

FORT BEND COUNTY, TEXAS COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Year Ended September 30, 2013



Fort Bend County Historic Courthouse - Renovated

**Robert Ed Sturdivant, CPA
County Auditor**

COMPREHENSIVE ANNUAL FINANCIAL REPORT
For the Year Ended September 30, 2013



Prepared by:

County Auditor's Office

Robert Ed Sturdivant, CPA

County Auditor

FORT BEND COUNTY, TEXAS
TABLE OF CONTENTS

	<u>Pages</u>
<u>INTRODUCTORY SECTION</u>	
Letter of Transmittal	i-v
GFOA Certificate of Achievement	vi
List of Principal Officials	vii
Organizational Charts	viii-x
Location Map	xi
<u>FINANCIAL SECTION</u>	
Independent Auditors' Report	1-2
Management's Discussion and Analysis	3-13
Basic Financial Statements	
Government-Wide Financial Statements	
Statement of Net Position	17
Statement of Activities	18-19
Fund Financial Statements	
Governmental Funds Financial Statements	
Balance Sheet	20
Reconciliation of the Balance Sheet to the Statement of Net Position	21
Statement of Revenues, Expenditures, and Changes in Fund Balances	22
Governmental Funds	
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances (Governmental Funds) to the Statement of Activities	23
Proprietary Funds Financial Statements	
Statement of Net Position	24
Statement of Revenues, Expenses, and Changes in Fund Net Position	25
Statement of Cash Flows	26
Fiduciary Fund Financial Statements	
Statement of Fiduciary Net Position	27
Component Unit Financial Statements	
Statement of Net Position	29
Statement of Revenues, Expenses, and Changes in Net Position	30-31
Notes to Financial Statements	32-59
Required Supplementary Information	
Schedule of Revenues, Expenditures, and Changes in Fund Balance	
Budget and Actual - General Fund - Budgetary Basis	62-70
Notes to Required Supplementary Information	71-72
Schedule of Funding Progress - Texas County and District Retirement System	73
Schedule of Funding Progress - Fort Bend County Employee Benefit Plan	74

FORT BEND COUNTY, TEXAS
TABLE OF CONTENTS

Pages

Other Supplementary Information

Combining and Individual Fund Statements and Schedules	
Non-Major Fund Descriptions	79-83
Combining Balance Sheet - Non-Major Governmental Funds	84-92
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Non-Major Governmental Funds	94-102
Schedules of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual - Budgetary Basis	
Road and Bridge Special Revenue Fund	103
Drainage District Special Revenue Fund	104
Debt Service Fund	105
Combining Statement of Net Position - Internal Service Funds	106
Combining Statement of Revenues, Expenses, and Changes in Fund Net Position - Internal Service Funds	107
Combining Statement of Cash Flows - Internal Service Funds	108
Statement of Changes in Assets and Liabilities - Agency Funds	109

UNAUDITED STATISTICAL SECTION

Net Position by Component	112-113
Changes in Net Position	114-117
Fund Balances of Governmental Funds	118-119
Changes in Fund Balances, Governmental Funds	120-121
Assessed Value of Taxable Property	122-123
Assessed and Estimated Actual Value of Real and Personal Property	125
Property Tax Rates - Direct and Overlapping Governments	126-135
Principal Property Taxpayers	137
Property Tax Levies and Collections	138-139
Ratio of Net General Long-Term Debt to Assessed Value Personal Income, and Net General Long-Term Debt Per Capita	140-141
Direct and Overlapping Debt	142-145
Computation of Legal Debt Margin	146-147
Demographic and Economic Statistics	148
Largest Employers	149
Capital Assets Used in the Operation of Governmental Funds Schedule by Activity	150-151
Full-Time Equivalent County Government Employees by Function	152-153
Operating Indicators by Function	154-159





COUNTY AUDITOR
Fort Bend County, Texas

Robert Ed Sturdivant
County Auditor

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Ed.Sturdivant@fortbendcountytexas.gov

March 18, 2014

To the Honorable District Judges, Members of the Commissioners Court, and Citizens of Fort Bend County (the "County"), Texas:

According to Section 114.025 of the Local Government Code of the State of Texas, the County Auditor is required to submit an annual report to the Commissioners Court and District Judges of the County. This report is published to fulfill that requirement for the fiscal year ended September 30, 2013.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

Sandersen Knox and Company, L.L.P., has issued an unqualified ("clean") opinion on Fort Bend County's financial statements for the year ended September 30, 2013. The independent auditors' report is located at the front of the financial section of this report.

Management's discussion and analysis (MD&A) immediately follows the independent auditors' report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

Profile of the Government

Fort Bend County is located in the Houston metropolitan area of southeast Texas. It encompasses a total of 875.0 square miles (562,560 acres). The terrain varies from level to gently rolling with elevations from 46 to 127 feet above sea level, with an average elevation of 85 feet. US 59 traverses the center of the County from northeast to southwest, while US 90A crosses from east to west. State Highways (SH) 6, 36 and 99 provide important north-south routes. Neighboring counties are Austin, Brazoria, Harris, Waller and Wharton.

Fort Bend County has approximately 11 square miles of surface water in rivers, creeks and small lakes. The County is drained by the Brazos and San Bernard Rivers as well as Oyster Creek. The Brazos River formed a broad alluvial valley, up to ten miles wide in places. The resulting fertile soils have been a major contributing factor to the agricultural industry in the County. The three permanently floatable

waterways in Fort Bend County are the Brazos River, the San Bernard River (south of Farm to Market Road 442), and Oyster Creek (south of State Highway 6). The section of the San Bernard River south of Interstate Highway 10 is a seasonally floatable waterway, shared on the west with adjacent counties. Soils vary from the rich alluvial soils in the Brazos River Valley to sandy loam and clay on the prairies. Native trees include pecan, oak, ash and cottonwood, with some old bottomland forests remaining along waterways.

The Commissioners Court, which is composed of the County Judge and four County Commissioners, is the governing body of the County. It has certain powers granted to it by the state legislature. Its duties include the approval of the budget, determination of the tax rates, approval of contracts, calling of elections, issuance of bonds, appointment of certain county officials, and the oversight responsibility of all the funds included in this report.

The County provides a full range of services to the citizens of the area. Among these services are public safety (sheriff, jail facilities, constables and fire marshal), road and bridge maintenance, drainage and flood control, health and welfare (ambulance paramedics, health and sanitation, indigent care, animal control, landfill, etc.), a ten-branch library system, county/district judicial systems, and other state-supported programs. In accordance with standards established by the Governmental Accounting Standards Board (GASB), the County reports all funds for which the County, as the primary government, is financially accountable. The Fort Bend County Drainage District, Fort Bend Flood Control Water Supply Corporation (FBFCWSC), Fort Bend County Toll Road Authority, Fort Bend Grand Parkway Toll Road Authority, Fort Bend County Surface Water Supply Corporation, Fort Bend County Housing Finance Corporation, and Fort Bend County Industrial Development Corporation are considered to meet the criteria of component units. The Toll Road Authorities, Surface Water Supply Corporation, Housing Finance Corporation, and Industrial Development Corporation have been included in the report as discretely presented component units. The Drainage District and the FBFCWSC have been included in the combining statements in other supplementary information, as they are reported as blended component units.

Local Economy

Fort Bend County experienced a slight upturn in the local economy for fiscal year 2013. This is evident by a modest increase in new home sales, labor force, and employment rate. The demand for services regarding the governmental functions performed by the County continues to increase at a greater rate. The Commissioners Court continues to use a conservative approach to the allocation of resources to serve the County's needs to ensure that Fort Bend County is prepared as the local economy improves. This ongoing conservative approach will allow the County to meet the service demands of the residents in Fort Bend County.

Long-Term Financial Planning and Relevant Financial Policies

Budget

The County adopts a one-year budget through its fully coordinated financial planning process. The budget implements strategies, both financial and operational, identified through the strategic and long-range planning process to meet existing challenges and to effectively plan for future needs. The budget is a financial plan for a fiscal year of operations that matches all planned revenues and expenditures with the services provided the citizens of Fort Bend County based on the established budget policy. Decisions are not based solely on current conditions but on the long-term welfare of the community. The budget is developed and resources allocated based on the vision, mission, and goals of the County.

Long-Term Comprehensive Plan

The County's Long-Term Comprehensive Plan outlines goals to be accomplished by the County through its various departments. Many of the specific goals have been met, but since all are long-term, many are still in the future. The County's departments are working hard to realize these goals on a continuing basis. We intend to achieve all the goals and objectives in the plan over time. These goals are as follows:

- Assure that the County is a safe and attractive place to live, work and play.
- Utilize state-of-the-art equipment and methods appropriately in the provision and timely delivery of authorized and allowed services.
- Provide the necessary support for mobility and transportation needs in the County.
- Promote a favorable environment for retaining and expanding existing businesses while attracting a wide variety of new businesses to provide employment opportunities.
- Support environmental concerns for preservation of natural and historic resources balanced with sensitivity to the needs of development and recreation.
- Encourage cultural development and ethnic diversity.
- Develop a quality, consumer sensitive, holistic approach to health and human services that keeps pace with the County's growth.
- Actively seek to increase and coordinate volunteerism and active citizen participation that strives for the good of the County as a whole.
- Work cooperatively with other governmental entities to complement their efforts.
- Operate the County government in the most fiscally responsible manner.
- Reorganize and consolidate departments under the direction of competent, trained senior managers who report to Commissioners Court.
- Regularly consider the decisions on behalf of the County with respect to the goals set forth in the plan. Review, update, and amend the plan on an annual basis.

Capital Improvement Program

The County maintains a multi-year Capital Projects Plan that includes two elements: facilities construction or remodeling and mobility projects. Mobility projects include all projects not constructed by the Road and Bridge Department.

Under the facilities construction plan, all requested and anticipated construction projects are documented with annual costs of new personnel, furnishings, utilities, and other operating costs attached. Annually, the Commissioners Court selects projects from this list to be accomplished during the current fiscal year and determines the capital outlay associated with those projects. These capital costs are budgeted within Capital Outlay and moved to individual project budgets within the parent fund as the projects develop, and current year operating costs are budgeted in the applicable departmental budget.

In June 2007, the County issued \$126.7 million in limited tax bonds for the construction of facilities. The majority of these facilities have been completed and placed in service. This capital initiative is expected to provide sufficient facilities through 2022.

Mobility Projects include projects accomplished in cooperation with other entities, including the Texas Department of Transportation and other entities within Fort Bend County. The County's portion of these projects is being funded by bond authorizations approved in fiscal years 2000 and 2007 for a total of \$242 million. The County has issued \$201 million of the authorized bonds as of the date of this report. Individual projects have been completed at a total cost of approximately \$281 million with the aid of additional resources from other entities. The 2013 mobility bond authorization for \$184.9 million was approved by the voters in November 2013 by 73.26%. The remaining projects will be completed over the next seven years.

Debt Policy

The purpose of Fort Bend County's Debt Policy is to establish guidelines for the utilization of debt instruments issued by the County whether payable from County taxes or payable from certain revenues of the County. Debt instruments may include general obligation tax bonds, revenue bonds, subordinate-lien bonds, commercial paper, variable rate demand notes, variable rate auction notes, bond anticipation notes, revenue anticipation notes, tax anticipation notes and capitalized leases, as well as combinations of the foregoing. These debt instruments shall only be used to fund the lease, purchase or construction costs of capital assets; to fund infrastructure improvements and additions; to refund or defease existing debt; to fund capitalized interest; to fund costs of issuance; or to make deposits to reserve funds and other funds required or provided for in debt instruments. Debt instruments will not be used to fund operating expenses except in extreme circumstances for very short terms. This policy will apply to all debt issued by the County or any district or authority where the Commissioners Court acts as the governing body. It also may apply to those entities over which the Commissioners Court has oversight authority if the entity's governing body approves a recommendation of the Commissioners Court to adopt this policy. This debt policy does not apply to debt issued by the Housing Finance Corporation, Industrial Development Corporation, or similar agencies operating in Fort Bend County but are responsible to another entity.

The County will ensure all uses of debt instruments are in compliance with all statutory requirements, and in accordance with the guidelines contained herein, outstanding ordinances, insurance covenants, and existing agreements. Further, the County will ensure that the utilization of any debt instrument provides the most prudent and cost-effective funding possible, taking all material matters into account.

Major Initiatives

Mobility remains one of the top priorities as the County continues to grow and develop. With the major roadways already heavily congested, mobility has been, and continues to be, a primary concern. Continued residential and commercial expansion has increased the use of County roads. Right-of-way acquisitions for future roads have required more focus on future planning to prevent project delays. Completed road projects have proven to be effective in reducing congestion and enhancing safety within the County. After the remaining unissued bonds from the 2007 Unlimited Tax Road Bonds referendum are issued and expended, the Commissioners Court plans to begin issuing the 2013 Unlimited Tax Road Bonds in the amount of \$184.9 million over the next seven years.

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Fort Bend County, Texas, for its Comprehensive Annual Financial Report (CAFR) for the year ended September 30, 2012. This was the twenty-fourth consecutive year that the County has received this prestigious award.

In order to be awarded a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized CAFR. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current CAFR continues to meet the Certificate of Achievement Program's requirements, and we are submitting it to GFOA to determine its eligibility for another certificate.

In addition, the County also received the GFOA's Distinguished Budget Presentation Award for its annual budget document dated September 30, 2012. In order to qualify for the Distinguished Budget Presentation

Award, the government's budget document must be judged proficient as a policy document, a financial plan, an operations guide, and a communications device.

The preparation of this report could not be achieved without the efficient and dedicated services of the staff of the County Auditor's Office and Sandersen Knox and Company, L.L.P., our independent auditor.

Respectfully submitted,



Robert E. Sturdivant, CPA
County Auditor
Fort Bend County, Texas

FORT BEND COUNTY MISSION STATEMENT

Fort Bend County strives to be the most family friendly community in Texas by providing a high quality, enriching and safe environment. Each department and elective office provides fast, friendly service to its customers and continually strives to be number one in efficiency and effectiveness. The Commissioners Court fulfills its leadership role by providing necessary resources to the offices and departments to accomplish their duties and goals, by establishing budgets, policies and procedures to make the most efficient uses of the resources and by actively pursuing quality businesses to locate in Fort Bend County.



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Fort Bend County
Texas**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

September 30, 2012

Executive Director/CEO

FORT BEND COUNTY, TEXAS
LIST OF PRINCIPAL OFFICIALS
September 30, 2013

COMMISSIONERS COURT:

County Judge	Robert Hebert
Commissioner, Precinct #1	Richard Morrison
Commissioner, Precinct #2	Grady Prestage
Commissioner, Precinct #3	Andy Meyers
Commissioner, Precinct #4	James Patterson

OTHER COUNTY OFFICIALS:

Tax Collector	Patsy Shultz
County Clerk	Dianne Wilson
District Clerk	Annie Rebecca Elliot
County Treasurer	Jeff Council
County Auditor	Ed Sturdivant
County Sheriff	Troy Nehls
Purchasing Agent	Gilbert Jalomo
Budget Officer	Pamela Gubbels

DISTRICT COURTS:

Judge, 240th District Court	Thomas Culver, III
Judge, 268th District Court	Brady Elliott
Judge, 328th District Court	Ronald Pope
Judge, 387th District Court	Brenda Mullinix
Judge, 400th District Court	Clifford Vacek
Judge, 434th District Court	James Shoemake
District Attorney	John Healey

COUNTY COURT-AT-LAW:

Judge, County Court-at-Law #1	Ben "Bud" Childers
Judge, County Court-at-Law #2	Jeff McMeans
Judge, County Court-at-Law #3	Susan Lowery
Judge, County Court-at-Law #4	R.H. "Sandy" Bielstein
County Attorney	Roy Cordes, Jr.

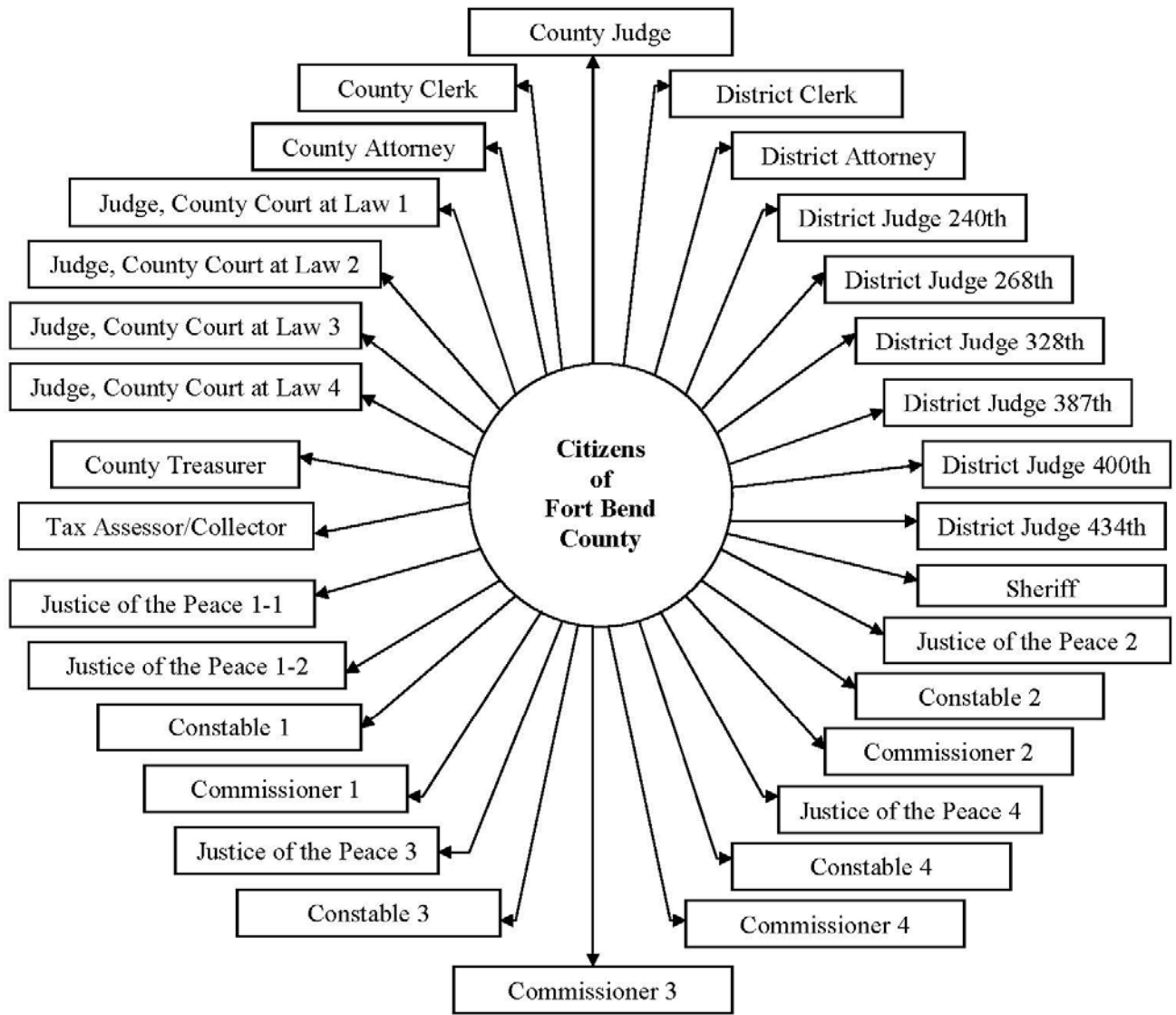
JUSTICES OF THE PEACE:

Justice of the Peace, Precinct #1-1	Gary Janssen
Justice of the Peace, Precinct #1-2	Mary Ward
Justice of the Peace, Precinct #2	Joel Clouser
Justice of the Peace, Precinct #3	Ken Cannata
Justice of the Peace, Precinct #4	Jim Richard

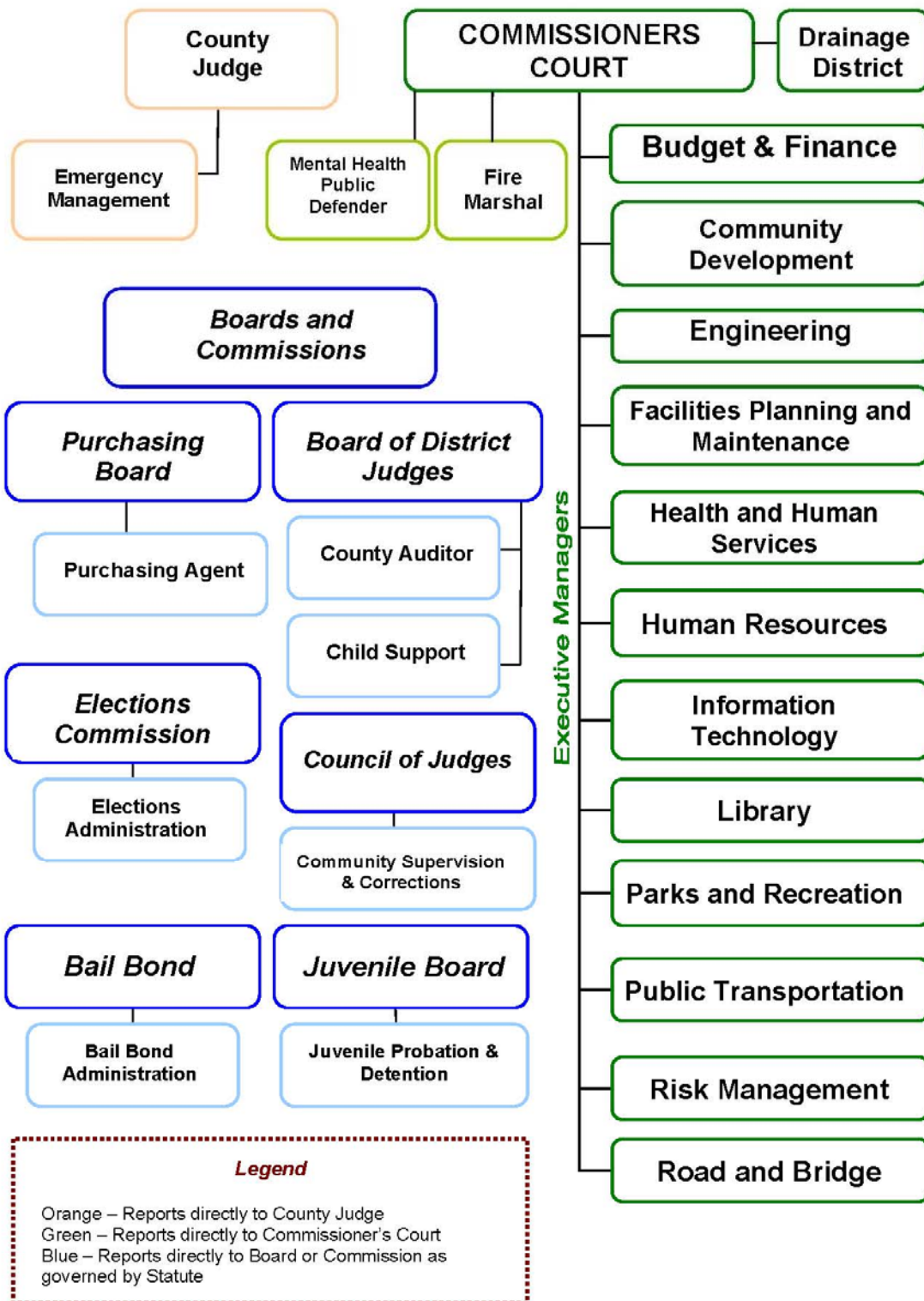
CONSTABLES:

Constable, Precinct #1	A.J. Dorr
Constable, Precinct #2	Ruben Davis
Constable, Precinct #3	Rob Cook
Constable, Precinct #4	Trever Nehls

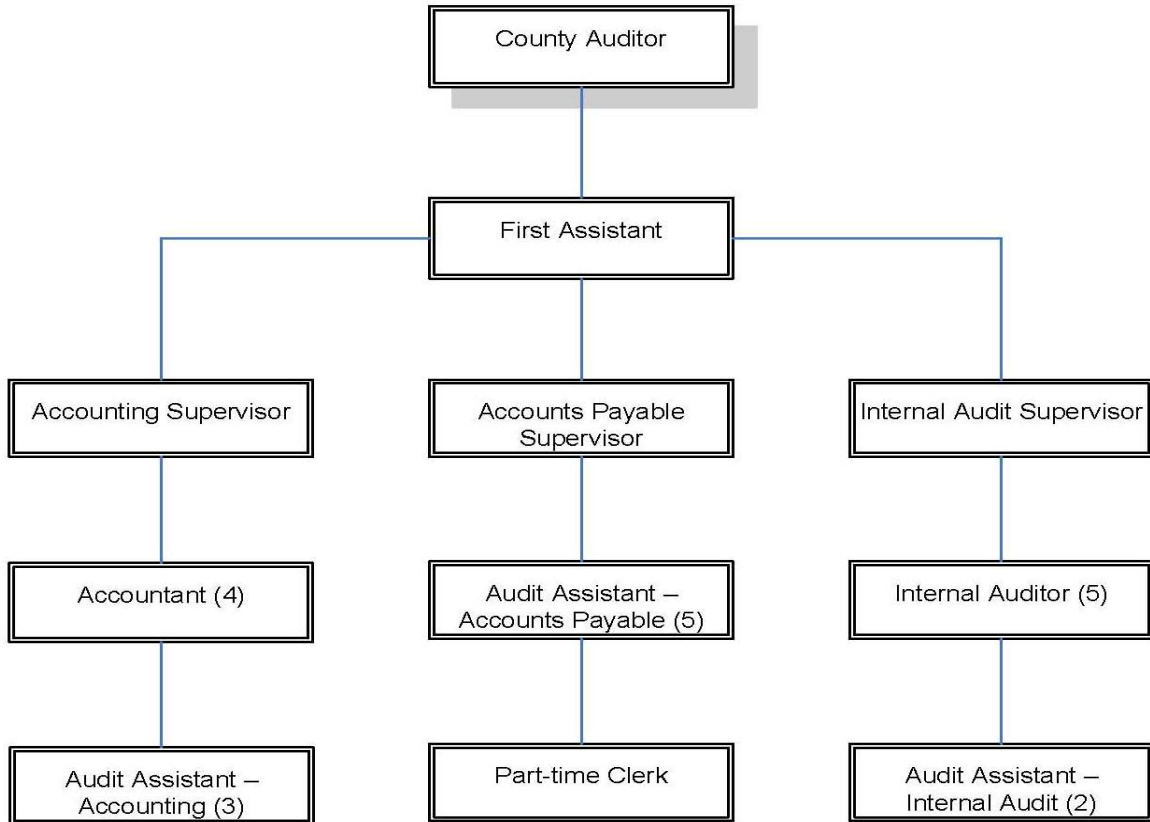
FORT BEND COUNTY, TEXAS
ORGANIZATIONAL CHART OF ELECTED OFFICIALS



FORT BEND COUNTY, TEXAS
ORGANIZATIONAL CHART OF COUNTY DEPARTMENTS AND AGENCIES



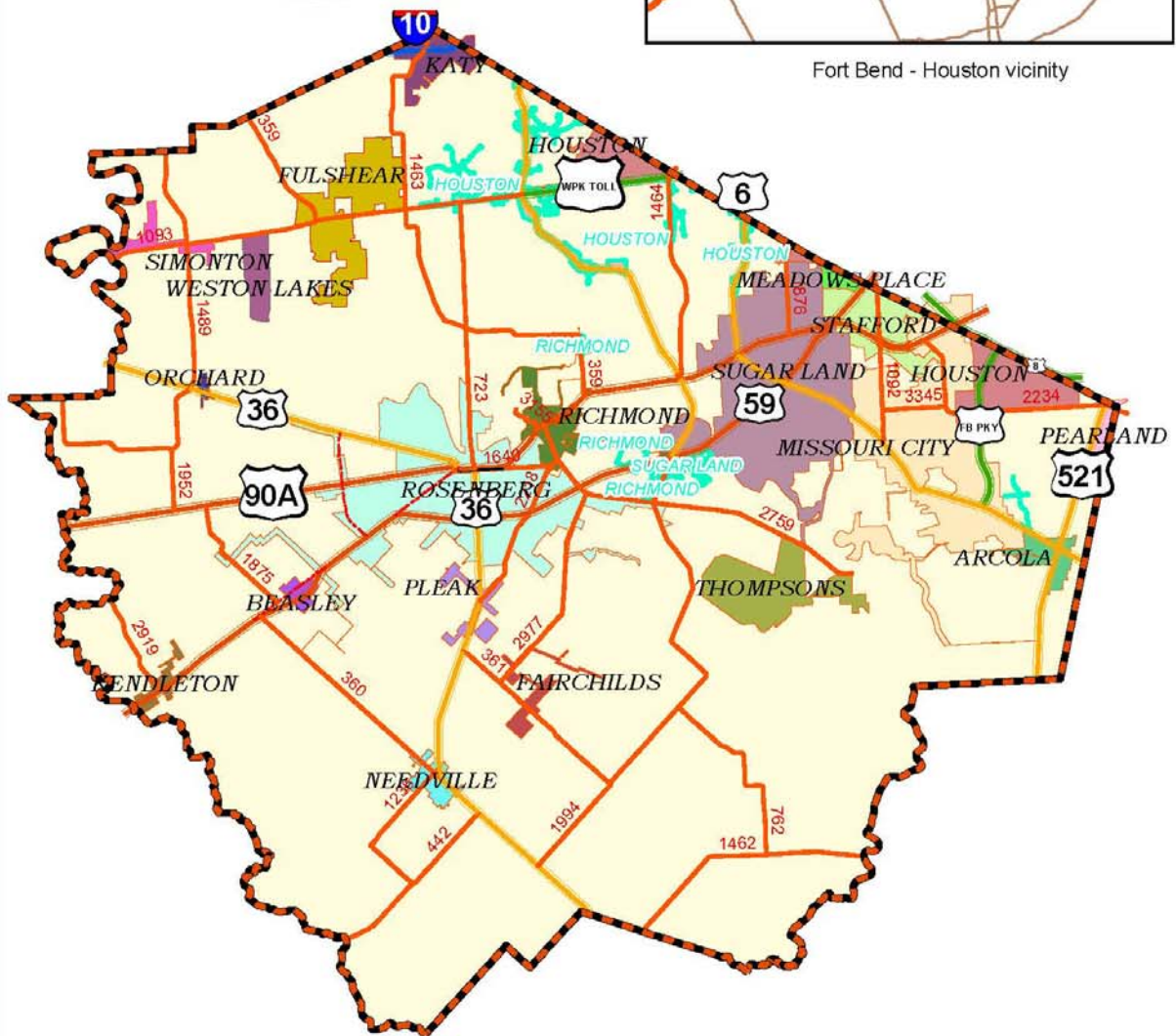
FORT BEND COUNTY, TEXAS
ORGANIZATIONAL CHART OF AUDITOR'S OFFICE



Fort Bend County



Fort Bend - Houston vicinity







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INDEPENDENT AUDITORS' REPORT

To the Honorable Robert E. Hebert, County Judge
Members of Commissioners Court
Fort Bend County, Texas

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the aggregate discretely presented component units, each major fund and the aggregate remaining fund information of Fort Bend County, Texas (the "County"), as of and for the year ended September 30, 2013, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *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. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the 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 entity's internal control. Accordingly, we express no such opinion. 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.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component units, each major fund and the aggregate remaining fund information of Fort Bend County, Texas, as of September 30, 2013, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and other required supplementary information on pages 3–13 and 62–74 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, budgetary comparison schedules and statistical section, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and the budgetary comparison schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and the budgetary comparison schedules are fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 18, 2014, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.



Sugar Land, Texas
March 18, 2014

FORT BEND COUNTY, TEXAS

MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of Fort Bend County (the "County"), we offer readers of the County's financial statements this narrative overview and analysis of the financial activities of the County for the fiscal year ended September 30, 2013. The following narrative includes approximate values and percentages in the wording to summarize the schedules and financials in this report that include the exact values. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages i-v of this report.

Financial Highlights

- The assets of the County exceeded its liabilities at the close of the most recent fiscal year by \$723.0 million (net position). Of this amount, there is a deficit of \$93.2 million in unrestricted net position due to the continued liability increase for other post-employment benefits (OPEB) that now totals \$158.8 million.
- The County's total net position increased by \$7.4 million.
- As of the close of the current fiscal year, the County's governmental funds reported a combined ending fund balance of \$92.8 million, a decrease of \$22.0 million from the prior year.
- At the end of the current fiscal year approximately \$13.0 million is available for spending at the government's discretion in the General Fund (unassigned fund balance). This unassigned fund balance amounts to 6% of total General Fund expenditures.
- The County's total assets increased by \$6.0 million and total liabilities decreased by \$1.4 million during the current fiscal year.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements comprise three components: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the financial statements. As noted above this narrative includes approximate values and percentages in the wording to summarize the schedules and financials in this report that include the exact values. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements

The government-wide financial statements are designed to provide readers with a broad overview of the County's finances, in a manner similar to a private-sector business.

The statement of net position presents information on all of the County's assets, liabilities, and deferred inflows/outflows, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the County is improving or deteriorating.

The statement of activities presents information showing how the County's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

The government-wide financial statements present functions of the County that are principally supported by taxes (governmental activities). The governmental activities of the County include general

administration, financial administration, administration of justice, construction and maintenance, health and welfare, cooperative services, public safety, parks and recreation, libraries and education, and interest on long-term debt.

The government-wide financial statements include not only the County itself (known as the primary government), but also legally separate entities for which the County is financially accountable. Financial information for these component units is reported separately from the financial information presented for the primary government itself. The County's five discretely presented component units consist of the following:

- Fort Bend County Toll Road Authority
- Fort Bend Grand Parkway Toll Road Authority
- Fort Bend County Surface Water Supply Corporation
- Fort Bend County Housing Finance Corporation
- Fort Bend County Industrial Development Corporation

The government-wide financial statements can be found on pages 17 through 19 of this report.

Fund financial statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The County maintains 64 individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for the General Fund, Debt Service Fund, and Mobility 2012 Projects Fund, all which are considered to be major funds. Data from the other 61 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in the comprehensive annual financial report.

The basic governmental fund financial statements can be found on pages 20 through 23 of this report.

Proprietary funds

The County uses internal service funds to report activities that provide services for the County's other programs and activities. The Employee Benefits Fund and Other Self-Funded Insurance Fund are the County's internal service funds. Their purpose is to provide for the accumulation of money for insurance

and employee benefits used in County operations. Because all of these services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

All internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of combining statements elsewhere in the comprehensive annual financial report.

The basic proprietary fund financial statements can be found on pages 24 through 26 of this report.

Fiduciary funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund financial statement can be found on page 27 of this report.

Combining component unit financial statements

The County's five discretely presented component units shown in aggregate on the face of the government-wide financial statements have individual information for each of the major discretely presented component units presented in the form of combining statements immediately following the fund financial statements of the primary government.

The combining component unit financial statements can be found on pages 29 through 31 of this report.

Notes to the financial statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 32 through 59 of this report.

Other information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the County's progress in funding its obligation to provide pension benefits to its employees. The County adopts an annual appropriated budget for its general, debt service and certain special revenue funds. A budgetary comparison statement has been provided for the General Fund to demonstrate compliance with this budget. Required supplementary information can be found on pages 62 through 74 of this report.

Government-Wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the County, assets exceeded liabilities by \$723.0 million at the close of the most recent fiscal year.

The County's capital assets (e.g., land, buildings, vehicles, machinery and equipment, office furniture and equipment, infrastructure, and construction in progress), less any related debt used to acquire those assets that is still outstanding, total \$814.7 million. The County uses these capital assets to provide services to citizens. Consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed

to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

CONDENSED SCHEDULE OF NET POSITION

September 30, 2013 and 2012

	Primary Government	
	Governmental Activities	
	2013	2012
Current and other assets	\$ 145,824,163	\$ 184,988,663
Capital assets, net	1,148,506,486	1,103,394,202
Total Assets	1,294,330,649	1,288,382,865
Long-term liabilities	529,564,188	517,159,879
Other liabilities	41,814,224	55,627,408
Total Liabilities	571,378,412	572,787,287
Net Position:		
Net investment in capital assets	814,697,564	776,642,051
Restricted	1,414,427	2,977,051
Unrestricted	(93,159,754)	(64,023,524)
Total Net Position	\$ 722,952,237	\$ 715,595,578

A portion of the County's net position, \$1.4 million, represents resources that are subject to external restrictions on how they may be used. The deficit balance for unrestricted net position of \$93.2 million was due to the continued liability increase for OPEB that now totals \$158.8 million.

