the request of various courts in the State until court decisions have been made. At the time of the decisions, the property will either be returned to the defendant or awarded to the State, county, or federal government. Stolen assets recovered by the Department are held until positive identification is made and those items can be returned to the rightful owner.

Confiscated/Entrusted Property may consist of cash, foreign currency, automobiles, airplanes, weapons, precious metals and various other assets of value and is maintained throughout the State in Department-secured locations. On August 31, 2021, a physical count of the property was performed. U.S. monetary assets are recorded in Agency Funds. The values of the other confiscated assets cannot be readily determined and are disclosed only by type as listed above.

Note 21:	<i>Not Applicable</i>
Note 22: Donor Restricted Endowments	<i>Not Applicable</i>
Note 23: Extraordinary or Special Items	<i>Not Applicable</i>
Note 24: Disaggregation of Receivable and Payable Balances	<i>Not Applicable</i>
Note 25: Termination Benefits	<i>Not Applicable</i>
Note 26: Segment Information	<i>Not Applicable</i>
Note 27: Service Concession Arrangements	<i>Not Applicable</i>
Note 28: Deferred Outflows of Resources and Deferred Inflows of Resources	<i>Not Applicable</i>
Note 29: Trouble Debt Restructuring	<i>Not Applicable</i>
Note 30: Non-Exchange Financial Guarantees	<i>Not Applicable</i>
Note 31: Tax Abatements	<i>Not Applicable</i>

Note 32: Fund Balances

DPS has the following restrictions/covenants causing fund balances to be committed and restricted:

GAAP Fund	Fund	AFR 54 Class	Citation	Comments
0001	1002	Restricted	GAA, Article V, 47	.
0001	1003	Restricted	GAA, Article V, 47	Budget execution order Item 4 – Strategy 1-1-4 Local Border Security
0001	3045	Restricted	Grant Contract	OOG DR4223 Assistance Grant
0001	3046	Restricted	Grant Contract	OOG DR4245 Assistance Grant
0001	3047	Restricted	Grant Contract	OOG DR4255 Assistance Grant
0001	3048	Restricted	Grant Contract	OOG DR4266 Assistance Grant
0001	3050	Restricted	Grant Contract	OOG DR4272 Assistance Grant
0001	3146	Restricted	Federal CFDA 16.575	Federal Funds, restrictions are externally imposed by federal agencies
0001	3656	Restricted	Grant Contract	N TX Tollway Dallas IAC 2016
0001	5066	Restricted	Federal CFDA 20.616	Federal Funds, restrictions are externally imposed by federal agencies
0001	5235	Restricted	Grant Contract	OOG Open Disaster Grant
0001	5308	Restricted	Grant Contract	CCA Crime Scene Investigation Working Group
0001	5317	Restricted	Grant Contract	Work Zone Enforcement 09-4XXIA001 2018
0001	5326	Restricted	Federal CFDA 20.616	Federal Funds, restrictions are externally imposed by federal agencies
0001	5405	Restricted	Federal CFDA 16.710	Community Policing Development
0001	5557	Restricted	Grant Contract	FM 5116 Hidden Pines Assistance Grant
0001	5559	Restricted	Grant Contract	February 2016 Wildfire Grant
0001	5737	Restricted	Federal CFDA 19.705	Federal Funds, restrictions are externally imposed by federal agencies
0001	5828	Restricted	Grant Contract	TCEQ Harvey 528-18-81736 Debris Assist
0001	6101	Restricted	Credit Card Service Fees	Credit Card Service Fees due DIR
0001	6300	Restricted	H.S. Title 9 B, CH 778	Emergency Management Assistance Compact – Appd Receipts
0001	6720	Restricted	State Seized	DPS State Fund
0001	7401	Restricted	Federal CFDA 20.218	National Motor Carrier Safety
0001	7406	Restricted	Federal CFDA 20.600	ST/Community Highway Safety
0001	7801	Restricted	Federal CFDA 97.067	Homeland Security Grant Program
0001	7901	Restricted	Grant Contract	North Texas Tollway
0001	7902	Restricted	Grant Contract	TDA Roadside Inspection
0001	7908	Restricted	Grant Contract	ICA TX Lottery Commission
0001	7910	Restricted	Grant Contract	AG Victims Assistance
0001	7911	Restricted	Grant Contract	TXDOT Work Zone Enforcement
0001	7912	Restricted	Grant Contract	FRA Texas DPS Subscribers Only
0001	7914	Restricted	Grant Contract	Houston Ship Channel Sec Dist
0001	7920	Restricted	Grant Contract	SA Texas Anti-Gang #3060404
0092	0092	Restricted	Federal Disaster Fund	Federal Disaster Fund
0092	3014	Restricted	Federal Grant	TDEM FMAG Prior Year Carry Forward
0092	3161	Restricted	Federal CFDA 97.036	Federal Funds, restrictions are externally imposed by federal agencies
0092	3162	Restricted	Federal CFDA 97.039	Federal Funds, restrictions are externally imposed by federal agencies
0092	3328	Restricted	Federal CFDA 81.106	Federal Funds, restrictions are externally imposed by federal agencies
0092	3461	Restricted	Federal CFDA 97.036	Federal Funds, restrictions are externally imposed by federal agencies
0092	3465	Restricted	Federal CFDA 97.036	Federal Funds, restrictions are externally imposed by federal agencies
0092	3468	Restricted	Federal CFDA 97.036	Federal Funds, restrictions are externally imposed by federal agencies
0092	3470	Restricted	Federal CFDA 97.039	Federal Funds, restrictions are externally imposed by federal agencies
0092	3476	Restricted	Federal CFDA 97.039	Federal Funds, restrictions are externally imposed by federal agencies
0092	3477	Restricted	Federal CFDA 97.039	Federal Funds, restrictions are externally imposed by federal agencies
0092	3487	Restricted	Federal CFDA 97.042	Federal Funds, restrictions are externally imposed by federal agencies
0092	3563	Restricted	Federal CFDA 97.036	Federal Funds, restrictions are externally imposed by federal agencies
0092	3565	Restricted	Federal CFDA 97.036	Federal Funds, restrictions are externally imposed by federal agencies
0092	3566	Restricted	Federal CFDA 97.036	Federal Funds, restrictions are externally imposed by federal agencies
0092	3567	Restricted	Federal CFDA 97.036	Federal Funds, restrictions are externally imposed by federal agencies
0092	3575	Restricted	Federal CFDA 97.039	Federal Funds, restrictions are externally imposed by federal agencies
0092	3576	Restricted	Federal CFDA 97.039	Federal Funds, restrictions are externally imposed by federal agencies
0092	3578	Restricted	Federal CFDA 97.036	Federal Funds, restrictions are externally imposed by federal agencies
0092	3579	Restricted	Federal CFDA 97.039	Federal Funds, restrictions are externally imposed by federal agencies
0092	3580	Restricted	Federal CFDA 97.036	Federal Funds, restrictions are externally imposed by federal agencies