The County's assets exceeded its liabilities by \$723.0 million, resulting in an increase of \$7.4 million from the prior year. This increase is primarily due to the following: decrease in cash of \$29.3 million due to expense of bonds funds for road projects; decrease in property taxes receivable of \$0.7 million due to improved collections; increase in grants receivable of \$3.4 million due to federal funding receivable from the Health and Human Services Commission for the 1115 Waiver grant; decrease in other receivables of \$1.3 million due to a reduction in the receivable from the Fee Officers fund, a reduction in impact fees receivable and a reduction in a receivable from the City of Sugar Land for the Upper Oyster Creek project; increase in prepaid expenses of \$1.2 million due to prepayment of insurance and maintenance agreements; decrease in due from component units of \$12.4 million due to a reduction of accounts payable transactions at the end of September; increase in capital assets of \$45.1 million due to construction of new facilities and construction and contribution of new roads; decrease in accounts payable of \$13.3 million due to a reduction of transactions at the end of September; increase in retainage payable of \$0.5 million due to ongoing construction projects; decrease in unearned revenue of \$1.0 million due to a reduction in uncollected delinquent taxes, a reduction in deferred Title IV-E revenue, a reduction in State Juvenile grant deferred revenue, and a reduction in CSCD State grant deferred revenue; and an increase in long term liabilities of \$12.4 million due to an increase of OPEB of \$28.8 million, an increase in accrued compensated absences of \$0.4 million, and a decrease of \$16.8 million in bonds payable.

SCHEDULE OF CHANGES IN NET POSITION

For the years ended September 30, 2013 and 2012

	Primary Government	
	Governmental Activities	
	2013	2012
Revenues		
Program revenues:		
Charges for services	\$ 44,068,025	\$ 39,478,271
Operating grants and contributions	33,304,392	29,633,400
Capital grants and contributions	30,132,207	23,899,439
General revenues:		
Property taxes	207,458,672	199,213,697
Sales taxes	2,956,560	1,099,103
Earnings on investments	963,652	2,584,776
Other	5,537,404	6,745,855
Total Revenues	324,420,912	302,654,541
Expenses		
General administration	39,608,941	39,614,537
Financial administration	8,831,020	8,344,714
Administration of justice	94,514,365	90,907,609
Construction and maintenance	48,109,474	46,468,925
Health and welfare	34,351,387	30,677,345
Cooperative services	1,067,104	1,118,341
Public safety	55,826,754	54,954,201
Parks and recreation	2,710,768	2,578,555
Libraries and education	16,273,067	15,708,114
Interest on long-term debt	15,771,373	15,037,346
Total Expenses	317,064,253	305,409,687
Change in Net Position	7,356,659	(2,755,146)
Net Position, Beginning	715,595,578	718,350,724
Net Position, Ending	\$ 722,952,237	\$ 715,595,578

At the end of the current fiscal year, the County was able to report a positive balance in net position for the government as a whole. The same situation held true for the prior fiscal year.

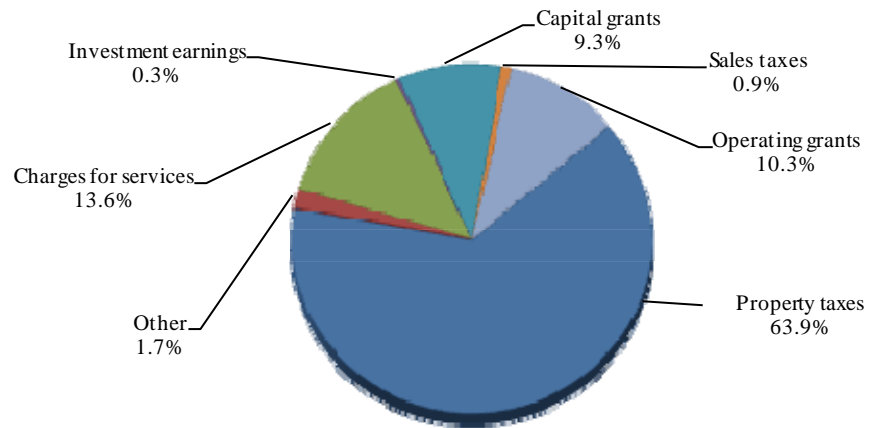
Governmental activities increased the County's net position by \$7.4 million. This increase is up from last year's decrease of \$2.8 million. The key elements of this change in net position are as follows:

- Increase in charges for services of \$4.6 million primarily due to increased collections of fines, fees, court costs, and contract deputy services reimbursements.
- Increase in property taxes of \$8.2 million due to an increase in property valuations.
- Decrease in earnings on investments of \$1.6 million due to reduced deposit balances and interest rates.
- Increase in capital grants and contributions of \$6.2 million resulting from an increase in Texas Department of Transportation and local participation in mobility projects of \$7.5 million, a decrease in donations of infrastructure of \$3.3 million, and a donation of \$2.0 million for the Courthouse renovation.
- Increase in operating grants and contributions of \$3.7 million primarily due to an increase of \$4.0 million in federal grant funds from the Health and Human Services Commission.
- Increase in sales taxes of \$1.9 million due to an increase in businesses located in the County Assistance Districts.
- Decrease in other revenue of \$1.2 million due to a reduction in miscellaneous reimbursements and forfeited asset revenue.

- Financial administration expenses increased by \$0.5 million primarily due to the following:
 - Increase of \$0.2 million due to a rise in benefits and insurance and prior period corrections.
 - Increase of \$0.3 million in internal service fund allocation of costs.
- Administration of justice expenses increased by \$3.6 million primarily due to the following:
 - Increase of \$2.5 million in internal service fund allocation of costs.
 - Increase in payroll costs of \$1.1 million as a result of a cost of living adjustment and rising healthcare costs.
- Construction and maintenance expenses increased by \$1.6 million primarily due to an increase in depreciation expense due to mobility and facility projects placed in service.
- Health and welfare expenses increased by \$3.7 million primarily due to the following:
 - Increase in fees paid for the County's contribution of funds for the 1115 Waiver grant of \$1.6 million.
 - Increase of \$0.6 million in expenses paid by Community Development on projects funded by federal grants.
 - Increase of \$0.6 million in Public Transportation expenses due to increased services provided.
 - Increase of \$0.5 million in internal service fund allocation of costs.
 - Increase of \$0.2 million in benefits and insurance.
 - Increase of \$0.3 million in equipment.
- Public safety expenses increased by \$0.9 million primarily due to the following:
 - Decrease in payroll expenses of \$0.3 million reduced leave balance payouts.
 - Increase of \$1.5 million in internal service fund allocation of costs.
 - Decrease of \$0.1 million in operating supplies.
 - Decrease of \$0.2 million in vehicle maintenance costs.
- Parks and recreation expenses increased by \$0.1 million primarily due to a rise in payroll and operating supplies to support added county parks.
- Libraries and education expenses increased by \$0.6 million primarily due to a rise in benefits and insurance and depreciation expense.
- Interest on long-term debt increased by \$0.7 million due to scheduled debt payments.

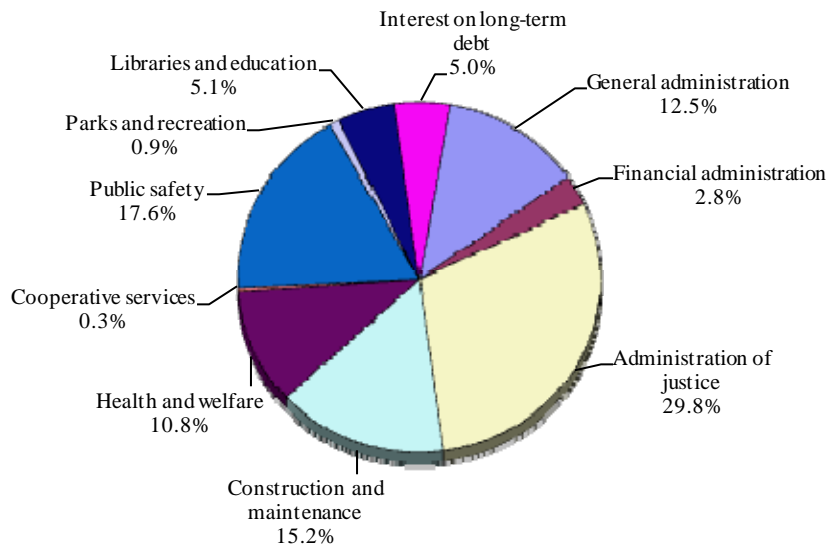
Governmental revenues for fiscal year 2013 are graphically displayed as follows:

GOVERNMENTAL REVENUES



Governmental functional expenses for fiscal year 2013 are graphically displayed as follows:

GOVERNMENTAL FUNCTIONAL EXPENSES



Financial Analysis of the County's Funds

As noted earlier, fund accounting is used to demonstrate and ensure compliance with finance-related legal requirements.

Governmental Funds - The focus of the County's governmental funds is to provide information of near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the County's financing requirements. In particular, unassigned fund balance may serve as a useful measure of the County's net resources available for spending at the end of the fiscal year.

The County's governmental funds reflect a combined fund balance of \$92.8 million. Of this, \$13.0 million is unassigned fund balance and available for day-to-day operations within the General Fund. \$22.9 million is committed fund balance for capital projects within the General Fund. \$55.6 million is restricted fund balance for General, Debt Service, Mobility 2012 Projects, and the non-major governmental funds in the amounts of \$0.3 million, \$2.5 million, \$25.4 million, and \$27.5 million respectively. \$1.2 million is designated as nonspendable fund balance for the General Fund and the non-major governmental funds in the amount of \$1.2 million and \$11.0 thousand, respectively, for prepaid items.

There was a decrease in the combined fund balance of \$22.0 million from the prior year for the governmental funds. This overall decrease was primarily due to net expenditures and transfers out in capital project funds as follows: Mobility 2012 projects of \$17.8 million; Debt service of \$1.5 million; and Non-major governmental funds of \$4.0 million. General fund balance increased by \$1.4 million which is up from the previous year's decrease of \$8.0 million. This net increase in change in fund balance of \$9.4 million is primarily due to the following factors:

- Increase in General Fund property tax allocation of \$4.5 million due to increased property valuations.
- Increase in fees of office collections of \$3.6 million due to increase in services from all the governmental functions.
- Increase in federal funds of \$4.1 million primarily due to an increase in federal funding of \$4.0 million from the Health and Human Services Commission for an 1115 Waiver grant.
- Increase in state funds of \$2.6 million primarily due to an increase in funding of \$2.5 million for right of way reimbursements for ongoing mobility projects.
- Increase in local funds of \$1.6 million primarily due to a \$2.0 million donation for the Courthouse restoration.
- Decrease in earnings on investments of \$0.8 million due to reduced interest rates.
- Decrease in miscellaneous reimbursements of \$0.5 million primarily due to a reduction in capital project participation from other entities.
- Administration of justice expenditures decrease by \$0.6 million primarily due to a decrease in Sheriff Detention expenses as a result of increased vacant positions.
- Construction and maintenance expenditures decreased by \$0.1 million due to completion of projects.
- Health and welfare expenditures increased by \$2.1 million primarily due to:
 - Increase in fees paid for the County's contribution of funds for the 1115 Waiver grant of \$1.6 million.
 - Increase of \$0.6 million in Public Transportation expenses due to increased services provided.
- Public safety expenditures decreased by \$0.6 million primarily due to a decrease in payroll expenditures of \$0.5 million as a result of reduced leave balance payouts.

Proprietary Funds - The County's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

The Employee Benefits Fund had a net position balance at fiscal year-end of \$2.4 million, which is a \$3.2 million decrease from the prior year. This decrease was primarily caused by a budgeted reduction in net position from 2012. The Other Self-Funded Insurance Fund has a deficit net position balance of \$2.9 million at fiscal year-end, which is a slight improvement over the previous year's deficit net position balance of \$3.5 million. The allocation for the Other Self-Funded Insurance Fund will continue to be increased in future fiscal years to eliminate this deficit net position balance.

General Fund Budgetary Highlights

During the year there was a net decrease of \$9.8 million in expenditure appropriations between the original and final amended budget. The main components of this decrease were based on the following: \$4.2 million budgeted for capital projects; \$2.1 million from public transportation for local match of transportation grants transferred to multi-year grants; \$1.3 million from surplus indigent healthcare funds; and \$2.2 million from capital outlay from within each department. The capital project budget and the surplus amount from indigent healthcare were transferred to multi-year capital projects with budgets that extend beyond the County's fiscal year.

General Fund revenues exceeded the amended budget by \$4.9 million for the year. The reasons for this surplus are detailed as follows:

- Property taxes resulted in revenues of \$1.8 million excess over budget due to underestimation of the collection rate.
- Fees and fines resulted in \$2.7 million in excess revenues due to continued increased collections of fines, fees and court costs.
- Intergovernmental revenue resulted in \$0.4 million in excess due to increased state federal funding for the 1115 Waiver grant.
- Earnings on investments resulted in a \$0.2 million shortfall due to reduced interest rates.
- Miscellaneous revenue resulted in \$0.3 million in excess revenues primarily due to increased participation in mobility projects.

General Fund expenditures fell short of the amended budget by \$1.6 million for the year primarily due to turnover within each of the departments. There were minor budgetary shortfalls within budget categories of some departments. These minor shortfalls were not covered by budget transfers at the end of the year due to materiality and that the overall departmental expenditure budget had a surplus. The individual governmental function's budgetary performance for significant negative variances is detailed as follows:

- General administration had one minor budget shortfall within individual budget categories for Facilities Maintenance information technology costs of \$335. This shortfall did not cause an overall budget deficit within General administration, however, procedures have been put in place to prevent this in the future.
- Administration of justice had two minor budget shortfalls within individual budget categories for 387th District Court salary and personnel costs and Drug Court-County operating costs of \$533 and \$9,461, respectively. These shortfalls did not cause an overall budget deficit within Administration of justice, however, procedures have been put in place to prevent this in the future.
- Other financing (uses) had a budget shortfall of \$52,524 in transfers (out). This was caused by an underestimation of funding required for child protective services.

Capital Assets and Debt Administration

Capital Assets - At the end of fiscal year 2013, the County's governmental activities had invested \$1.1 billion in a variety of capital assets and infrastructure, as reflected in the following schedule. This represents an increase of approximately \$45.1 million over the previous fiscal year.

	Governmental Activities	
	2013	2012
Non-Depreciable Capital Assets		
Land	\$ 366,817,209	\$ 354,606,901
Construction in progress	40,635,481	71,031,136
Other Capital Assets, Net		
Vehicles	12,420,052	12,286,242
Office furniture and equipment	8,420,863	9,918,954
Machinery and equipment	10,895,306	11,926,034
Buildings, facilities and improvements	250,820,747	257,349,710
Infrastructure	458,496,828	386,275,225
Totals	\$ 1,148,506,486	\$ 1,103,394,202

Construction in progress at year-end represents numerous ongoing projects, the largest of which are: Mobility Bond projects for \$17.8 million; Courthouse Renovation project for \$3.9 million; GML Library project for \$2.7 million; CAD 2 Access Road project for \$2.0 million; Senior Citizens' Community Center project for \$2.0 million; Westpark B frontage road project for \$2.0 million; Library Administration Building project for \$1.6 million; Utility Relocation-Greenbusch project for \$1.5 million; and Bridge Construction project for \$1.5 million.

Long-Term Debt - At the end of the current fiscal year, the County had total bonds outstanding of \$347.6 million. This is a decrease of \$15.6 million from the prior year due to the scheduled debt service payments made during fiscal year 2013. OPEB liability increased by \$28.8 million based on the actuarial valuation dated September 30, 2013 to a total balance of \$158.8 million.

	Governmental Activities	
	2013	2012
General obligation bonds	\$ 347,555,000	\$ 363,185,000
Premiums on bonds	17,257,865	18,417,454
Accrued compensated absences	5,970,991	5,527,515
Other post-employment benefits (OPEB) obligation	158,780,332	130,029,910
Total	\$ 529,564,188	\$ 517,159,879

The County received an insured rating of Aaa from Moody's and Standard and Poors on issuances prior to 2009. The issuance in 2012 was not insured and therefore retained the uninsured ratings. The uninsured ratings were as follows:

Moody Investor Service Aa2
Standard and Poor's AA+

The Fort Bend County Housing Finance Corporation (FBCHFC), a component unit of the County, issues conduit debt in the form of tax-exempt bonds for the purpose of providing below-market interest rate financing to qualified homebuyers and developers of affordable rental housing, and sponsorship of the federal low-income housing tax credit program. The tax-exempt bonds issued by FBCHFC do not constitute a debt or pledge of faith by FBCHFC, but are payable by the user pursuant to terms defined in the loan agreement underlying each issue. As of September 30, 2013, approximately \$9.9 million of total bonds were outstanding.

The Fort Bend County Industrial Development Corporation (FBCIDC), a component unit of the County, issues conduit debt in the form of bonds to finance all or part of the cost of one or more projects as defined in the Development Corporation Act of 1979, Article 5190.6, Vernon's Annotated Texas Civil Statutes, as amended. The bonds issued by the Corporation do not constitute a debt or pledge of faith by FBCIDC, but are payable by the user pursuant to terms defined in the loan agreement underlying each issue. As of September 30, 2013, approximately \$138.0 million of total bonds were outstanding.

Additional information on capital assets and long-term debt is available in Notes 6 and 7, respectively.

Economic Factors and Next Year's Budgets and Rates

The population of the County is estimated at 659,355 in 2013 and is expected to grow to 791,822 by 2018.

The number of households has increased to 214,723 in 2013 and is expected to grow to 264,355 by 2018. Mean household income for 2013 is \$160,241 and is estimated to rise to \$178,101 by 2018. Income per capita is currently at \$52,579 and is expected to grow to \$59,880 by 2018.

The Commissioners Court approved a \$271.3 million total budget for the 2014 fiscal year. This is an 8.1% increase over the adopted 2013 fiscal year budget. The increase in the budget is primarily due to a County-wide cost of living increase along with capital outlay totaling \$5.7 million. The overall tax rate remained constant from 2013 to 2014 at \$0.49976 per \$100 of assessed valuation.

Requests for Information

This financial report is designed to provide a general overview of Fort Bend County's finances for all of those with an interest in the County's finances. Questions concerning this report or requests for additional financial information should be directed to Ed Sturdivant, County Auditor, 301 Jackson, Suite 533, Richmond, TX 77469, telephone (281) 341-3760.



BASIC FINANCIAL STATEMENTS



FORT BEND COUNTY, TEXAS**STATEMENT OF NET POSITION**

September 30, 2013

	Primary Government	
	Governmental Activities	Component Units
Assets		
Cash and cash equivalents	\$ 110,005,973	\$ 132,923,631
Investments		200,082
Receivables:		
Property taxes, net	6,021,336	
Sales taxes	555,589	
Grants	9,255,018	
Fines and fees	4,319,143	
Other	4,343,251	1,677,771
Prepaid items	1,244,554	
Deferred issuance costs	3,397,939	2,998,391
Deferred charges-debt refunding		11,460,051
Due from component units	6,681,360	
Capital assets, not being depreciated	407,452,690	137,461,490
Capital assets, net of accumulated depreciation	741,053,796	125,796,982
Total Assets	1,294,330,649	412,518,398
Liabilities		
Accounts payable and accrued expenses	36,068,574	3,900
Retainage payable	998,043	4,307,437
Accrued interest payable	1,368,837	1,182,623
Unearned revenues	2,800,420	
Due to primary government		6,681,360
Due to other governments	578,350	
Long-term liabilities due within one-year	17,742,748	2,345,000
Long-term liabilities due in more than one-year	511,821,440	342,263,581
Total Liabilities	571,378,412	356,783,901
Net Position		
Net investment in capital assets	814,697,564	(11,321,163)
Restricted for:		
Debt service	1,414,427	16,302,541
Unrestricted	(93,159,754)	50,753,119
Total Net Position	\$ 722,952,237	\$ 55,734,497

The accompanying notes are an integral part of these financial statements.

FORT BEND COUNTY, TEXAS

STATEMENT OF ACTIVITIES

For the Year Ended September 30, 2013

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>		
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>
Primary Government				
Governmental Activities:				
General administration	\$ 39,608,941	\$ 8,181,551	\$ 3,583,853	\$ 2,052,920
Financial administration	8,831,020	5,762,439		
Administration of justice	94,514,365	8,918,247	8,325,607	
Construction and maintenance	48,109,474	7,562,523	293,441	28,068,322
Health and welfare	34,351,387	7,047,993	16,191,142	
Cooperative services	1,067,104		1,000	
Public safety	55,826,754	6,140,083	4,758,606	10,965
Parks and recreation	2,710,768	175,619	86,260	
Libraries and education	16,273,067	279,570	64,483	
Interest on long-term debt	15,771,373			
Total Primary Government	<u>\$ 317,064,253</u>	<u>\$ 44,068,025</u>	<u>\$ 33,304,392</u>	<u>\$ 30,132,207</u>
Component Units:				
FBC Surface Water Supply Corporation	\$	\$	\$	\$
FBC Toll Road Authority	13,928,200	21,853,536		
FB Grand Parkway Toll Road Authority	7,461,732			
FBC Housing Finance Corporation	16,178	51,727		
FBC Industrial Development Corporation	21,518	146,200		
Total Component Units	<u>\$ 21,427,628</u>	<u>\$ 22,051,463</u>	<u>\$</u>	<u>\$</u>

General Revenues:

Property taxes, penalties, and interest

Sales taxes

Earnings on investments

Miscellaneous

Total General Revenues

Changes in Net Position

Net Position, Beginning of Year

Net Position, End of Year

The accompanying notes are an integral part of these financial statements.

**Net (Expense) Revenue and
Changes in Net Position**

<u>Primary Government</u>	<u>Component Units</u>
Governmental Activities	
\$ (25,790,617)	\$
(3,068,581)	
(77,270,511)	
(12,185,188)	
(11,112,252)	
(1,066,104)	
(44,917,100)	
(2,448,889)	
(15,929,014)	
(15,771,373)	
<u>(209,559,629)</u>	
	7,925,336
	(7,461,732)
	35,549
	<u>124,682</u>
	<u>623,835</u>
207,458,672	
2,956,560	
963,652	409,098
5,537,404	
<u>216,916,288</u>	<u>409,098</u>
7,356,659	1,032,933
715,595,578	54,701,564
<u>\$ 722,952,237</u>	<u>\$ 55,734,497</u>

FORT BEND COUNTY, TEXAS

BALANCE SHEET

GOVERNMENTAL FUNDS

September 30, 2013

	<u>General Fund</u>	<u>Debt Service Fund</u>	<u>Mobility 2012 Projects Fund</u>	<u>Non-major Governmental Funds</u>	<u>Total Governmental Funds</u>
Assets					
Cash and cash equivalents	\$ 39,843,428	\$ 2,469,801	\$ 27,510,998	\$ 33,971,117	\$ 103,795,344
Taxes receivable, net	4,800,779	307,494		1,468,652	6,576,925
Grants receivable	8,309,399			945,619	9,255,018
Fines and fees receivable	4,319,143				4,319,143
Other receivables	2,715,835	5,969		1,621,447	4,343,251
Due from other funds	9,340,988			143,467	9,484,455
Due from component units	6,681,361				6,681,361
Prepaid items	1,233,591			10,963	1,244,554
Total Assets	<u>\$ 77,244,524</u>	<u>\$ 2,783,264</u>	<u>\$ 27,510,998</u>	<u>\$ 38,161,265</u>	<u>\$ 145,700,051</u>
Liabilities and Fund Balances					
Liabilities:					
Accounts payable	\$ 24,278,731	\$	\$	\$	\$ 24,278,731
Accrued payroll	5,228,045				5,228,045
Retainage payable	422,105		96,300	479,638	998,043
Due to other funds	2,190		1,998,320	6,688,377	8,688,887
Due to other governments	572,962			5,388	578,350
Unearned revenue	9,333,869	307,494		3,499,536	13,140,899
Total Liabilities	<u>39,837,902</u>	<u>307,494</u>	<u>2,094,620</u>	<u>10,672,939</u>	<u>52,912,955</u>
Fund Balances:					
Nonspendable	1,233,591			10,963	1,244,554
Restricted	277,783	2,475,770	25,416,378	27,479,026	55,648,957
Committed	22,857,602				22,857,602
Unassigned	13,037,646			(1,663)	13,035,983
Total Fund Balances	<u>37,406,622</u>	<u>2,475,770</u>	<u>25,416,378</u>	<u>27,488,326</u>	<u>92,787,096</u>
Total Liabilities and Fund Balances	<u>\$ 77,244,524</u>	<u>\$ 2,783,264</u>	<u>\$ 27,510,998</u>	<u>\$ 38,161,265</u>	<u>\$ 145,700,051</u>

The accompanying notes are an integral part of these financial statements.

FORT BEND COUNTY, TEXAS
RECONCILIATION OF THE BALANCE SHEET TO
THE STATEMENT OF NET POSITION
September 30, 2013

Total fund balances, governmental funds	\$ 92,787,096
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Capital assets used in governmental activities are not current financial resources and therefore are not reported in the fund financial statements, but are reported in the governmental activities of the Statement of Net Position.	1,147,833,080
Other long-term assets are not available to pay for current period expenditures and are therefore deferred in the funds.	10,340,479
Internal Service Funds are used by management to charge the costs of certain activities, such as insurance, to individual funds. The assets and liabilities of the Internal Service Funds are included in governmental activities in the Statement of Net Position.	(473,332)
Some liabilities (such as long-term claims and judgments payable, long-term compensated absences, and bonds payable) are not due and payable in the current period and are not included in the fund financial statements, but are reported in the governmental activities of the Statement of Net Position.	
Bonds payable	(347,555,000)
Deferred issuance costs	3,397,939
Compensated absences	(5,970,991)
Other post-employment benefits (OPEB) obligation	(158,780,332)
Premiums on issuance of debt	(17,257,865)
Accrued interest is not due and payable in the current period and therefore not reported in the funds.	<u>(1,368,837)</u>
Net Position of Governmental Activities	<u><u>\$ 722,952,237</u></u>

The accompanying notes are an integral part of these financial statements.

FORT BEND COUNTY, TEXAS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Year Ended September 30, 2013

	<u>General Fund</u>	<u>Debt Service Fund</u>	<u>Mobility 2012 Projects Fund</u>	<u>Non-major Governmental Funds</u>	<u>Total Governmental Funds</u>
Revenues					
Property taxes	\$ 157,461,669	\$ 31,262,511	\$	\$ 19,418,159	\$ 208,142,339
Sales taxes				2,956,559	2,956,559
Fines and fees	31,895,803			12,281,460	44,177,263
Intergovernmental	24,270,370		5,013,578	13,281,644	42,565,592
Earnings on investments	590,025	26,924	131,886	181,438	930,273
Miscellaneous	4,234,517			1,754,165	5,988,682
Total Revenues	<u>218,452,384</u>	<u>31,289,435</u>	<u>5,145,464</u>	<u>49,873,425</u>	<u>304,760,708</u>
Expenditures					
Current:					
General administration	34,712,120			740,656	35,452,776
Financial administration	7,169,404			11,204	7,180,608
Administration of justice	56,060,130			19,764,394	75,824,524
Construction and maintenance	2,699,036			24,704,193	27,403,229
Health and welfare	24,940,619			5,462,590	30,403,209
Cooperative services	883,324				883,324
Public safety	43,775,844			1,215,645	44,991,489
Parks and recreation	1,979,888				1,979,888
Libraries and education	12,974,697			59,466	13,034,163
Capital Outlay	22,363,917		22,979,248	11,880,720	57,223,885
Debt Service:					
Principal		15,630,000			15,630,000
Interest and fiscal charges		16,749,579			16,749,579
Total Expenditures	<u>207,558,979</u>	<u>32,379,579</u>	<u>22,979,248</u>	<u>63,838,868</u>	<u>326,756,674</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>10,893,405</u>	<u>(1,090,144)</u>	<u>(17,833,784)</u>	<u>(13,965,443)</u>	<u>(21,995,966)</u>
Other Financing Sources (Uses)					
Transfers in	691,288			10,830,653	11,521,941
Transfers (out)	(10,204,638)	(425,187)		(892,116)	(11,521,941)
Total Other Financing Sources (Uses)	<u>(9,513,350)</u>	<u>(425,187)</u>		<u>9,938,537</u>	
Net Change in Fund Balances	1,380,055	(1,515,331)	(17,833,784)	(4,026,906)	(21,995,966)
Fund Balances, Beginning of Year	<u>36,026,567</u>	<u>3,991,101</u>	<u>43,250,162</u>	<u>31,515,232</u>	<u>114,783,062</u>
Fund Balances, End of Year	<u>\$ 37,406,622</u>	<u>\$ 2,475,770</u>	<u>\$ 25,416,378</u>	<u>\$ 27,488,326</u>	<u>\$ 92,787,096</u>

The accompanying notes are an integral part of these financial statements.

FORT BEND COUNTY, TEXAS**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES (GOVERNMENTAL FUNDS) TO THE STATEMENT OF ACTIVITIES***For the Year Ended September 30, 2013*

Net change in fund balances - total governmental funds	\$ (21,995,966)
Adjustments for the Statement of Activities:	
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which current year capital outlay (\$57,223,885) exceeded depreciation expense (\$32,418,841) in the current period.	24,805,044
Capital contributions of infrastructure are reported in the government-wide financial statements but not in the fund financial statements.	20,599,438
Governmental funds report the entire net sales prices (proceeds) from the sales of capital assets as revenue because they provide current financial resources. The change in net position differs from the the change in fund balance by the cost of capital assets sold (\$288,947) and the net book value of capital assets donated (\$14,806).	(303,753)
The long-term portion of accrued compensated absences is not due and payable in the current period and is therefore not reported in the governmental funds.	(443,476)
Changes in the other post-employment benefits (OPEB) obligation are not due and payable in the current period, and therefore are not reported in the governmental funds.	(28,750,422)
Revenues that do not provide current financial resources are not reported as revenues in the governmental funds. This adjustment reflects the net change in receivables on the accrual basis of accounting.	(683,666)
Some expenses reported in the Statement of Activities do not require the use of current financial resources, and therefore are not reported as expenditures in the governmental funds. This adjustment reflects the net change in interest payable on the accrual basis of accounting.	53,231
Governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.	
Amortization of debt issuance costs	(234,614)
Amortization of bond premiums	1,159,589
Principal payments on bonds are reported as expenditures in governmental funds but not as expenses in the government-wide statements.	15,630,000
Internal service funds are used by management to charge the costs of certain activities, such as insurance and equipment replacement, to individual funds. The net revenues (expenses) are reported with governmental activities.	<u>(2,478,746)</u>
Change in net position of governmental activities	<u>\$ 7,356,659</u>

The accompanying notes are an integral part of these financial statements.

FORT BEND COUNTY, TEXAS
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
September 30, 2013

	Governmental Activities
	Internal Service Funds
Assets	
Current Assets:	
Cash and cash equivalents	\$ 6,210,629
Due from other funds	1,495,111
Total Current Assets	<u>7,705,740</u>
Noncurrent Assets:	
Capital assets, net of accumulated depreciation	673,407
Total Noncurrent Assets	<u>673,407</u>
Total Assets	<u>8,379,147</u>
Liabilities	
Current Liabilities:	
Benefits payable, current portion	4,130,522
Due to other funds	2,290,679
Total Current Liabilities	<u>6,421,201</u>
Noncurrent Liabilities:	
Benefits payable, long-term portion	2,431,278
Total Noncurrent Liabilities	<u>2,431,278</u>
Total Liabilities	<u>8,852,479</u>
Net Position (Deficit)	
Net investment in capital assets	673,407
Unrestricted	<u>(1,146,739)</u>
Total Net (Deficit)	<u>\$ (473,332)</u>

The accompanying notes are an integral part of these financial statements.

FORT BEND COUNTY, TEXAS
STATEMENT OF REVENUES, EXPENSES, AND
CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
For the Year Ended September 30, 2013

	Governmental Activities
	Internal Service Funds
Operating Revenues	
Charges for services	\$ 32,339,929
Total Operating Revenues	<u>32,339,929</u>
Operating Expenses	
Current operations - general administration	1,311,615
Benefits provided	33,540,438
Total Operating Expenses	<u>34,852,053</u>
Operating (Loss)	(2,512,124)
Non-Operating Revenues	
Earnings on investments	33,378
Total Non-Operating Revenues	<u>33,378</u>
Change in Net Position	(2,478,746)
Total Net Position, Beginning of Year	<u>2,005,414</u>
Total Net (Deficit), End of Year	<u>\$ (473,332)</u>

The accompanying notes are an integral part of these financial statements.

FORT BEND COUNTY, TEXAS
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Year Ended September 30, 2013

	Governmental Activities
	Internal Service Funds
Cash Flows from Operating Activities	
Charges for services	\$ 33,259,082
Payment of benefits	(32,359,398)
Payment of general administration expenses	(1,279,001)
Net Cash (Used) by Operating Activities	<u>(379,317)</u>
Cash Flows from Investing Activities	
Interest earned on investments	33,378
Net Cash Provided by Investing Activities	<u>33,378</u>
Cash Flows from Capital and Related Financing Activities:	
Purchase of capital assets	(87,150)
Net Cash (Used) by Capital and Related Financing Activities	<u>(87,150)</u>
Net (Decrease) in Cash and Cash Equivalents	(433,089)
Cash and Cash Equivalents, Beginning of Year	<u>6,643,718</u>
Cash and Cash Equivalents, End of Year	<u>\$ 6,210,629</u>
Reconciliation of Operating (Loss) to Net Cash (Used) by Operating Activities	
Operating (Loss)	\$ (2,512,124)
Adjustments to operations:	
Depreciation	32,532
Change in assets and liabilities:	
Decrease in prepaid expenses	82
Decrease in other receivables	152
(Increase) in due from other funds	(262,640)
Increase in due to other funds	1,181,641
Increase in benefits payable	1,181,040
Total Adjustments	<u>2,132,807</u>
Net Cash (Used) by Operating Activities	<u>\$ (379,317)</u>

The accompanying notes are an integral part of these financial statements.

FORT BEND COUNTY, TEXAS
STATEMENT OF FIDUCIARY NET POSITION
September 30, 2013

	Agency Funds
Assets	
Cash and cash equivalents	\$ 28,175,844
Miscellaneous receivables	423,013
Total Assets	<u>\$ 28,598,857</u>
Liabilities	
Due to other governments	<u>\$ 28,598,857</u>
Total Liabilities	<u>\$ 28,598,857</u>

The accompanying notes are an integral part of these financial statements.



FORT BEND COUNTY, TEXAS

STATEMENT OF NET POSITION

COMPONENT UNITS

September 30, 2013

	Fort Bend County Surface Water Supply Corporation	Fort Bend County Toll Road Authority	Fort Bend Grand Parkway Toll Road Authority	Fort Bend County Housing Finance Corporation	Fort Bend County Industrial Development Corporation	Totals
Assets						
Cash and cash equivalents	\$ 7,710	\$ 63,399,262	\$ 68,689,694	\$ 570,916	\$ 256,049	\$ 132,923,631
Investments				200,082		200,082
Miscellaneous receivables		1,677,384		387		1,677,771
Deferred bond issuance costs		1,430,765	1,567,626			2,998,391
Deferred charges-debt refunding		11,460,051				11,460,051
Capital assets, not being depreciated		35,156,490	102,305,000			137,461,490
Capital assets, net of accumulated depreciation		125,796,982				125,796,982
Total Assets	<u>7,710</u>	<u>238,920,934</u>	<u>172,562,320</u>	<u>771,385</u>	<u>256,049</u>	<u>412,518,398</u>
Liabilities						
Accounts payable				3,900		3,900
Retainage payable		750,700	3,556,737			4,307,437
Due to primary government		1,749,034	4,932,326			6,681,360
Accrued interest payable		584,273	598,350			1,182,623
Long-term liabilities:						
Due within one year		2,345,000				2,345,000
Due in more than one year		168,976,306	173,287,275			342,263,581
Total Liabilities		<u>174,405,313</u>	<u>182,374,688</u>	<u>3,900</u>		<u>356,783,901</u>
Net Position (Deficit)						
Net investment in capital assets		12,201,229	(23,522,392)			(11,321,163)
Restricted for:						
Debt service		2,592,517	13,710,024			16,302,541
Unrestricted	7,710	49,721,875		767,485	256,049	50,753,119
Total Net Position (Deficit)	<u>\$ 7,710</u>	<u>\$ 64,515,621</u>	<u>\$ (9,812,368)</u>	<u>\$ 767,485</u>	<u>\$ 256,049</u>	<u>\$ 55,734,497</u>

The accompanying notes are an integral part of these financial statements.

FORT BEND COUNTY, TEXAS

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION

COMPONENT UNITS

For the Year Ended September 30, 2013

Functions/Programs	Program Revenues		
	Expenses	Charges for Services	Capital Grants and Contributions
Fort Bend County Surface Water Supply Corporation			
Health and welfare	\$	\$	\$
Total Fort Bend County Surface Water Supply Corporation			
Fort Bend County Toll Road Authority			
Toll road operations	7,276,499	21,853,536	
Interest on long-term debt	6,651,701		
Total Fort Bend County Toll Road Authority	13,928,200	21,853,536	
Fort Bend Grand Parkway Toll Road Authority			
Toll road operations	786,888		
Interest on long-term debt	6,674,844		
Total Fort Bend Grand Parkway Toll Road Authority	7,461,732		
Fort Bend County Housing Finance Corporation			
Programs	3,900	51,727	
General administration	12,278		
Total Fort Bend County Housing Finance Corporation	16,178	51,727	
Fort Bend County Industrial Development Corporation			
General administration	21,518	146,200	
Total Fort Bend County Industrial Development Corporation	21,518	146,200	
Total Component Units	\$21,427,628	\$22,051,463	\$

General Revenues:

Earnings on investments

Total General Revenues

Changes in Net Position

Net Position, Beginning of Year

Net Position, End of Year

The accompanying notes are an integral part of these financial statements.

Net (Expense) Revenue and Changes in Net Position

Fort Bend County Surface Water Supply Corporation	Fort Bend County Toll Road Authority	Fort Bend Grand Parkway Toll Road Authority	Fort Bend County Housing Finance Corporation	Fort Bend County Industrial Development Corporation	Totals
\$	\$	\$	\$	\$	\$
	14,577,037				14,577,037
	(6,651,701)				(6,651,701)
	7,925,336				7,925,336
		(786,888)			(786,888)
		(6,674,844)			(6,674,844)
		(7,461,732)			(7,461,732)
			47,827		47,827
			(12,278)		(12,278)
			35,549		35,549
				124,682	124,682
				124,682	124,682
	7,925,336	(7,461,732)	35,549	124,682	623,835
19	180,323	225,267	2,826	663	409,098
19	180,323	225,267	2,826	663	409,098
19	8,105,659	(7,236,465)	38,375	125,345	1,032,933
7,691	56,409,962	(2,575,903)	729,110	130,704	54,701,564
\$ 7,710	\$ 64,515,621	\$ (9,812,368)	\$ 767,485	\$ 256,049	\$ 55,734,497

FORT BEND COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS

Note 1 - Summary of Significant Accounting Policies

A. Financial Reporting Entity

Fort Bend County, Texas (the "County") is a public corporation and a political subdivision of the State of Texas. The Commissioners Court, composed of four County Commissioners and the County Judge, all of whom are elected officials, govern the County.

The County is considered an independent entity for financial reporting purposes and is considered a primary government. As required by generally accepted accounting principles, these financial statements have been prepared based on considerations regarding the potential for inclusion of other entities, organizations, or functions as part of the County's financial reporting entity.

Considerations regarding the potential for inclusion of other entities, organizations, or functions in the County's financial reporting entity are based on criteria prescribed by generally accepted accounting principles. These same criteria are evaluated in considering whether the County is a part of any other governmental or other type of reporting entity. The overriding elements associated with prescribed criteria considered in determining that the County's financial reporting entity status is that of a primary government are that it has a separately elected governing body; it is legally separate; and it is fiscally independent of other state and local governments. Additionally, prescribed criteria under generally accepted accounting principles include considerations pertaining to organizations for which the primary government is financially accountable; and considerations pertaining to other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

Blended Component Units

Blended component units, although legally separate entities, are, in substance, part of the County's operations and so data of these units are combined with data of the County. Each of the County's blended component units has a September 30 year-end. The following component units have been identified and are presented in a blended format in the government-wide financial statements:

Fort Bend County Drainage District ("District")

Established under Section 59 of Article XVI of the Constitution of Texas, the District includes all of the property within Fort Bend County. The District was created for the purpose of reclamation and drainage of its lands. Commissioners Court acts as the governing body of the District. Complete financial statements for the District can be obtained at the Fort Bend County Auditor's Office located at 301 Jackson, Suite 533, Richmond, Texas.

Fort Bend Flood Control Water Supply Corporation ("FBFCWSC")

The FBFCWSC is a non-profit corporation organized for the benefit of the County to provide for the acquisition, construction and financing of flood control and drainage projects for the County. Upon completion, these projects are maintained by the Fort Bend County Drainage District. Commissioners Court appoints the Board of Directors and approves all budgets and expenditures. Complete financial statements for the FBFCWSC can be obtained at the Fort Bend County Auditor's Office located at 301 Jackson, Suite 533, Richmond, Texas.

Discretely Presented Component Units

Discretely presented component units are presented in a separate column in the government-wide financial statements to emphasize that they are legally separate from the County. Each of the County's discretely presented component units has a September 30 year-end. The following component units have been identified and are presented in a discrete format in the County's government-wide financial statements:

Fort Bend County Toll Road Authority (“FBCTRA”)

The FBCTRA is organized under the Texas Transportation Corporation Act and the Texas Non-Profit Corporation Act. It was created to assist in the planning, designing, financing and building of county roads and highways. In particular, the FBCTRA is to assist in the building and operation of the Fort Bend Toll Road system that will extend from Sam Houston Parkway in Harris County to the Brazos River and the City of Fulshear in Fort Bend County. The County has financial accountability because it appoints a voting majority of the Board and the County can impose its will. Financial information is available at the Fort Bend County Auditor’s Office located at 301 Jackson, Suite 533, Richmond, Texas.

Fort Bend Grand Parkway Toll Road Authority (“FBGPTRA”)

The FBGPTRA is organized under the Texas Transportation Corporation Act and the Texas Non-Profit Corporation Act. It was created to assist in the planning, designing, financing and building of county roads and highways. In particular, the FBGPTRA is to assist in the building and operation of the Fort Bend Grand Parkway Toll Road that will extend from the Westpark Tollway along State Highway 99 to US 59. The County has financial accountability because it appoints a voting majority of the Board and the County can impose its will. Financial information is available at the Fort Bend County Auditor’s Office located at 301 Jackson, Suite 533, Richmond, Texas.

Fort Bend County Surface Water Supply Corporation (“FBCSWSC”)

The FBCSWSC was established for the purpose of conducting a feasibility study of a surface water facility in the area. Currently, its revenue sources are primarily from special districts, private corporations, and other entities interested in the study. The County has financial accountability because it appoints a voting majority of the Board and the County can impose its will. Financial information is available at the Fort Bend County Auditor’s Office located at 301 Jackson, Suite 533, Richmond, Texas.

Fort Bend County Housing Finance Corporation (“FBCHFC”)

The FBCHFC was established under the Texas Housing Finance Corporation Act. It provides down payment assistance programs for individuals meeting certain income guidelines and serves as a conduit for activity related to bond issues for affordable housing in Fort Bend County. The tax-exempt bonds issued by the FBCHFC do not constitute a debt or a pledge of faith by the FBCHFC, but are payable by the user pursuant to terms defined in the loan agreements underlying each issue. The County has financial accountability because it appoints a voting majority of the Board and the County can impose its will. Financial information is available at the East Fort Bend County Annex Building located at 3030 Texas Parkway, Suite 213, Missouri City, Texas.

Fort Bend County Industrial Development Corporation (“FBCIDC”)

The FBCIDC was established under the Development Corporation Act of 1979 (Act). It facilitates the issuance of obligations in the form of bonds to finance all or part of the cost of one or more projects as defined by the Act. The bonds issued by the FBCIDC do not constitute a debt or a pledge of faith by the FBCIDC, but are payable by the user pursuant to terms defined in the loan agreements underlying each issue. The County has financial accountability because it appoints a voting majority of the Board and the County can impose its will. Financial information is available at the Fort Bend County Auditor’s Office located at 301 Jackson, Suite 533, Richmond, Texas.

B. Government-wide and Fund Accounting

The basic financial statements include both government-wide (based on the County as a whole) and fund financial statements. While the previous reporting model emphasized fund types (the total of all funds of a particular type), the GASB 34 reporting model focuses on either the County as a whole or on major individual funds (within the fund financial statements). Typically, both the government-wide and fund financial statements (within the basic financial statements) categorize primary activities as either governmental or business-type. All primary activities of the County are considered to be governmental activities; therefore no business-type activities are presented within the basic financial statements. In the government-wide Statement of Net Position, governmental activities are presented on a full accrual, economic resource basis, which incorporates long-term assets and receivables, as well as long-term debt and obligations.

The government-wide Statement of Activities reflects both the gross and net cost per functional category (general administration, financial administration, public safety, etc.), which are otherwise being supported by general government revenues (property taxes, earnings on investments, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues. The program revenues must be directly associated with the function (general administration, financial administration, public safety, etc.).

The governmental funds major fund statements in the fund financial statements are presented on a current financial resource and modified accrual basis of accounting. This is the manner in which these funds are normally budgeted. Since the governmental fund statements are presented on a different measurement focus and basis of accounting than the government-wide statements' governmental column, a reconciliation is presented which briefly explains the adjustments necessary to reconcile fund-based financial statements with the governmental column of the government-wide presentation.

The County's fiduciary funds are presented in the fund financial statements by type. Since, by definition, these assets are being held for the benefit of a third party and cannot be used to address activities or obligations of the government, these funds are not incorporated into the government-wide statements. Since the County only reports agency funds, a statement of changes in fiduciary net position is not presented. All assets reported in agency funds should be offset by a corresponding liability, resulting in zero net position.

In the fund financial statements, the accounts of the County are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures or expenses, as appropriate. Following is a description of the various funds:

The County reports the following major governmental funds:

General Fund

The General Fund is the County's primary operating fund. It is used to account for all financial transactions not properly includable in other funds. The principal source of revenue is local property taxes. Expenditures include all costs associated with the daily operations of the County.

Debt Service Fund

This fund is used to account for the debt service transactions relating to the following bond issues: Unlimited Tax Road Bonds Series 2006, Unlimited Tax Road Bonds Series 2007, Fort Bend Flood Control Water Supply Corporation Refunding Bonds Series 2010, Facilities Limited Tax Bonds Series 2007, Unlimited Tax Road Bonds Series 2009, Justice Center Limited Tax Bonds Series 2009, Unlimited Tax Road Refunding Series 2009, and Unlimited Tax Road Bonds Series 2012. Revenues in this fund are comprised of property taxes levied against property located in the County. These funds are restricted for the payment of debt service obligations.

Mobility 2012 Projects Fund

This fund is a Capital Projects fund used to account for the proceeds of the Unlimited Tax Road Bonds Series 2012, which are being used to finance the construction and/or expansion of numerous roads in the County. These funds are restricted pursuant to bond covenant.

The County also reports the following fund types:

Internal Service Funds

These funds are used to account for the County's employee benefits for employees, retirees, and their dependents, including medical and dental; and self-insurance programs, including workers' compensation, personal injury and property damage. The principal source of revenue is contributions paid by individual funds.

Agency Funds

These funds are custodial in nature and do not report operating results. They are used to account for assets held by the County as an agent for various local governments and individuals.

C. Basis of Accounting

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental fund-types are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (i.e., revenues and other financing resources) and decreases (i.e., expenditures and other financing uses) in net current assets.

The government-wide statements of net position and statements of activities and all proprietary funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operations of these activities are included on the balance sheet. Proprietary fund equity consists of net position. Proprietary fund-type operating statements present increases (i.e., revenues) and decreases (i.e., expenses) in total net position.

The accounts of the Governmental Fund Types (the General Fund, Special Revenue Funds, Debt Service Fund, and Capital Projects Funds) and certain component units are maintained, and the financial statements have been prepared, on the modified accrual basis of accounting. Under this basis of accounting, revenues are recognized when they become susceptible to accrual (i.e., both measurable and available). Available means collectible within the current year or soon enough thereafter to pay liabilities of the current year. For this purpose, the County considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Substantially all revenues, except property taxes, are considered to be susceptible to accrual. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. Principal and interest on long-term debt are recognized as expenditures when due.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. An exception to this general rule is that interfund services provided and used within the County are not eliminated in the process of consolidation. Elimination of these services would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as program revenues include: (1) charges to customers for goods, services, or privileges provided, (2) operating grants and contributions, and (3) capital grants and contributions, including special assessments. Revenues that are generated internally are reported as general revenues, including property taxes.

Proprietary funds present operating revenues and expenses as well as non-operating revenues and expenses. Operating revenues and expenses are generally derived from providing services and producing goods as part of ongoing operations. The principal operating revenues of the County's internal service

funds are charges to users for services. The operating expenses for the County's internal service funds include administrative expenses and all costs associated with providing services. All other revenue and expenses are reported as non-operating revenue.

The financial statements of the proprietary fund types and certain component units are presented on the accrual basis of accounting. Under this method of accounting, revenues are recognized in the accounting period in which they are earned, and expenses in the accounting period in which they are incurred.

D. Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is used as an extension of formal budgetary control. Significant encumbrances outstanding at year-end are represented in aggregate within the respective fund balance category (restricted or committed) on the face of the balance sheet. Additional information regarding significant encumbrances is included in Note 12 on pages 56-57. Unencumbered appropriations lapse at the end of the fiscal year.

E. Cash and Cash Equivalents

The County's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition. For the purpose of the statement of cash flows, the proprietary fund types consider temporary investments with maturities of three months or less when purchased to be cash equivalents.

F. Investments

The County's investments, when held, are comprised primarily of U.S. Government Securities. Obligations with maturities of one year or less when purchased are reported on the balance sheet at their amortized cost, which approximates fair value. All other investments are reported at fair value. The investments in U.S. Government Securities are generally held to maturity.

G. Receivables

All receivables are reported at their gross value and, where appropriate, are reduced by the estimated portion that is expected to be uncollectible.

H. Due To and Due From Other Funds

During the course of operations, transactions occur between individual funds for specified purposes, such as lending/borrowing arrangements or amounts. Therefore, a receivable and payable are recorded in the proper funds. These receivables and payables are classified as "due from other funds" or "due to other funds" (or "due from component unit/primary government" or "due to component unit/primary government" if the transactions are between the primary government and a component unit).

I. Interfund Transfers

The County maintains numerous special revenue and capital project funds to account separately for monies that have been set aside for particular purposes. Often, these monies are initially budgeted in the General Fund during the annual budget process and are then transferred to various funds during the course of the fiscal year. In addition, when these projects are complete, these same funds often transfer residual monies back to the General Fund or some other fund, as determined by where the monies should be returned. These interfund transfers are classified as "transfers in" and "transfers out" within the primary government.

J. Interest Receivable

Interest on investments is recorded as revenue in the year the interest is earned and available to pay liabilities of the current period.

K. Capital Assets

Capital assets used in governmental and proprietary fund types of the government are recorded as expenditures of the General, Special Revenue, Capital Projects, and Internal Service Funds and as assets in the government-wide financial statements to the extent the County's capitalization threshold (currently \$5,000 on new assets) is met. All betterments to existing assets are capitalized, without any threshold. Depreciation is recorded on capital assets on a government-wide basis. Major outlays for capital assets and improvements are capitalized as projects are constructed and subsequently depreciated over their estimated useful lives on a straight-line basis at the government-wide levels. All capital assets are valued at historical cost or estimated historical cost if actual cost was not available. Donated capital assets are valued at their estimated fair value on the date of donation.

The costs of normal maintenance and repairs that do not add to the value of an asset or materially extend assets' lives are charged to operations when incurred. Expenditures that materially change capacities or extend useful lives are capitalized. Upon sale or retirement of capital assets, the cost and related accumulated depreciation, if applicable, are eliminated from the respective accounts and any resulting gain or loss is included in the results of operations.

The County applies a half-year convention for depreciation on all assets. Therefore, one half of a year of depreciation is charged to operations the first and last year that an asset is in service. Depreciation has been provided for plant and equipment using the straight-line method over the estimated useful life for the type of assets as follows:

<u>Asset Description</u>	<u>Estimated Useful Life</u>
Vehicles	5 to 7 years
Office furniture and equipment	5 to 7 years
Machinery and equipment	7 to 15 years
Buildings, facilities and improvements	5 to 39 years
Infrastructure	20 to 40 years

L. Accrued Compensated Absences

All full-time employees accumulate vacation benefits in varying annual number of days up to a maximum of twenty days a year. Accumulated vacation exceeding twenty days lapses on December 31 of each year.

Compensatory time exceeding 80 hours is paid to nonexempt employees. In the event of termination, an employee is paid for all maximum allowable accumulation of vacation and compensatory time.

Sick leave benefits are earned by all full-time employees at a rate of eight days per year and may be accumulated without limit. Upon retirement, an employee may be eligible to receive a payment for up to one-half of their unused sick leave balance, not to exceed a maximum of \$5,000. In the event of any termination other than retirement, an employee is not paid for any unused sick leave.

A liability for accrued compensated absences is recorded in the government-wide financial statements.

M. Restricted/Unrestricted Net Position

It is the County's policy to consider restricted – net position to have been depleted before unrestricted – net position is applied.

N. Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

O. Reclassifications

Certain reclassifications to prior year balances have been made to conform to current year presentation. Such reclassifications have had no effect on the excess of revenues over expenditures.

P. Date of Managements' Review

In preparing the financial statements, the County has evaluated events and transactions for potential recognition or disclosure through March 18, 2014, the date that the financial statements were available to be issued.

Q. Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual amounts could differ from those estimates.

Note 2 - Deposits (Cash) and Investments

A. Authorization for Deposits and Investments

The Texas Public Funds Investment Act ("PFIA"), as prescribed in Chapter 2256 of the Texas Government Code, regulates deposits and investment transactions of the County.

In accordance with applicable statutes, the County has a depository contract with an area bank (depository) providing for interest rates to be earned on deposited funds and for banking charges the County incurs for banking services received. The County may place funds with the depository in interest and non-interest bearing accounts. State law provides that collateral pledged as security for bank deposits must have a market value of not less than the amount of the deposits and must consist of: (1) obligations of the United States or its agencies and instrumentalities; (2) direct obligations of the State of Texas or its agencies; (3) other obligations, the principal and interest on which are unconditionally guaranteed or insured by the State of Texas; and/or (4) obligations of states, agencies, counties, cities, and other political subdivisions of any state having been rated as to investment quality by a nationally recognized investment rating firm and having received a rating of not less than A or its equivalent. County policy requires the collateralization level to be at least 110% of market value of principal and accrued interest.

Commissioners Court has adopted a written investment policy regarding the investment of its funds as defined by the Public Funds Investment Act of 1995 (Chapter 2256, Texas Government Code). The investments of the County are in compliance with this policy. State statutes authorize the County to invest in fully collateralized or insured time deposits, direct debt obligations of the United States, and certain repurchase agreements. Investments in security repurchase agreements are authorized when the investment has a defined termination date, is secured by obligations described in the Public Funds Investment Act, is pledged to the County, is deposited with a third party selected and approved by the

entity, and is placed through a primary government securities dealer or national bank domiciled in the State of Texas. The County did not invest in repurchase agreements for the year ended September 30, 2013.

B. Deposit and Investment Amounts

The County's cash and investments are classified as: cash and cash equivalents, and investments. Cash and cash equivalents include cash on hand, deposits with financial institutions, and short-term investments in privately-managed public funds investment pool accounts.

At September 30, 2013, the County's cash deposits are either insured by FDIC or covered by collateral held by the County's agent in the County's name.

The following schedule shows the County's recorded cash and cash equivalents and investment pools at year-end, excluding agency funds:

	Governmental Funds	Proprietary Funds	Total Governmental Activities	Component Units	Total
Cash deposits	\$ 103,042,352	\$ 6,175,364	\$ 109,217,716	\$ 115,146,270	\$ 224,363,986
Investment pools:					
Texas CLASS	744,583	34,257	778,840	290,176	1,069,016
TexasTERM	3,353		3,353	1,007	4,360
LOGIC	5,056	1,008	6,064	1,014	7,078
Wells Fargo 100% Treasury Money Market Fund				578,853	578,853
Wells Fargo Government Money Market Fund				16,906,311	16,906,311
Total cash and cash equivalents	<u>103,795,344</u>	<u>6,210,629</u>	<u>110,005,973</u>	<u>132,923,631</u>	<u>242,929,604</u>
Certificates of deposit				200,082	200,082
Total Cash and Investments	<u>\$ 103,795,344</u>	<u>\$ 6,210,629</u>	<u>\$ 110,005,973</u>	<u>\$ 133,123,713</u>	<u>\$ 243,129,686</u>

Texas Cooperative Liquid Assets Securities System Trust ("Texas CLASS") is a local government investment pool organized under the authority of the Interlocal Cooperation Act, chapter 791, Texas Government Code, and the Public Funds Investment Act, chapter 2256, Texas Government Code. Texas CLASS was established in 1996. Pursuant to the Trust Agreement, Texas CLASS is supervised by a Board of Trustees who are elected by the Participants. The Board of Trustees supervises the Trust and its affairs and acts as the liaison between the Participants, the Custodian and the Program Administrator. Cutwater Investor Services Corp. serves as Program Administrator. Cutwater Investor Services Corp. is a subsidiary of Cutwater Asset Management. Texas CLASS is considered a '2a-7 like pool' under Governmental Accounting Standards Statement No. 31; it will operate the pool consistent with the SEC's Rule 2a7. It maintains a Net Asset Value of approximately \$1 per share.

The TexasTERM Local Government Investment Pool ("TexasTERM") is organized in conformity with the Texas Public Funds Investment Act of the Texas Government Code. It provides for a fixed-rate, fixed-term investment for a period of 60 days to one year and includes TexasDAILY, a portfolio of the Local Government Pool, providing daily access to funds. An Advisory Board composed of participants in TexasTERM and other parties who do not participate in the Pool, has responsibility for the overall management of the Pool, including formulation and implementation of its investment and operating policies. PFM Asset Management LLC, a leading national financial and investment advisory firm, is the investment advisor to the pool. TexasTERM's TexasDAILY portfolio is considered a '2a-7 like pool' under Governmental Accounting Standards Statement No. 31; it will operate the pool consistent with the SEC's Rule 2a7. It maintains a Net Asset Value of approximately \$1 per share.

Local Government Investment Cooperative ("LOGIC") is a local government investment pool organized under the authority of the Interlocal Cooperation Act, chapter 791, Texas Government Code, and the Public Funds Investment Act, chapter 2256, Texas Government Code. The Pool was created in April, 1994 through a contract among its participating governmental units, and is governed by a board of directors, to provide for the joint investment of participant's public funds and funds under their control.

LOGIC is considered a '2a-7 like pool' under Governmental Accounting Standards Statement No. 31; it will operate the pool consistent with the SEC's Rule 2a7. It maintains a Net Asset Value of approximately \$1 per share.

Wells Fargo 100% Treasury Money Market Fund seeks current income exempt from most state and local individual income taxes, while preserving capital and liquidity. It invests in high-quality, short-term money market instruments that consist of U.S. Treasury obligations.

Wells Fargo Government Money Market Fund seeks current income, while preserving capital and liquidity. It invests in high-quality, short-term money market instruments that consist of U.S. Government obligations and repurchase agreements collateralized by U.S. Government obligations.

C. Interest Rate Risk

At year-end, the County had the following investments subject to interest rate risk disclosure, under U.S. generally accepted accounting principles:

	<u>Fair Value</u>	<u>Weighted Average Maturity (days)</u>	<u>Percentage of Total Portfolio</u>
Certificates of deposit	\$ 200,082	182	1.1%
Investment pools:			
Texas CLASS	1,069,016	37	5.7%
TexasTERM	4,360	49	0.0%
LOGIC	7,078	55	0.0%
Wells Fargo 100% Treasury Money Market Fund	578,853	53	3.1%
Wells Fargo Government Money Market Fund	16,906,311	47	90.1%
Total Fair Value	<u>\$ 18,765,700</u>		
Portfolio weighted average maturity		<u>48</u>	

It is the County's policy to select any individual investment with a maximum stated maturity of thirty-six (36) months. Portfolio maturities will be structured to meet the obligations of the County first and then to achieve the highest rate of return of interest. When the County has funds not required to meet current year obligations, maturity restraints will be imposed based upon the investment strategy for the group of funds.

D. Credit Risk

The County's investment policy does not require investments to hold certain credit ratings issued by nationally recognized statistical rating organizations. As of September 30, 2013, the County's investments in Texas CLASS, TexasTERM, and LOGIC were rated "AAAm" by Standard and Poor's. The County's investments in both Wells Fargo Money Market Funds were rated "AAAm" and "Aaa-mf" by Standard and Poor's and Moody's Investments, respectively.

E. Concentration of Credit Risk

It is the County's policy to diversify its portfolio to eliminate the risk of loss resulting from a concentration of assets in a specific maturity (save and except zero duration funds), a specific issuer or a specific class of investments. To achieve this diversification, the County will limit investments in specific types of securities to the following percentages of the total portfolio:

Investment Type	Maximum Investment %
Repurchase Agreements	up to 35%
Certificates of Deposit	up to 50%
U.S. Treasury Bills/Notes	up to 100%
Other U.S. Government Securities	up to 80%
Authorized Local Government Investment Pools	up to 80%
No Load Money Market Mutual Funds	up to 50%
Bankers Acceptances	up to 15%

It is the County's policy to select investments in order to provide stability of income and reasonable liquidity.

Note 3 - Receivables

Receivables, including applicable allowances for uncollectible accounts, as of September 30, 2013, were as follows:

	Governmental Activities			Total
	General	Debt Service	Non-major Governmental Funds	
Receivables:				
Property taxes	\$ 5,334,199	\$ 341,660	\$ 1,014,514	\$ 6,690,373
Sales taxes			555,589	555,589
Grants	8,309,399		945,619	9,255,018
Fines and fees	4,319,143			4,319,143
Other	2,715,835	5,969	1,621,447	4,343,251
Gross receivables	20,678,576	347,629	4,137,169	25,163,374
Less: allowance for uncollectibles	(533,420)	(34,166)	(101,451)	(669,037)
Total	\$ 20,145,156	\$ 313,463	\$ 4,035,718	\$ 24,494,337

Governmental funds report unearned revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. As of September 30, 2013, the various components of unearned revenue reported in the governmental funds are as follows:

	<u>Unavailable</u>	<u>Unearned</u>
Delinquent property taxes (General Fund)	\$ 4,800,779	\$
Delinquent property taxes (Road and Bridge Fund)	659,336	
Delinquent property taxes (Drainage District Fund)	253,727	
Delinquent property taxes (Debt Service Fund)	307,494	
Fines and fees (General Fund)	4,319,143	
Grant funds received prior to meeting all eligibility requirements		2,800,420
Total unearned revenue for governmental funds	<u><u>\$ 10,340,479</u></u>	<u><u>\$ 2,800,420</u></u>

Note 4 - Property Taxes

The County's tax year covers the period October 1 through September 30. The County's property taxes are levied annually in October on the basis of the Fort Bend Central Appraisal District's (CAD) assessed values as of January 1 of that calendar year. Such taxes become delinquent on February 1 of the subsequent calendar year. The CAD establishes appraised values at 100% of market value less exemptions. The County's property taxes are billed and collected by the County's Tax Assessor/Collector.

A. 2012 Tax Year

Property taxes are prorated between the General, certain Special Revenue, and Debt Service Funds based on rates adopted for the year of the levy. For the 2013 fiscal year (2012 tax year), the County levied property taxes of \$0.49976 per \$100 of assessed valuation. The 2012 rates resulted in total adjusted tax levies of approximately \$205.9 million based on a total adjusted valuation of approximately \$39.4 billion. The total tax rate in the 2012 tax year was prorated as follows:

	<u>2012 Rate</u>	<u>2012 Limit</u>
General, certain special revenue and debt service funds	\$ 0.48076	\$ 0.80000
Fort Bend County Drainage District	\$ 0.01900	\$ 0.25000
Total Tax Rate	<u><u>\$ 0.49976</u></u>	<u><u>\$ 1.05000</u></u>

B. Fort Bend Central Appraisal District

The Fort Bend Central Appraisal District (CAD), a separate governmental entity, is responsible for the recording and appraisal of property for all taxing units in the County.

The CAD is required by state law to assess property at 100% of its appraised value. Further, real property must be appraised at least every four years. Under certain circumstances, the taxpayers and taxing units, including the County, may challenge orders of the CAD's Appraisal Review Board through various appeals and, if necessary, legal action may be taken.

The Commissioners Court will continue to set the tax rates on the property. State law also provides that, if approved by the qualified voters in the County, collection functions may be assigned to the CAD.

Note 5 - Interfund Activity

During the year, cash advances are occasionally made between funds for various projects and situations, which create receivables and payables between these funds. All of these interfund balances are expected to be paid within one year. At September 30, 2013, the interfund receivables and payables were as follows:

	Interfund Receivable	Interfund Payable
General Fund	\$ 9,340,988	\$ 2,190
Mobility 2012 Projects Fund		1,998,320
Non-major Governmental Funds	143,467	6,688,377
	<u>9,484,455</u>	<u>8,688,887</u>
Internal Service Funds	1,495,111	2,290,679
Total Governmental Activity	<u>\$ 10,979,566</u>	<u>\$ 10,979,566</u>

Transfers totaling approximately \$11.5 million were made during the year primarily for the purpose of moving unrestricted fund revenues to finance various programs that the government must account for in other funds in accordance with the budgetary authorizations, including amounts provided as subsidies or matching funds for various grant programs.

	Transfers In	Transfers (Out)
General Fund	\$ 691,288	\$ 10,204,638
Debt Service Fund		425,187
Non-major Governmental Funds	10,830,653	892,116
	<u>\$ 11,521,941</u>	<u>\$ 11,521,941</u>

Note 6 - Capital Assets

A summary of changes in the primary government's capital assets for the year ended September 30, 2013, is as follows:

	Primary Government			Balance 9/30/13
	Balance 10/1/12	Increases	Decreases	
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 354,606,901	\$ 12,210,308	\$	\$ 366,817,209
Construction in progress	71,031,136	45,356,359	(75,752,014)	40,635,481
Total capital assets not being depreciated	<u>425,638,037</u>	<u>57,566,667</u>	<u>(75,752,014)</u>	<u>407,452,690</u>
Other capital assets:				
Vehicles	28,165,725	4,034,355	(1,064,385)	31,135,695
Office furniture and equipment	29,021,182	2,132,520	(1,026,293)	30,127,409
Machinery and equipment	25,564,001	601,526	(268,032)	25,897,495
Buildings, facilities and improvements	322,010,261	1,877,816	(477,807)	323,410,270
Infrastructure	522,380,844	87,406,540		609,787,384
Total other capital assets	<u>927,142,013</u>	<u>96,052,757</u>	<u>(2,836,517)</u>	<u>1,020,358,253</u>
Accumulated depreciation for:				
Vehicles	(15,879,483)	(3,831,162)	995,002	(18,715,643)
Office furniture and equipment	(19,102,228)	(3,613,686)	1,009,368	(21,706,546)
Machinery and equipment	(13,637,967)	(1,628,742)	264,520	(15,002,189)
Buildings, facilities and improvements	(64,660,551)	(8,192,846)	263,874	(72,589,523)
Infrastructure	(136,105,619)	(15,184,937)		(151,290,556)
Total accumulated depreciation	<u>(249,385,848)</u>	<u>(32,451,373)</u>	<u>2,532,764</u>	<u>(279,304,457)</u>
Other capital assets, net	<u>677,756,165</u>	<u>63,601,384</u>	<u>(303,753)</u>	<u>741,053,796</u>
Total governmental activities capital assets, net	<u>\$1,103,394,202</u>	<u>\$ 121,168,051</u>	<u>\$(76,055,767)</u>	<u>\$1,148,506,486</u>

Depreciation expenses were charged to the following functions in the statement of activities:

Fiscal Year 2013 Depreciation Expense	
General administration	\$ 1,255,529
Financial administration	293,504
Administration of justice	6,401,358
Construction and maintenance	17,433,608
Health and welfare	1,590,651
Cooperative services	59,746
Public safety	3,451,460
Parks and recreation	494,093
Library	1,471,424
Total Depreciation Expense	<u>\$ 32,451,373</u>

Construction in progress and remaining commitments under related construction contracts for general government construction projects at September 30, 2013, is as follows:

2013 CONSTRUCTION COSTS

Project	Balance 10/1/12	Increases- Retainage Included	Decreases- Capitalizations	Balance 9/30/13	Remaining Commitments
40 Acre Site Development	\$	\$ 4,037	\$	\$ 4,037	\$
Barker Cypress Park Lighting	2,759	136,972		139,731	8,382
Barker Cypress Park Trail	29,950	213,226		243,176	
Beechnut Improvements					38,105
Big Creek	2,199,588	1,833,739	(4,033,327)		286,360
Big Creek FBFCWSC - Bonds	12,940,708	2,451,050	(15,391,758)		
Bridge Construction	165,865	1,326,391		1,492,256	8,155
CAD 2 Access Road	23,179	1,976,821		2,000,000	
CAD Expansion	25,850	683,840		709,690	118,099
Commissioners' Court AV Upgrade					553
County Senior Center		150,580		150,580	
Courthouse Renovation Grant	394,993			394,993	
Courthouse Renovation Project	422,987	3,513,123		3,936,110	218,912
Crabb River Road Expansion	636,095	16,665		652,760	263,343
CSCD Doors - Precinct 4		2,243		2,243	
Facilities Tracking Software					21,950
Fairgrounds Renovations		203,876		203,876	1,089
FM762 Landscaping	10,268	6,971		17,239	
Fuel Site Upgrades		28,031		28,031	
Gapps Slough		72,115		72,115	11,249
GML Library Prop 2 - Bonds	797,974	1,894,280		2,692,254	770,118
HAVA Polling Place Access		50,000		50,000	
IT Hardware Infrastructure		63,978		63,978	226,690
Jail Expansion Prop 1 - Bonds		128,651	(128,651)		461,777
Jane Long Renovation		10,548		10,548	
Justice Center		212,782		212,782	
Justice Center Complex - Bonds					113,140
Kitty Hollow Park Infrastructure		22,279		22,279	186,057
Library Admin Building - George Fnd Grant		9,383		9,383	
Library Administration Building	36,319	1,514,975		1,551,294	1,895,952
Mobility Projects - Bonds	42,271,560	22,699,074	(47,215,851)	17,754,783	16,455,767
Mustang Bathroom Facility		3,500		3,500	
Park and Ride Westpark		20,000		20,000	
Parks Maintenance Storage Yard		41,180		41,180	
Pedestrian Mall		11,983		11,983	2,077
Phone System Upgrade	732,716	237,661		970,377	31,333
Precinct 3 Facility Prop 3 - Bonds		2,076	(2,076)		18,334
Senior Citizens' Com Cntr - Bonds		665,610		665,610	
Senior Citizens' Community Center	280,561	1,699,936		1,980,497	612,728
SH36 Park and Ride		30,467		30,467	
Spur 10		5,600		5,600	
Stafford Run Project	84,277	519,292		603,569	125,270
Sugar Land Library Prop 2 - Bonds					26,703
Taylor House	53,298	16,883		70,181	
Transportation Depot		6,071		6,071	
Travis Building Renovation		120,737		120,737	9,033
Truancy Court Remodel		615		615	
Upper Oyster Creek	7,570,910	9,650	(7,580,560)		
Utility Relocation - Golfview Drive		195,612		195,612	
Utility Relocation - Greenbusch		1,560,711	(63,782)	1,496,929	
Utility Relocation - West Belfort		20,560		20,560	
Westpark B Frontage Roads	1,299,696	678,159		1,977,855	2,035,698
Projects Completed in FY2013	1,051,583	284,426	(1,336,009)		
Totals	\$ 71,031,136	\$ 45,356,359	\$ (75,752,014)	\$ 40,635,481	\$ 23,946,874

A summary of changes in the discretely presented component units (Fort Bend County Toll Road Authority and Fort Bend Grand Parkway Toll Road Authority) capital assets for the year ended September 30, 2013, is as follows:

	Discretely Presented Component Units			Balance 9/30/13
	Balance 10/1/12	Increases	Decreases	
Governmental Activities:				
Capital assets not being depreciated:				
Land	\$ 12,295,060	\$ 145,879	\$	\$ 12,440,939
Construction in progress	49,128,805	75,891,746		125,020,551
Total capital assets not being depreciated	61,423,865	76,037,625		137,461,490
Other capital assets:				
Infrastructure	158,727,154			158,727,154
Total other capital assets	158,727,154			158,727,154
Accumulated depreciation for:				
Infrastructure	(29,059,496)	(3,870,676)		(32,930,172)
Total accumulated depreciation	(29,059,496)	(3,870,676)		(32,930,172)
Other capital assets, net	129,667,658	(3,870,676)		125,796,982
Total Governmental Activities capital assets, net	\$ 191,091,523	\$ 72,166,949	\$	\$ 263,258,472

Depreciation expense for the Fort Bend County Toll Road Authority and the Fort Bend Grand Parkway Toll Road Authority totaled \$3,870,676 for fiscal year 2013.