0092	3581	Restricted	Federal CFDA 97.039	Federal Funds, restrictions are externally imposed by federal agencies
0092	3582	Restricted	Federal CFDA 97.036	Federal Funds, restrictions are externally imposed by federal agencies
0092	3583	Restricted	Federal CFDA 97.036	Federal Funds, restrictions are externally imposed by federal agencies
0092	3584	Restricted	Federal CFDA 97.039	Federal Funds, restrictions are externally imposed by federal agencies
0092	3587	Restricted	Federal CFDA 97.036	Federal Funds, restrictions are externally imposed by federal agencies
0092	3890	Restricted	Federal Grant	TDEM Prior Year Carry Forward
0092	3984	Restricted	Federal CFDA 97.036	Federal Funds, restrictions are externally imposed by federal agencies
0092	3985	Restricted	Federal CFDA 97.039	Federal Funds, restrictions are externally imposed by federal agencies
0092	3986	Restricted	Federal CFDA 97.039	Federal Funds, restrictions are externally imposed by federal agencies
0092	3987	Restricted	Federal CFDA 97.036	Federal Funds, restrictions are externally imposed by federal agencies
0092	3988	Restricted	Federal CFDA 97.039	Federal Funds, restrictions are externally imposed by federal agencies
0092	3989	Restricted	Federal CFDA 97.036	Federal Funds, restrictions are externally imposed by federal agencies
0092	5046	Restricted	Federal CFDA 97.047	Federal Funds, restrictions are externally imposed by federal agencies
0092	5047	Restricted	Federal CFDA 97.047	Federal Funds, restrictions are externally imposed by federal agencies
0092	5431	Restricted	Federal CFDA 97.046	Federal Funds, restrictions are externally imposed by federal agencies
0092	5432	Restricted	Federal CFDA 97.046	Federal Funds, restrictions are externally imposed by federal agencies
0092	5436	Restricted	Federal CFDA 97.046	Federal Funds, restrictions are externally imposed by federal agencies
0092	6092	Restricted	Federal Disaster Fund	Federal Disaster Fund
0099	0099	Committed	GR account	Fund balance default to committed
0221	0221	Restricted	Federal Grant	Federal Civil Defense & Disaster Relief Fund
0221	1221	Restricted	Federal Grant	Federal Civil Defense & Disaster Relief Fund
0221	2221	Restricted	Federal Grant	Federal Civil Defense & Disaster Relief Fund
0221	3117	Restricted	Federal Grant	Federal Civil Defense & Disaster Relief Fund
0221	3221	Restricted	Federal Grant	Federal Civil Defense & Disaster Relief Fund
0221	3970	Restricted	Federal Grant	Federal Civil Defense & Disaster Relief Fund
0221	5008	Restricted	Federal Grant	Federal Civil Defense & Disaster Relief Fund
0221	7101	Restricted	Federal Grant	11.549 State/Local Implem Program
0221	7221	Restricted	Federal Grant	Federal Civil Defense & Disaster Relief Fund
0222	0222	Restricted	Federal Seized	DPS Federal Seized Fund
0222	1222	Restricted	Federal CFDA 16.922	Federal Funds, restrictions are externally imposed by federal agencies
0222	1223	Restricted	Federal CFDA 21.000	Federal Funds, restrictions are externally imposed by federal agencies
0222	3222	Restricted	Federal Seized	DPS Federal Fund
0222	5222	Restricted	Federal Seized	DPS Federal Fund
0222	6222	Restricted	Federal Seized	DPS Federal Fund
0222	7204	Restricted	Federal Seized	DPS Federal Fund – Federal CJD
0222	7207	Restricted	Federal Seized	16.922 Equitable Sharing Program- DOJ
0222	7222	Restricted	Federal Seized	DPS Federal Fund
0222	7502	Restricted	Federal Seized	21.016 Nat Asset Seizure US Treasury
0501	0501	Committed	Motorcycle Education Fund	Motorcycle Education Fund
0501	1501	Committed	Motorcycle Education Fund	Motorcycle Education Fund
0501	2501	Committed	Motorcycle Education Fund	Unappropriated Motorcycle Education Fund
0501	7501	Committed	Motorcycle Education Fund	Motorcycle Education Fund
5010	5010	Committed	Sexual Assault Program	Sexual Assault Program Fund
5013	1013	Committed	Breath Alcohol Testing	Gr Acct – Breath Alcohol Testing Fund
5013	2513	Committed	Breath Alcohol Testing	Unappropriated Breath Alcohol Testing Fund
5013	5013	Committed	Breath Alcohol Testing	Gr Acct – Breath Alcohol Testing Fund
5153	1153	Restricted	Emergency Radio Infrastructure	Unappropriated Emergency Radio Infrastructure
5153	2153	Restricted	TGC 411.403	Unappropriated Emergency Radio Infrastructure
5153	5153	Restricted	TGC 411.403	Unappropriated Emergency Radio Infrastructure
5185	1185	Restricted	DNA Testing Account	GR Acct – DNA Testing
5186	1186	Restricted	Transportation Admin Fee	GR Acct – Transportation Admin Fee

UNAUDITED

Texas Department of Public Safety (405)
 Exhibit A-1 - Combining Balance Sheet - All General and Consolidated Funds
 For the Fiscal Year Ended August 31, 2021