Construction in progress and remaining commitments under related construction contracts for the Fort Bend County Toll Road Authority and the Fort Bend Grand Parkway Toll Road Authority construction projects at September 30, 2013, are as follows:

2013 CONSTRUCTION COSTS					
Project	Balance 10/1/12	Increases- Retainage Included	Decreases- Capitalizations	Balance 9/30/13	Remaining Commitments
Fort Bend County Toll Road Authority	\$ 6,608,144	\$ 16,111,707	\$	\$ 22,719,851	\$
Fort Bend Grand Parkway Toll Road Authority	42,520,661	59,780,039		102,300,700	3,393,297
Totals	\$ 49,128,805	\$ 75,891,746	\$	\$ 125,020,551	\$ 3,393,297

Note 7 - Long-Term Debt

A. General Obligation Bonds and Long-term Liabilities

Long-term liabilities applicable to the County's governmental activities are not due and payable in the current period, and accordingly, are not reported as fund liabilities in the governmental funds. Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due. Long-term bonded debt as of September 30, 2013, is as follows:

Primary Government				
<u>Original Issue</u>	<u>Description</u>	<u>Interest Rate</u> %	<u>Matures</u>	<u>Debt</u> <u>Outstanding</u>
General Obligation Bonds				
\$ 30,245,000	Unlimited Tax Road Bonds, Series 2006	4.00 - 5.00	2026	\$ 22,725,000
26,000,000	Unlimited Tax Road Bonds, Series 2007	4.00 - 4.25	2027	20,265,000
126,675,000	Facilities Limited Tax Bonds, Series 2007	4.00 - 5.00	2031	118,480,000
48,940,000	Unlimited Tax Road Bonds, Series 2009	3.00 - 5.00	2029	42,125,000
73,430,000	Justice Center Limited Tax Bonds, Series 2009	3.00 - 5.25	2030	65,110,000
20,780,000	Unlimited Tax Road Refunding Bonds, Series 2009	3.00 - 5.00	2021	14,825,000
9,675,000	Fort Bend Flood Control Water Supply Refunding Bonds, Series 2010	2.50 - 4.00	2021	7,710,000
58,220,000	Unlimited Tax Road Bonds, Series 2012	2.00 - 5.00	2032	<u>56,315,000</u>
Total General Obligation Bonds				<u><u>\$ 347,555,000</u></u>

The County issues general obligation bonds primarily for the purpose of funding construction projects. The Facilities and Justice Center Limited Tax Bonds were issued to provide funds for the construction of major County facilities. The Unlimited Tax Road Bonds have been issued to fund the acquisition of right-of-way and the construction of roads and bridges that are within the County's major thoroughfare plan. The Fort Bend Flood Control Water Supply Refunding Bonds were issued to refund and defease the FBFCWSC's outstanding Revenue Bonds, Series 2001, which were originally issued to fund the improvement of Big Creek as a component of the Drainage District infrastructure.

All of the County's outstanding bond issues are subject to federal arbitrage regulations. The County complies with the five year reporting requirements to the Internal Revenue Service for rebate calculation. As of the date of this report, the County has no contingent rebatable arbitrage.

A summary of long-term liability transactions of the County for the year ended September 30, 2013, follows:

	<u>Balance 10/1/12</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance 9/30/13</u>	<u>Amounts Due Within One Year</u>
Bonds payable					
General obligation bonds	\$ 363,185,000	\$	\$(15,630,000)	\$ 347,555,000	\$ 16,250,000
Premiums on bonds	<u>18,417,454</u>		<u>(1,159,589)</u>	<u>17,257,865</u>	
Total bonds payable	381,602,454		(16,789,589)	364,812,865	16,250,000
Accrued compensated absences	5,527,515	6,613,321	(6,169,845)	5,970,991	1,492,748
Other post-employment benefits (OPEB) obligation	<u>130,029,910</u>	<u>33,507,178</u>	<u>(4,756,756)</u>	<u>158,780,332</u>	
Total Long-Term Liabilities	<u><u>\$ 517,159,879</u></u>	<u><u>\$ 40,120,499</u></u>	<u><u>\$(27,716,190)</u></u>	<u><u>\$ 529,564,188</u></u>	<u><u>\$ 17,742,748</u></u>

The General Fund's resources have been used to liquidate other long-term liabilities, including accrued compensated absences.

Annual debt service requirements to maturity for the general obligation bonds are summarized as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Totals</u>
2014	\$ 16,250,000	\$ 16,083,548	\$ 32,333,548
2015	16,750,000	15,418,873	32,168,873
2016	17,260,000	14,739,335	31,999,335
2017	17,445,000	13,977,898	31,422,898
2018	18,115,000	13,161,672	31,276,672
2019-2023	96,885,000	52,078,979	148,963,979
2024-2028	106,520,000	27,110,672	133,630,672
2029-2032	<u>58,330,000</u>	<u>4,333,762</u>	<u>62,663,762</u>
Totals	<u><u>\$ 347,555,000</u></u>	<u><u>\$ 156,904,739</u></u>	<u><u>\$ 504,459,739</u></u>

Discretely presented component units long-term bonded debt as of September 30, 2013, is listed below:

Discretely Presented Component Units				
Original Issue	Description	Interest Rate	Matures	Debt Outstanding
		%		
Fort Bend County Toll Road Authority:				
General Obligation Bonds				
\$ 63,695,000	Unlimited Tax and Subordinate Lien Toll Road Revenue Bonds, Series 2003	4.00 - 5.00	2014	\$ 1,145,000
72,195,000	Unlimited Tax and Subordinate Lien Toll Road Revenue Bonds, Series 2004	3.63 - 5.00	2015	2,720,000
30,775,000	Senior Lien Toll Road Revenue Bonds, Series 2012	2.00 - 4.125	2040	30,775,000
116,940,000	Unlimited Tax and Subordinate Lien Toll Road Revenue Refunding Bonds Series 2012	4.00 - 5.00	2032	<u>116,940,000</u>
Total General Obligation Bonds				<u><u>\$ 151,580,000</u></u>
Fort Bend Grand Parkway Toll Road Authority:				
General Obligation Bonds				
\$ 155,085,000	Limited Contract Tax and Subordinate Lien Toll Road Revenue Bonds, Series 2012	3.00 - 5.00	2046	<u>\$ 155,085,000</u>
				<u><u>\$ 155,085,000</u></u>

A summary of long-term liability transactions of the discretely presented component units for the year ended September 30, 2013, follows:

Fort Bend County Toll Road Authority:

	Balance			Balance	Amounts Due
	10/1/12	Additions	Retirements	9/30/13	Within One
					Year
General obligation bonds	\$ 153,480,000	\$	\$ (1,900,000)	\$ 151,580,000	\$ 2,345,000
Premiums on bonds	21,161,593		(1,109,451)	20,052,142	
Discounts on bonds	(322,493)		11,657	(310,836)	
Total Long-Term Liabilities	<u>\$ 174,319,100</u>	<u>\$</u>	<u>\$ (2,997,794)</u>	<u>\$ 171,321,306</u>	<u>\$ 2,345,000</u>

Fort Bend Grand Parkway Toll Road Authority:

	Balance			Balance	Amounts Due
	10/1/12	Additions	Retirements	9/30/13	Within One
					Year
General obligation bonds	\$ 155,085,000	\$	\$	\$ 155,085,000	\$
Premiums on bonds	18,755,255		(552,980)	18,202,275	
Total Long-Term Liabilities	<u>\$ 173,840,255</u>	<u>\$</u>	<u>\$ (552,980)</u>	<u>\$ 173,287,275</u>	<u>\$</u>

Annual debt service requirements to maturity for the general obligation bonds are summarized as follows:

Fort Bend County Toll Road Authority:

	<u>Principal</u>	<u>Interest</u>	<u>Totals</u>
2014	\$ 2,345,000	\$ 6,952,650	\$ 9,297,650
2015	2,575,000	6,834,925	9,409,925
2016	3,745,000	6,705,875	10,450,875
2017	4,470,000	6,552,225	11,022,225
2018	5,315,000	6,343,713	11,658,713
2019-2023	33,535,000	27,560,212	61,095,212
2024-2028	43,310,000	18,467,553	61,777,553
2029-2033	44,310,000	6,968,869	51,278,869
2034-2038	8,220,000	1,631,025	9,851,025
2039-2040	3,755,000	156,441	3,911,441
Totals	\$ 151,580,000	\$ 88,173,488	\$ 239,753,488

Fort Bend Grand Parkway Toll Road Authority:

	<u>Principal</u>	<u>Interest</u>	<u>Totals</u>
2014	\$	\$ 7,180,200	\$ 7,180,200
2015		7,180,200	7,180,200
2016		7,180,200	7,180,200
2017		7,180,200	7,180,200
2018		7,180,200	7,180,200
2019-2023	7,265,000	35,473,375	42,738,375
2024-2028	20,665,000	31,599,875	52,264,875
2029-2033	25,490,000	26,511,900	52,001,900
2034-2038	32,030,000	19,675,500	51,705,500
2039-2043	40,730,000	10,663,850	51,393,850
2044-2046	28,905,000	1,764,100	30,669,100
Totals	\$ 155,085,000	\$ 161,589,600	\$ 316,674,600

B. Conduit Debt – Component Units

The Fort Bend County Housing Finance Corporation is authorized to finance residential housing by issuing tax-exempt revenue bonds to acquire mortgage loans as security for the payment of the principal and interest of such revenue bonds. The tax-exempt bonds issued by the Corporation do not constitute a debt or pledge of faith of the Corporation, but are payable by the user pursuant to terms defined in the loan agreement underlying each issue. As of September 30, 2013, \$9,857,566 of total bonds are outstanding.

The Fort Bend County Industrial Development Corporation is authorized to finance industrial development projects as defined by the Development Act of 1979 by issuing bonds. The bonds issued by the Corporation do not constitute a debt or pledge of faith of the Corporation, but are payable by the user pursuant to terms defined in the loan agreement underlying each issue. During 2013, the Corporation issued Industrial Development Revenue Bonds (NRG Energy, Inc. Project), Series 2012B in the amount of \$73,100,000. As of September 30, 2013, \$137,977,809 of total bonds are outstanding.

C. Defeasance of Debt

In fiscal year 2012 the County defeased a large portion of the Unlimited Tax and Subordinate Lien Toll Road Revenue Bonds, Series 2003 and 2004 by placing the proceeds of the refunding bonds in an irrevocable trust to provide for all future debt service on the refunded bonds. The trust account assets and

the liability for the defeased bonds are not included in the County's basic financial statements. As of September 30, 2013, the outstanding balance of these refunded bonds was \$67,530,000.

Note 8 - Employee Retirement System

A. Plan Description

The County provides retirement, disability, and death benefits for all of its full-time employees through a nontraditional defined benefit pension plan in the statewide Texas County and District Retirement System (TCDRS). The Board of Trustees of TCDRS is responsible for the administration of the statewide agent multiple-employer public employee retirement system consisting of 493 nontraditional defined benefit pension plans. TCDRS in the aggregate issues a comprehensive annual financial report (CAFR) on a calendar year basis. The CAFR is available upon written request from the TCDRS Board of Trustees at P.O. Box 2034, Austin, Texas 78768-2034.

The plan provisions are adopted by the governing body of the employer, within the options available in the Texas state statutes governing TCDRS (TCDRS Act). Members can retire with eight or more years of service at age 60 and above, with 30 years of service regardless of age, or when the sum of their age and years of service equals 75 or more. Members are vested after eight years of service but must leave their accumulated contributions in the plan to receive any employer-financed benefit. Members who withdraw their personal contributions in a lump sum are not entitled to any amounts contributed by their employer.

Benefit amounts are determined by the sum of the employee's contributions to the plan, with interest, and employer-financed monetary credits. The level of these monetary credits is adopted by the governing body of the employer within the actuarial constraints imposed by the TCDRS Act so that the resulting benefits can be expected to be adequately financed by the employer's commitment to contribute. At retirement, death, or disability, the benefit is calculated by converting the sum of the employee's accumulated contributions and the employer-financed monetary credits to a monthly annuity using annuity purchase rates prescribed by the TCDRS Act.

B. Contributions

The employer has elected the annually determined contribution rate (ADCR) plan provisions of the TCDRS Act. The plan is funded by monthly contributions from both employee members and the employer based on the covered payroll of employee members. Under the TCDRS Act, the contribution rate of the employer is actuarially determined annually. It was 11.55% for calendar year 2013. The contribution rate payable by the employee members is 7% as adopted by the governing body of the employer. The employee contribution rate and the employer contribution rate may be changed by the governing body of the employer within the options available in the TCDRS Act.

The County's total payroll in fiscal year 2013 was \$112.6 million and the County's contributions were based on a payroll of \$110.9 million. Contributions made by employees totaled \$7.8 million, and the County made contributions of \$12.7 million during the fiscal year ended September 30, 2013.

Three-year trend information for the Pension Plan is presented below:

	<u>2013</u>	<u>2012</u>	<u>2011</u>
Annual Pension Cost (APC)	\$ 12,681,672	\$ 12,127,523	\$ 11,418,711
Percentage of APC Contributed	100%	100%	100%
Net Pension Obligation at the End of Period	0	0	0

For the year ended September 30, 2013, the pension cost for the TCDRS plan and the actual contributions made were \$12,681,672. Because all contributions are made as required, no pension obligation existed at September 30, 2013.

<u>Actuarial Information</u>	<u>12/31/2012</u>
Actuarial cost method	Entry age
Amortization method	level percentage of payroll, closed
Amortization period	20 years
Asset valuation method	SAF: 10-year smoothed value ESF: Fund value
Assumptions:	
Investment return	8.0%
Projected salary increases	5.4%
Inflation	3.5%
Cost-of-living adjustments	0.0%

C. Funded Status and Funding Progress

A schedule of funded status as of the most recent actuarial valuation is as follows:

<u>Schedule of Funding Information</u>	
Actuarial valuation date	12/31/2012
Actuarial value of assets	\$ 293,944,235
Actuarial accrued liability (AAL)	\$ 356,860,353
liability (UAAL or OAAL)	\$ 62,916,118
Funded ratio	82.37%
Annual covered payroll (actuarial)	\$ 109,715,087
UAAL or OAAL as % of covered payroll	57.35%

The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for the benefits.

Note 9 - Deferred Compensation Plan

The County offers all of its full-time employees a deferred compensation plan created in accordance with Section 457 of the Internal Revenue Code. Nationwide Retirement Solutions, Security Benefit Life, and Edward Jones have been appointed as plan administrators. The plan permits employees to defer a portion of their salary until future years. The deferred compensation is not available to the employees until termination, retirement, death, or emergency. Amounts of compensation deferred by employees under the plan provisions are disbursed to the plan administrators after each pay period. The plan administrators hold all funds invested in the plan and disburse funds to employees in accordance with plan provisions. The County does not maintain significant oversight of the plan administrators' activities.

Note 10 - Other Post-Employment Benefits

A. Plan Description

In addition to providing pension benefits through the Texas County and District Retirement System, the County sponsors and administers a single-employer defined benefit health care plan titled “Fort Bend County Employee Benefit Plan” (“Plan”). The Plan was established and approved by Fort Bend County Commissioners Court and Chapter 175 of the Local Government Code which provides eligible employees, retirees, and their eligible dependents with the following post-employment benefits:

- Eligible retirees have a portion of their medical and dental insurance premiums paid by the County for participation with the County’s healthcare provider; and at the County’s cost to cover current employees.
- Eligible dependents of retirees have a portion of their medical and dental insurance premiums paid by the County for participation with the County’s healthcare provider; and at the County’s cost to cover current employees.

The Plan does not issue a separate, publicly available report.

B. Funding Policy and Contribution Rates

The contribution requirements of the County and plan members are established and may be amended by Commissioners Court. These contributions are neither guaranteed nor mandatory. The County has retained the right to unilaterally modify its payments toward retiree healthcare benefits. The Plan provides for the payment of a portion of the health and dental insurance premiums for eligible retired employees and their dependents. Plan members receiving benefits contribute a percentage of the monthly insurance premium. Currently, the Plan pays a portion of the retiree’s premiums, as well as his or her dependent coverage. The retiree contributes the premium cost each month, less the Plan subsidy.

The County is statutorily required to permit retiree participation in the health insurance program on a pooled non-differentiated basis. The County, therefore, charges both groups an equal, blended rate premium. Although both groups are charged the same rate, GAAP requires the actuarial figures to be calculated using age adjusted premiums approximating claim costs for retirees separately from active employees. The use of age adjusted premiums results in the addition of an implicit rate subsidy into the actuarial accrued liability. However, the County has elected to contribute to the Plan at a rate that is based on an actuarial valuation prepared using the blended rate premium that is actually charged to the Plan.

The County recognizes its share of the costs of providing these benefits when paid, on a “pay-as-you-go” basis. These payments are budgeted annually. At September 30, 2013, there were 478 retirees receiving benefits and approximately 2,634 active members not yet eligible to receive such benefits. Commencing in fiscal 2008, the County implemented GASB Statement No. 45 “Accounting and Financial Reporting by Employers for Post-employment Benefits Other Than Pensions.” The County has performed an actuarial valuation of its post-retirement benefit liability. The financial statement disclosures for 2013 are as follows:

C. Annual OPEB Costs and Net OPEB Obligation

For fiscal year 2013, the County's annual OPEB cost for the Plan was \$33,507,178. The County's annual OPEB cost, the percentage of annual OPEB cost contributed to the Plan, and the net OPEB obligation for the year ended September 30, 2013, were as follows:

	Fiscal Year Ending 9/30/13
Determination of Annual Required Contribution	
Normal Cost at Fiscal Year End	\$ 18,173,276
Amortization of Unfunded Actuarial Accrued Liability	<u>17,363,132</u>
Annual Required Contribution (ARC)	35,536,408
Determination of Net OPEB Obligation	
Annual Required Contribution	35,536,408
Interest on prior-year Net OPEB Obligation	5,201,196
Adjustment to ARC	<u>(7,230,426)</u>
Annual OPEB Cost	33,507,178
Less Assumed Contributions Made	<u>(4,756,756)</u>
Estimated Increase in Net OPEB Obligation	28,750,422
Net OPEB Obligation - Beginning of Year	<u>130,029,910</u>
Net OPEB Obligation - End of Year	<u><u>\$ 158,780,332</u></u>
Percentage of OPEB Cost Contributed	14.2%

D. Trend Information

The following table shows the annual OPEB cost and net OPEB obligation for the prior three years assuming the plan is not prefunded (4% discount):

Fiscal Year Ended	Discount Rate	Annual OPEB Cost	Percentage of OPEB Cost Contributed	Net OPEB Obligation
2011	4%	\$ 31,751,414	16.1%	\$ 101,760,042
2012	4%	\$ 32,376,384	12.7%	\$ 130,029,910
2013	4%	\$ 33,507,178	14.2%	\$ 158,780,332

E. Funded Status and Funding Progress

A schedule of funded status as of the most recent actuarial valuation is as follows:

Actuarial valuation date		October 1, 2011
Actuarial value of plan assets (a)	\$	0
Actuarial accrued liability (AAL) (b)	\$	255,897,447
Unfunded/(Overfunded) actuarial accrued liability (UAAL or OAAL) (b-a)	\$	255,897,447
Funded Ratio (a/b)		0.0%
Annual Covered Payroll (c)	\$	108,712,740
UAAL or OAAL as % of covered payroll ((b-a)/c)		235.4%

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability.

F. Actuarial Methods and Assumptions

The actuarial cost method used for determining the benefit obligations is a Projected Unit Credit Cost Method. Under this method, the actuarial present value of projected benefits is the value of benefits expected to be paid for current actives and retirees and is calculated based on certain assumptions and census data. The Actuarial Accrued Liability (AAL) is the actuarial present value of benefits attributed to employee service rendered prior to the valuation date. The AAL equals the present value of benefits multiplied by a fraction equal to service to date over service at expected retirement. The Normal Cost is the actuarial present value of benefits attributed to one year of service. This equals the present value of benefits divided by service at expected retirement. Since retirees are not accruing any more service, their normal cost is zero. In determining the Annual Required Contribution, The Unfunded AAL is amortized as a level dollar over 30 years. The actuarial assumptions included a 4% per annum discount rate for valuing liabilities. Employees eligible for retiree medical benefits assumed to elect continued medical coverage in retirement for themselves and their spouses is 100% and 40% respectively. The valuation assumes the following:

- Healthcare cost trend rates:
 - Pre-65 trend begins at 6.2% in fiscal year 2011 and falls to 4.7% in 2089.
 - Post-65 trend begins at 6.2% in fiscal year 2011 and falls to 4.8% in 2099.
 - Dental trend begins at 5.86% in fiscal year 2011 and falls to 3.95% in 2024.
- 4% per annum discount rate for valuing liabilities.
- Employees eligible for retiree medical benefits assumed to elect continued medical coverage in retirement for themselves and their spouses is 100% and 40% respectively.
- 2.75% inflation rate.
- No projected salary increases.

Note 11 – Net Pension Obligation and Other Post-Employment Benefits Funding in Prior Years

The governmental funds that have been used to fund the net pension obligation and other post-employment benefit obligations in prior years have been the General Fund and the Drainage District Fund. The Drainage District Fund has only funded these obligations for retirees that worked for that department through the date of their retirement. All other obligations for retirees have been funded within the General Fund.

Note 12 – Fund Balances

As prescribed by GASB Statement No. 54, governmental funds report fund balance in classifications based primarily on the extent to which the County is bound to honor constraints on the specific purposes for which amounts in the funds can be spent. As of September 30, 2013, fund balances for the governmental funds are made up of the following:

Nonspendable Fund Balance – includes amounts that are (a) not in spendable form, or (b) legally or contractually required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash, for example: inventories, prepaid amounts, and long-term notes receivable.

Restricted Fund Balance - includes amounts that can be spent only for the specific purposes stipulated by external resource providers, constitutionally or through enabling legislation. Restrictions may effectively be changed or lifted only with the consent of resource providers. When restricted and unrestricted fund balance exists for the same purpose, restricted fund balance will be used first.

Committed Fund Balance – includes amounts that can only be used for the specific purposes determined by the County’s Board. The commitment of fund balance requires the highest level action of the Board to constitute a binding constraint on fund balance. This can only be achieved by majority vote of approval of the County’s Board. Commitments may only be changed or lifted by majority vote of approval of the County’s Board. The proposed action of the Board with regard to creation or modification of a commitment must also be clearly posted on the Board’s agenda in advance of taking any action.

Assigned Fund Balance – comprises amounts intended to be used by the County for specific purposes that are neither restricted nor committed. *Intent* is expressed by (a) the County’s Board or (b) a body (for example: a budget or finance committee) or official to which the County’s Board has delegated the authority to assign amounts to be used for specific purposes. As of the date of this report, the County’s Board has not authorized any other official to have the authority to assign fund balance; therefore the assignment of fund balance must be made by approval of the Board.

Unassigned Fund Balance – is the residual classification for the General Fund and includes all amounts not contained in the other classifications. Unassigned amounts are technically available for any purpose.

When various unrestricted fund balance is available for the same purpose, the County will use committed fund balance first, assigned fund balance next, and unassigned fund balance last.

GASB 54 requires disclosure of any formally adopted minimum fund balance policies. The County’s policy is to budget to maintain a minimum fund balance of 15% of the County’s General Fund annual operating expenditures. If the actual fund balance drops below 15%, it shall be budgeted for recovery the following year. This policy is reviewed annually.

Fund balances for all the major and non-major governmental funds as of September 30, 2013, were distributed as shown below:

	General Fund	Debt Service Fund	Mobility 2012 Project Fund	Non-major Governmental Funds	Total
Nonspendable:					
Prepaid expenditures	\$ 1,233,591	\$	\$	\$ 10,963	\$ 1,244,554
Subtotal	<u>1,233,591</u>			<u>10,963</u>	<u>1,244,554</u>
Restricted for:					
General administration	277,783			9,322,988	9,600,771
Financial administration				41	41
Administration of justice				1,973,856	1,973,856
Construction and maintenance				12,901,484	12,901,484
Health and welfare				217,701	217,701
Public safety				2,942,449	2,942,449
Library				120,507	120,507
Mobility road projects			25,416,378		25,416,378
Debt service		2,475,770			2,475,770
Subtotal	<u>277,783</u>	<u>2,475,770</u>	<u>25,416,378</u>	<u>27,479,026</u>	<u>55,648,957</u>
Committed to:					
Capital projects	1,962,567				1,962,567
Facility construction/renovation	8,730,749				8,730,749
Mobility road projects	2,564,715				2,564,715
Medical examiner's office	12,000				12,000
Parks and Fairgrounds renovations	1,409,672				1,409,672
Pedestrian Mall	714,202				714,202
IT Infrastructure	755,863				755,863
Camera sytem upgrade	80,000				80,000
Energy efficiency improvements	16,233				16,233
Jail generator replacement	6,006				6,006
Software projects	1,805,768				1,805,768
Right-of-way acquisitions	4,799,827				4,799,827
Subtotal	<u>22,857,602</u>				<u>22,857,602</u>
Unassigned	<u>13,037,646</u>			(1,663)	<u>13,035,983</u>
Total Fund Balances	<u>\$ 37,406,622</u>	<u>\$ 2,475,770</u>	<u>\$ 25,416,378</u>	<u>\$ 27,488,326</u>	<u>\$ 92,787,096</u>

Note 13 - Contingencies and Commitments

A. Construction Contract Commitments

The County had several capital improvement commitments at September 30, 2013. A contract between two parties does not result immediately in the recognition of a liability. Instead, a liability is incurred when performance has occurred under the contract. Until such time as performance takes place, these contracts represent a commitment rather than a liability. These commitments and their related construction in progress are summarized in Note 6.

B. Litigation and Other Contingencies

The County is contingently liable with respect to lawsuits and other claims in the ordinary course of its operations. The settlement of such contingencies under the budgetary process would not materially affect the financial position of the County as of September 30, 2013.

Note 14 - Risk Management

The County is exposed to various risks related to torts: theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. The County's risk management program encompasses various means of protecting the County against loss through self-insurance and obtaining property, casualty, and liability coverage through commercial insurance carriers. Settled claims have not exceeded insurance coverage in any of the previous three fiscal years. There has not been any significant reduction in insurance coverage from that of the previous year.

Liabilities have been recorded for workers' compensation, auto liability, general liability, and employee benefits. These liabilities are recorded when it is probable that a loss has occurred and the amount can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported (IBNRs). The result of the process to estimate the claims liability is not an exact amount as it depends on many complex factors, such as inflation, changes in legal doctrines, and damage awards. Accordingly, claims are reevaluated periodically to consider the effects of inflation, recent claim settlement trends, and other economic and social factors. The estimate of the claims liability also includes amounts for incremental claim adjustment expenses regardless of whether allocated to specific claims. Non-incremental claim adjustment expenses have not been included as part of the liability for claims and judgments. However, estimated recoveries, for example from salvage or subrogation, are another component of the claims liability estimate. A summary of the changes in the balances of claims liabilities for the year ended September 30, 2013 is as follows:

	Balance			Balance	Amounts
	10/1/12	Additions	Retirements	9/30/13	Due Within
					One Year
Employee benefits	\$ 1,694,834	\$ 27,718,103	\$(26,329,011)	\$ 3,083,926	\$ 3,083,926
Other insurance	3,685,926	342,318	(550,370)	3,477,874	1,046,596
Total unpaid claims	\$ 5,380,760	\$ 28,060,421	\$(26,879,381)	\$ 6,561,800	\$ 4,130,522

Note 15 – Deficit Net Position

As of September 30, 2013, Other Self-Funded Insurance Fund has a deficit net position of \$2,850,399. This was caused by a continued increase of workers' compensation claims during fiscal year 2013. Management plans to increase the allocation for Other Self-Funded Insurance in future years to eliminate this deficit net position balance.

As of September 30, 2013, the Fort Bend Grand Parkway Toll Road Authority has a deficit net position of \$9,812,368. This is caused by the issuance of bonds for the construction of the tolled overpasses along State Highway 99. There are no revenues being collected to offset the long-term liability. The tolled overpasses are planned to be open in April 2014.

Note 16 – Restatement of Beginning Net Position

During the 2013 fiscal year, the County made adjustments to its capital asset records. As a result of these adjustments, the County has restated its beginning capital asset amounts for land, construction in progress, vehicles, office furniture and equipment, road equipment, building, facilities, and improvements, and infrastructure by \$187,712, (\$1,801,721), (\$172,457), \$90,453, \$107,888, \$13,792 and \$1,697,385 respectively. Accumulated depreciation has been restated for vehicles, office furniture and equipment, road equipment, and infrastructure by (\$19,879), (\$29,435), (\$68,258), and \$8,326,664 respectively. Therefore, governmental activities total beginning net position was increased by \$8,332,144.

During the 2013 fiscal year, the County made adjustments to its Internal Service funds to correct for previous years' expenses paid out of the incorrect fund. As a result of these adjustments, the County has

restated its beginning net position in the Employee Benefits fund and Other Self-Funded Insurance fund by \$1,108,949 and (\$1,108,949) respectively. There was no change in the combined beginning net position for Internal Service funds.

Note 17 - Subsequent Event

Fort Bend County refinanced the balance of the 2007 Unlimited Tax Road Bonds in March 2013. The County plans to issue the remaining balance of the 2007 authorized Unlimited Tax Road bonds of \$41 million by December 2014. The Fort Bend County Toll Road Authority plans to issue \$55 million in Subordinate Lien Revenue bonds by December 2014 for the extension of Westpark Tollway and \$25 to \$30 million by September 2014 for an overpass for the Parkway Toll Road at State Highway 6.

Note 18 – Implementation of New Standards

In the current fiscal year, the County implemented the following new standard:

GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position* (“GASB 63”), amended the net asset reporting requirements in GASB Statement No. 34 and other pronouncements by incorporating deferred outflows of resources and deferred inflows of resources into the definitions of the required components of the residual measure and by renaming that measure as “net position” rather than “net assets.”



Required Supplementary Information

FORT BEND COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND - BUDGETARY BASIS
For the Year Ended September 30, 2013

page 1 of 9

	Original Budget	Final Budget	Actual Amounts Budgetary Basis	Variance from Final Positive (Negative)
Revenues				
Property taxes	\$ 155,683,711	\$ 155,683,711	\$ 157,461,669	\$ 1,777,958
Fines and fees	22,988,350	23,025,750	25,692,595	2,666,845
Intergovernmental	2,135,000	2,228,000	2,581,101	353,101
Earnings on investments	753,530	753,530	590,025	(163,505)
Miscellaneous	2,916,100	2,955,090	3,210,394	255,304
Total Revenues	184,476,691	184,646,081	189,535,784	4,889,703
Expenditures				
General Administration				
County Judge:				
Salaries and personnel costs	509,456	501,768	498,532	3,236
Operating costs	14,487	13,637	12,857	780
Information technology costs		84	84	
Capital acquisitions		645	645	
Commissioner Precinct 1:				
Salaries and personnel costs	374,834	372,623	370,114	2,509
Operating costs	11,274	11,283	10,988	295
Commissioner Precinct 2:				
Salaries and personnel costs	498,376	493,174	484,174	9,000
Operating costs	22,933	21,534	21,035	499
Information technology costs		1,399	1,385	14
Commissioner Precinct 3:				
Salaries and personnel costs	389,634	348,432	348,236	196
Operating costs	35,024	19,524	18,836	688
Information technology costs	700	1,200	1,125	75
Commissioner Precinct 4:				
Salaries and personnel costs	340,719	338,517	330,833	7,684
Operating costs	11,689	11,689	11,531	158
Information technology costs	327			
County Clerk:				
Salaries and personnel costs	3,222,024	3,063,223	3,059,914	3,309
Operating costs	72,774	72,774	65,464	7,310
Information technology costs	4,000	4,000	3,996	4
Non-Departmental:				
Salaries and personnel costs	2,976,900	2,976,900	2,976,900	
Operating costs	6,882,680	5,170,736	5,164,411	6,325
Information technology costs		407	396	11
Risk Management/Insurance:				
Salaries and personnel costs	616,411	603,181	594,069	9,112
Operating costs	168,041	153,941	140,636	13,305
Information technology costs		100	76	24
Property/Casualty/Liability:				
Operating costs	2,567,000	2,267,000	2,194,098	72,902
Information technology costs	3,000	3,000		3,000
Capital acquisitions	90,000	35,000	33,807	1,193

FORT BEND COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND - BUDGETARY BASIS
For the Year Ended September 30, 2013

page 2 of 9

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts Budgetary Basis</u>	<u>Variance from Final Positive (Negative)</u>
Elections Administrator:				
Salaries and personnel costs	562,520	527,565	526,472	1,093
Operating costs	115,039	109,539	107,275	2,264
Information technology costs	2,700	2,700	2,184	516
Capital acquisitions		5,500	5,500	
Elections Services:				
Salaries and personnel costs	250,138	274,367	274,366	1
Operating costs	295,985	220,474	219,228	1,246
Information technology costs		36,511	36,511	
Human Resources:				
Salaries and personnel costs	704,935	678,041	677,805	236
Operating costs	136,000	133,890	125,070	8,820
Information technology costs		3,110	1,684	1,426
Vehicle Maintenance:				
Salaries and personnel costs	12,088	13,354	12,203	1,151
Operating costs	6,921	29,347	3,893	25,454
Information technology costs	270	470	321	149
Fleet Management				
Salaries and personnel costs		65,066	65,064	2
Operating costs		1		1
Capital acquisitions		8		8
Records Management:				
Salaries and personnel costs	359,498	320,914	320,684	230
Operating costs	16,160	13,549	8,429	5,120
Information technology costs	50	2,661	2,588	73
Central Mailroom:				
Salaries and personnel costs	180,722	179,071	172,430	6,641
Operating costs	505,368	528,018	523,815	4,203
Facilities Management and Planning:				
Salaries and personnel costs	451,137	516,690	514,137	2,553
Operating costs	49,436	32,436	31,403	1,033
Information technology costs	2,052	5,812	5,706	106
Facilities Maintenance:				
Salaries and personnel costs	646,503	484,963	478,515	6,448
Operating costs	523,341	528,775	524,666	4,109
Information technology costs		866	1,201	(335)
Facilities Operations:				
Salaries and personnel costs	170,774	184,899	184,899	
Operating costs	5,502,995	4,936,407	4,930,646	5,761
Capital acquisitions		33,027	33,026	1
Janitorial:				
Salaries and personnel costs	477,820	409,725	409,076	649
Operating costs	442,572	442,572	435,495	7,077

FORT BEND COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND - BUDGETARY BASIS
For the Year Ended September 30, 2013

page 3 of 9

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts Budgetary Basis</u>	<u>Variance from Final Positive (Negative)</u>
Jail Maintenance:				
Salaries and personnel costs		19,257	16,985	2,272
Operating costs		16,205	15,877	328
Information technology costs		774	774	
Capital acquisitions		21,997	21,997	
Interdepartmental Construction:				
Salaries and personnel costs		4,983	4,982	1
Information technology:				
Salaries and personnel costs	3,940,540	3,732,318	3,731,547	771
Operating costs	1,216,289	880,462	653,390	227,072
Information technology costs	24,480	162,030	158,421	3,609
Capital acquisitions	9,300	43,507	37,012	6,495
Purchasing:				
Salaries and personnel costs	702,338	696,283	693,735	2,548
Operating costs	27,616	29,655	27,897	1,758
Information technology costs		6,829	5,901	928
Capital Outlay-General Fund:				
Capital acquisitions	4,209,995			
Total General Administration	<u>40,357,865</u>	<u>32,820,399</u>	<u>32,346,952</u>	<u>473,447</u>
Financial Administration				
County Auditor:				
Salaries and personnel costs	1,800,377	1,778,689	1,772,715	5,974
Operating costs	28,771	26,842	22,170	4,672
Information technology costs	200	4,441	4,441	
County Treasurer:				
Salaries and personnel costs	647,448	641,943	637,532	4,411
Operating costs	177,630	177,630	139,275	38,355
Information technology costs		2,665	2,665	
Capital acquisitions	6,750	6,750	6,750	
Court Collections:				
Salaries and personnel costs	106,420	104,279	101,864	2,415
Operating costs	16,515	16,315	13,910	2,405
Information technology costs		200	144	56
EMS Collections:				
Salaries and personnel costs	370,375	366,522	364,457	2,065
Operating costs	74,262	96,262	81,765	14,497
Information technology costs	100	100	65	35
Tax Assessor/Collector:				
Salaries and personnel costs	3,380,855	3,297,332	3,296,799	533
Operating costs	301,305	277,025	275,813	1,212
Information technology costs	1,430	25,710	25,675	35
Budget Office:				
Salaries and personnel costs	423,141	419,113	417,654	1,459
Operating costs	18,862	15,673	10,954	4,719
Information technology costs	1,317	1,506	1,506	
Capital acquisitions		5,800	5,781	19
Total Financial Administration	<u>7,355,758</u>	<u>7,264,797</u>	<u>7,181,935</u>	<u>82,862</u>

FORT BEND COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND - BUDGETARY BASIS
For the Year Ended September 30, 2013

page 4 of 9

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts Budgetary Basis</u>	<u>Variance from Final Positive (Negative)</u>
Administration of Justice				
County Court-at-Law #1:				
Salaries and personnel costs	449,735	444,693	444,447	246
Operating costs	230,600	370,128	369,710	418
Information technology costs		2,400	1,519	881
County Court-at-Law #2:				
Salaries and personnel costs	452,756	446,284	445,502	782
Operating costs	231,655	372,380	370,519	1,861
County Court-at-Law #3:				
Salaries and personnel costs	469,448	463,467	459,499	3,968
Operating costs	230,700	536,415	535,445	970
Information technology costs	50	2,200	1,814	386
County Court-at-Law #4:				
Salaries and personnel costs	468,315	468,559	468,558	1
Operating costs	226,323	756,554	755,560	994
Capital acquisitions		5,500	5,320	180
Associate County Court-at-Law:				
Salaries and personnel costs	195,375	194,274	193,708	566
Operating costs	10,419	10,617	10,257	360
Information technology costs		559	523	36
240th District Court:				
Salaries and personnel costs	232,972	231,321	227,697	3,624
Operating costs	221,596	838,977	838,948	29
268th District Court:				
Salaries and personnel costs	235,089	236,738	233,956	2,782
Operating costs	232,552	565,035	558,882	6,153
Capital acquisitions		645	645	
328th District Court:				
Salaries and personnel costs	374,832	373,164	369,014	4,150
Operating costs	225,000	282,478	282,407	71
387th District Court:				
Salaries and personnel costs	372,995	379,487	380,020	(533)
Operating costs	155,950	195,051	194,445	606
400th District Court:				
Salaries and personnel costs	233,884	232,233	231,806	427
Operating costs	219,575	756,341	756,251	90
Information technology costs		1,100		1,100
Capital acquisitions	5,320	10,720	5,320	5,400
434th District Court:				
Salaries and personnel costs	233,788	233,337	231,850	1,487
Operating costs	227,700	1,005,027	1,004,369	658
Information technology costs		1,410	1,227	183
Child Support:				
Salaries and personnel costs	384,733	378,460	377,834	626
Operating costs	17,191	17,191	15,249	1,942

FORT BEND COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND - BUDGETARY BASIS
For the Year Ended September 30, 2013

page 5 of 9

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts Budgetary Basis</u>	<u>Variance from Final Positive (Negative)</u>
District Clerk:				
Salaries and personnel costs	3,387,403	3,260,293	3,259,746	547
Operating costs	142,205	147,512	146,388	1,124
Information technology costs	10,000	12,053	12,004	49
District Clerk Jury Payments:				
Operating costs	275,000	224,000	223,918	82
Justice of the Peace Precinct #1, Place 1:				
Salaries and personnel costs	435,529	409,646	409,067	579
Operating costs	11,522	11,781	11,781	
Justice of the Peace Precinct #1, Place 2:				
Salaries and personnel costs	569,203	564,249	562,506	1,743
Operating costs	19,805	19,805	17,975	1,830
Justice of the Peace Precinct #2:				
Salaries and personnel costs	468,977	418,391	418,228	163
Operating costs	19,506	19,506	17,615	1,891
Justice of the Peace Precinct #3:				
Salaries and personnel costs	495,024	490,620	487,149	3,471
Operating costs	10,000	10,000	9,520	480
Justice of the Peace Precinct #4:				
Salaries and personnel costs	410,758	405,068	398,961	6,107
Operating costs	14,135	14,135	12,154	1,981
Bail Bond Board:				
Salaries and personnel costs	66,995	69,035	66,288	2,747
Operating costs	5,050	4,140	3,725	415
Information technology costs	2,957	3,867	3,842	25
County Attorney:				
Salaries and personnel costs	1,840,335	1,827,213	1,817,397	9,816
Operating costs	133,345	114,045	112,724	1,321
Information technology costs	3,543	3,843	3,726	117
District Attorney:				
Salaries and personnel costs	6,897,004	6,727,299	6,727,260	39
Operating costs	269,494	144,173	133,807	10,366
Public Defender - Mental Health:				
Salaries and personnel costs	358,302			
Operating costs	28,500			
District Judges Fees/Services:				
Operating costs	2,000,000			
Sheriff Detention Operating:				
Salaries and personnel costs	19,334,359	20,173,608	20,173,607	1
Operating costs	6,324,179	6,482,055	6,206,019	276,036
Information technology costs	17,690	17,832	17,574	258
Capital acquisitions	134,591	65,333	65,332	1
Sheriff - Bailiffs:				
Salaries and personnel costs	2,096,000	2,157,189	2,157,188	1
Operating costs	46,289	46,289	38,837	7,452
Information technology costs	63	63		63

FORT BEND COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND - BUDGETARY BASIS
For the Year Ended September 30, 2013

page 6 of 9

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts Budgetary Basis</u>	<u>Variance from Final Positive (Negative)</u>
Courts Administration:				
Salaries and personnel costs	150,958	154,155	154,153	2
Operating costs	18,650	18,650	15,399	3,251
Indigent Defense Program:				
Salaries and personnel costs	186,149	184,498	180,635	3,863
Operating costs	47,824	28,792	28,622	170
Information technology costs		32	32	
Behavioral Health Services:				
Salaries and personnel costs	105,073	128,962	128,960	2
Operating costs	4,830	7,830	6,983	847
Choices and Consequences:				
Operating costs	61,790	61,790	45,257	16,533
Death Investigators:				
Operating costs	24,350	24,350	22,398	1,952
Adult Probation Operating:				
Salaries and personnel costs	59,387	61,017	58,732	2,285
Operating costs	86,927	86,927	73,632	13,295
CSR Program:				
Salaries and personnel costs	274,912	272,710	266,397	6,313
Operating costs		8,000	8,000	
Drug Court - County:				
Operating costs	55,000	55,000	64,461	(9,461)
Juvenile Truancy Court:				
Salaries and personnel costs	281,190	274,888	272,318	2,570
Operating costs	18,059	18,059	15,856	2,203
Information technology costs	4,956	4,956	4,706	250
Total Administration of Justice	<u>53,546,371</u>	<u>55,046,404</u>	<u>54,633,180</u>	<u>413,224</u>
Construction and Maintenance				
Carpenter Shop:				
Salaries and personnel costs	910,783	822,393	822,161	232
Operating costs	25,100	15,100	14,430	670
Engineering:				
Salaries and personnel costs	1,480,516	1,366,473	1,366,337	136
Operating costs	246,589	165,789	156,000	9,789
Information technology costs	8,735	8,735	8,522	213
Landfill:				
Salaries and personnel costs	44,316	31,416	31,331	85
Operating costs	96,940	80,940	76,684	4,256
Recycling Center:				
Salaries and personnel costs	118,841	117,740	116,913	827
Operating costs	28,665	28,665	19,018	9,647
Household/Ag Waste Program:				
Salaries and personnel costs	51,188	32,188	31,699	489
Operating costs	52,220	52,220	48,438	3,782
Total Construction and Maintenance	<u>3,063,893</u>	<u>2,721,659</u>	<u>2,691,533</u>	<u>30,126</u>

FORT BEND COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND - BUDGETARY BASIS
For the Year Ended September 30, 2013

page 7 of 9

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts Budgetary Basis</u>	<u>Variance from Final Positive (Negative)</u>
Health and Welfare				
Ambulance - EMS:				
Salaries and personnel costs	7,360,166	7,313,419	7,312,411	1,008
Operating costs	1,152,480	908,480	901,471	7,009
Information technology costs	10,411	4,352	4,351	1
Capital acquisitions	66,450	368,970	368,717	253
Public Transportation:				
Operating costs	2,575,529	508,946	501,188	7,758
Health Department - County:				
Salaries and personnel costs	493,854	414,660	414,433	227
Operating costs	58,223	29,714	29,271	443
Information technology costs		1,570	1,474	96
Capital acquisitions		16,939	16,939	
Clinical Health Immunization:				
Salaries and personnel costs	259,364	260,502	258,092	2,410
Operating costs	28,400	14,400	13,573	827
Animal Control:				
Salaries and personnel costs	595,350	568,063	567,162	901
Operating costs	116,921	100,821	98,490	2,331
Information technology costs		100	28	72
Capital acquisitions		9,535	8,352	1,183
Health and Human Services:				
Salaries and personnel costs	428,726	426,524	423,895	2,629
Operating costs	60,736	58,886	55,448	3,438
Information technology costs		1,850	1,799	51
Senior Center:				
Salaries and personnel costs	94,288	75,611	74,139	1,472
Operating costs	67,325	35,018	34,224	794
Information technology costs	6,898	14,808	14,788	20
Environmental Services:				
Salaries and personnel costs	1,137,359	1,122,013	1,121,526	487
Operating costs	159,542	127,603	127,107	496
Information technology costs	1,628	1,628	1,620	8
Capital acquisitions		16,939	16,939	
CIHC Coordinator - County:				
Salaries and personnel costs	517,113	504,702	499,478	5,224
Operating costs	3,127,212	1,837,124	1,411,541	425,583
Information technology costs	3,000	3,000	2,518	482
Capital acquisitions		1,200	1,151	49
Social Services:				
Salaries and personnel costs	659,634	619,677	611,957	7,720
Operating costs	592,947	621,445	607,561	13,884
Total Health and Welfare	19,573,556	15,988,499	15,501,643	486,856

FORT BEND COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND - BUDGETARY BASIS
For the Year Ended September 30, 2013

page 8 of 9

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts Budgetary Basis</u>	<u>Variance from Final Positive (Negative)</u>
Cooperative Services				
Extension Service:				
Salaries and personnel costs	497,611	429,361	429,098	263
Operating costs	326,080	262,660	260,099	2,561
Information technology costs		709	709	
Veterans Service:				
Salaries and personnel costs	184,421	183,012	183,012	
Operating costs	11,035	11,035	9,600	1,435
Total Cooperative Services	<u>1,019,147</u>	<u>886,777</u>	<u>882,518</u>	<u>4,259</u>
Public Safety				
Civil Service Commission:				
Salaries and personnel costs	73,635	73,085	72,707	378
Operating costs	3,250	6,500	3,683	2,817
Fire Marshal:				
Salaries and personnel costs	706,575	716,486	716,486	
Operating costs	1,593,239	1,605,210	1,597,802	7,408
Information technology costs		69	69	
Department of Public Safety:				
Salaries and personnel costs	106,156	105,055	104,829	226
Operating costs	5,300	5,300	5,019	281
Information technology costs	800	800	798	2
DPS - License and Weight:				
Operating costs	3,307	3,519	3,357	162
Information technology costs	159	159	153	6
Constable Precinct #1:				
Salaries and personnel costs	1,306,749	1,335,500	1,322,591	12,909
Operating costs	191,100	137,961	137,037	924
Information technology costs		27	27	
Capital acquisitions		82,214	82,213	1
Constable Precinct #2:				
Salaries and personnel costs	1,204,320	1,222,203	1,222,187	16
Operating costs	187,335	111,192	109,834	1,358
Information technology costs		300	300	
Capital acquisitions		84,852	84,851	1
Constable Precinct #3:				
Salaries and personnel costs	816,602	829,111	825,890	3,221
Operating costs	151,208	105,782	105,621	161
Information technology costs	1,680	3,000	2,914	86
Capital acquisitions		29,426	29,426	
Constable Precinct #4:				
Salaries and personnel costs	782,595	804,178	804,122	56
Operating costs	97,927	89,133	88,019	1,114
Information technology costs		159	157	2
Sheriff Enforcement Operating:				
Salaries and personnel costs	23,674,938	24,820,771	24,820,139	632
Operating costs	4,413,621	3,107,306	3,105,505	1,801
Information technology costs	60,062	39,830	36,804	3,026
Capital acquisitions	54,489	929,433	929,310	123

FORT BEND COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND - BUDGETARY BASIS
For the Year Ended September 30, 2013

page 9 of 9

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts Budgetary Basis</u>	<u>Variance from Final Positive (Negative)</u>
Commissary Administration:				
Salaries and personnel costs	134,411	147,489	147,489	
Operating costs		5,409	5,409	
Emergency Management - County:				
Salaries and personnel costs	465,487	441,403	436,691	4,712
Operating costs	109,987	105,380	95,517	9,863
Information technology costs		2,551	1,813	738
Total Public Safety	<u>36,144,932</u>	<u>36,950,793</u>	<u>36,898,769</u>	<u>52,024</u>
Parks and Recreation				
Fairgrounds:				
Salaries and personnel costs	335,428	329,946	326,295	3,651
Operating costs	53,216	64,482	62,756	1,726
Capital acquisitions		38,384	18,334	20,050
Parks Department:				
Salaries and personnel costs	1,076,367	975,409	975,156	253
Operating costs	648,037	569,415	523,801	45,614
Information technology costs	480	3,500	2,147	1,353
Capital acquisitions		20,972	20,972	
Total Parks and Recreation	<u>2,113,528</u>	<u>2,002,108</u>	<u>1,929,461</u>	<u>72,647</u>
Libraries and Education				
County Library Operating:				
Salaries and personnel costs	10,314,498	9,973,222	9,972,600	622
Operating costs	2,865,887	2,873,993	2,873,854	139
Information technology costs	75,000	111,361	111,208	153
Capital acquisitions	20,860	32,669	32,668	1
Total Libraries and Education	<u>13,276,245</u>	<u>12,991,245</u>	<u>12,990,330</u>	<u>915</u>
Total Expenditures	<u>176,451,295</u>	<u>166,672,681</u>	<u>165,056,321</u>	<u>1,616,360</u>
Excess of Revenues Over Expenditures	<u>8,025,396</u>	<u>17,973,400</u>	<u>24,479,463</u>	<u>6,506,063</u>
Other Financing (Uses)				
Transfers (out)	<u>(10,204,638)</u>	<u>(10,152,114)</u>	<u>(10,204,638)</u>	<u>(52,524)</u>
Total Other Financing (Uses)	<u>(10,204,638)</u>	<u>(10,152,114)</u>	<u>(10,204,638)</u>	<u>(52,524)</u>
Net Change in Fund Balance- Budgetary Basis	(2,179,242)	7,821,286	14,274,825	6,453,539
Net Adjustment to Reflect Operations in Accordance with GAAP (a)			(12,894,770)	
Fund Balance, Beginning of Year	36,026,567	36,026,567	36,026,567	
Fund Balance, End of Year	<u>\$ 33,847,325</u>	<u>\$ 43,847,853</u>	<u>\$ 37,406,622</u>	<u>\$ 6,453,539</u>

(a) See reconciliation on following page.

FORT BEND COUNTY, TEXAS
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

Budgets

Formal budgets are legally adopted on a GAAP basis for the General Fund, certain Special Revenue Funds and all Debt Service Funds except for the Fort Bend Parkway Road District Unlimited Tax Bonds Debt Service Fund. The debt service requirements relating to the Parkway bonds are funded solely from property taxes levied on property within the Road District. The County does not present any major Special Revenue Funds as of September 30, 2013, regardless of whether there is a legally adopted budget.

Formal budgets (annualized budgeting) are not adopted in the Capital Projects Funds. Effective budgetary control in those funds is achieved through individual project budgeting in conformance with the provisions of bond orders and other sources.

The County Budget Officer prepares the proposed budget and submits the data to the Commissioners Court. A public hearing is held on the budget before finalizing it. The Court may increase or decrease the amounts requested by the departments. In the final budget, which is usually adopted in the last quarter of the year, appropriations of the budgeted funds cannot exceed the available fund balances in such funds at October 1, plus the estimated revenues for the ensuing year. During the year, the Court may increase budgeted revenues and expenditures for unexpected revenues or beginning fund balances in excess of budget estimates, provided the Court rules that a state of emergency exists. The legal level of budgetary control takes place at the major operating group level within each department. The four major operating groups are: salary and personnel costs, operating and training costs, information technology costs, and capital acquisition costs. Budgetary transfers between major operating groups within each department require Commissioners Court approval.

Amounts reported in the accompanying financial statements represent the original budgeted amount plus all supplemental appropriations.

Budgetary Basis

Fort Bend County budgets for operational and capital activity through the fiscal year budget process for the General Fund, Road & Bridge, Drainage, and Debt Service Fund. The General Fund includes a multi-year budget that is not confined to the fiscal year ending September 30. This multi-year budget is used to account for capital projects, grants, and other activity expanding beyond the fiscal year. The funding for these projects and grants originates from a prior or current fiscal year budget allocation that is then transferred to the multi-year project budget. The schedule below shows a reconciliation of the actual activity in the General Fund in the fiscal year from a budgetary to GAAP basis.

	<u>Actual Amounts Budgetary Basis</u>	<u>Actual Multi-Year</u>	<u>Actual Amounts GAAP Basis</u>
General Fund			
Revenues	\$ 189,535,784	\$ 28,916,600	\$ 218,452,384
Expenditures	<u>165,056,321</u>	<u>42,502,658</u>	<u>207,558,979</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	24,479,463	(13,586,058)	10,893,405
Transfers in		691,288	691,288
Transfers (out)	<u>(10,204,638)</u>		<u>(10,204,638)</u>
Total Other Financing Sources (Uses)	<u>(10,204,638)</u>	691,288	<u>(9,513,350)</u>
Net Change in Fund Balance	14,274,825	(12,894,770)	1,380,055
Fund Balance, Beginning of Year			<u>36,026,567</u>
Fund Balance, End of Year			<u><u>\$ 37,406,622</u></u>

Excess of Expenditures over Appropriations

For the year ended September 30, 2013, significant variances where expenditures exceeded appropriations in the following budget categories are detailed below:

Administration of Justice:

Drug Court-County - Operating costs	9,461
-------------------------------------	-------

Other Financing (Uses)

Transfers (out)	52,524
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All of the excess expenditures above were funded by other budget categories within those departments or categories. The excess expenditures in Drug Court-County and Other Financing (Uses) were caused by underestimation of appropriations for the fiscal year.

FORT BEND COUNTY, TEXAS
REQUIRED PENSION SUPPLEMENTARY INFORMATION
SCHEDULE OF FUNDING PROGRESS
TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM
September 30, 2013

Schedule of Funding Information

	12/31/2010	12/31/2011	12/31/2012
Actuarial valuation date			
Actuarial value of assets	\$ 257,926,802	\$ 277,022,916	\$ 293,944,235
Actuarial accrued liability (AAL)	\$ 307,767,507	\$ 334,116,854	\$ 356,860,353
liability (UAAL or OAAL)	\$ 49,840,705	\$ 57,093,938	\$ 62,916,118
Funded ratio	83.81%	82.91%	82.37%
Annual covered payroll (actuarial)	\$ 106,041,139	\$ 108,712,740	\$ 109,715,087
UAAL or OAAL as % of covered payroll	47.00%	52.52%	57.35%

FORT BEND COUNTY, TEXAS
REQUIRED OTHER POST EMPLOYMENT BENEFIT SUPPLEMENTARY INFORMATION
SCHEDULE OF FUNDING PROGRESS
FORT BEND COUNTY EMPLOYEE BENEFIT PLAN
September 30, 2013

Actuarial Valuation Date	Actuarial Value of Assets (a)	Discount Rate	Actuarial Accrued Liability (AAL) (b)	Unfunded Actuarial Accrued Liability (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll	UAAL as % of Covered Payroll
10/1/2007	\$ 0	4.0%	\$ 207,157,655	\$ 207,157,655	0.0%	\$ 92,096,921	224.9%
10/1/2009	\$ 0	4.0%	\$ 240,282,297	\$ 240,282,297	0.0%	\$ 104,983,019	228.9%
10/1/2011	\$ 0	4.0%	\$ 255,897,447	\$ 255,897,447	0.0%	\$ 108,712,740	235.4%

Note: Actuarial information is only available for Fort Bend County back to fiscal year 2008, the year that the County implemented GASB 45.

Other Supplementary Information



**Combining and Individual Fund
Statements and Schedules**



FORT BEND COUNTY, TEXAS
NON-MAJOR FUND DESCRIPTIONS

Special Revenue Funds

Fort Bend County Assistance Districts

This fund is used to account for the receipts and disbursements of the Fort Bend County Assistance Districts. Revenues are derived mainly from sales tax. These funds are restricted by state statute. This includes Funds 130, 131, 133, and 134.

Fort Bend County ESD 100 Agreement

This fund is used to account for the receipts and disbursements from the sales tax allocation derived from the agreement with the Fort Bend County Emergency Services District 100. The District is a political subdivision of Texas that is entrusted with providing emergency medical and fire services to within its District boundaries. These funds are restricted by the interlocal agreement for mobility improvements along FM 1093 within the district. This includes Fund 145.

Juvenile Operations

This fund is used to account for the receipts and disbursements of the Fort Bend County Juvenile Probation Department. Monies deposited into this fund are received from the Fort Bend County General Fund as well as various state and federal agencies. These funds are restricted for the support of juvenile probation pursuant to state statutes and granting agencies. This includes Fund 150.

Road and Bridge

This fund is used to account for the costs associated with the construction and maintenance of roads and bridges. Revenues are derived mainly from ad-valorem taxes, intergovernmental revenues, and fees and fines. These funds are restricted pursuant to state statute. This includes Fund 155.

Drainage District

This fund is used to account for the receipts and disbursements related to the reclamation and drainage of lands located within the County. Revenues are derived mainly from ad-valorem taxes. These funds are restricted pursuant to state statute. This includes Fund 160.

Lateral Road

This fund is used to account for the receipts and disbursements of funds received from the State that are restricted for constructing new County roads and maintaining existing ones. These funds are restricted pursuant to state statute. This includes Fund 165.

County Historical Commission

This fund is used to account for funds donated to the County by private citizens and is restricted for spending on Texas historical markers. These funds are restricted pursuant to donor requirements. This includes Fund 170.

Utility Assistance

This fund is used to account for the receipts and disbursements related to private and public donations made to Fort Bend County. The monies are restricted for assisting Fort Bend County residents that demonstrate an inability to pay their various utility bills. These funds are restricted pursuant to grant and donor requirements. This includes Funds 175, 185, and 190.

County Law Library

The law library fund was created by Commissioners Court pursuant to Article 1702h, Revised Texas Civil Statutes, for the establishment and maintenance of the County Law Library. Revenues are derived from law library fees assessed against each civil case filed in the County Court, County Court-at-Law, and the District Courts, except tax lawsuits. These funds are restricted pursuant to state statute with the exception of the nonspendable portion of fund balance which is due to prepaid items. This includes Fund 195.

Gus George Law Academy

This fund is used to account for the transactions of the school operations of the County Law Enforcement Academy. The program is mainly funded from reimbursements from the State via the Houston-Galveston Area Council. These funds are restricted pursuant to grant requirements. This includes Fund 200.

EMS Donations

This fund is used to account for revenues obtained from donations and fundraising events for the benefit of the ambulance and paramedics department. These funds are restricted pursuant to donor requirements. This includes Fund 210.

Library Donations

This fund is used to account for donations by private citizens, which are used for the purchase of books and equipment for the County library system. These funds are restricted pursuant to donor requirements. This includes Fund 215.

Probate Court Training

This fund is used to account for the collection of certain probate fees, which are restricted for the use of continuing education of the probate staff pursuant to state statute. This includes Fund 235.

Juvenile Alert Program

This fund is used to account for fees collected from the parent, guardian, or custodian of a juvenile who participates in the alternative rehabilitation program administered by Juvenile Probation. These funds are restricted pursuant to state statute. This includes Fund 245.

Juvenile Probation Special

This fund is used to account for fees collected from the parent, guardian, or custodian of a juvenile who by order of a court, is required to pay the fee. The fees collected may only be used for juvenile probation or correction services or facilities. These funds are restricted pursuant to state statute. This includes Fund 250.

District Attorney Bad Check Collection Fee

This fund is used to account for the fees earned by the District Attorney for the collection of bad checks issued in the County. The District Attorney has the sole discretion to dispose of the fees. These funds are restricted pursuant to state statute with the exception of the nonspendable portion of fund balance which is due to prepaid items. This includes Fund 260.

Gus George Memorial

This fund is used to account for the receipts and disbursements of funds that were donated to the County in memory of the late Gus George, former County Sheriff. The funds are restricted for law enforcement activities of the Sheriff's department pursuant to donor requirements. This includes Fund 265.

District Attorney Special Fun Run

This fund is used to account for receipts and disbursements from proceeds of an annual fun run sponsored by local merchants through the District Attorney's office. The money is disbursed to Crime Victims Alliance Corporation with Commissioners Court approval. These funds are restricted pursuant to donor requirements. This includes Fund 275.

County Attorney Salary Supplement

This fund is used to account for funds received from the State to supplement the salary of the County Attorney and staff. These funds are restricted pursuant to state statute. This includes Fund 280.

Records Management - County

This fund is used to account for fees assessed and collected in criminal cases to fund records management and preservation services performed by the County. These funds are restricted pursuant to state statute. This includes Fund 285.

VIT Interest

This fund is used to account for interest earned on prepayments of vehicle inventory taxes by automobile dealers. The money is held in an escrow bank account by the Tax Collector and the interest is used by the Tax Collector to defray the costs of administration. These funds are restricted pursuant to state statute. This includes Fund 290.

Elections Contract

This fund is used to account for receipts and expenditures related to money paid to the county election officer under an election services contract. As per Section 31.093, Texas Election Code the fund is administered by the Elections Administrator and audited by the County Auditor. These funds are restricted pursuant to state statute. This includes Fund 300.

Asset Forfeitures

This fund is used to account for the receipts and disbursements of funds awarded by the courts and confiscated from drug traffickers. These forfeitures are restricted for expenditures to deter drug trafficking activities in the County. These funds are restricted pursuant to state statute with the exception of the nonspendable portion of fund balance which is due to prepaid items. This includes Funds 225, 255, 305, 310, 315, 320, 325, 332, and 335.

County Child Abuse Prevention

This fund is used to account for fees collected by the County which are used to fund child abuse prevention programs in the County where the court is located. These funds are restricted pursuant to donor requirements. This includes Fund 355.

Law Enforcement Officer's Standards Education Grant

This fund is used to account for funds provided to law enforcement officers for Texas Certified Law Enforcement Officers Standard Education certification that are restricted to be used for education and training. These funds are restricted pursuant to grant requirements. This includes Fund 360.

Juvenile Title IV-E Foster Care

This fund is used to account for federal funds received for eligible juvenile probation children and for administrative costs related to administering the Title IV-E program. These funds are restricted pursuant to grant requirements. This includes Fund 385.

Child Protective Services

This fund is used to account for all monies received by Children's Protective Services ("CPS"). CPS receives money from the County, the State, and from other miscellaneous sources. These funds are restricted pursuant to donor and grant requirements with the exception of the nonspendable portion of fund balance which is due to prepaid items. This includes Fund 390.

Community Development Combined Funds

This fund is used to account for monies received from various housing programs. The majority of monies is received from the U.S. Department of Housing and Urban Development (HUD) and is to be used for housing rehabilitation projects. The nonspendable portion of fund balance is due to prepaid items This includes Fund 400.

HOPE 3 Implementation and Program Sales

These funds are used to account for the Hope 3 Planning Grant money received from the U.S. Department of Housing and Urban Development (HUD) to develop a home ownership program for low and moderate income families. These funds are restricted pursuant to grant requirements. This includes Fund 402.

Child Support Title IV-D Reimbursement

This fund is used to account for monies received for processing child support payments. The amount of receipts depends on the number of child support payments processed. Expenditures from this fund are used for salaries, equipment and other costs related to the processing of child support payments. These funds are restricted pursuant to grant requirements. This includes Fund 410.

Local Law Enforcement Block Grants

These funds are used to account for federal funds that are to be used by county law enforcement agencies for the purpose of purchasing technological equipment and to assist the agencies in their overall operations. These funds are restricted pursuant to grant requirements. This includes Fund 415.

Juvenile Justice Alternative Education

This fund is used to account for amounts received to be used as start-up costs for a juvenile justice alternative education program. If funding exceeds start-up costs, the excess may be used for other costs incurred in operating the program. These funds are restricted pursuant to state statute. This includes Fund 425.

Juvenile Probation - State Funds

This fund is used to account for revenues received from the Texas Juvenile Justice Department ("TJJD"). The funds must be disbursed and restricted for use in accordance with TJJD regulations. This includes Fund 430.

CSCD – Pre-trial Bond

This fund is used to account for fees collected by the County from defendants participating in the pre-trial bond supervision program. The collected fees are used for costs associated with administering the program. These funds are restricted pursuant to state statute. This includes Fund 452.

Adult Probation - State Funds

This fund is used to account for revenues received from the Texas Department of Criminal Justice - Criminal Justice Assistance Division ("TDCJ-CJAD"), as well as probation fees collected by the Fort Bend County Community Supervision & Corrections Department (CSCD). The funds are disbursed and restricted in accordance with TDCJ-CJAD regulations. This includes Funds 440, 441, 442, 443, 444, 445, 447, 448, 450, and 451.

Capital Project Funds

Fort Bend Flood Control Water Supply Corporation (FBFCWSC)

Construction Drainage Projects

This fund is used to account for the receipts and disbursements related to the proceeds of the issuance of Revenue Bonds for the construction of drainage facilities located along Oyster Creek and Big Creek within the County. These funds are restricted pursuant to bond covenant. This includes Funds 726 and 728.

2007 Facilities Bond Fund

This fund is used to account for the proceeds of the Fort Bend County Limited Tax (General Obligation) Bonds Series 2007, which are used to finance the construction and/or expansion of numerous County facilities. These funds are restricted pursuant to bond covenant. This includes Fund 732.

Justice Center Project Fund

This fund is used to account for the proceeds of the Fort Bend County Limited Tax Bonds Series 2009, which are being used to finance the construction of the County's Justice Center. These funds are restricted pursuant to bond covenant. This includes Fund 734.

Internal Service Funds**Employee Benefits**

This fund is used to account for allocations from various County budgets and employee contributions to administer the self-funded medical/dental benefits plan.

Other Self-Funded Insurance

This fund is used to account for allocations from various County budgets to administer the self-funded workers' compensation plan, unemployment insurance administered through Texas Association of Counties, and property and casualty insurance.

Fiduciary Funds**Agency Funds**

These funds are used to account for collections and disbursements of court costs, fees, fines, and other funds due to other entities for which the County serves as the fiscal agent.