	Consolidated Accounts						
	General Revenue Fund (0001)	Texas Department Insurance Operating Fund (0036)	Federal Disaster Fund (0092)	Operator & Chauffeur License Fund (0099)	Commission on Law Enforcement Fund (0116)	Fed. Civil Defense & Disaster Relief Fund (0221)	Federal Fund (0222)
ASSETS							
Current Assets:							
Cash							
Cash on Hand	\$ 1,160,260.00	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,000.00
Cash in Bank	432,000.00						
Cash in State Treasury	4,271,909.50			402,551.91		150,465.18	1,433,525.28
Legislative Appropriations	948,377,411.99						
Receivables from:							
Federal	19,025,353.37		2,390,808.25			1,290.40	1,085,589.31
Accounts Receivable							
Due From Other Funds	27,356.00						
Due From Other Agencies	3,595,041.69		2,139,903.43				
Consumable Inventories	257,615.24						
Merchandise Inventories	2,205,205.41						
Total Current Assets	\$ 979,352,153.20	\$ -	\$ 4,530,711.68	\$ 402,551.91	\$ -	\$ 151,755.58	\$ 2,522,114.59
Non-Current Assets:							
Total Non-Current Assets:	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total Assets:	\$ 979,352,153.20	\$ -	\$ 4,530,711.68	\$ 402,551.91	\$ -	\$ 151,755.58	\$ 2,522,114.59
LIABILITIES AND FUND BALANCES							
Current Liabilities:							
Payables from:							
Accounts	\$ 42,183,863.38	\$ -	\$ (293,374.37)	\$ -	\$ -	\$ -	\$ (4,706.44)
Payroll	70,922,873.02	23,230.21					
Due To Other Funds	1,442,341.56						
Due To Other Agencies	1,598,951.14		350,352.47		10,968.02		
Unearned Revenues	13,078,974.79		-			40,821.16	1,450,613.86
Total Current Liabilities	\$ 129,227,003.89	\$ 23,230.21	\$ 56,978.10	\$ -	\$ 10,968.02	\$ 40,821.16	\$ 1,445,907.42
Non-Current Liabilities:							
Total Non-Current Liabilities:	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total Liabilities:	\$ 129,227,003.89	\$ 23,230.21	\$ 56,978.10	\$ -	\$ 10,968.02	\$ 40,821.16	\$ 1,445,907.42
Fund Balances (Deficits):							
Nonspendable in Inventory	\$ 2,462,820.65	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted	90,971,235.77		4,473,733.58			110,934.42	1,076,207.17
Assigned	103,053.39						
Committed				402,551.91			
Unassigned	756,588,039.50	(23,230.21)			(10,968.02)		
Total Fund Balances	\$ 850,125,149.31	\$ (23,230.21)	\$ 4,473,733.58	\$ 402,551.91	\$ (10,968.02)	\$ 110,934.42	\$ 1,076,207.17
Total Liabilities and Fund Balances	\$ 979,352,153.20	\$ -	\$ 4,530,711.68	\$ 402,551.91	\$ -	\$ 151,755.58	\$ 2,522,114.59

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

UNAUDITED

Coronavirus Relief Fund Fund (0325)	Motorcyle Education Fund (0501)	Economic Stabilization Fund (0599)	Sexual Assault Testing Program (FUND 5010)	Breath Alcohol Testing Fund (5013)	Emergency Radio Infastructure Fund (5153)	DNA Testing Fund (5185)	Transportation Admin Fee Fund (5186)	Funds Held Outside the State Treasury Fund (9999)	TOTALS
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,163,260.00
31,250,179.00				10,655,770.55		226,556.69	7,318,207.04	580.00	432,580.00
									55,709,165.15
									948,377,411.99
									22,503,041.33
1,442,341.56									-
									1,469,697.56
		659,017.20	552,018.98		608,608.08				7,554,589.38
									257,615.24
									2,205,205.41
\$ 32,692,520.56	\$ -	\$ 659,017.20	\$ 552,018.98	\$ 10,655,770.55	\$ 608,608.08	\$ 226,556.69	\$ 7,318,207.04	\$ 580.00	\$ 1,039,672,566.06
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
\$ 32,692,520.56	\$ -	\$ 659,017.20	\$ 552,018.98	\$ 10,655,770.55	\$ 608,608.08	\$ 226,556.69	\$ 7,318,207.04	\$ 580.00	\$ 1,039,672,566.06
	\$ -	\$ 659,017.20	\$ 113,276.46	\$ -	\$ 23,824.44	\$ 40,498.92	\$ -		\$ 42,722,399.59
			286,576.68	2,121.21	33,869.24		56,984.37		71,325,654.73
									1,442,341.56
									1,960,271.63
32,609,861.48	165.00								47,180,436.29
\$ 32,609,861.48	\$ 165.00	\$ 659,017.20	\$ 399,853.14	\$ 2,121.21	\$ 57,693.68	\$ 40,498.92	\$ 56,984.37	\$ -	\$ 164,631,103.80
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
\$ 32,609,861.48	\$ 165.00	\$ 659,017.20	\$ 399,853.14	\$ 2,121.21	\$ 57,693.68	\$ 40,498.92	\$ 56,984.37	\$ -	\$ 164,631,103.80
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,462,820.65
82,659.08					550,914.40	186,057.77	7,261,222.67		104,712,964.86
									103,053.39
			152,165.84	10,653,649.34				580.00	11,208,947.09
									756,553,676.27
\$ 82,659.08	\$ (165.00)	\$ -	\$ 152,165.84	\$ 10,653,649.34	\$ 550,914.40	\$ 186,057.77	\$ 7,261,222.67	\$ 580.00	\$ 875,041,462.26
\$ 32,692,520.56	\$ -	\$ 659,017.20	\$ 552,018.98	\$ 10,655,770.55	\$ 608,608.08	\$ 226,556.69	\$ 7,318,207.04	\$ 580.00	\$ 1,039,672,566.06

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

UNAUDITED

Texas Department of Public Safety (405)

Exhibit A-2 - Combining Statement of Revenues, Expenditures, and Changes in Fund Balances -

All General and Consolidated Funds

For the Fiscal Year Ended August 31, 2021

	Consolidated Accounts						
	General Revenue Fund (0001)	Texas Department Insurance Operating Fund (0036)	Federal Disaster Fund (0092)	Operator & Chauffeur License Fund (0099)	Commission on Law Enforcement Fund (0116)	Fed. Civil Defense & Disaster Relief Fund (0221)	Federal Fund (0222)
REVENUES							
Legislative Appropriations:							
Original Appropriations	\$ 1,156,221,748.00	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Additional Appropriations	96,919,535.49						
Federal Revenue (Schedule 1A)	31,251,430.77		183,117,389.57			89,859.37	160,532.08
Federal Grant Pass-Through Revenue (Schedule 1A)	10,119,755.89		1,295,539.69				
State Grant Pass-Through Revenue (Schedule 1B)	33,014,188.27						
Licenses, Fees & Permits	68,667,478.03						
Interest and Other Investment Income	(172,666.97)					204.56	1,482.26
Land Income	62,190.00						
Settlement of Claims	955,663.27						
Sales of Goods and Services	17,828,694.94						
Other	(1,688,110.54)		2,715,270.44			(36,066.79)	
Total Revenues	\$ 1,413,179,907.15	\$ -	\$ 187,128,199.70	\$ -	\$ -	\$ 53,997.14	\$ 162,014.34
EXPENDITURES							
Salaries and Wages	\$ 373,602,656.48	\$ 6,912.95	\$ (18,394.04)	\$ -	\$ -	\$ 299.97	\$ -
Payroll Related Costs	103,862,597.39	12,540.97	(30,239.86)			(50.17)	
Professional Fees and Services	20,902,128.47		-			88,504.28	-
Travel	13,888,854.46		117.21			565.94	
Materials and Supplies	74,375,709.39	780.90	75,626.10			249.99	4,846.00
Communication and Utilities	25,040,464.00		10,025.52				
Repairs and Maintenance	55,975,899.01		-				35,746.08
Rentals and Leases	23,081,358.85		(427.11)			-	
Printing and Reproduction	11,917,264.75		-				
Claims and Judgments	1,566,964.09						
Federal Grant Pass-Through Expenditures	(859,130.48)		187,000,362.86				
State Grant Pass-Through Expenditures (Schedule 1B)	-						
Intergovernmental Payments	(363,282.87)		(35,300.51)			(3,574.48)	
Public Assistance Payments	-		-				
Other Expenditures	66,219,870.84		692,326.47			225.01	-
Debt service:							
Principal	3,600,000.00						-
Capital Outlay	31,711,607.22		-				119,940.00
Total Expenditures	\$ 804,522,961.60	\$ 20,234.82	\$ 187,694,096.64	\$ -	\$ -	\$ 86,220.54	\$ 160,532.08
Excess (Deficiency) of Revenues over Expenditures	\$ 608,656,945.55	\$ (20,234.82)	\$ (565,896.94)	\$ -	\$ -	\$ (32,223.40)	\$ 1,482.26
OTHER FINANCING SOURCES (USES)							
Sale of Capital Assets	\$ 2,859,365.78	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 921,795.54
Insurance Recoveries	319,166.03						
Interagency transfer of Capital Assets							
Transfers In		25,178.47	1,006,585.21				
Transfers Out	(1,350,520.74)		-				
Total Other Financing Sources (Uses)	\$ 1,828,011.07	\$ 25,178.47	\$ 1,006,585.21	\$ -	\$ -	\$ -	\$ 921,795.54
Net Change in Fund Balances	\$ 610,484,956.62	\$ 4,943.65	\$ 440,688.27	\$ -	\$ -	\$ (32,223.40)	\$ 923,277.80
FUND FINANCIAL STATEMENT - FUND BALANCES							
Fund Balances - Beginning	\$ 265,026,718.76	\$ (28,173.86)	\$ 5,425,690.92	\$ 402,551.91	\$ (10,968.02)	\$ 107,091.03	\$ 152,929.37
Restatements	47,485.54		(1,392,645.61)			36,066.79	
Fund Balances as Restated	265,074,204.30	(28,173.86)	4,033,045.31	402,551.91	(10,968.02)	143,157.82	152,929.37
Appropriations Lapsed	(25,434,011.61)						
Fund Balances--Ending (See Note 18)	\$ 850,125,149.31	\$ (23,230.21)	\$ 4,473,733.58	\$ 402,551.91	\$ (10,968.02)	\$ 110,934.42	\$ 1,076,207.17

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

UNAUDITED

Coronavirus Relief Fund Fund (0325)	Motorcycle Education Fund (0501)	Economic Stabilization Fund (0599)	Sexual Assault Testing Program (FUND 5010)	Breath Alcohol Testing Fund (5013)	Emergency Radio Infrastructure Fund (5153)	DNA Testing Fund (5185)	Transportation Admin Fee Fund (5186)	Funds Held Outside the State Treasury Fund (9999)	TOTALS
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,156,221,748.00
(32,609,861.48)									96,919,535.49
564,525,644.84									182,009,350.31
	122,096.50			631,289.40	-	178,449.21	5,550,992.29		575,940,940.42
82,659.08								0.46	33,014,188.27
									75,150,305.43
									(88,320.61)
									62,190.00
									955,663.27
									17,828,694.94
								5,500.00	996,593.11
\$531,998,442.44	\$ 122,096.50	\$ -	\$ -	\$ 631,289.40	\$ -	\$ 178,449.21	\$ 5,550,992.29	\$ 5,500.46	\$ 2,139,010,888.63
\$420,366,664.48	\$ 12,729.72	\$ -	\$ 4,844,548.45	\$ (216,337.11)	\$ 174,492.99	\$ -	\$ 119,394.29		\$ 798,892,968.18
111,532,239.36	31,449.76		1,392,849.31		72,649.69		43,475.13		216,917,511.58
	25,875.00		36,232.00						21,052,739.75
16,879.52			5,909.47		918.15				13,913,244.75
	5,226.32	90,375.00	1,027,770.35		29,281.97	52,606.29			75,662,472.31
	300.20		5,792.71		28,386.46				25,084,968.89
		(2,360.32)	1,554,913.66		9,975.68				57,574,174.11
									23,080,931.74
									11,917,264.75
									1,566,964.09
									186,141,232.38
					1,383,680.59				1,383,680.59
		(400,839.12)							(802,996.98)
	816.76	46,500.03	48,442.55		1,125.07			5,900.00	67,015,206.73
									3,600,000.00
		2,250,832.71	45,935.76		27,064.25				34,155,379.94
\$531,915,783.36	\$ 76,397.76	\$ 1,984,508.30	\$ 8,962,394.26	\$ (216,337.11)	\$ 1,727,574.85	\$ 52,606.29	\$ 162,869.42	\$ 5,900.00	\$ 1,537,155,742.81
\$ 82,659.08	\$ 45,698.74	\$ (1,984,508.30)	\$ (8,962,394.26)	\$ 847,626.51	\$ (1,727,574.85)	\$ 125,842.92	\$ 5,388,122.87	\$ (399.54)	\$ 601,855,145.82
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,781,161.32
									319,166.03
									-
		1,984,508.30	8,960,854.46		320,069.82				12,297,196.26
	(17,239,860.67)								(18,590,381.41)
\$ -	\$(17,239,860.67)	\$ 1,984,508.30	\$ 8,960,854.46	\$ -	\$ 320,069.82	\$ -	\$ -	\$ -	\$(2,192,857.80)
\$ 82,659.08	\$(17,194,161.93)	\$ -	\$ (1,539.80)	\$ 847,626.51	\$ (1,407,505.03)	\$ 125,842.92	\$ 5,388,122.87	\$ (399.54)	\$ 599,662,288.02
\$ -	\$ 17,193,996.93	\$ -	\$ 153,705.64	\$ 9,806,022.83	\$ 1,958,419.43	\$ 60,214.85	\$ 1,873,099.80	\$ 979.54	\$ 302,122,279.13
									(1,309,093.28)
	17,193,996.93		153,705.64	9,806,022.83	1,958,419.43	60,214.85	1,873,099.80	979.54	300,813,185.85
									(25,434,011.61)
\$ 82,659.08	\$ (165.00)	\$ -	\$ 152,165.84	\$ 10,653,649.34	\$ 550,914.40	\$ 186,057.77	\$ 7,261,222.67	\$ 580.00	\$ 875,041,462.26

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

UNAUDITED

Texas Department of Public Safety (405)
Exhibit B-1 - Combining Balance Sheet - Special Revenue Funds
For the Fiscal Year Ended August 31, 2021