FORT BEND COUNTY, TEXAS
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
September 30, 2013

Special Revenue Funds

	FBC Assistance Districts	FBC ESD 100 Agreement	Juvenile Operations	Road and Bridge
Assets				
Cash and cash equivalents	\$ 3,509,176	\$ 1,790,205	\$ 489,446	\$ 6,285,854
Taxes receivable, net	555,589			659,336
Grants receivable			40,812	150,612
Other receivables		246,198	5,607	1,044,522
Due from other funds				100,154
Prepaid items				
Total Assets	\$ 4,064,765	\$ 2,036,403	\$ 535,865	\$ 8,240,478
Liabilities and Fund Balances				
Liabilities:				
Retainage payable	\$	\$	\$	\$ 83,718
Due to other funds			520,169	2,652,367
Due to other governments				
Unearned revenues				659,336
Total Liabilities			520,169	3,395,421
Fund Balances:				
Nonspendable				
Restricted	4,064,765	2,036,403	15,696	4,845,057
Unassigned				
Total Fund Balances	4,064,765	2,036,403	15,696	4,845,057
Total Liabilities and Fund Balances	\$ 4,064,765	\$ 2,036,403	\$ 535,865	\$ 8,240,478

Special Revenue Funds

Drainage District	Lateral Road	County Historical Commission	Utility Assistance	County Law Library	Gus George Law Academy
\$ 5,894,233	\$ 544,726	\$ 4,266	\$ 62,941	\$ 1,132,989	\$ 853,174
253,727					
6,013					18,084
3,831			858	25,722	
41,288				550	
				790	
<u>\$ 6,199,092</u>	<u>\$ 544,726</u>	<u>\$ 4,266</u>	<u>\$ 63,799</u>	<u>\$ 1,160,051</u>	<u>\$ 871,258</u>
\$ 81,322	\$	\$	\$	\$	\$
966,232			366	19,847	8,929
253,727					
<u>1,301,281</u>			<u>366</u>	<u>19,847</u>	<u>8,929</u>
4,897,811	544,726	4,266	63,433	790 1,139,414	862,329
<u>4,897,811</u>	<u>544,726</u>	<u>4,266</u>	<u>63,433</u>	<u>1,140,204</u>	<u>862,329</u>
<u>\$ 6,199,092</u>	<u>\$ 544,726</u>	<u>\$ 4,266</u>	<u>\$ 63,799</u>	<u>\$ 1,160,051</u>	<u>\$ 871,258</u>

FORT BEND COUNTY, TEXAS
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS (continued)
September 30, 2013

Special Revenue Funds

	EMS Donations	Library Donations	Probate Court Training	Juvenile Alert Program
Assets				
Cash and cash equivalents	\$ 8,714	\$ 123,348	\$ 73,621	\$ 47,606
Taxes receivable, net				
Grants receivable				
Other receivables		110	315	
Due from other funds				
Prepaid items				
Total Assets	\$ 8,714	\$ 123,458	\$ 73,936	\$ 47,606
Liabilities and Fund Balances				
Liabilities:				
Retainage payable	\$ 166	\$ 2,161	\$	\$
Due to other funds				
Due to other governments				
Unearned revenues				
Total Liabilities	166	2,161		
Fund Balances:				
Nonspendable				
Restricted	8,548	121,297	73,936	47,606
Unassigned				
Total Fund Balances	8,548	121,297	73,936	47,606
Total Liabilities and Fund Balances	\$ 8,714	\$ 123,458	\$ 73,936	\$ 47,606

Special Revenue Funds

Juvenile Probation Special	District Attorney Bad Check Collection Fee	Gus George Memorial	District Attorney Special Fun Run	County Attorney Salary Supplement	Records Management- County
\$ 111,380	\$ 116,005	\$ 2,082	\$ 17,715	\$ 129,401	\$ 2,250,163
1,028	366				77,426
	1,500				
<u>\$ 112,408</u>	<u>\$ 117,871</u>	<u>\$ 2,082</u>	<u>\$ 17,715</u>	<u>\$ 129,401</u>	<u>\$ 2,327,589</u>
\$ 36,716	\$ 2,458	\$	\$	\$ 947	\$ 95,238
<u>36,716</u>	<u>2,458</u>			<u>947</u>	<u>95,238</u>
75,692	1,500 113,913	2,082	17,715	128,454	2,232,351
<u>75,692</u>	<u>115,413</u>	<u>2,082</u>	<u>17,715</u>	<u>128,454</u>	<u>2,232,351</u>
<u>\$ 112,408</u>	<u>\$ 117,871</u>	<u>\$ 2,082</u>	<u>\$ 17,715</u>	<u>\$ 129,401</u>	<u>\$ 2,327,589</u>

FORT BEND COUNTY, TEXAS
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS (continued)
September 30, 2013

Special Revenue Funds

	<u>VIT Interest</u>	<u>Elections Contract</u>	<u>Asset Forfeitures</u>	<u>County Child Abuse Prevention</u>
Assets				
Cash and cash equivalents	\$ 41	\$ 988,600	\$ 2,137,058	\$ 9,369
Taxes receivable, net				
Grants receivable				
Other receivables			4,018	
Due from other funds				
Prepaid items			6,020	
Total Assets	<u>\$ 41</u>	<u>\$ 988,600</u>	<u>\$ 2,147,096</u>	<u>\$ 9,369</u>
Liabilities and Fund Balances				
Liabilities:				
Retainage payable	\$	\$	\$	\$
Due to other funds		3,397	63,038	
Due to other governments				
Unearned revenues				
Total Liabilities		<u>3,397</u>	<u>63,038</u>	
Fund Balances:				
Nonspendable			6,020	
Restricted	41	985,203	2,078,038	9,369
Unassigned				
Total Fund Balances	<u>41</u>	<u>985,203</u>	<u>2,084,058</u>	<u>9,369</u>
Total Liabilities and Fund Balances	<u>\$ 41</u>	<u>\$ 988,600</u>	<u>\$ 2,147,096</u>	<u>\$ 9,369</u>

Special Revenue Funds

Law Enforcement Officers' Standards Education Grant	Juvenile Title IV-E Foster Care	Child Protective Services	Community Development Combined Funds	HOPE 3 Implementation and Program Sales	Child Support Title IV-D Reimbursement
\$ 8,466	\$ 773,147	\$ 144,639	\$ 626	\$ 793	\$ 199,932
		18,890	444,571		4,314
1,475		990	1,663		
<u>\$ 9,941</u>	<u>\$ 773,147</u>	<u>\$ 164,519</u>	<u>\$ 446,860</u>	<u>\$ 793</u>	<u>\$ 204,246</u>
\$	\$ 4,009	\$ 37,119	\$ 446,860	\$	\$
	769,138			793	204,246
	<u>773,147</u>	<u>37,119</u>	<u>446,860</u>	<u>793</u>	<u>204,246</u>
		990	1,663		
9,941		126,410	(1,663)		
<u>9,941</u>		<u>127,400</u>			
<u>\$ 9,941</u>	<u>\$ 773,147</u>	<u>\$ 164,519</u>	<u>\$ 446,860</u>	<u>\$ 793</u>	<u>\$ 204,246</u>

FORT BEND COUNTY, TEXAS
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS (continued)
September 30, 2013

	Special Revenue Funds			
	Local Law Enforcement Block Grants	Juvenile Justice Alternative Education	Juvenile Probation - State Funds	CSCD Pre-trial Bond
Assets				
Cash and cash equivalents	\$ 21,897	\$ 167,857	\$ 225,273	\$ 346,507
Taxes receivable, net				
Grants receivable			266,637	
Other receivables				30,089
Due from other funds				
Prepaid items				
Total Assets	\$ 21,897	\$ 167,857	\$ 491,910	\$ 376,596
Liabilities and Fund Balances				
Liabilities:				
Retainage payable	\$	\$	\$	\$
Due to other funds	1,119	17,433	491,910	15,956
Due to other governments				
Unearned revenues	20,778	150,424		
Total Liabilities	21,897	167,857	491,910	15,956
Fund Balances:				
Nonspendable				
Restricted				360,640
Unassigned				
Total Fund Balances				360,640
Total Liabilities and Fund Balances	\$ 21,897	\$ 167,857	\$ 491,910	\$ 376,596

<u>Special Revenue Funds</u>		<u>Capital Projects Funds</u>			
<u>Adult Probation - State Funds</u>	<u>Total Non-major Special Revenue Funds</u>	<u>FBFCWSC Construction Drainage Projects</u>	<u>2007 Facilities Bond Fund</u>	<u>Justice Center Project Fund</u>	<u>Total Non-major Capital Projects Funds</u>
\$ 1,645,144	\$ 30,116,394	\$ 638,742	\$ 2,967,561	\$ 248,420	\$ 3,854,723
	1,468,652				
	945,619				
177,043	1,621,447				
	143,467				
	10,963				
<u>\$ 1,822,187</u>	<u>\$ 34,306,542</u>	<u>\$ 638,742</u>	<u>\$ 2,967,561</u>	<u>\$ 248,420</u>	<u>\$ 3,854,723</u>
\$	\$ 165,040	\$ 143,325	\$ 159,962	\$ 11,311	\$ 314,598
375,705	5,762,142	15,794	910,441		926,235
5,388	5,388				
1,441,094	3,499,536				
<u>1,822,187</u>	<u>9,432,106</u>	<u>159,119</u>	<u>1,070,403</u>	<u>11,311</u>	<u>1,240,833</u>
	10,963				
	24,865,136	479,623	1,897,158	237,109	2,613,890
	(1,663)				
	<u>24,874,436</u>	<u>479,623</u>	<u>1,897,158</u>	<u>237,109</u>	<u>2,613,890</u>
<u>\$ 1,822,187</u>	<u>\$ 34,306,542</u>	<u>\$ 638,742</u>	<u>\$ 2,967,561</u>	<u>\$ 248,420</u>	<u>\$ 3,854,723</u>

FORT BEND COUNTY, TEXAS
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS (continued)
September 30, 2013

	Total Non- major Governmental Funds
	<u> </u>
Assets	
Cash and cash equivalents	\$ 33,971,117
Taxes receivable, net	1,468,652
Grants receivable	945,619
Other receivables	1,621,447
Due from other funds	143,467
Prepaid items	10,963
Total Assets	<u><u>\$ 38,161,265</u></u>
Liabilities and Fund Balances	
Liabilities:	
Retainage payable	\$ 479,638
Due to other funds	6,688,377
Due to other governments	5,388
Unearned revenues	3,499,536
Total Liabilities	<u>10,672,939</u>
Fund Balances:	
Nonspendable	10,963
Restricted	27,479,026
Unassigned	(1,663)
Total Fund Balances	<u>27,488,326</u>
Total Liabilities and Fund Balances	<u><u>\$ 38,161,265</u></u>



FORT BEND COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES
NON-MAJOR GOVERNMENTAL FUNDS
For the Year Ended September 30, 2013

	Special Revenue Funds			
	FBC Assistance Districts	FBC ESD 100 Agreement	Juvenile Operations	Road and Bridge
Revenues				
Property taxes	\$	\$	\$	\$ 11,673,348
Sales taxes	2,956,559			
Fines and fees				6,788,405
Intergovernmental		901,192	271,963	205,517
Earnings on investments	7,280	4,631	13,833	40,283
Miscellaneous			37,138	328,449
Total Revenues	<u>2,963,839</u>	<u>905,823</u>	<u>322,934</u>	<u>19,036,002</u>
Expenditures				
Current:				
General administration				
Financial administration				
Administration of justice			10,464,145	
Construction and maintenance				17,796,560
Health and welfare				
Public safety				
Libraries and education				
Capital Outlay			670	2,142,033
Total Expenditures			<u>10,464,815</u>	<u>19,938,593</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	2,963,839	905,823	(10,141,881)	(902,591)
Other Financing Sources (Uses)				
Transfers in			10,020,438	
Transfers (out)				
Total Other Financing Sources (Uses)			<u>10,020,438</u>	
Net Change in Fund Balances	2,963,839	905,823	(121,443)	(902,591)
Fund Balances, Beginning of Year	<u>1,100,926</u>	<u>1,130,580</u>	<u>137,139</u>	<u>5,747,648</u>
Fund Balances, End of Year	<u>\$ 4,064,765</u>	<u>\$ 2,036,403</u>	<u>\$ 15,696</u>	<u>\$ 4,845,057</u>

Special Revenue Funds

<u>Drainage District</u>	<u>Lateral Road</u>	<u>County Historical Commission</u>	<u>Utility Assistance</u>	<u>County Law Library</u>	<u>Gus George Law Academy</u>
\$ 7,744,811	\$	\$	\$	\$	\$
937,129				323,574	59,640
1,415	62,424				68,352
26,841	1,356	11	86	2,702	2,096
39,858			46,824	47	120
<u>8,750,054</u>	<u>63,780</u>	<u>11</u>	<u>46,910</u>	<u>326,323</u>	<u>130,208</u>
				240,504	
6,676,920			22,212		101,790
<u>3,307,468</u>					
<u>9,984,388</u>			<u>22,212</u>	<u>240,504</u>	<u>101,790</u>
(1,234,334)	63,780	11	24,698	85,819	28,418
425,187					
<u>425,187</u>					
(809,147)	63,780	11	24,698	85,819	28,418
5,706,958	480,946	4,255	38,735	1,054,385	833,911
<u>\$ 4,897,811</u>	<u>\$ 544,726</u>	<u>\$ 4,266</u>	<u>\$ 63,433</u>	<u>\$ 1,140,204</u>	<u>\$ 862,329</u>

FORT BEND COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES
NON-MAJOR GOVERNMENTAL FUNDS (continued)
For the Year Ended September 30, 2013

	Special Revenue Funds			
	EMS Donations	Library Donations	Probate Court Training	Juvenile Alert Program
Revenues				
Property taxes	\$	\$	\$	\$
Sales taxes				
Fines and fees			5,054	
Intergovernmental				
Earnings on investments		344	177	115
Miscellaneous	1,000	54,497		4,014
Total Revenues	1,000	54,841	5,231	4,129
Expenditures				
Current:				
General administration				
Financial administration				
Administration of justice				
Construction and maintenance				
Health and welfare	398			
Public safety				
Libraries and education		59,466		
Capital Outlay				
Total Expenditures	398	59,466		
Excess (Deficiency) of Revenues Over (Under) Expenditures	602	(4,625)	5,231	4,129
Other Financing Sources (Uses)				
Transfers in				
Transfers (out)				
Total Other Financing Sources (Uses)				
Net Change in Fund Balances	602	(4,625)	5,231	4,129
Fund Balances, Beginning of Year	7,946	125,922	68,705	43,477
Fund Balances, End of Year	\$ 8,548	\$ 121,297	\$ 73,936	\$ 47,606

Special Revenue Funds

Juvenile Probation Special	District Attorney Bad Check Collection Fee	Gus George Memorial	District Attorney Special Fun Run	County Attorney Salary Supplement	Records Management- County
\$	\$	\$	\$	\$	\$
	21,907				1,004,858
	32,892				
		7	44	386	
31,792		420			
<u>31,792</u>	<u>54,799</u>	<u>427</u>	<u>44</u>	<u>386</u>	<u>1,004,858</u>
					597,287
15,433	61,730			51,079	10,466
		1,053			
<u>15,433</u>	<u>61,730</u>	<u>1,053</u>		<u>51,079</u>	<u>10,257</u>
					618,010
16,359	(6,931)	(626)	44	(50,693)	386,848
16,359	(6,931)	(626)	44	(50,693)	386,848
59,333	122,344	2,708	17,671	179,147	1,845,503
<u>\$ 75,692</u>	<u>\$ 115,413</u>	<u>\$ 2,082</u>	<u>\$ 17,715</u>	<u>\$ 128,454</u>	<u>\$ 2,232,351</u>

FORT BEND COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES
NON-MAJOR GOVERNMENTAL FUNDS (continued)
For the Year Ended September 30, 2013

	Special Revenue Funds			
	<u>VIT Interest</u>	<u>Elections Contract</u>	<u>Asset Forfeitures</u>	<u>County Child Abuse Prevention</u>
Revenues				
Property taxes	\$	\$	\$	\$
Sales taxes				
Fines and fees				1,289
Intergovernmental			268,488	
Earnings on investments	45,534	2,212	5,191	
Miscellaneous		360,387	834,963	
Total Revenues	<u>45,534</u>	<u>362,599</u>	<u>1,108,642</u>	<u>1,289</u>
Expenditures				
Current:				
General administration		143,369		
Financial administration	11,204			
Administration of justice			309,920	
Construction and maintenance				
Health and welfare				
Public safety			1,013,095	
Libraries and education				
Capital Outlay	<u>34,740</u>	<u>23,839</u>	<u>254,236</u>	
Total Expenditures	<u>45,944</u>	<u>167,208</u>	<u>1,577,251</u>	
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	(410)	195,391	(468,609)	1,289
Other Financing Sources (Uses)				
Transfers in				
Transfers (out)				
Total Other Financing Sources (Uses)				
Net Change in Fund Balances	(410)	195,391	(468,609)	1,289
Fund Balances, Beginning of Year	<u>451</u>	<u>789,812</u>	<u>2,552,667</u>	<u>8,080</u>
Fund Balances, End of Year	<u>\$ 41</u>	<u>\$ 985,203</u>	<u>\$ 2,084,058</u>	<u>\$ 9,369</u>

Special Revenue Funds

Law Enforcement Officers' Standards Education Grant	Juvenile Title IV-E Foster Care	Child Protective Services	Community Development Combined Funds	HOPE 3 Implementation and Program Sales	Child Support Title IV-D Reimbursement
\$	\$	\$	\$	\$	\$
26	269,002	21,953	5,305,294		8,540
		330			494
		165	106		
<u>26</u>	<u>269,002</u>	<u>22,448</u>	<u>5,305,400</u>		<u>9,034</u>
1,092	269,002				9,034
3,153		134,580	5,305,400		
<u>4,245</u>	<u>269,002</u>	<u>134,580</u>	<u>5,305,400</u>		<u>9,034</u>
(4,219)		(112,132)			
		184,200			
		<u>184,200</u>			
(4,219)		72,068			
14,160		55,332			
<u>\$ 9,941</u>	<u>\$</u>	<u>\$ 127,400</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>

FORT BEND COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES
NON-MAJOR GOVERNMENTAL FUNDS (continued)
For the Year Ended September 30, 2013

	Special Revenue Funds			
	Local Law Enforcement Block Grants	Juvenile Justice Alternative Education	Juvenile Probation - State Funds	CSCD Pre-trial Bond
Revenues				
Property taxes	\$	\$	\$	\$
Sales taxes				
Fines and fees				616,630
Intergovernmental	96,418	256,826	2,423,991	
Earnings on investments	136			
Miscellaneous				
Total Revenues	<u>96,554</u>	<u>256,826</u>	<u>2,423,991</u>	<u>616,630</u>
Expenditures				
Current:				
General administration				
Financial administration				
Administration of justice		207,363	2,423,991	253,747
Construction and maintenance				
Health and welfare				
Public safety	96,554			
Libraries and education				
Capital Outlay		49,463		2,243
Total Expenditures	<u>96,554</u>	<u>256,826</u>	<u>2,423,991</u>	<u>255,990</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures				360,640
Other Financing Sources (Uses)				
Transfers in				
Transfers (out)				
Total Other Financing Sources (Uses)				
Net Change in Fund Balances				360,640
Fund Balances, Beginning of Year				
Fund Balances, End of Year	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$ 360,640</u>

Special Revenue Funds		Capital Projects Funds			
Adult Probation - State Funds	Total Non-major Special Revenue Funds	FBFCWSC Construction Drainage Projects	2007 Facilities Bond Fund	Justice Center Project Fund	Total Non-major Capital Projects Funds
\$	\$ 19,418,159	\$	\$	\$	\$
	2,956,559				
2,522,974	12,281,460				
3,087,377	13,281,644				
8,510	162,625	5,389	11,025	2,399	18,813
13,875	1,753,655	510			510
<u>5,632,736</u>	<u>49,854,102</u>	<u>5,899</u>	<u>11,025</u>	<u>2,399</u>	<u>19,323</u>
	740,656				
	11,204				
5,446,888	19,764,394				
	24,473,480	43,787	161,483	25,443	230,713
	5,462,590				
	1,215,645				
	59,466				
177,105	6,002,054	2,451,050	3,214,834	212,782	5,878,666
<u>5,623,993</u>	<u>57,729,489</u>	<u>2,494,837</u>	<u>3,376,317</u>	<u>238,225</u>	<u>6,109,379</u>
8,743	(7,875,387)	(2,488,938)	(3,365,292)	(235,826)	(6,090,056)
200,828	10,830,653				
(209,571)	(209,571)			(682,545)	(682,545)
<u>(8,743)</u>	<u>10,621,082</u>			<u>(682,545)</u>	<u>(682,545)</u>
	2,745,695	(2,488,938)	(3,365,292)	(918,371)	(6,772,601)
	22,128,741	2,968,561	5,262,450	1,155,480	9,386,491
<u>\$</u>	<u>\$ 24,874,436</u>	<u>\$ 479,623</u>	<u>\$ 1,897,158</u>	<u>\$ 237,109</u>	<u>\$ 2,613,890</u>

FORT BEND COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES
NON-MAJOR GOVERNMENTAL FUNDS (continued)
For the Year Ended September 30, 2013

page 5 of 5

	Total Non- major Governmental Funds
Revenues	
Property taxes	\$ 19,418,159
Sales taxes	2,956,559
Fines and fees	12,281,460
Intergovernmental	13,281,644
Earnings on investments	181,438
Miscellaneous	1,754,165
Total Revenues	<u>49,873,425</u>
Expenditures	
Current:	
General administration	740,656
Financial administration	11,204
Administration of justice	19,764,394
Construction and maintenance	24,704,193
Health and welfare	5,462,590
Public safety	1,215,645
Libraries and education	59,466
Capital Outlay	<u>11,880,720</u>
Total Expenditures	<u>63,838,868</u>
Excess (Deficiency) of Revenues	
Over (Under) Expenditures	(13,965,443)
 Other Financing Sources (Uses)	
Transfers in	10,830,653
Transfers (out)	(892,116)
Total Other Financing Sources (Uses)	<u>9,938,537</u>
 Net Change in Fund Balances	(4,026,906)
Fund Balances, Beginning of Year	<u>31,515,232</u>
Fund Balances, End of Year	<u>\$ 27,488,326</u>

FORT BEND COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
ROAD AND BRIDGE - BUDGETARY BASIS
For the Year Ended September 30, 2013

	Original Budget	Final Budget	Actual Amounts Budgetary Basis	Variance from Final Positive (Negative)
Revenues				
Property taxes	\$ 23,761,817	\$ 11,647,969	\$ 11,673,348	\$ 25,379
Fines and fees	10,200,000	4,975,000	6,788,405	1,813,405
Intergovernmental	210,000	105,000	205,517	100,517
Earnings on investments	325,000	150,000	40,283	(109,717)
Miscellaneous	750,000	450,000	234,654	(215,346)
Total Revenues	35,246,817	17,327,969	18,942,207	1,614,238
Expenditures				
Current:				
Salaries and personnel costs	9,103,311	8,308,889	8,305,446	3,443
Operating costs	10,272,211	9,244,589	9,353,261	(108,672)
Information technology costs		4,608	4,604	4
Capital acquisitions		224,761	224,761	
Total Expenditures	19,375,522	17,782,847	17,888,072	(105,225)
Excess (Deficiency) of Revenues Over (Under) Expenditures	15,871,295	(454,878)	1,054,135	1,509,013
Net Change in Fund Balance- Budgetary Basis	15,871,295	(454,878)	1,054,135	1,509,013
Net Adjustment to Reflect Operations in Accordance with GAAP (a)			(1,956,726)	
Fund Balance, Beginning of Year	5,747,648	5,747,648	5,747,648	
Fund Balance, End of Year	\$ 21,618,943	\$ 5,292,770	\$ 4,845,057	\$ 1,509,013

(a) See reconciliation below.

	Actual Amounts Budgetary Basis	Actual Multi-Year	Actual Amounts GAAP Basis
Revenues	\$ 18,942,207	\$ 93,795	\$ 19,036,002
Expenditures	17,888,072	2,050,521	19,938,593
Net Change in Fund Balance	1,054,135	(1,956,726)	(902,591)
Fund Balance, Beginning of Year			5,747,648
Fund Balance, End of Year			\$ 4,845,057

FORT BEND COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
DRAINAGE DISTRICT - BUDGETARY BASIS
For the Year Ended September 30, 2013

	Original Budget	Final Budget	Actual Amounts Budgetary Basis	Variance from Final Positive (Negative)
Revenues				
Property taxes	\$ 7,775,215	\$ 7,775,215	\$ 7,744,811	\$ (30,404)
Fines and fees			937,129	937,129
Earnings on investments	100,000	100,000	26,841	(73,159)
Miscellaneous	65,000	65,000	39,858	(25,142)
Total Revenues	7,940,215	7,940,215	8,748,639	808,424
Expenditures				
Current:				
Salaries and personnel costs	5,092,347	4,931,678	4,924,439	7,239
Operating costs	2,040,446	1,948,773	1,751,009	197,764
Information technology costs	8,600	2,400	1,472	928
Capital acquisitions	447,720	551,593	551,592	1
Total Expenditures	7,589,113	7,434,444	7,228,512	205,932
Excess of Revenues Over Expenditures	351,102	505,771	1,520,127	1,014,356
Other Financing Sources (Uses)				
Transfers in			425,187	425,187
Transfers (out)	(542,000)			
Total Other Financing Sources (Uses)	(542,000)		425,187	425,187
Net Change in Fund Balance- Budgetary Basis	(190,898)	505,771	1,945,314	1,439,543
Net Adjustment to Reflect Operations in Accordance with GAAP (a)			(2,754,461)	
Fund Balance, Beginning of Year	5,706,958	5,706,958	5,706,958	
Fund Balance, End of Year	\$ 5,516,060	\$ 6,212,729	\$ 4,897,811	\$ 1,439,543

(a) See reconciliation below.

	Actual Amounts Budgetary Basis	Actual Multi-Year	Actual Amounts GAAP Basis
Revenues	\$ 8,748,639	\$ 1,415	\$ 8,750,054
Expenditures	7,228,512	2,755,876	9,984,388
Net Change in Fund Balance	1,945,314	(2,754,461)	(809,147)
Fund Balance, Beginning of Year			5,706,958
Fund Balance, End of Year			\$ 4,897,811

FORT BEND COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
DEBT SERVICE - BUDGETARY BASIS
For the Year Ended September 30, 2013

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts Budgetary Basis</u>	<u>Variance from Fianl Positive (Negative)</u>
Revenues				
Property taxes	\$ 30,915,095	\$ 30,915,095	\$ 31,262,511	\$ 347,416
Fines and fees	100,000	100,000		(100,000)
Earnings on investments	145,000	145,000	26,924	(118,076)
Total Revenues	<u>31,160,095</u>	<u>31,160,095</u>	<u>31,289,435</u>	<u>129,340</u>
Expenditures				
2006 Unlimited Tax Road Bonds:				
Principal	1,220,000	1,220,000	1,220,000	
Interest	1,136,406	1,136,406	1,136,406	
Fees	2,000	2,000	500	1,500
2007 Unlimited Tax Road Bonds:				
Principal	1,055,000	1,055,000	1,055,000	
Interest	857,979	857,979	857,979	
Fees	2,000	2,000	500	1,500
2007 Facilities Bonds:				
Principal	3,970,000	3,970,000	3,970,000	
Interest	5,913,275	5,913,275	5,913,275	
Fees	2,000	2,000	500	1,500
2009 Justice Center Bonds:				
Principal	2,770,000	2,770,000	2,770,000	
Interest	3,258,925	3,258,925	3,258,925	
Fees	2,000	2,000	500	1,500
2009 Unlimited Tax Road Bonds:				
Principal	1,805,000	1,805,000	1,805,000	
Interest	1,968,225	1,968,225	1,968,225	
Fees	2,000	2,000	500	1,500
2009 Unlimited Tax Road Bonds Refunding:				
Principal	1,950,000	1,950,000	1,950,000	
Interest	704,650	704,650	704,650	
Fees		2,000	500	1,500
2010 Fort Bend Flood Control Water Supply Corp. Refunding:				
Principal	920,000	920,000	955,000	(35,000)
Interest	490,438	490,438	315,119	175,319
Fees	2,000	2,000	600	1,400
2012 Unlimited Tax Road Bonds:				
Interest	2,590,850	2,590,850	2,590,850	
Fees		2,000	550	1,450
Total Expenditures	<u>32,527,748</u>	<u>32,531,748</u>	<u>32,379,579</u>	<u>152,169</u>
(Deficiency) of Revenues (Under) Expenditures	<u>(1,367,653)</u>	<u>(1,371,653)</u>	<u>(1,090,144)</u>	<u>281,509</u>
Other Financing (Uses)				
Transfers (out)			(425,187)	425,187
Total Other Financing (Uses)			<u>(425,187)</u>	<u>425,187</u>
Net Change in Fund Balance- Budgetary Basis	(1,367,653)	(1,371,653)	(1,515,331)	706,696
Fund Balance, Beginning of Year	3,991,101	3,991,101	3,991,101	
Fund Balance, End of Year	<u>\$ 2,623,448</u>	<u>\$ 2,619,448</u>	<u>\$ 2,475,770</u>	<u>\$ 706,696</u>

FORT BEND COUNTY, TEXAS
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
September 30, 2013

	<u>Employee Benefits</u>	<u>Other Self- Funded Insurance</u>	<u>Totals</u>
Assets			
Current Assets:			
Cash and cash equivalents	\$ 4,447,959	\$ 1,762,670	\$ 6,210,629
Due from other funds	<u>1,468,657</u>	<u>26,454</u>	<u>1,495,111</u>
Total Current Assets	<u>5,916,616</u>	<u>1,789,124</u>	<u>7,705,740</u>
Noncurrent Assets:			
Capital assets, net of accumulated depreciation	<u>673,407</u>	<u> </u>	<u>673,407</u>
Total Noncurrent Assets	<u>673,407</u>	<u> </u>	<u>673,407</u>
Total Assets	<u>6,590,023</u>	<u>1,789,124</u>	<u>8,379,147</u>
Liabilities			
Current Liabilities:			
Benefits payable, current portion	3,083,926	1,046,596	4,130,522
Due to other funds	<u>1,129,030</u>	<u>1,161,649</u>	<u>2,290,679</u>
Total Current Liabilities	<u>4,212,956</u>	<u>2,208,245</u>	<u>6,421,201</u>
Noncurrent Liabilities:			
Benefits payable, long-term portion	<u> </u>	<u>2,431,278</u>	<u>2,431,278</u>
Total Noncurrent Liabilities	<u> </u>	<u>2,431,278</u>	<u>2,431,278</u>
Total Liabilities	<u>4,212,956</u>	<u>4,639,523</u>	<u>8,852,479</u>
Net Position (Deficit)			
Net investment in capital assets	673,407		673,407
Unrestricted	<u>1,703,660</u>	<u>(2,850,399)</u>	<u>(1,146,739)</u>
Total Net Position (Deficit)	<u>\$ 2,377,067</u>	<u>\$ (2,850,399)</u>	<u>\$ (473,332)</u>

FORT BEND COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENSES, AND
CHANGES IN FUND NET POSITION
INTERNAL SERVICE FUNDS
For the Year Ended September 30, 2013

	<u>Employee Benefits</u>	<u>Other Self- Funded Insurance</u>	<u>Totals</u>
Operating Revenues			
Charges for services	\$ 30,150,621	\$ 2,189,308	\$ 32,339,929
Total Operating Revenues	<u>30,150,621</u>	<u>2,189,308</u>	<u>32,339,929</u>
Operating Expenses			
Current operations - general administration	930,619	380,996	1,311,615
Benefits provided	<u>32,431,233</u>	<u>1,109,205</u>	<u>33,540,438</u>
Total Operating Expenses	<u>33,361,852</u>	<u>1,490,201</u>	<u>34,852,053</u>
Operating Income (Loss)	(3,211,231)	699,107	(2,512,124)
Non-Operating Revenues			
Earnings on investments	<u>33,378</u>		<u>33,378</u>
Total Non-Operating Revenues	<u>33,378</u>		<u>33,378</u>
Change in Net Position	(3,177,853)	699,107	(2,478,746)
Total Net Position (Deficit), Beginning of Year	<u>5,554,920</u>	<u>(3,549,506)</u>	<u>2,005,414</u>
Total Net Position (Deficit), End of Year	<u>\$ 2,377,067</u>	<u>\$ (2,850,399)</u>	<u>\$ (473,332)</u>

FORT BEND COUNTY, TEXAS
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
For the Year Ended September 30, 2013

	<u>Employee Benefits</u>	<u>Other Self- Funded Insurance</u>	<u>Totals</u>
Cash Flows from Operating Activities			
Charges for services	\$ 31,024,582	\$ 2,234,500	\$ 33,259,082
Payment of benefits	(31,042,141)	(1,317,257)	(32,359,398)
Payment of general administration expenses	(898,005)	(380,996)	(1,279,001)
Net Cash Provided (Used) by Operating Activities	<u>(915,564)</u>	<u>536,247</u>	<u>(379,317)</u>
Cash Flows from Investing Activities:			
Interest earned on investments	33,378		33,378
Net Cash Provided by Investing Activities	<u>33,378</u>		<u>33,378</u>
Cash Flows from Capital and Related Financing Activities:			
Purchase of capital assets	(87,150)		(87,150)
Net Cash (Used) by Capital and Related Financing Activities	<u>(87,150)</u>		<u>(87,150)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(969,336)	536,247	(433,089)
Cash and Cash Equivalents, Beginning of Year	<u>5,417,295</u>	<u>1,226,423</u>	<u>6,643,718</u>
Cash and Cash Equivalents, End of Year	<u>\$ 4,447,959</u>	<u>\$ 1,762,670</u>	<u>\$ 6,210,629</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities			
Operating Income (Loss)	\$ (3,211,231)	\$ 699,107	\$ (2,512,124)
Adjustments to operations:			
Depreciation	32,532		32,532
Change in assets and liabilities:			
Decrease in prepaid expenses	82		82
Decrease in other receivables	152		152
(Increase) in due from other funds	(255,221)	(7,419)	(262,640)
Increase in due to other funds	1,129,030	52,611	1,181,641
Increase (Decrease) in benefits payable	1,389,092	(208,052)	1,181,040
Total Adjustments	<u>2,295,667</u>	<u>(162,860)</u>	<u>2,132,807</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ (915,564)</u>	<u>\$ 536,247</u>	<u>\$ (379,317)</u>

FORT BEND COUNTY, TEXAS**STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - AGENCY FUNDS***For the Year Ended September 30, 2013*

	<u>Balance</u> <u>10/1/12</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance</u> <u>9/30/13</u>
Assets				
Cash and cash equivalents	\$ 30,627,989	\$ 77,873,842	\$ 80,325,987	\$ 28,175,844
Miscellaneous receivables	243,103	423,013	243,103	423,013
Total Assets	<u>\$ 30,871,092</u>	<u>\$ 78,296,855</u>	<u>\$ 80,569,090</u>	<u>\$ 28,598,857</u>
Liabilities				
Due to other governments	\$ 30,871,092	\$ 95,788,684	\$ 98,060,919	\$ 28,598,857
Total Liabilities	<u>\$ 30,871,092</u>	<u>\$ 95,788,684</u>	<u>\$ 98,060,919</u>	<u>\$ 28,598,857</u>



UNAUDITED STATISTICAL SECTION

This part of the County's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial health.

Contents	Pages
Financial Trends <i>These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.</i>	112-121
Revenue Capacity <i>These schedules contain information to help the reader assess the County's most significant local revenue source, the property tax.</i>	122-139
Debt Capacity <i>These schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future.</i>	140-147
Demographic and Economic Information <i>These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.</i>	148-149
Operating Information <i>These schedules contain service and infrastructure data to help the reader understand how the information in the County's financial report relates to the services the County provides and the activities it performs.</i>	150-159

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

FORT BEND COUNTY, TEXAS
NET POSITION BY COMPONENT -
ACCRUAL BASIS OF ACCOUNTING
LAST TEN FISCAL YEARS
(UNAUDITED)

	Fiscal Year			
	2004	2005	2006	2007
Governmental Activities				
Net investment in capital assets	\$ 340,361,097	\$ 370,338,466	\$ 432,997,770	\$ 571,604,116
Restricted	1,005,711	1,975,443	3,082,489	2,712,985
Unrestricted	<u>41,675,720</u>	<u>41,861,958</u>	<u>65,582,780</u>	<u>67,881,987</u>
Total Governmental Activities Net Position	<u>\$ 383,042,528</u>	<u>\$ 414,175,867</u>	<u>\$ 501,663,039</u>	<u>\$ 642,199,088</u>
Primary Government:				
Total Primary Government Net Position	<u>\$ 383,042,528</u>	<u>\$ 414,175,867</u>	<u>\$ 501,663,039</u>	<u>\$ 642,199,088</u>

Fiscal Year					
2008	2009	2010	2011	2012	2013
\$ 617,510,081	\$ 679,586,901	\$ 714,396,078	\$ 750,965,320	\$ 776,642,051	\$ 814,697,564
4,034,606	5,363,740	4,168,945	4,477,906	2,977,051	1,414,427
<u>42,289,889</u>	<u>23,075,239</u>	<u>(2,719,935)</u>	<u>(37,092,502)</u>	<u>(64,023,524)</u>	<u>(93,159,754)</u>
<u>\$ 663,834,576</u>	<u>\$ 708,025,880</u>	<u>\$ 715,845,088</u>	<u>\$ 718,350,724</u>	<u>\$ 715,595,578</u>	<u>\$ 722,952,237</u>
<u>\$ 663,834,576</u>	<u>\$ 708,025,880</u>	<u>\$ 715,845,088</u>	<u>\$ 718,350,724</u>	<u>\$ 715,595,578</u>	<u>\$ 722,952,237</u>

FORT BEND COUNTY, TEXAS
CHANGES IN NET POSITION - ACCRUAL
BASIS OF ACCOUNTING
LAST TEN FISCAL YEARS
(UNAUDITED)

	Fiscal Year			
	2004	2005	2006	2007
Expenses				
Governmental Activities:				
General administration	\$ 36,904,539	\$ 42,976,074	\$ 23,638,550	\$ 36,523,584
Financial administration	4,131,888	4,176,563	5,127,456	5,655,962
Administration of justice	25,912,081	26,601,486	31,024,483	33,416,844
Construction and maintenance	31,832,216	31,424,221	32,721,293	25,197,262
Health and welfare	16,754,319	15,261,857	16,903,729	19,465,407
Cooperative services	852,041	837,121	941,743	826,741
Public safety	34,474,028	36,863,732	44,544,768	49,422,796
Parks and recreation	1,792,004	1,712,461	623,401	1,699,999
Libraries and education	8,623,790	9,059,591	10,484,078	10,474,327
Interest on long-term debt	3,554,275	3,349,584	4,165,438	9,190,051
Total Governmental Activities Expenses	\$ 164,831,181	\$ 172,262,690	\$ 170,174,939	\$ 191,872,973
Program Revenues				
Governmental Activities:				
Charges for services:				
General administration	\$ 11,639,044	\$ 12,161,924	\$ 7,181,125	\$ 1,630,304
Financial administration	6,335,931	7,911,436	613,495	1,760,789
Administration of justice	5,349,116	5,593,224	5,761,276	11,948,143
Construction and maintenance	2,280,427	3,175,198	4,562,531	7,690,682
Health and welfare	3,455,407	4,736,269	4,961,502	5,240,602
Public safety	2,080,970	2,487,425	3,704,319	3,493,999
Parks and recreation	169,455	186,611	201,626	86,733
Libraries and education	254,980	307,838	235,693	240,363
Operating grants and contributions:				
General administration	806,411	2,048,499	1,630,190	1,633,383
Administration of justice	10,005,555	5,285,427	4,089,072	4,944,665
Construction and maintenance	77,245	135,247		368,058
Health and welfare	1,093,277	3,276,058	816,749	5,042,570
Cooperative services				10,648
Public safety	1,358,976	3,345,684	1,778,870	4,895,654
Parks and recreation		176,577	113,718	112,464
Libraries and education	54,034	74,410	187,127	88,948
Capital grants and contributions:				
General administration				
Administration of justice				
Construction and maintenance	37,964,056	21,348,940	73,252,137	101,241,210
Health and welfare				
Public safety				
Libraries and education				
Total Governmental Activities				
Program Revenues	\$ 82,924,884	\$ 72,250,767	\$ 109,089,430	\$ 150,429,215

Fiscal Year					
2008	2009	2010	2011	2012	2013
\$ 33,235,842	\$ 40,876,045	\$ 38,638,166	\$ 40,835,503	\$ 39,614,537	\$ 39,608,941
7,581,878	8,841,189	8,059,389	9,441,048	8,344,714	8,831,020
65,681,467	75,836,037	78,173,873	86,468,201	90,907,609	94,514,365
47,535,293	47,188,776	46,946,163	45,632,055	46,468,925	48,109,474
21,592,759	25,623,533	28,566,454	30,104,991	30,677,345	34,351,387
1,143,390	1,188,580	1,123,951	1,177,426	1,118,341	1,067,104
50,016,288	61,126,911	55,269,509	55,315,591	54,954,201	55,826,754
2,128,502	1,879,525	2,263,280	2,917,574	2,578,555	2,710,768
12,325,097	12,956,363	13,468,700	14,800,838	15,708,114	16,273,067
10,621,067	12,338,352	15,494,994	14,887,908	15,037,346	15,771,373
<u>\$ 251,861,583</u>	<u>\$ 287,855,311</u>	<u>\$ 288,004,479</u>	<u>\$ 301,581,135</u>	<u>\$ 305,409,687</u>	<u>\$ 317,064,253</u>
\$ 6,962,663	\$ 6,991,778	\$ 7,023,114	\$ 7,054,198	\$ 7,558,755	\$ 8,181,551
1,976,033	2,451,191	3,273,137	3,988,371	4,695,710	5,762,439
6,692,111	6,828,228	7,032,374	7,222,932	7,522,930	8,918,247
8,305,998	8,442,746	6,737,542	6,679,429	7,466,798	7,562,523
4,036,821	5,057,246	5,652,201	6,396,645	6,138,679	7,047,993
3,946,125	4,887,245	5,060,714	5,621,993	5,642,978	6,140,083
189,273	187,724	136,864	141,893	183,406	175,619
262,957	256,730	240,719	246,699	269,015	279,570
6,386,016	6,257,935	2,034,953	5,257,804	4,167,626	3,583,853
5,995,866	7,242,476	6,805,719	7,719,264	6,821,433	8,325,607
1,137,555	1,509,761	356,447	1,381,572	949,663	293,441
4,663,836	4,982,855	8,188,534	12,506,581	10,899,781	16,191,142
1,936		13,136			1,000
5,754,025	13,784,334	4,464,349	8,623,225	6,252,054	4,758,606
102,738	61,023	1,255,743	157,468	104,002	86,260
141,938	97,403	194,400	174,204	438,841	64,483
		2,934		27,234	2,052,920
33,540,586	62,012,765	30,355,407	25,214,312	23,872,205	28,068,322
	45,000				
					10,965
	1,917,000				
<u>\$ 90,096,477</u>	<u>\$ 133,013,440</u>	<u>\$ 88,828,287</u>	<u>\$ 98,386,590</u>	<u>\$ 93,012,110</u>	<u>\$ 107,504,624</u>

FORT BEND COUNTY, TEXAS
CHANGES IN NET POSITION - ACCRUAL
BASIS OF ACCOUNTING
LAST TEN FISCAL YEARS
(UNAUDITED)

	Fiscal Year			
	2004	2005	2006	2007
Net (Expense)/Revenue				
Governmental Activities	\$ (81,906,297)	\$ (100,011,923)	\$ (61,085,509)	\$ (41,443,758)
Total Primary Government Net (Expense)/Revenue	<u>\$ (81,906,297)</u>	<u>\$ (100,011,923)</u>	<u>\$ (61,085,509)</u>	<u>\$ (41,443,758)</u>
General Revenues and Other Changes in Net Position				
Governmental Activities:				
Property taxes, penalties, and interest	\$ 112,279,163	\$ 127,696,573	\$ 137,839,711	\$ 151,404,502
Sales taxes				
Earnings on investments	2,024,399	3,109,378	5,999,017	12,009,284
Grants and contributions not restricted to specific programs			4,515,643	
Miscellaneous	635,621	329,311	228,309	875,137
Total Governmental Activities	<u>114,939,183</u>	<u>131,135,262</u>	<u>148,582,680</u>	<u>164,288,923</u>
Total Primary Government	<u>\$ 114,939,183</u>	<u>\$ 131,135,262</u>	<u>\$ 148,582,680</u>	<u>\$ 164,288,923</u>
Change in Net Position				
Governmental Activities	\$ 33,032,886	\$ 31,123,339	\$ 87,497,171	\$ 122,845,165
Total Primary Government	<u>\$ 33,032,886</u>	<u>\$ 31,123,339</u>	<u>\$ 87,497,171</u>	<u>\$ 122,845,165</u>

Fiscal Year					
2008	2009	2010	2011	2012	2013
<u>\$(161,765,106)</u>	<u>\$(154,841,871)</u>	<u>\$(199,176,192)</u>	<u>\$ (203,194,545)</u>	<u>\$ (212,397,577)</u>	<u>\$ (209,559,629)</u>
<u>\$(161,765,106)</u>	<u>\$(154,841,871)</u>	<u>\$(199,176,192)</u>	<u>\$ (203,194,545)</u>	<u>\$ (212,397,577)</u>	<u>\$ (209,559,629)</u>
\$ 171,832,680	\$ 191,467,403	\$ 198,888,176	\$ 196,820,339	\$ 199,213,697	\$ 207,458,672
8,082,178	3,664,184	3,870,155	2,925,202	1,099,103	2,956,560
				2,584,776	963,652
<u>3,486,452</u>	<u>3,901,588</u>	<u>4,237,069</u>	<u>5,954,640</u>	<u>6,745,855</u>	<u>5,537,404</u>
<u>183,401,310</u>	<u>199,033,175</u>	<u>206,995,400</u>	<u>205,700,181</u>	<u>209,643,431</u>	<u>216,916,288</u>
<u>\$ 183,401,310</u>	<u>\$ 199,033,175</u>	<u>\$ 206,995,400</u>	<u>\$ 205,700,181</u>	<u>\$ 209,643,431</u>	<u>\$ 216,916,288</u>
<u>\$ 21,636,204</u>	<u>\$ 44,191,304</u>	<u>\$ 7,819,208</u>	<u>\$ 2,505,636</u>	<u>\$ (2,754,146)</u>	<u>\$ 7,356,659</u>
<u>\$ 21,636,204</u>	<u>\$ 44,191,304</u>	<u>\$ 7,819,208</u>	<u>\$ 2,505,636</u>	<u>\$ (2,754,146)</u>	<u>\$ 7,356,659</u>

FORT BEND COUNTY, TEXAS
FUND BALANCES OF GOVERNMENTAL FUNDS -
MODIFIED ACCRUAL BASIS OF ACCOUNTING
LAST TEN FISCAL YEARS
(UNAUDITED)

	Fiscal Year			
	2004	2005	2006	2007
General Fund				
Reserved:				
Prepaid Items	\$	\$ 248,968	\$ 97,835	\$ 326,402
Unreserved	29,594,905	29,138,820	36,741,861	35,375,155
Total General Fund	<u>\$ 29,594,905</u>	<u>\$29,387,788</u>	<u>\$ 36,839,696</u>	<u>\$ 35,701,557</u>
All Other Governmental Funds				
Reserved:				
Debt service	\$ 1,288,885	\$ 2,242,467	\$ 2,680,553	\$ 4,031,923
Prepaid items		11,528		
Capital projects	15,953,056	9,310,616	15,765,015	171,246,482
Unreserved, reported in:				
Special revenue funds	12,393,307	8,700,780	12,289,125	16,787,185
Capital project funds	4,038,083	4,949,578	10,218,573	4,381,036
Total All Other Governmental Funds	<u>\$ 33,673,331</u>	<u>\$25,214,969</u>	<u>\$ 40,953,266</u>	<u>\$ 196,446,626</u>

	Fiscal Year		
	2011	2012	2013
General Fund			
Nonspendable	\$ 136,007	\$ 36,826	\$ 1,233,591
Restricted		246,021	277,783
Committed	33,106,759	24,179,874	22,857,602
Unassigned	10,816,215	11,563,846	13,037,646
Total General Fund	<u>\$ 44,058,981</u>	<u>\$36,026,567</u>	<u>\$ 37,406,622</u>
All Other Governmental Funds			
Nonspendable	\$ 69,379	\$ 54,201	\$ 10,963
Restricted	39,683,423	78,702,294	55,371,174
Unassigned	(4,419,144)		(1,663)
Total All Other Governmental Funds	<u>\$ 35,333,658</u>	<u>\$78,756,495</u>	<u>\$ 55,380,474</u>

Note:

In 2011, the County implemented GASB 54, under which governmental fund balances are reported as nonspendable, restricted, committed, assigned, and unassigned, compared to reserved and unreserved. The County has not restated prior years.

Fiscal Year		
2008	2009	2010
\$ 197,806	\$ 100,233	\$ 111,184
38,547,536	34,463,474	43,269,189
<u>\$ 38,745,342</u>	<u>\$ 34,563,707</u>	<u>\$ 43,380,373</u>
\$ 4,370,499	\$ 6,057,482	\$ 4,849,712
7,879	11,224	4,305
106,937,644	154,475,649	76,694,711
15,585,100	23,120,456	22,906,854
4,857,926		
<u>\$ 131,759,048</u>	<u>\$ 183,664,811</u>	<u>\$ 104,455,582</u>

FORT BEND COUNTY, TEXAS
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS -
MODIFIED ACCRUAL BASIS OF ACCOUNTING
LAST TEN FISCAL YEARS
(UNAUDITED)

	Fiscal Year			
	2004	2005	2006	2007
Revenues				
Property taxes	\$ 112,345,331	\$ 124,128,673	\$ 140,406,615	\$ 151,296,278
Sales taxes (a)				
Fees and fines	18,874,999	20,732,680	20,820,411	26,999,560
Intergovernmental	15,355,629	18,740,497	14,880,649	18,948,719
Earnings on investments	1,961,631	2,700,358	5,708,178	11,724,807
Miscellaneous	7,207,238	5,099,717	5,707,079	7,377,537
Total Revenues	<u>155,744,828</u>	<u>171,401,925</u>	<u>187,522,932</u>	<u>216,346,901</u>
Expenditures				
Current:				
General administration	20,027,561	23,528,699	25,168,551	26,680,249
Financial administration	4,613,843	4,793,678	5,128,091	5,666,739
Administration of justice	27,778,206	29,106,358	29,778,206	33,248,618
Construction and maintenance	27,244,875	26,458,999	29,167,929	27,314,125
Health and welfare	17,760,912	16,411,989	17,192,173	18,227,500
Cooperative services	873,473	884,948	890,696	934,276
Public safety	36,074,647	41,102,638	45,536,081	51,014,580
Parks and recreation	1,716,716	1,619,136	1,667,241	1,822,404
Libraries and education	8,793,401	9,127,100	10,154,229	10,694,749
Capital Outlay	24,378,682	13,793,033	20,878,318	30,205,800
Debt Service:				
Principal	5,730,000	5,805,000	5,995,000	7,125,000
Interest and fiscal charges	3,557,558	3,352,437	4,105,682	4,600,363
Bond issuance costs (b)				2,010,266
Total Expenditures	<u>178,549,874</u>	<u>175,984,015</u>	<u>195,662,197</u>	<u>219,544,669</u>
(Deficiency) of Revenues				
(Under) Expenditures	(22,805,046)	(4,582,090)	(8,139,265)	(3,197,768)
Other Financing Sources (Uses)				
Transfers in	8,465,487	7,422,408	7,413,941	9,165,382
Transfers (out)	(10,753,805)	(11,978,097)	(7,413,941)	(9,165,382)
Bonds issued			30,245,000	152,675,000
Refunding bonds issued				
Premium on bonds issued			1,084,470	4,877,984
Premium on refunding bonds issued				
Payments to current refunding bond agent				
Sale of capital assets		472,300		
Total Other Financing Sources (Uses)	<u>(2,288,318)</u>	<u>(4,083,389)</u>	<u>31,329,470</u>	<u>157,552,984</u>
Net Change in Fund Balances	<u>\$ (25,093,364)</u>	<u>\$ (8,665,479)</u>	<u>\$ 23,190,205</u>	<u>\$ 154,355,216</u>
Debt Service as a Percentage of				
Noncapital Expenditures	6.02%	5.65%	5.78%	6.19%

(a) No sales taxes were collected prior to fiscal year 2012.

(b) Bond issuance costs were combined with interest and fiscal charges prior to fiscal year 2007.

Fiscal Year					
2008	2009	2010	2011	2012	2013
\$ 173,947,606	\$ 190,558,904	\$ 199,229,197	\$ 197,406,898	\$ 200,056,507	\$ 208,142,339
				1,099,103	2,956,559
28,948,356	34,591,324	35,306,339	37,371,124	39,598,440	44,177,263
27,189,804	35,910,436	28,400,145	36,971,987	29,377,233	42,565,592
7,875,929	3,509,046	3,744,027	2,798,039	2,451,577	930,273
5,397,431	8,396,202	7,256,967	6,635,261	7,175,498	5,988,682
<u>243,359,126</u>	<u>272,965,912</u>	<u>273,936,675</u>	<u>281,183,309</u>	<u>279,758,358</u>	<u>304,760,708</u>
36,060,406	38,259,862	40,727,455	42,352,337	35,704,861	35,452,776
6,330,272	7,162,814	6,725,826	7,176,186	7,221,313	7,180,608
38,895,064	68,150,496	67,310,882	71,839,346	75,286,042	75,824,524
28,584,504	30,896,400	26,775,517	29,542,425	28,214,027	27,403,229
20,369,042	22,539,945	21,124,782	22,067,744	27,835,260	30,403,209
975,720	1,049,985	933,519	986,392	960,392	883,324
63,081,120	44,578,722	40,895,974	44,156,502	45,463,593	44,991,489
1,739,346	1,815,986	2,231,528	2,263,590	1,957,044	1,979,888
10,422,032	11,398,561	11,354,804	12,176,637	13,012,700	13,034,163
78,040,663	102,627,536	99,931,347	88,927,796	44,845,671	57,223,885
8,220,000	8,305,000	8,100,000	12,590,000	13,300,000	15,630,000
12,266,435	12,149,302	16,341,773	15,528,257	15,571,727	16,749,579
	1,176,319	225,979	249,266	541,944	
<u>304,984,604</u>	<u>350,110,928</u>	<u>342,679,386</u>	<u>349,856,478</u>	<u>309,914,574</u>	<u>326,756,674</u>
(61,625,478)	(77,145,016)	(68,742,711)	(68,673,169)	(30,156,216)	(21,995,966)
9,569,698	23,578,390	15,248,368	14,402,786	13,258,127	11,521,941
(9,569,698)	(23,578,390)	(15,248,368)	(14,402,786)	(13,258,127)	(11,521,941)
	119,910,000			58,220,000	
	2,460,000	20,780,000	9,675,000		
	5,241,474				
	122,676	2,170,147	784,853	7,326,639	
	(2,865,000)	(24,600,000)	(10,230,000)		
	<u>124,869,150</u>	<u>(1,649,853)</u>	<u>229,853</u>	<u>65,546,639</u>	
<u>\$ (61,625,478)</u>	<u>\$ 47,724,134</u>	<u>\$ (70,392,564)</u>	<u>\$ (68,443,316)</u>	<u>\$ 35,390,423</u>	<u>\$ (21,995,966)</u>
9.03%	8.26%	10.07%	10.78%	10.89%	12.01%

FORT BEND COUNTY, TEXAS
ASSESSED VALUE OF TAXABLE PROPERTY
LAST TEN TAX YEARS
(UNAUDITED)

Category	2003	2004	2005	2006
Real, Residential, Single-family	\$ 17,265,593,654	\$ 19,021,880,667	\$ 21,196,909,564	\$ 23,347,791,025
Real, Residential, Multi-family	459,980,450	462,764,405	550,142,145	624,746,015
Real, Vacant Lots/Tracts	592,510,220	658,442,934	667,025,103	735,283,478
Qualified Ag Land				1,396,938,636
Non-Qualified Ag Land				115,815,172
Real, Acreage (Land only)	1,015,564,250	1,123,937,818	1,190,613,650	
Real, Farm and Ranch Improvement	214,786,460	225,753,781	245,112,091	277,749,409
Commercial Real Property				3,418,004,025
Industrial Real Property				1,546,854,160
Real, Commercial and Industrial	3,151,406,195	3,340,893,723	4,038,098,657	
Oil and Gas				493,944,860
Real, Oil, Gas, and Other Mineral Reserves	261,808,140	190,220,532	533,822,070	
Tangible Personal Non-business Vehicles				
Real & Intangible Personal, Utilities	610,783,260	684,686,460	685,742,863	679,232,435
Commercial Personal Property				1,268,271,001
Industrial Personal Property				1,246,210,863
Tangible Personal, Business	2,124,506,625	2,342,945,158	2,557,515,614	
Tangible Other Personal, Mobile Homes				69,123,485
Tangible Other Personal, Other	54,635,515	59,567,255	66,497,465	
Intangible Personal				
Real, Inventory	549,377,960	599,953,030	732,772,380	822,890,210
Special Inventory	59,206,080	58,594,120	60,226,190	59,368,540
Total Exempt Property	1,079,746,481	1,087,629,482	1,251,170,920	80,080
Unidentified Category/ Error		190,233,752		
Total Assessed Value per Tax Year	\$ 27,439,905,290	\$ 30,047,503,117	\$ 33,775,648,712	\$ 36,102,303,394

2007	2008	2009	2010	2011	2012
\$ 26,097,453,310	\$ 29,960,281,188	\$ 29,649,115,219	\$ 29,993,796,370	\$ 31,039,400,739	\$ 32,696,769,609
724,480,330	1,036,720,280	953,747,851	970,309,935	985,883,440	1,038,540,000
906,501,540	1,128,365,928	1,129,570,008	1,027,648,723	982,287,088	961,783,939
1,619,246,573	2,622,322,905				
149,627,110	197,166,064				
		2,745,455,296	2,629,194,720	2,536,288,590	2,535,052,048
298,618,116	348,641,070	330,298,802	327,283,766	331,068,370	348,241,112
3,606,646,451	6,042,412,301				
2,431,755,890	2,512,976,750				
		7,798,910,271	7,178,698,624	7,050,117,340	7,134,533,264
488,114,480	483,549,300				
		288,530,290	319,839,370	273,529,460	333,441,300
689,009,066	721,569,810	710,328,240	689,401,553	661,509,515	615,750,037
1,523,192,050	1,519,692,659				
1,810,785,110	1,888,201,580				
		3,955,067,370	3,544,368,206	3,611,035,498	3,599,878,815
75,153,055	68,619,455				
		65,665,620	56,722,635	55,860,570	55,486,280
		9,736,015	10,051,655	10,398,285	10,398,285
1,125,116,437	1,279,793,460	1,001,220,160	788,688,120	729,776,091	730,016,310
70,754,490	72,837,620	61,578,930	60,319,760	74,140,120	84,571,490
1,876,101,450	2,349,880,727	2,559,873,420	2,751,636,029	2,782,972,308	3,243,813,982
19,389,929	11,877,010		8,860		
\$ 43,511,945,387	\$ 52,244,908,107	\$ 51,259,097,492	\$ 50,347,968,326	\$ 51,124,267,414	\$ 53,388,276,471



FORT BEND COUNTY, TEXAS
ASSESSED AND ESTIMATED ACTUAL VALUE OF REAL AND
PERSONAL PROPERTY
FOR THE LAST TEN FISCAL YEARS
(UNAUDITED)

Tax Year	Fiscal Year	Estimated Actual Value	Less Exemptions	Net Assessed Value	Assessment Ratio	Total Direct Tax Rate
2003	2004	\$ 25,365,488,170	\$ 4,228,880,660	\$ 21,136,607,510	83.3%	\$ 0.52370
2004	2005	27,925,658,267	4,666,247,520	23,259,410,747	83.3%	0.52370
2005	2006	31,359,153,364	5,310,031,541	26,049,121,823	83.1%	0.51674
2006	2007	34,898,864,755	5,874,692,725	29,024,172,030	83.2%	0.51674
2007	2008	40,030,188,967	6,548,855,518	33,481,333,449	83.6%	0.51674
2008	2009	45,414,424,927	7,350,144,660	38,064,280,267	83.8%	0.49976
2009	2010	46,004,789,281	7,599,334,136	38,405,455,145	83.5%	0.49976
2010	2011	45,090,492,561	7,722,448,765	37,368,043,796	82.9%	0.49976
2011	2012	45,964,582,256	7,930,095,144	38,034,487,112	82.7%	0.49976
2012	2013	47,665,443,449	8,225,496,395	39,439,947,054	82.7%	0.49976

Source of data: Fort Bend County Central Appraisal District.

FORT BEND COUNTY, TEXAS
PROPERTY TAX RATES - DIRECT AND
OVERLAPPING GOVERNMENTS
Last Ten Tax Years
(UNAUDITED)

	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
Fort Bend County	\$ 0.49874	\$ 0.50012	\$ 0.49334	\$ 0.49334	\$ 0.49874
Fort Bend County Drainage District	0.02500	0.02362	0.02340	0.02340	0.01800
Political Subdivision:					
Arcola, City of	0.62105	0.59200	0.56300	0.73000	0.73000
Beasley, City of	0.33872	0.27613	0.41890	0.41687	0.41687
Big Oaks MUD	1.18000	1.00000	0.95000	0.73000	0.73000
Blue Ridge West MUD	0.55000	0.49000	0.45000	0.43000	0.43000
Brazoria-Fort Bend MUD 1	**N/A	**N/A	**N/A	**N/A	0.85000
Brazos ISD	1.50000	1.50000	**N/A	**N/A	**N/A
Burney Road MUD	0.74000	0.74000	0.35500	0.30000	0.30000
Chelford City MUD	**N/A	**N/A	**N/A	**N/A	**N/A
Cimarron MUD	**N/A	**N/A	**N/A	**N/A	**N/A
Cinco MUD 1	1.02000	1.02000	1.00000	0.88000	0.88000
Cinco MUD 2	0.60110	0.58000	0.56500	0.52000	0.52000
Cinco MUD 3	0.62000	0.62000	0.54000	0.51000	0.51000
Cinco MUD 5	0.71000	0.65000	0.59500	0.57500	0.57500
Cinco MUD 6	0.72000	0.72000	0.64000	0.59000	0.59000
Cinco MUD 7	0.70000	0.70000	0.61000	0.57500	0.57500
Cinco MUD 8	0.94000	0.94000	0.91000	0.89000	0.89000
Cinco MUD 9	0.76000	0.76000	0.74000	0.65000	0.65000
Cinco MUD 10	0.87000	0.87000	0.67000	0.65000	0.65000
Cinco MUD 12	0.69000	0.69000	0.59000	0.53000	0.53000
Cinco MUD 14	1.02000	1.02000	1.00000	0.79000	0.79000
Cinco Southwest MUD 1	**N/A	**N/A	**N/A	**N/A	0.90000
Cinco Southwest MUD 2	**N/A	**N/A	**N/A	**N/A	1.50000
Cinco Southwest MUD 3	**N/A	**N/A	**N/A	**N/A	**N/A
Cinco Southwest MUD 4	**N/A	**N/A	**N/A	**N/A	**N/A
Cornerstone MUD	**N/A	**N/A	**N/A	**N/A	**N/A
Eldridge Road MUD	0.60000	0.50000	0.43000	0.32000	0.32000
First Colony LID	0.19500	0.20500	0.19000	0.19460	0.19460
First Colony LID 2	0.39200	0.38500	0.37500	0.31500	0.31500
First Colony MUD 9	0.40500	0.37500	0.34500	0.30000	0.30000
First Colony MUD 10	**N/A	**N/A	**N/A	**N/A	0.75000
Fort Bend County LID 2	0.21000	0.21000	0.18400	0.16500	0.16500
Fort Bend County LID 6	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend County LID 7	0.25000	0.24000	0.23000	0.21500	0.21500
Fort Bend County LID 10	0.49000	0.49000	0.47000	0.46000	0.46000
Fort Bend County LID 11	0.40000	0.38700	0.32000	0.27000	0.27000
Fort Bend County LID 12	0.50000	0.50000	0.50000	0.25000	0.25000
Fort Bend County LID 14	0.28000	0.26000	0.21000	0.19000	0.19000
Fort Bend County LID 15	**N/A	0.60000	0.70000	0.70000	0.70000
Fort Bend County LID 17	**N/A	**N/A	0.54000	0.57000	0.57000
Fort Bend County LID 19	**N/A	**N/A	**N/A	**N/A	0.70000
Fort Bend County LID 20	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend County MUD 1	0.82000	0.82000	0.75000	0.65000	0.65000
Fort Bend County MUD 2	0.48000	0.48000	0.46000	0.46000	0.46000

2008	2009	2010	2011	2012
\$ 0.48376	\$ 0.47900	\$ 0.48016	\$ 0.48096	\$ 0.48076
0.01600	0.02076	0.01960	0.01880	0.01900
0.95258	0.96500	0.99000	0.95426	0.95426
0.44828	0.44828	0.44828	0.49314	0.49913
0.73000	0.79000	0.79000	0.79000	0.85000
0.42000	0.41500	0.41000	0.41000	0.41000
0.85000	0.85000	0.85000	0.90000	0.85000
1.22000	1.36890	1.39510	1.43285	1.40115
0.30000	0.24250	0.26750	0.26750	0.26750
0.43000	0.43000	0.43000	0.43000	0.43000
0.58000	0.57000	0.57000	0.57000	0.57000
0.88000	0.67500	0.64500	0.59500	0.55000
0.50000	0.47500	0.47500	0.47500	0.47500
0.51000	0.47000	0.47000	0.48000	0.45000
0.57500	0.50000	0.49500	0.49500	0.47500
0.59000	0.48000	0.48000	0.48000	0.48000
0.57500	0.52500	0.52000	0.49000	0.48500
0.89000	0.84000	0.85000	0.59500	0.82000
0.37000	0.61000	0.59500	0.59500	0.59500
0.65000	0.60000	0.61000	0.59000	0.59000
0.53000	0.47000	0.43000	0.43000	0.36000
0.79000	0.66000	0.63500	0.59500	0.55500
1.50000	1.50000	1.50000	1.50000	1.50000
1.50000	1.50000	1.50000	1.50000	1.44500
1.50000	1.50000	1.50000	1.50000	1.50000
1.50000	1.50000	1.50000	1.50000	1.48000
0.38000	0.37000	0.37000	0.36000	0.36000
0.25000	0.22000	0.08000	**N/A	**N/A
0.19460	0.19460	0.19460	0.19460	0.19460
0.29500	0.28500	0.27500	0.27500	0.27500
0.29500	0.29500	0.30500	0.32000	0.32000
0.75000	0.75000	0.49000	0.49000	0.49000
0.14500	0.13400	0.13400	0.13400	0.12900
0.50000	0.50000	0.50000	0.50000	0.50000
0.21500	0.21500	0.21500	0.21000	0.20500
0.47500	0.47500	0.47500	0.47500	0.62000
0.27000	0.27000	0.28000	0.28000	0.26000
0.19000	0.15000	0.14000	0.13000	0.12500
0.19000	0.20000	0.20000	0.20500	0.20500
0.70000	0.70000	0.80000	0.80000	0.80000
0.58000	0.63000	0.63000	0.63000	0.65000
0.70000	0.70000	0.80000	0.80000	0.80000
0.45000	0.45000	0.45000	0.45000	0.45000
0.65000	0.53000	0.65000	0.65000	**N/A
0.44000	0.50000	0.54000	0.65000	0.63000

FORT BEND COUNTY, TEXAS
PROPERTY TAX RATES - DIRECT AND
OVERLAPPING GOVERNMENTS
Last Ten Tax Years
(UNAUDITED)

	2003	2004	2005	2006	2007
Political Subdivision: (continued)					
Fort Bend County MUD 5	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend County MUD 19	1.20000	1.20000	1.20000	1.20000	1.20000
Fort Bend County MUD 21	0.49000	0.49000	0.47000	0.39000	0.39000
Fort Bend County MUD 23	1.06000	1.06000	1.02000	0.95000	0.95000
Fort Bend County MUD 24	**N/A	**N/A	**N/A	**N/A	1.29000
Fort Bend County MUD 25	0.89000	0.87000	0.86000	0.82000	0.82000
Fort Bend County MUD 26	0.77000	0.77000	0.73000	0.72000	0.72000
Fort Bend County MUD 30	1.04300	1.01300	0.99300	0.88000	0.88000
Fort Bend County MUD 34	1.05000	0.95000	0.84000	0.72000	0.72000
Fort Bend County MUD 35	1.25000	1.25000	1.25000	1.05000	1.05000
Fort Bend County MUD 37	0.63000	0.63000	0.63000	0.59000	0.59000
Fort Bend County MUD 41	0.70000	0.66000	0.62000	0.58000	0.58000
Fort Bend County MUD 42	0.48000	0.48000	0.46000	0.43000	0.43000
Fort Bend County MUD 46	1.05000	1.00000	0.95000	0.90000	0.90000
Fort Bend County MUD 47	1.17000	1.15000	1.15000	1.09000	1.09000
Fort Bend County MUD 48	0.98000	0.98000	0.96000	0.89000	0.89000
Fort Bend County MUD 49	0.84000	0.84000	0.80000	0.80000	0.80000
Fort Bend County MUD 50	0.90000	0.90000	0.90000	0.90000	0.90000
Fort Bend County MUD 57	**N/A	**N/A	1.50000	1.50000	1.50000
Fort Bend County MUD 58	**N/A	**N/A	1.50000	1.50000	1.50000
Fort Bend County MUD 66	**N/A	**N/A	**N/A	**N/A	1.35000
Fort Bend County MUD 67	0.46000	0.45000	0.44000	0.45000	0.45000
Fort Bend County MUD 68	0.46000	0.44000	0.43000	0.40500	0.40500
Fort Bend County MUD 69	0.39000	0.38000	0.37000	0.33000	0.33000
Fort Bend County MUD 81	0.73000	0.69000	0.57000	0.42500	0.42500
Fort Bend County MUD 94	0.71000	0.71000	0.71000	0.71000	0.71000
Fort Bend County MUD 106	0.57000	0.54000	0.50000	0.47000	0.47000
Fort Bend County MUD 108	0.46000	0.43000	0.42500	0.40000	0.40000
Fort Bend County MUD 109	0.55000	0.53000	0.51500	0.51000	0.51000
Fort Bend County MUD 111	0.34000	0.34000	0.32000	0.30000	0.30000
Fort Bend County MUD 112	0.73000	0.57000	0.46000	0.39000	0.39000
Fort Bend County MUD 113	0.33500	0.31500	**N/A	**N/A	**N/A
Fort Bend County MUD 115	0.97000	0.97000	0.97000	0.59000	0.59000
Fort Bend County MUD 116	1.30000	1.30000	1.15000	1.13000	1.13000
Fort Bend County MUD 117	0.86000	0.84000	0.74000	0.67000	0.67000
Fort Bend County MUD 118	1.33000	1.16000	1.00000	0.89000	0.89000
Fort Bend County MUD 119	1.25000	1.20000	0.95000	0.75000	0.75000
Fort Bend County MUD 121	1.25000	1.25000	1.25000	1.25000	1.25000
Fort Bend County MUD 122	1.00000	1.00000	1.00000	1.00000	1.00000
Fort Bend County MUD 123	**N/A	1.00000	1.00000	1.00000	1.00000
Fort Bend County MUD 124	1.20000	1.20000	1.15000	0.99000	0.99000
Fort Bend County MUD 128	**N/A	**N/A	**N/A	**N/A	0.80000
Fort Bend County MUD 129	**N/A	0.90000	0.80000	0.80000	0.80000
Fort Bend County MUD 130	0.80000	0.80000	0.80000	0.79000	0.79000
Fort Bend County MUD 131	**N/A	**N/A	0.90000	0.90000	0.90000
Fort Bend County MUD 133	**N/A	**N/A	**N/A	**N/A	1.50000
Fort Bend County MUD 134 C	**N/A	**N/A	**N/A	**N/A	**N/A

2008	2009	2010	2011	2012
**N/A	1.50000	1.50000	1.50000	1.50000
1.20000	1.24000	1.38000	1.38000	1.89940
0.39000	0.27000	0.26000	0.26000	0.24000
0.91000	1.00000	1.03000	1.03000	1.07000
1.29000	1.29000	1.29000	1.35000	1.43000
0.82000	0.82000	0.82000	0.82000	0.85000
0.67000	0.70000	0.71000	0.86250	0.86250
0.87000	0.95000	0.98000	1.02000	1.00000
0.71000	0.71000	0.69000	0.68000	0.68000
0.89000	0.74000	0.69000	0.63000	0.63000
0.59000	0.56000	0.52000	0.52000	0.52000
0.55000	0.55000	0.55000	0.55000	0.55000
0.42000	0.42000	0.43000	0.43000	0.43000
0.90000	0.88000	0.88000	0.88000	0.89500
1.04000	1.04000	1.04000	1.04000	1.17000
0.88000	0.88000	0.88000	0.88000	0.88000
0.95000	0.95000	0.95000	0.95000	0.95000
0.90000	0.90000	0.90000	0.90000	0.91000
1.50000	1.50000	1.50000	1.45000	1.45000
1.50000	1.50000	1.50000	1.50000	1.50000
1.35000	1.35000	1.35000	1.50000	1.50000
0.47500	0.47500	0.47500	0.46500	0.44500
0.40500	0.40000	0.40000	0.40000	0.40000
0.40000	0.40000	0.40000	0.40000	0.40000
0.42500	0.38000	0.37000	0.37000	0.35000
0.71000	0.71000	0.77000	0.77000	0.77000
0.45000	0.45000	0.49000	0.52000	0.50000
0.39000	0.39000	0.42000	0.44000	0.44000
0.50700	0.58000	0.63000	0.66000	0.65000
0.30000	0.30000	0.30000	0.30000	0.30000
0.39000	0.38000	0.38000	0.38000	0.38000
**N/A	**N/A	**N/A	**N/A	**N/A
0.53000	0.50000	0.50000	0.50000	0.50000
1.13000	1.22000	1.22000	1.22000	1.21000
0.66000	0.66000	0.66000	0.69000	0.68000
0.84000	0.81000	0.78000	0.77000	0.77000
0.75000	0.71000	0.71000	0.71000	0.71000
1.20000	1.20000	1.20000	1.20000	1.20000
1.00000	1.00000	1.00000	1.00000	1.04000
1.00000	1.08000	1.14000	1.15000	1.15500
0.92000	0.92000	0.92000	0.99000	0.99000
0.80000	0.80000	0.70000	0.70000	0.70000
0.80000	0.80000	0.70000	0.67000	0.67000
0.77000	0.76000	0.76000	0.75000	0.74000
1.01000	1.01000	1.01000	1.01000	1.01000
1.50000	1.50000	1.50000	1.50000	1.50000
1.25000	1.25000	1.30000	1.30000	1.35000

FORT BEND COUNTY, TEXAS
PROPERTY TAX RATES - DIRECT AND
OVERLAPPING GOVERNMENTS
Last Ten Tax Years
(UNAUDITED)