	Special Revenue	
	Identification Fee Exemption	
	Fund (5177)	TOTALS
ASSETS		
Current Assets:		
Cash		
Cash on Hand	\$ -	\$ -
Cash in Bank		
Cash in State Treasury	27,356.00	27,356.00
Legislative Appropriations		
Receivables from:		
Federal		
Accounts Receivable		
Due From Other Funds		
Due From Other Agencies		-
Total Current Assets	<u>\$ 27,356.00</u>	<u>\$ 27,356.00</u>
Total Assets:	<u>\$ 27,356.00</u>	<u>\$ 27,356.00</u>
LIABILITIES AND FUND BALANCES		
Liabilities		
Current Liabilities:		
Payables from:		
Accounts	\$ -	\$ -
Payroll		-
Due to Other Funds	27,356.00	27,356.00
Due To Other Agencies		
Interfund Payable		
Unearned Revenue		
Total Current Liabilities	<u>\$ 27,356.00</u>	<u>\$ 27,356.00</u>
Non-Current Liabilities:	<u>\$ -</u>	<u>\$ -</u>
Total Non-Current Liabilities:	<u>\$ -</u>	<u>\$ -</u>
Total Liabilities:	<u>\$ 27,356.00</u>	<u>\$ 27,356.00</u>
Fund Balances (Deficits):		
Restricted	\$ -	\$ -
Unreserved/Undesignated		
Unassigned	-	-
Total Fund Balances	<u>\$ -</u>	<u>\$ -</u>
Total Liabilities and Fund Balances	<u>\$ 27,356.00</u>	<u>\$ 27,356.00</u>

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

UNAUDITED

Texas Department of Public Safety (405)

Exhibit B-2 - Combining Statement of Revenues, Expenditures, and Changes in Fund Balances -

Special Revenue Funds

For the Fiscal Year Ended August 31, 2021

	Special Revenue	
	Identification Fee Exemption	
	Fund (5177)	TOTALS
REVENUES		
Federal Revenue	\$ -	\$ -
Federal Grant Pass-Through Revenue		-
State Grant Pass-Through Revenue		-
Licenses, Fees & Permits		-
Interest and Other Investment Income		-
Land Income		-
Settlement of Claims		-
Sales of Goods and Services		-
Other	(116,764.00)	(116,764.00)
Total Revenues	\$ (116,764.00)	\$ (116,764.00)
EXPENDITURES		
Salaries and Wages	\$ -	\$ -
Payroll Related Costs		-
Professional Fees and Services		-
Travel		-
Materials and Supplies	27,356.00	27,356.00
Communication and Utilities		-
Repairs and Maintenance		-
Rentals and Leases		-
Printing and Reproduction		-
Claims and Judgments		-
Federal Grant Pass-Through Expenditures		-
Intergovernmental Payments		-
Public Assistance Payments		-
Other Expenditures		-
Debt service:		-
Principal		-
Capital Outlay		-
Total Expenditures	\$ 27,356.00	\$ 27,356.00
Excess (Deficiency) of Revenues over Expenditures	\$ (144,120.00)	\$ (144,120.00)
OTHER FINANCING SOURCES (USES)		
Sale of Capital Assets	\$ -	\$ -
Increase in Obligations Under Capital Leases		-
Insurance Recoveries		-
Transfers In		-
Transfers Out		-
Other Financing Sources (Uses)		-
Total Other Financing Sources (Uses)	\$ -	\$ -
Net Change in Fund Balances/Net Assets	\$ (144,120.00)	\$ (144,120.00)
FUND FINANCIAL STATEMENT - FUND BALANCES		
Fund Balances - Beginning	\$ 144,120.00	\$ 144,120.00
Restatements	-	-
Fund Balances as Restated	144,120.00	144,120.00
Fund Balances - Ending	\$ -	\$ -

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

UNAUDITED

Texas Department of Public Safety (405)
Exhibit C-1 - Combining Balance Sheet - Capital Project Funds
For the Fiscal Year Ended August 31, 2021

	Capital Projects Fund (7629)	Capital Projects Fund (7656)	TOTALS
ASSETS			
Current Assets:			
Cash			
Cash on Hand	\$ -	\$ -	\$ -
Cash in Bank			-
Receivables from:			
Federal			-
Accounts Receivable			-
Due From Other Agencies	9,250.00	928.30	10,178.30
Total Current Assets	<u>\$ 9,250.00</u>	<u>\$ 928.30</u>	<u>\$ 10,178.30</u>
Total Assets:	<u>\$ 9,250.00</u>	<u>\$ 928.30</u>	<u>\$ 10,178.30</u>
LIABILITIES AND FUND BALANCES			
Liabilities			
Current Liabilities:			
Payables from:			
Accounts Payable	\$ 61,819.69	\$ 928.30	\$ 62,747.99
Payroll			
Due To Other Agencies	-	-	-
Total Current Liabilities	<u>\$ 61,819.69</u>	<u>\$ 928.30</u>	<u>\$ 62,747.99</u>
Non-Current Liabilities:	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Total Non-Current Liabilities:	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Total Liabilities:	<u>\$ 61,819.69</u>	<u>\$ 928.30</u>	<u>\$ 62,747.99</u>
Fund Balances (Deficits):			
Restricted	\$ -	\$ -	\$ -
Unassigned	(52,569.69)	-	(52,569.69)
Total Fund Balances	<u>\$ (52,569.69)</u>	<u>\$ -</u>	<u>\$ (52,569.69)</u>
Total Liabilities and Fund Balances	<u>\$ 9,250.00</u>	<u>\$ 928.30</u>	<u>\$ 10,178.30</u>

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

UNAUDITED

Texas Department of Public Safety (405)

Exhibit C-2 - Combining Statement of Revenues, Expenditures, and Changes in Fund Balances -

Capital Project Funds

For the Fiscal Year Ended August 31, 2021

	Capital Projects Fund (7629)	Capital Projects Fund (7656)	TOTALS
REVENUES			
Interest and Investment Income	\$ -	\$ -	\$ -
Federal Revenue			-
Federal Grant Pass-Through Revenue			-
State Grant Pass-Through Revenue			-
Licenses, Fees & Permits			-
Land Income			-
Settlement of Claims			-
Sales of Goods and Services			-
Other			-
Total Revenues	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
EXPENDITURES			
Salaries and Wages	\$ -	\$ -	\$ -
Payroll Related Costs			-
Professional Fees and Services	-	-	-
Travel			-
Materials and Supplies	43,001.71		43,001.71
Communication and Utilities	67,779.20	-	67,779.20
Repairs and Maintenance	17,609.63	12,090.00	29,699.63
Rentals and Leases		-	-
Printing and Reproduction			-
Claims and Judgments			-
Federal Grant Pass-Through Expenditures			-
Intergovernmental Payments			-
Public Assistance Payments			-
Other Expenditures	37,075.28	382.04	37,457.32
Debt service:			
Principal			-
Capital Outlay	5,177,797.15	398,597.62	5,576,394.77
Total Expenditures	<u>\$ 5,343,262.97</u>	<u>\$ 411,069.66</u>	<u>\$ 5,754,332.63</u>
Excess (Deficiency) of Revenues over Expenditures	<u>\$ (5,343,262.97)</u>	<u>\$ (411,069.66)</u>	<u>\$ (5,754,332.63)</u>
OTHER FINANCING SOURCES (USES)			
Sale of Capital Assets	\$ -	\$ -	\$ -
Insurance Recoveries			
Transfers In	5,307,283.28	416,489.66	5,723,772.94
Transfers Out			-
Total Other Financing Sources (Uses)	<u>\$ 5,307,283.28</u>	<u>\$ 416,489.66</u>	<u>\$ 5,723,772.94</u>
Net Change in Fund Balances/Net Assets	<u>\$ (35,979.69)</u>	<u>\$ 5,420.00</u>	<u>\$ (30,559.69)</u>
FUND FINANCIAL STATEMENT - FUND BALANCES			
Fund Balances - Beginning	\$ (16,590.00)	\$ (5,420.00)	\$ (22,010.00)
Appropriations Lapsed			
Fund Balances - Ending	<u>\$ (52,569.69)</u>	<u>\$ -</u>	<u>\$ (52,569.69)</u>

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

UNAUDITED

Texas Department of Public Safety (405)
Exhibit J-1 — Combining Statement of Fiduciary Net Position — Custodial Funds
For Fiscal Year Ended August 31, 2021

Combining Statement of Fiduciary Net Position	Custodial Funds	Other Custodial Funds		Totals
	Fund 1 3300 2368, 2568	Fund 2 3650 0914,0940,2914, 3914, 4914		
ASSETS				
Cash and Cash Equivalents:				
Cash on Hand	\$ -	\$ -	\$ -	-
Cash in Bank				
Cash in State Treasury	162,043.00	521,358.40		683,401.40
Cash Equivalents				
Securities Lending Collateral				
Short Term Investments:				
U.S. Government Agency Obligations				
Corporate Equity				
Corporate Obligations				
Repurchase Agreements				
Foreign Securities				
Other Short Term Investments				
Investments:				
U.S. Government Agency Obligations				
Corporate Equity				
Corporate Obligations				
Repurchase Agreements				
Foreign Securities				
Other Investments- Securities Held in Trust		3,507,322.00		3,507,322.00
Receivables from:				
Federal				
Other Intergovernmental Taxes				
Interest and Dividends				
Accounts Receivable				
Other				
Interfund Receivable				
Due From Other Funds				
Due From Other Agencies				
Consumable Inventories				
Merchandise Inventories				
Other Assets				
Total Assets	\$ 162,043.00	\$ 4,028,680.40	\$ 4,190,723.40	
DEFERRED OUTFLOWS OF RESOURCES				
Deferred Outflows of Resources				
Total Deferred Outflows of Resources	\$ -	\$ -	\$ -	
LIABILITIES				
Payables from:				
Accounts	\$ -	\$ -	\$ -	-
Payroll				
Other Intergovernmental				
Interest				
Investment Trades				
Other				
Interfund Payable				
Due To Other Funds				
Due To Other Agencies				
Unearned Revenue	102,955.00	158,427.90		261,382.90
Obligations/Securities Lending				
Total Liabilities	\$ 102,955.00	\$ 158,427.90	\$ 261,382.90	
DEFERRED INFLOWS OF RESOURCES				
Deferred Inflows of Resources				
Total Deferred Inflows of Resources	\$ -	\$ -	\$ -	
NET POSITION				
Restricted for Pensions	\$ -	\$ -	\$ -	-
Restricted for OPEB				
Restricted for Pool Participants				
Fiduciary NP Other Purposes	59,088.00	3,870,252.50		3,929,340.50
Total Net Position	\$ 59,088.00	\$ 3,870,252.50	\$ 3,929,340.50	

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

Texas Department of Public Safety
Exhibit J-2 — Combining Statement of Changes in Fiduciary Net Position — Custodial Funds
For the Fiscal Year Ended August 31, 2021

	Custodial Funds		Other Custodial Funds		Totals
	Fund 1 3300 2368, 2568		Fund 2 3650 0914,0940,2914, 3914, 4914		
Combining Statement of Changes in Fiduciary Net Position					
ADDITIONS					
Investment Income					
From Investing Activities:					
Net Increase (Decrease) in Fair Value of Investments	\$		\$	\$	
Interest, Dividend and Other			(51,897.80)		(51,897.80)
Total Investing Income (Loss)	\$	-	\$	(51,897.80)	\$ (51,897.80)
Less Investing Activities Expense					
Net Income from Investing Activities	\$	-	\$	(51,897.80)	\$ (51,897.80)
From Securities Lending Activities:					
Securities Lending Income					
Less Securities Lending Expense:					
Borrower Rebates					
Management Fees					
Net Income from Securities Lending Activities	\$	-	\$	-	\$ -
Total Net Investment Income (Loss)	\$	-	\$	(51,897.80)	\$ (51,897.80)
Other Additions:					
Federal Revenue					
Contributions to Employee Benefit Funds					
Settlement of Claims					
Property Taxes Collected					
Transfer In		59,088.00			59,088.00
Total Other Additions	\$	59,088.00	\$	-	\$ 59,088.00
Total Additions	\$	59,088.00	\$	(51,897.80)	\$ 7,190.20
DEDUCTIONS					
Benefits	\$	-	\$	-	\$ -
Salaries and Wages					
Payroll Related Costs					
Professional Fees and Services					
Travel					
Printing and Reproduction					
Depreciation and Amortization Expense					
Settlement of Claims					
Interest Expense					
Transfer Out					
Intergovernmental Payments					
Property Taxes - Distributed					
Total Deductions	\$	-	\$	-	\$ -
INCREASE (DECREASE) IN NET POSITION	\$	59,088.00	\$	(51,897.80)	\$ 7,190.20
NET POSITION					
Net Position, September 1, 2020	\$	-	\$	3,922,150.30	3,922,150.30
Restatements					
Net Position, September 1, 2020, as Restated	\$	-	\$	3,922,150.30	\$ 3,922,150.30
Net Position, August 31, 2021	\$	59,088.00	\$	3,870,252.50	\$ 3,929,340.50

The accompanying notes to the Financial Statements are an integral part of this statement.

**SUPPLEMENTAL
SCHEDULES**

**Agency 405 - Department of Public Safety
Schedule 1A - Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended August 31, 2021**

Federal Grantor/ Pass-through Grantor/ Program Title	CFDA Number	NSE Name/ Identifying Number	Agy/ Univ No	Pass-through From		Direct Program Amount
				Pass-Through From Agencies or Universities Amount	Pass-Through From Non-State Entities Amount	
U.S. Department of Commerce						
<u>Direct Programs</u>						
State and Local Implementation Program	11.549					\$ 1,166.59
Total - U. S. Department of Commerce				\$ -	\$ -	\$ 1,166.59
U.S. Department of Justice						
<u>Direct Programs</u>						
National Institute of Justice Research, Evaluation, and Development Project Grants	16.560					\$ 151,397.72
Crime Victim Assistance	16.575					\$ 98,168.95
Public Safety Partnership and Community Policing Grant	16.710					\$ 1,078,572.63
DNA Backlog Reduction Program	16.741					\$ 3,702,169.41
National Sexual Assault Kit Initiative	16.833					\$ 519,883.18
Equitable Sharing Program	16.922					\$ 160,532.08
<u>Pass-Through From:</u>						
Crime Victim Assistance	16.575					
<i>Pass-Through From:</i>						
<i>Governor - Fiscal</i>			300	\$ 613,807.09		
Edward Byrne Memorial Justice Assistance Grant Program	16.738					
<i>Pass-Through From:</i>						
<i>Governor - Fiscal</i>			300	\$ 239,292.00		
Paul Coverdell Forensic Sciences Improvement Grant Program	16.742					
<i>Pass-Through From:</i>						
<i>Governor - Fiscal</i>			300	\$ 925,217.72		
Totals - U.S. Department of Justice				\$ 1,778,316.81	\$ -	\$ 5,710,723.97
Federal Motor Carrier Safety Assistance Cluster						
U.S. Department of Transportation						
<u>Direct Programs</u>						
National Motor Carrier Safety	20.218					\$ 23,181,141.21
Motor Carrier Safety Assistance High Priority Activities Grants and Cooperative Agreements	20.237					\$ 1,087,745.41
Totals - U.S. Department of Transportation				\$ -	\$ -	\$ 24,268,886.62
Federal Motor Carrier Safety Assistance Cluster						
U.S. Department of Transportation						
<u>Direct Programs</u>						
State and Community Highway Safety	20.600					\$ (143,284.83)
National Priority Safety Programs	20.616					\$ 94,112.13
<u>Pass-Through From:</u>						
State and Community Highway Safety	20.600					
<i>Pass-Through From:</i>						
<i>Texas Department of Transportation</i>			601	\$ 281,330.56		
Edward Byrne Memorial Justice Assistance Grant Program	16.738					
<i>Pass-Through From:</i>						
<i>Texas Department of Transportation</i>			601	\$ 878,921.56		
Totals - U.S. Department of Transportation				\$ 1,160,252.12	\$ -	\$ (49,172.70)
U.S. Department of the Treasury						
<u>Direct Programs</u>						
COVID-19 - Coronavirus Relief Fund	21.019					\$ (32,603,097.17)
<u>Pass-Through From:</u>						
COVID-19 - Coronavirus Relief Fund	21.019					
<i>Pass-Through From:</i>						
<i>Governor - Fiscal</i>			300	\$ 562,701,782.17		

Total PT From and Direct Prog. Amount	Agy/ Univ No	Pass-through To		Expenditures Amount	Total PT To and Expenditures Amount
		Pass-Through To Agencies or Universities Amount	Pass-Through To Non-State Entities Amount		
\$ 1,166.59				\$ 1,166.59	\$ 1,166.59
\$ 1,166.59		\$ -	\$ -	\$ 1,166.59	\$ 1,166.59

\$ 151,397.72				\$ 151,397.72	\$ 151,397.72
\$ 98,168.95				\$ 98,168.95	\$ 98,168.95
\$ 1,078,572.63				\$ 1,078,572.63	\$ 1,078,572.63
\$ 3,702,169.41				\$ 3,702,169.41	\$ 3,702,169.41
\$ 519,883.18				\$ 519,883.18	\$ 519,883.18
\$ 160,532.08				\$ 160,532.08	\$ 160,532.08
\$ 613,807.09				\$ 613,807.09	\$ 613,807.09
\$ 239,292.00				\$ 239,292.00	\$ 239,292.00
\$ 925,217.72				\$ 925,217.72	\$ 925,217.72
\$ 7,489,040.78	\$-	\$ -	\$ -	\$ 7,489,040.78	\$ 7,489,040.78

\$ 23,181,141.21				\$ 23,181,141.21	\$ 23,181,141.21
\$ 1,087,745.41				\$ 1,087,745.41	\$ 1,087,745.41
\$ 24,268,886.62	\$	\$ -	\$ -	\$ 24,268,886.62	\$ 24,268,886.62

\$ (143,284.83)				\$ (143,284.83)	\$ (143,284.83)
\$ 94,112.13				\$ 94,112.13	\$ 94,112.13
\$ 281,330.56				\$ 281,330.56	\$ 281,330.56
\$ 878,921.56				\$ 878,921.56	\$ 878,921.56
\$ 1,111,079.42	\$-	\$ -	\$ -	\$ 1,111,079.42	\$ 1,111,079.42

\$ (32,603,097.17)				\$ (32,603,097.17)	\$ (32,603,097.17)
\$ 562,701,782.17				\$ 562,701,782.17	\$ 562,701,782.17

**Agency 405 - Department of Public Safety
Schedule 1A - Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended August 31, 2021**

Federal Grantor/ Pass-through Grantor/ Program Title	CFDA Number	NSE Name/ Identifying Number	Agy/ Univ No	Pass-through From		Direct Program Amount			
				Pass-Through From Agencies or Universities	Pass-Through From Non-State Entities				
				Amount	Amount				
Totals- U.S. Department of the Treasury				\$	562,701,782.17	\$	-	\$	(32,603,097.17)
Executive Office of the President									
<u>Direct Programs</u>									
High Intensity Drug Trafficking Areas Program	95.001					\$			120,533.07
Totals- Executive Office of the President				\$	-	\$	-	\$	120,533.07
U.S. Department of Homeland Security									
<u>Direct Programs</u>									
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036					\$			(516,225.29)
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036					\$			145,101,910.30
<i>Pass-Through To:</i>									
<i>Texas Division of Emergency Management</i>									
Hazard Mitigation Grant	97.039					\$			567,681.67
Hazard Mitigation Grant	97.039					\$			40,493,987.53
<i>Pass-Through To:</i>									
<i>Texas Division of Emergency Management</i>									
Emergency Management Performance Grants	97.042					\$			(528.28)
Fire Management Assistance Grant	97.046					\$			(1,298,382.19)
BRIC: Building Resilient Infrastructure and Communities	97.047					\$			10.27
BRIC: Building Resilient Infrastructure and Communities	97.047					\$			545,334.55
<i>Pass-Through To:</i>									
<i>Texas Division of Emergency Management</i>									
Homeland Security Grant Program	97.067					\$			(422,171.41)
Preparing for Emerging Threats and Hazards	97.133					\$			88,692.78
<u>Pass-Through From:</u>									
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036					\$			-
<i>Pass-Through From:</i>									
<i>Texas Division of Emergency Management</i>									
			575	\$	1,823,862.67				
Fire Management Assistance Grant	97.046					\$			-
<i>Pass-Through From:</i>									
<i>Texas Division of Emergency Management</i>									
			575	\$	1,295,539.69				
Homeland Security Grant Program	97.067					\$			-
<i>Pass-Through From:</i>									
<i>Governor - Fiscal</i>									
			300	\$	7,181,186.96				
Totals - U.S. Department of Homeland Security				\$	10,300,589.32	\$	-	\$	184,560,309.93
Total Expenditures of Federal Awards					\$575,940,940.42		\$0.00		\$182,009,350.31

Total PT From and Direct Prog. Amount	Agy/ Univ No	Pass-through To		Expenditures Amount	Total PT To and Expenditures Amount
		Pass-Through To Agencies or Universities Amount	Pass-Through To Non- State Entities Amount		
\$ 530,098,685.00	\$-	\$ -	\$ -	\$ 530,098,685.00	\$ 530,098,685.00
\$ 120,533.07				\$ 120,533.07	\$ 120,533.07
\$ 120,533.07		\$ -	\$ -	\$ 120,533.07	\$ 120,533.07
\$ (516,225.29)				\$ (516,225.29)	\$ (516,225.29)
\$ 145,101,910.30					\$ 145,101,910.30
	575	\$ 145,101,910.30			
\$ 567,681.67				\$ 567,681.67	\$ 567,681.67
\$ 40,493,987.53					\$ 40,493,987.53
	575	\$ 40,493,987.53			
\$ (528.28)				\$ (528.28)	\$ (528.28)
\$ (1,298,382.19)				\$ (1,298,382.19)	\$ (1,298,382.19)
\$ 10.27				\$ 10.27	\$ 10.27
\$ 545,334.55					\$ 545,334.55
	575	\$ 545,334.55			
\$ (422,171.41)				\$ (422,171.41)	\$ (422,171.41)
\$ 88,692.78				\$ 88,692.78	\$ 88,692.78
\$ 1,823,862.67					\$ 1,823,862.67
				\$ 1,823,862.67	\$ 1,823,862.67
\$ 1,295,539.69				\$ 1,295,539.69	\$ 1,295,539.69
\$ 7,181,186.96				\$ 7,181,186.96	\$ 7,181,186.96
\$ 194,860,899.25		\$ 186,141,232.38	\$ -	\$ 8,719,666.87	\$ 194,860,899.25
\$757,950,290.73		\$186,141,232.38	\$0.00	\$571,809,058.35	\$757,950,290.73

SCHEDULE 1A – SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS *continued*
 For the Fiscal Year Ended August 31, 2021

Note 1 – Non-Monetary Assistance

DPS did not receive personal property as part of the General Service Administration donation of the Federal Surplus Program (CFDA 39.003) from Texas Facilities Commission (Agency 303), for fiscal year 2021.

Note 2 – Reconciliation

Below is a reconciliation of the total of federal pass-through and federal expenditures as reported on the Schedule of Federal Financial Assistance to the total of federal revenues and federal grant pass-through revenues as reported in the general-purpose financial statement. Generally, federal funds are not earned until expended; therefore, federal revenues equal federal expenditures for the reporting period.

Per Combined Governmental Operating Statement/Statement of Activities and Proprietary Statement of Changes in Revenues, Expenses and Net Assets

Governmental Funds – Federal Revenue (Ex. II)	\$182,009,350.31
Governmental Funds – Federal Pass-Through Revenue	\$575,940,940.42
Non-Monetary	\$0.00
Total Pass Through and Expenditures per Federal Schedule	<u>\$757,950,290.73</u>
SEFA balance	<u><u>\$757,950,290.73</u></u>

Note 7 – Deferred Revenue

CFDA Number	Federal Title	Deferred Revenue
11.549	State and Local Implementation Grant Program	2,225.99
16.575	Crime Victim Assistance	19,221.24
16.922	Equitable Sharing Program	188,745.05
20.218	Motor Carrier Safety Assistance	3,562,197.65
20.600	State and Community Highway Safety	143,274.54
20.616	National Priority Safety Programs	70,709.45
21.016	Equitable Sharing	1,261,868.81
21.019	Coronavirus Relief Fund	32,603,097.17
97.036	Disaster Grants - Public Assistance (Presidentially Declared Disasters)	6,961,459.74
97.039	Hazzard Mitigation Grants	420,462.85
97.067	Homeland Security Grant Program	708,792.52
97.133	Preparing for Emerging Threats and Hazards	38,595.17
	Total Deferred Revenue	<u>\$45,980,650.18</u>

<p>Disclosure Note – Note 8: Disaster Grants Public Assistance (CFDA 97.036)</p>

In FY 2021, DPS reported \$146,409,547.68 eligible expenditures for public assistance for the disaster grants. Of this approved amount, \$1,151,517.32 of approved eligible expenditures were incurred in the prior year.

Texas Department of Public Safety (405)
 Schedule 1B
 Schedule of State Grant Pass-Throughs From/To State Agencies
 For the Year Ended August 31, 2021

Pass-through From	Grant ID	Agency Number	Amount
DISASTER GRANTS - GENERAL REVENUE FUND 0001	300.0001		
Governor - Fiscal		300	\$ 30,666,459.00
			<u>\$ 30,666,459.00</u>
CRIME STOPPERS ASSISTANCE GRANTS - GR -D FUND 5012	300.0005		
Governor - Fiscal		300	\$ 5,701.65
			<u>\$ 5,701.65</u>
BORDER SECURITY - GR Fund 0001	300.0028		
Governor - Fiscal		300	\$ 1,191,660.80
			<u>\$ 1,191,660.80</u>
San Antonio Texas Anti-Gang Center	300.0034		
Governor - Fiscal		300	\$ 921,518.10
			<u>\$ 921,518.10</u>
Evidence Testing Grants GR D Fund 5170	300.0035		
Governor - Fiscal		300	\$ 108,125.00
			<u>\$ 108,125.00</u>
Enhancement of DPS Regional Victim Services	302.0002		
Attorney General Office		302	\$ 120,723.72
			<u>\$ 120,723.72</u>
Total Pass-Through from Other Agencies (Exh. II):			<u><u>\$ 33,014,188.27</u></u>
Pass-through To	Grant ID	Agency Number	Amount
OOG Disaster Grants Transfer	405.0019		
Texas Division of Emergency Management		300	\$ 1,383,680.59
			<u>\$ 1,383,680.59</u>
Total Pass-Through to Other Agencies (Exh. II):			<u><u>\$ 1,383,680.59</u></u>