	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
Political Subdivision: (continued)					
Fort Bend County MUD 136	**N/A	**N/A	0.63000	0.63000	0.63000
Fort Bend County MUD 137	**N/A	**N/A	0.63000	0.63000	0.63000
Fort Bend County MUD 138	**N/A	**N/A	0.63000	0.63000	0.63000
Fort Bend County MUD 139	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend County MUD 140	**N/A	1.25000	1.25000	1.25000	1.25000
Fort Bend County MUD 141	**N/A	**N/A	1.39000	1.39000	1.39000
Fort Bend County MUD 142	**N/A	1.33000	1.39000	1.32000	1.32000
Fort Bend County MUD 143	**N/A	1.00000	1.00000	1.25000	1.25000
Fort Bend County MUD 144	**N/A	1.00000	0.80000	0.80000	0.80000
Fort Bend County MUD 145	**N/A	**N/A	**N/A	**N/A	1.25000
Fort Bend County MUD 146	**N/A	1.25000	1.25000	1.20000	1.20000
Fort Bend County MUD 147	**N/A	**N/A	0.95000	0.95000	0.95000
Fort Bend County MUD 148	**N/A	**N/A	0.90000	0.90000	0.90000
Fort Bend County MUD 149	**N/A	**N/A	**N/A	**N/A	0.80000
Fort Bend County MUD 150	**N/A	**N/A	0.94500	**N/A	**N/A
Fort Bend County MUD 151	**N/A	**N/A	1.30000	1.30000	1.30000
Fort Bend County MUD 152	**N/A	**N/A	1.45000	1.45000	1.45000
Fort Bend County MUD 155	**N/A	**N/A	1.39000	1.39000	1.39000
Fort Bend County MUD 158	**N/A	**N/A	1.45000	1.45000	1.45000
Fort Bend County MUD 159	**N/A	**N/A	**N/A	**N/A	0.84000
Fort Bend County MUD 162	**N/A	**N/A	**N/A	**N/A	0.55000
Fort Bend County MUD 165	**N/A	**N/A	**N/A	**N/A	1.25000
Fort Bend County MUD 167	**N/A	**N/A	**N/A	**N/A	0.85000
Fort Bend County MUD 168	**N/A	**N/A	**N/A	**N/A	1.03000
Fort Bend County MUD 169	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend County MUD 170	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend County MUD 171	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend County MUD 172	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend County MUD 173	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend County MUD 176	**N/A	**N/A	**N/A	**N/A	0.70000
Fort Bend County MUD 182	**N/A	**N/A	**N/A	**N/A	0.91000
Fort Bend County MUD 185	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend County MUD 187	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend County MUD 194	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend County MUD 199	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend County WC&ID 2	0.16290	0.18000	0.18000	0.18000	0.18000
Fort Bend County WC&ID 3	0.50000	0.50000	0.50000	0.50000	0.50000
Fort Bend County WC&ID 8	**N/A	**N/A	**N/A	**N/A	0.95000
Fort Bend County R.F. P. 1 & 2	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend ESD 1	0.06250	0.06250	0.06250	0.06250	0.06250
Fort Bend ESD 2	0.09800	0.09800	0.09800	0.09200	0.09200
Fort Bend ESD 3	**N/A	0.07000	0.07000	0.06750	0.06750
Fort Bend ESD 4	**N/A	0.06000	0.07000	0.08897	0.08897
Fort Bend ESD 5	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend Fire District 1	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend Fire District 2	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend Fresh Water Supply 1	0.25000	0.25000	0.25000	1.00000	1.00000

2008	2009	2010	2011	2012
0.62000	0.62000	0.57000	0.57000	0.54000
0.62000	0.57000	0.57000	0.57000	0.54000
0.62000	0.57000	0.57000	0.57000	0.54000
**N/A	**N/A	0.57000	0.57000	0.54000
1.25000	1.25000	1.25000	1.25000	1.34000
**N/A	**N/A	**N/A	**N/A	**N/A
1.32000	1.32000	1.32000	1.32000	1.27000
1.31000	1.35000	1.35000	1.36000	1.34000
0.80000	0.80000	0.80000	0.80000	0.80000
1.25000	1.25000	1.25000	1.25000	1.25000
1.20000	1.15000	1.15000	1.15000	1.10000
0.95000	0.95000	0.95000	0.95000	0.95000
0.90000	0.90000	0.90000	0.90000	0.90000
0.80000	0.80000	0.70000	0.70000	0.70000
**N/A	**N/A	**N/A	**N/A	**N/A
1.30000	1.30000	1.27000	1.26000	1.26000
1.45000	1.45000	1.45000	1.45000	1.45000
1.39000	1.39000	1.39000	1.39000	1.39000
1.45000	1.45000	1.45000	1.45000	1.45000
0.84000	0.84000	0.84000	0.84000	0.84000
0.70000	0.74000	0.80000	1.00000	1.12000
1.31000	1.35000	1.36000	1.37000	1.37000
0.85000	0.85000	0.89000	0.89000	0.87000
**N/A	**N/A	**N/A	**N/A	**N/A
**N/A	**N/A	1.29500	1.29500	1.29727
**N/A	1.29400	1.29500	1.29500	1.29727
1.29400	1.29400	1.29500	1.29500	1.28328
**N/A	**N/A	1.29500	1.29500	1.29727
**N/A	**N/A	1.29500	1.29500	1.29727
0.65000	0.65000	0.65000	0.65000	0.65000
**N/A	**N/A	**N/A	**N/A	**N/A
1.25000	1.25000	1.25000	1.25000	1.25000
1.00000	1.00000	1.00000	1.00000	1.00000
**N/A	1.25000	1.25000	1.25000	1.25000
**N/A	**N/A	0.60000	0.60000	0.60000
0.18000	0.18000	0.18000	0.18000	0.18000
0.48000	0.48000	0.45000	0.45000	0.45000
0.95000	0.95000	0.95000	0.95000	1.05000
**N/A	**N/A	**N/A	**N/A	**N/A
0.06250	0.07500	0.07500	0.07500	0.07500
0.08830	0.09600	0.09800	0.09800	0.09800
0.06750	0.07900	0.08460	0.09100	0.09100
0.08502	0.08234	0.07804	0.07827	0.08103
0.08000	0.07997	0.07997	0.08298	0.08553
**N/A	**N/A	**N/A	**N/A	**N/A
**N/A	**N/A	**N/A	**N/A	**N/A
1.00000	1.00000	1.00000	1.00000	1.00000

FORT BEND COUNTY, TEXAS
PROPERTY TAX RATES - DIRECT AND
OVERLAPPING GOVERNMENTS
Last Ten Tax Years
(UNAUDITED)

	2003	2004	2005	2006	2007
Political Subdivision: (continued)					
Fort Bend Fresh Water Supply 2	**N/A	**N/A	0.25000	0.50000	0.50000
Fort Bend-Harris ESD 100	**N/A	**N/A	**N/A	**N/A	0.10000
Fort Bend Independent School District	1.67000	1.70750	1.69000	1.25000	1.25000
Fort Bend Parkway Road District	0.22000	0.11448	0.04153	**N/A	0.05443
Fulshear, City of	0.37000	0.33000	0.32743	0.20592	0.20592
Fulshear MUD 1	**N/A	**N/A	**N/A	**N/A	**N/A
Grand Mission MUD 1	1.00000	1.00000	1.00000	1.05000	1.05000
Grand Mission MUD 2	**N/A	**N/A	1.00000	1.25000	1.25000
Grand Lakes MUD 1	1.25000	1.25000	1.15000	0.79000	0.79000
Grand Lakes MUD 2	1.22000	1.10000	0.97000	0.70000	0.70000
Grand Lakes MUD 4	0.90000	0.90000	0.82000	0.82000	0.82000
Grand Lakes WCID	0.17000	0.15000	0.10500	0.09500	0.09500
Harris-Fort Bend EMS District	0.09740	0.09700	0.09700	0.10000	**N/A
Harris-Fort Bend MUD 1	1.10000	1.05000	1.00000	0.88000	0.88000
Harris-Fort Bend MUD 3	**N/A	1.25000	1.25000	1.25000	1.25000
Harris-Fort Bend MUD 4	0.50000	0.87000	0.95000	0.96000	0.96000
Harris-Fort Bend MUD 5	0.97000	0.92000	0.86000	0.82000	0.82000
Houston, City of	0.65000	0.65000	0.64750	**N/A	**N/A
HCC Stafford	0.08133	0.09598	0.09577	0.09518	0.09518
HCC Missouri City	**N/A	**N/A	**N/A	**N/A	0.09518
Imperial Redevelopment District	**N/A	**N/A	**N/A	**N/A	**N/A
Katy, City of	0.61466	0.61466	0.61466	**N/A	**N/A
Katy ISD	1.94000	1.94000	**N/A	1.52660	1.52660
Kendleton, City of	0.70000	0.70945	0.70000	0.76503	0.76503
Kendleton ISD	1.78430	1.78000	1.78000	1.23170	1.23170
Kingsbridge MUD	0.92000	0.88000	0.84000	0.80000	0.80000
Lamar Consolidated I.S.D.	1.66450	1.69760	1.69760	1.29765	1.29765
Meadowcreek MUD	0.42000	0.41000	0.38000	0.10000	0.10000
Meadows Place, City of	0.73000	0.76000	0.76000	0.79000	0.79000
Memorial MUD	**N/A	**N/A	**N/A	**N/A	**N/A
Mission Bend MUD 1	0.56500	0.54000	0.45000	0.28000	0.28000
Missouri City, City of	0.51000	0.50165	0.49800	0.49926	0.49926
Needville, City of	0.49567	0.49995	0.48000	0.42284	0.42284
Needville Independent School District	1.66040	1.66400	1.66400	1.27929	1.27929
North Mission Glen MUD	0.82000	0.75000	0.63000	0.52000	0.52000
Orchard, City of	0.32090	0.35148	0.34531	0.30750	0.30750
Palmer Plantation MUD 1	0.79000	0.78000	0.74000	0.68000	0.68000
Palmer Plantation MUD 2	0.68000	0.60000	0.55000	0.49000	0.49000
Pearland, City of	**N/A	**N/A	**N/A	**N/A	0.65260
Pecan Grove MUD	0.59500	0.57500	0.51000	0.47000	0.47000
Plantation MUD	0.65000	0.65000	0.63000	0.63000	0.63000
Quail Valley MUD	0.28000	0.27000	**N/A	**N/A	**N/A
Renn Road MUD	**N/A	**N/A	**N/A	**N/A	**N/A
Richmond, City of	0.79000	0.79000	0.79000	0.79000	0.79000
Rosenberg, City of	0.55500	0.55500	0.55500	0.54500	0.54500
Sienna Plantation LID	0.60000	0.60000	0.60000	0.58000	0.58000
Sienna Plantation Management	**N/A	**N/A	**N/A	**N/A	0.92000

2008	2009	2010	2011	2012
0.50000	0.49900	0.50000	0.51000	0.54000
0.09473	0.09697	0.09000	0.09000	0.09000
1.27000	1.30500	1.34000	1.34000	1.34000
0.05443	0.01483	**N/A	**N/A	**N/A
0.20592	0.20592	0.20592	0.20592	0.20366
1.19000	1.19000	1.19000	1.19000	1.19000
1.10000	1.10000	1.10000	1.10000	1.15000
1.31000	1.31000	1.31000	1.31000	1.31000
0.79000	0.65000	0.63000	0.54000	0.54000
0.70000	0.46500	0.45500	0.44500	0.43750
0.82000	0.79000	0.79000	0.77000	0.76000
0.09500	0.08750	0.08250	0.08250	0.08250
**N/A	**N/A	**N/A	**N/A	**N/A
0.88000	0.77000	0.75000	0.73000	0.70000
1.25000	1.25000	1.25000	1.25000	1.24000
0.96000	0.96000	0.95000	0.95000	0.88000
0.82000	0.75000	0.73000	0.71000	0.71000
0.64375	0.63875	0.63875	0.63875	0.63875
0.09243	0.09222	0.09222	0.09722	0.09717
0.09243	0.09222	0.09222	0.09722	0.09717
1.00000	**N/A	**N/A	**N/A	**N/A
0.60540	0.59372	0.59372	0.59372	0.58672
1.52660	1.52660	1.52660	1.52660	1.52660
0.76632	0.89100	0.70627	0.69923	0.63933
1.20500	1.20830	**N/A	1.20830	**N/A
0.78000	0.78000	0.78000	0.78000	0.78000
1.29765	1.29765	1.36455	1.39005	1.39005
0.10000	0.10000	0.10000	0.10000	0.10000
0.79000	0.83000	0.89500	0.89869	0.89500
0.52000	0.54000	0.55500	0.55000	0.54000
0.25000	0.25000	0.25000	0.25000	0.25000
0.51724	0.52840	0.52840	0.52840	0.54480
0.39169	0.39153	0.38151	0.39779	0.40121
1.45600	1.48400	1.51999	1.57958	1.64958
0.52000	0.54400	0.57100	0.64110	0.65110
0.33123	0.39601	0.39267	0.42380	0.39475
0.68000	0.69000	0.73500	0.73500	0.73500
0.49000	0.49800	0.51500	0.51500	0.54000
0.65260	0.65260	0.66510	0.68510	0.70500
0.46800	0.46800	0.55000	0.55000	0.56000
0.63000	0.66000	0.66000	0.74000	0.74000
**N/A	**N/A	**N/A	**N/A	**N/A
0.63000	0.63000	0.66500	0.69000	0.76000
0.79000	0.78650	0.78650	0.78650	0.78650
0.52020	0.50000	0.50000	0.50000	0.51000
0.49000	0.49000	0.49000	0.49000	0.49000
1.01000	1.01000	1.01000	1.01000	1.01000

FORT BEND COUNTY, TEXAS
PROPERTY TAX RATES - DIRECT AND
OVERLAPPING GOVERNMENTS
Last Ten Tax Years
(UNAUDITED)

	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
Political Subdivision: (continued)					
Sienna Plantation MUD 2	0.83000	0.76000	0.72000	0.72000	0.72000
Sienna Plantation MUD 3	0.90000	0.90000	0.88000	0.75000	0.75000
Sienna Plantation MUD 10	**N/A	0.90000	0.90000	0.90000	0.90000
Sienna Plantation MUD 12	**N/A	0.90000	0.90000	0.90000	0.90000
Simonton, City of	**N/A	**N/A	0.27000	0.27000	0.27000
Stafford Municipal School District	1.71550	1.70800	1.68660	1.25000	1.25000
Sugar Land, City of	0.32840	0.32568	0.31711	0.30000	0.30000
Thunderbird U.D.	**N/A	**N/A	**N/A	**N/A	**N/A
West Keegans Bayou I.D.	0.19100	0.19100	0.18100	0.12100	0.12100
West Harris County MUD 4	**N/A	**N/A	**N/A	**N/A	**N/A
Wharton County Junior College	0.17401	0.16892	0.15595	0.13485	0.13485
Willow Creek Farms MUD	**N/A	**N/A	**N/A	**N/A	**N/A
Willow Fork Drainage District	0.30000	0.27000	0.26000	0.20000	0.20000
Woodcreek Reserve MUD	0.60000	0.60000	0.60000	0.60000	0.60000

Source of data: Fort Bend County Central Appraisal District.

All tax rates are shown per \$100 assessed value at 100% assessment ratio.

**N/A - Political entity not in existence at this time or taxes not yet levied. Data provided by the Fort Bend Economic Development Council.

2008	2009	2010	2011	2012
0.71000	0.71000	0.71000	0.71000	0.71000
0.75000	0.73000	0.72000	0.72000	0.72000
0.94000	0.94000	0.94000	0.94000	0.94000
0.94000	0.94000	0.94000	0.94000	0.94000
0.27000	0.27000	0.27000	0.27000	0.27000
1.23500	1.23000	1.11000	1.22000	1.25000
0.30000	0.30000	0.30000	0.30245	0.30895
**N/A	**N/A	**N/A	**N/A	**N/A
0.12100	0.12100	1.05000	0.11100	0.10000
0.90000	0.95000	0.11100	1.06000	1.09000
0.13797	0.14666	0.14448	0.14414	0.13821
1.25000	1.25000	1.25000	1.25000	1.25000
0.19000	0.19000	0.19000	0.19000	0.19000
0.60000	0.60000	0.60000	0.60000	0.60000



FORT BEND COUNTY, TEXAS
PRINCIPAL PROPERTY TAXPAYERS
Current Year and Nine Years Ago
(UNAUDITED)

Taxpayer	Fiscal Year 2013			Fiscal Year 2004		
	Assessed Value	Rank	Percentage of Total Net Assessed Valuation	Assessed Value	Rank	Percentage of Total Net Assessed Valuation
NRG Texas Power LLC	\$ 1,285,769,990	1	3.26 %	\$		%
Centerpoint Energy Electric	245,048,200	2	0.62	232,354,540	2	1.10
Katy Mills Mall LTD Partnership	110,641,490	3	0.28	147,176,370	3	0.70
Brazos Valley Energy LLC	91,081,570	4	0.23			
First Colony Mall Venture	88,703,240	5	0.22	110,214,690	5	0.52
Jetta Operating Company Inc	85,991,600	6	0.22			
Schlumberger Tech Corp - Well Services	84,985,930	7	0.21			
Lakepointe Assets LLC	81,300,000	8	0.21	84,971,020	8	0.40
Tramontina USA Inc.	78,235,670	9	0.20			
Cardinal Health 411 Inc.	73,980,610	10	0.19			
Texas Genco LP				504,688,150	1	2.39
Texas Instruments, Inc.				119,162,520	4	0.56
ConocoPhillips Company				96,629,400	6	0.46
Sugar Land Telephone Co.				86,104,260	7	0.41
KIR Fountains on the Lake LP				60,097,030	9	0.28
Ondeo-Nalco Energy				57,782,940	10	0.27
Subtotal	2,225,738,300		5.64 %	1,499,180,920		7.09 %
Other taxpayers	<u>37,214,208,754</u>		<u>94.36</u>	<u>19,637,426,590</u>		<u>92.91</u>
Total	<u>\$39,439,947,054</u>		<u>100.00 %</u>	<u>\$21,136,607,510</u>		<u>100.00 %</u>

Source of data: Fort Bend County Appraisal District.

FORT BEND COUNTY, TEXAS
PROPERTY TAX LEVIES AND COLLECTIONS
FOR THE LAST TEN FISCAL YEARS
(UNAUDITED)

Tax Year	Fiscal Year	Total Original Levy	Adjustments	Total Adjusted Levy	Collected within the Fiscal Year of the Levy	
					Amount	Percentage of Levy Collected
2003	2004	\$ 110,886,224	\$ (112,197)	\$110,774,027	\$ 108,209,146	97.68%
2004	2005	122,022,393	212,555	122,234,948	119,664,754	97.90%
2005	2006	138,737,128	(694,226)	138,042,903	135,004,728	97.80%
2006	2007	150,171,810	(1,232,133)	148,939,677	146,154,761	98.13%
2007	2008	173,203,701	(1,081,152)	172,122,549	169,011,211	98.19%
2008	2009	190,430,794	(1,643,057)	188,787,738	186,012,685	98.53%
2009	2010	191,862,995	5,109,348	196,972,343	194,801,625	98.90%
2010	2011	193,704,140	1,437,003	195,141,142	193,251,015	99.03%
2011	2012	197,913,656	(422,342)	197,491,314	196,106,467	99.30%
2012	2013	198,853,734	7,031,674	205,885,409	204,426,149	99.29%

Collections in Subsequent Years	Total Tax Collections	Total Tax Collections as a Percentage of Current Levy	Outstanding Delinquent Taxes	Delinquent Taxes as a Percentage of Current Levy
\$ 2,519,498	\$ 110,728,644	99.96%	\$ 45,383	0.04%
2,464,910	122,129,664	99.91%	105,284	0.09%
2,881,616	137,886,344	99.89%	156,558	0.11%
2,639,461	148,794,222	99.90%	145,456	0.10%
2,739,168	171,750,379	99.78%	372,170	0.21%
2,400,419	188,413,105	99.80%	374,633	0.20%
1,760,086	196,561,711	99.79%	410,631	0.21%
1,425,457	194,676,471	99.76%	464,671	0.24%
745,133	196,851,600	99.68%	639,715	0.32%
	204,426,149	99.29%	1,459,260	0.73%

FORT BEND COUNTY, TEXAS**RATIO OF NET GENERAL LONG-TERM DEBT TO ASSESSED VALUE****PERSONAL INCOME, AND NET GENERAL LONG-TERM DEBT PER CAPITA****FOR THE LAST TEN FISCAL YEARS****(UNAUDITED)**

Tax Year	Fiscal Year	Population (1)	Net Assessed Value	Certificates of Obligation	General Obligation Bonds (2)	Total General Long-Term Debt (2)
2003	2004	442,389	\$ 21,136,607,510	\$ 100,000	\$ 75,410,000	\$ 75,510,000
2004	2005	463,650	23,259,410,747	50,000	69,770,000	69,820,000
2005	2006	493,187	26,049,121,823		95,803,802	95,803,802
2006	2007	507,110	29,024,172,030		246,563,943	246,563,943
2007	2008	531,660	33,481,333,449		238,044,854	238,044,854
2008	2009	547,876	38,064,280,267		350,787,773	350,787,773
2009	2010	581,830	38,405,455,145		343,448,573	343,448,573
2010	2011	606,786	37,368,043,796		330,308,251	330,308,251
2011	2012	639,969	38,034,487,112		381,602,454	381,602,454
2012	2013	659,355	39,439,947,054		364,812,865	364,812,865

- (1) Source of data: Fort Bend Economic Development Council.
- (2) The figures do not include both long-term debt principal and amounts available for debt service for the Fort Bend Parkway Road District Unlimited Tax bonds. The levy for those bonds is not calculated on the assessed value of the County properties presented in this table.

Amounts Available in Debt Service Fund (2)	Net General Long-Term Debt	Personal Income	Percent of Personal Income	General Long-Term Debt to Assessed Value	Net General Long-Term Debt Per Capita
\$ 1,165,433	\$ 74,344,567	\$ 13,338,140,000	0.56%	0.35%	\$ 168
2,116,782	67,703,218	13,949,480,000	0.49%	0.29%	146
2,621,749	93,182,053	14,734,540,000	0.63%	0.36%	189
3,965,968	242,597,975	15,364,670,000	1.58%	0.84%	478
4,290,890	233,753,964	20,218,050,000	1.16%	0.70%	440
5,956,061	344,831,712	22,319,780,000	1.54%	0.91%	629
4,844,023	338,604,550	20,455,780,000	1.66%	0.88%	582
5,169,725	325,138,526	22,444,080,000	1.45%	0.87%	536
3,977,092	377,625,362	27,002,708,000	1.40%	0.99%	590
2,461,472	362,351,393	29,242,120,000	1.24%	0.92%	550

FORT BEND COUNTY, TEXAS

DIRECT AND OVERLAPPING DEBT

Fiscal Year 2013

(UNAUDITED)

page 1 of 4

<u>Taxing Jurisdiction</u>	<u>Long-Term Outstanding</u>	<u>Applicable Percentage</u>	<u>Overlapping Debt</u>
Fort Bend County	\$ 347,555,000 ⁽¹⁾	100.00%	\$ 364,812,865 ⁽¹⁾
<u>Special Districts:</u>			
Big Oaks MUD	21,610,000	100.00%	21,610,000
Burney Road MUD	10,620,000	100.00%	10,620,000
Cinco MUD 1	5,956,062	100.00%	5,956,062
Cinco MUD 2	10,134,154	100.00%	10,134,154
Cinco MUD 3	5,895,602	100.00%	5,895,602
Cinco MUD 5	6,793,320	100.00%	6,793,320
Cinco MUD 8	12,932,788	100.00%	12,932,788
Cinco MUD 10	10,120,052	100.00%	10,120,052
Cinco MUD 12	4,537,728	100.00%	4,537,728
Cinco MUD 14	19,812,816	100.00%	19,812,816
Cinco Southwest MUD 1	1,122,539	100.00%	1,122,539
Cinco Southwest MUD 2	81,208,008	100.00%	81,208,008
Cinco Southwest MUD 3	60,677,546	100.00%	60,677,546
Cinco Southwest MUD 4	73,860,440	100.00%	73,860,440
First Colony LID	40,000	100.00%	40,000
First Colony LID 2	330,000	100.00%	330,000
First Colony MUD 9	15,035,000	100.00%	15,035,000
First Colony MUD 10	14,935,000	100.00%	14,935,000
Fort Bend Co LID 2	14,500,000	100.00%	14,500,000
Fort Bend Co LID 6	5,850,000	100.00%	5,850,000
Fort Bend Co LID 7	13,195,000	100.00%	13,195,000
Fort Bend Co LID 10	13,395,000	100.00%	13,395,000
Fort Bend Co LID 11	22,795,000	100.00%	22,795,000
Fort Bend Co LID 12	14,525,000	100.00%	14,525,000
Fort Bend Co LID 14	4,770,000	100.00%	4,770,000
Fort Bend Co LID 15	46,760,000	100.00%	46,760,000
Fort Bend Co LID 17	59,550,000	100.00%	59,550,000
Fort Bend Co LID 19	26,880,000	100.00%	26,880,000
Fort Bend Co LID 20	1,470,000	100.00%	1,470,000
Fort Bend Co MUD 2	11,465,000	100.00%	11,465,000
Fort Bend Co MUD 5	5,070,000	100.00%	5,070,000
Fort Bend Co MUD 19	1,265,000	100.00%	1,265,000
Fort Bend Co MUD 21	8,060,000	100.00%	8,060,000
Fort Bend Co MUD 23	57,765,000	100.00%	57,765,000
Fort Bend Co MUD 24	4,310,000	100.00%	4,310,000
Fort Bend Co MUD 25	84,095,000	100.00%	84,095,000
Fort Bend Co MUD 26	13,800,000	100.00%	13,800,000
Fort Bend Co MUD 30	40,085,000	100.00%	40,085,000
Fort Bend Co MUD 34	19,710,000	100.00%	19,710,000
Fort Bend Co MUD 35	46,160,000	100.00%	46,160,000
Fort Bend Co MUD 41	3,360,000	100.00%	3,360,000
Fort Bend Co MUD 42	7,850,000	100.00%	7,850,000
Fort Bend Co MUD 46	16,375,000	100.00%	16,375,000
Fort Bend Co MUD 47	4,045,000	100.00%	4,045,000
Fort Bend Co MUD 48	12,105,000	100.00%	12,105,000
Fort Bend Co MUD 49	2,300,000	100.00%	2,300,000
Fort Bend Co MUD 50	40,290,000	100.00%	40,290,000
Fort Bend Co MUD 57	27,260,000	100.00%	27,260,000
Fort Bend Co MUD 185	11,085,000	100.00%	11,085,000

FORT BEND COUNTY, TEXAS**DIRECT AND OVERLAPPING DEBT**

Fiscal Year 2013

(UNAUDITED)

page 2 of 4

<u>Taxing Jurisdiction</u>	<u>Long-Term Outstanding</u>	<u>Applicable Percentage</u>	<u>Overlapping Debt</u>
Fort Bend Co MUD 187	6,405,000	100.00%	6,405,000
Fort Bend Co MUD 58	24,625,000	100.00%	24,625,000
Fort Bend Co MUD 66	1,855,000	100.00%	1,855,000
Fort Bend Co MUD 67	1,595,000	100.00%	1,595,000
Fort Bend Co MUD 68	2,850,000	100.00%	2,850,000
Fort Bend Co MUD 69	1,485,000	100.00%	1,485,000
Fort Bend Co MUD 81	6,155,000	100.00%	6,155,000
Fort Bend Co MUD 94	6,260,000	100.00%	6,260,000
Fort Bend Co MUD 106	9,230,000	100.00%	9,230,000
Fort Bend Co MUD 108	3,380,000	100.00%	3,380,000
Fort Bend Co MUD 109	10,620,000	100.00%	10,620,000
Fort Bend Co MUD 111	7,060,000	100.00%	7,060,000
Fort Bend Co MUD 112	4,825,000	100.00%	4,825,000
Fort Bend Co MUD 115	12,475,000	100.00%	12,475,000
Fort Bend Co MUD 116	32,905,000	100.00%	32,905,000
Fort Bend Co MUD 117	20,015,000	100.00%	20,015,000
Fort Bend Co MUD 118	33,805,000	100.00%	33,805,000
Fort Bend Co MUD 119	20,385,000	100.00%	20,385,000
Fort Bend Co MUD 121	28,850,000	100.00%	28,850,000
Fort Bend Co MUD 122	19,120,000	100.00%	19,120,000
Fort Bend Co MUD 123	26,340,000	100.00%	26,340,000
Fort Bend Co MUD 124	11,510,000	100.00%	11,510,000
Fort Bend Co MUD 128	6,850,000	100.00%	6,850,000
Fort Bend Co MUD 129	20,515,000	100.00%	20,515,000
Fort Bend Co MUD 130	11,885,000	100.00%	11,885,000
Fort Bend Co MUD 133	17,330,000	100.00%	17,330,000
Fort Bend Co MUD 134C	27,190,000	100.00%	27,190,000
Fort Bend Co MUD 136	4,855,000	100.00%	4,855,000
Fort Bend Co MUD 137	30,875,000	100.00%	30,875,000
Fort Bend Co MUD 138	31,365,000	100.00%	31,365,000
Fort Bend Co MUD 139	15,560,000	100.00%	15,560,000
Fort Bend Co MUD 140	12,115,000	100.00%	12,115,000
Fort Bend Co MUD 142	54,490,000	100.00%	54,490,000
Fort Bend Co MUD 143	16,900,000	100.00%	16,900,000
Fort Bend Co MUD 144	7,810,000	100.00%	7,810,000
Fort Bend Co MUD 145	2,395,000	100.00%	2,395,000
Fort Bend Co MUD 146	36,120,000	100.00%	36,120,000
Fort Bend Co MUD 148	1,795,000	100.00%	1,795,000
Fort Bend Co MUD 149	7,450,000	100.00%	7,450,000
Fort Bend Co MUD 151	56,210,000	100.00%	56,210,000
Fort Bend Co MUD 152	2,285,000	100.00%	2,285,000
Fort Bend Co MUD 155	9,720,000	100.00%	9,720,000
Fort Bend Co MUD 156	3,690,000	100.00%	3,690,000
Fort Bend Co MUD 158	7,555,000	100.00%	7,555,000
Fort Bend Co MUD 159	2,450,000	100.00%	2,450,000
Fort Bend Co MUD 162	5,375,000	100.00%	5,375,000
Fort Bend Co MUD 165	9,245,000	100.00%	9,245,000
Fort Bend Co MUD 167	16,220,000	100.00%	16,220,000
Fort Bend Co MUD 171	51,871,727	100.00%	51,871,727
Fort Bend Co MUD 176	2,635,000	100.00%	2,635,000
Fort Bend Co MUD 194	5,850,000	100.00%	5,850,000
Fort Bend Co MUD 199	2,020,000	100.00%	2,020,000

FORT BEND COUNTY, TEXAS

DIRECT AND OVERLAPPING DEBT

Fiscal Year 2013

(UNAUDITED)

page 3 of 4

<u>Taxing Jurisdiction</u>	<u>Long-Term Outstanding</u>	<u>Applicable Percentage</u>	<u>Overlapping Debt</u>
Fort Bend Co WC&ID 3	2,210,000	100.00%	2,210,000
Fort Bend Co WC&ID 8	1,480,000	100.00%	1,480,000
Fulshear MUD 1	4,400,000	100.00%	4,400,000
Grand Lakes MUD 1	13,460,000	100.00%	13,460,000
Grand Lakes MUD 2	11,690,000	100.00%	11,690,000
Grand Lakes MUD 4	12,390,000	100.00%	12,390,000
Grand Lakes WC&ID	4,980,000	100.00%	4,980,000
Grand Mission MUD 1	32,660,000	100.00%	32,660,000
Grand Mission MUD 2	4,915,000	100.00%	4,915,000
Mission Bend MUD 1	2,550,000	99.08%	2,526,540
North Mission Glen MUD	26,820,000	100.00%	26,820,000
Palmer Plantation MUD 1	2,875,000	100.00%	2,875,000
Palmer Plantation MUD 2	7,750,000	100.00%	7,750,000
Pecan Grove MUD	48,660,000	100.00%	48,660,000
Plantation MUD	4,580,000	100.00%	4,580,000
Renn Road MUD	7,880,000	100.00%	7,880,000
Sienna Plantation Levee Improvement District	78,785,000	100.00%	78,785,000
Sienna Plantation Management District	18,555,000	100.00%	18,555,000
Sienna Plantation MUD 2	24,100,000	100.00%	24,100,000
Sienna Plantation MUD 3	42,580,000	100.00%	42,580,000
Sienna Plantation MUD 10	42,260,000	100.00%	42,260,000
Sienna Plantation MUD 12	14,910,000	100.00%	14,910,000
Willow Creek Farms MUD	5,170,000	100.00%	5,170,000
Woodcreek Reserve MUD	5,350,000	100.00%	5,350,000
 County Line Special Districts:			
Brazoria-Fort Bend Co MUD 1	56,185,000	24.91%	13,995,684
Chelford City MUD	5,840,000	53.28%	3,111,552
Cimarron MUD	28,210,000	3.19%	899,899
Cinco MUD 6	6,806,832	63.56%	4,326,422
Cinco MUD 7	11,859,788	86.01%	10,200,604
Cinco MUD 9	6,839,950	59.06%	4,039,674
Cornerstones MUD	3,315,000	17.79%	589,739
Fort Bend Co WC&ID 2	62,185,000	99.21%	61,693,739
Harris-Fort Bend Cos MUD 1	15,965,000	86.16%	13,755,444
Harris-Fort Bend Cos MUD 3	14,750,000	0.35%	51,625
Harris-Fort Bend Cos MUD 4	11,830,000	74.20%	8,777,860
Harris-Fort Bend Cos MUD 5	17,345,000	93.82%	16,273,079
Kingsbridge MUD	27,290,000	97.07%	26,490,403
West Harris Co MUD 4	4,185,000	18.20%	761,670
Willow Fork Drainage District	33,710,000	93.16%	31,404,236
Total Special District Debt (2)			<u><u>\$ 2,385,500,951</u></u>
 Cities:			
Arcola, City of	\$ 3,555,000	100.00%	\$ 3,555,000
Beasley, City of	340,000	100.00%	340,000
Meadows Place, City of	2,925,000	100.00%	2,925,000
Needville, City of	1,105,000	100.00%	1,105,000
Richmond, City of	15,870,000	100.00%	15,870,000
Rosenberg, City of	62,919,000	100.00%	62,919,000
Sugar Land, City of	218,415,000	100.00%	218,415,000
Stafford, City of	220,000	100.00%	220,000

FORT BEND COUNTY, TEXAS**DIRECT AND OVERLAPPING DEBT**

Fiscal Year 2013

(UNAUDITED)

page 4 of 4

<u>Taxing Jurisdiction</u>	<u>Long-Term Outstanding</u>	<u>Applicable Percentage</u>	<u>Overlapping Debt</u>
<u>County Line Cities:</u>			
Houston, City of	3,181,160,000	0.53%	16,860,148
Katy, City of	9,295,000	40.29%	3,744,956
Missouri City, City of	144,980,000	95.40%	138,310,920
Pearland, City of	308,750,000	1.65%	5,094,375
Total Cities			<u>\$ 469,359,399</u>
<u>School Districts:</u>			
Fort Bend ISD	\$ 878,904,425	100.00%	\$ 878,904,425
Lamar CISD	454,080,000	100.00%	454,080,000
Needville ISD	68,190,000	100.00%	68,190,000
<u>County Line School Districts:</u>			
Brazos ISD	15,964,991	68.28%	10,900,896
Katy ISD	1,232,844,928	37.96%	467,987,935
Stafford MSD	61,955,000	99.65%	61,738,158
Total School Districts			<u>\$ 1,941,801,413</u>
<u>Other:</u>			
Houston Community College System	\$ 676,095,000	4.27%	\$ 28,869,257
Total Other			<u>\$ 28,869,257</u>
<u>Summary of Total Estimated Overlapping Debt:</u>			
Special Districts			\$ 2,385,500,951
Cities			469,359,399
School Districts			1,941,801,413
Other			28,869,257
Estimated Overlapping Debt			<u>\$ 4,825,531,019</u>
<u>Fort Bend County</u>			
Fort Bend County - Direct Obligations			364,812,865 ⁽¹⁾
Total Direct and Estimated Overlapping Debt			<u>\$ 5,190,343,884</u>

(1) County debt outstanding as of September 30, 2013. Includes the Fort Bend Flood Control Water Supply Corporation debt.

(2) Total Special District Debt includes numerous special districts with varying amounts of debt applicable to the County.

The allocation of the county-line jurisdictions is calculated by determining the ratio of the assessed valuation of taxable property that is within Fort Bend County. This rate is then applied to the outstanding debt of the county-line jurisdiction to calculate the overlapping debt amount.

Source of data: Texas Municipal Reports published by the Municipal Advisory Council of Texas.

FORT BEND COUNTY, TEXAS
COMPUTATION OF LEGAL DEBT MARGIN
LAST TEN FISCAL YEARS
(UNAUDITED)

	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
Assessed value of real property	\$ 18,075,649,455	\$ 19,783,716,194	\$ 22,343,399,407	\$ 25,226,420,176
Assessed value of personal and other property	<u>3,060,958,055</u>	<u>3,475,694,553</u>	<u>3,705,722,416</u>	<u>3,797,751,854</u>
Total assessed value	<u>\$ 21,136,607,510</u>	<u>\$ 23,259,410,747</u>	<u>\$ 26,049,121,823</u>	<u>\$ 29,024,172,030</u>
Debt Limit, 25% of real property	\$ 4,518,912,364	\$ 4,945,929,049	\$ 5,585,849,852	\$ 6,306,605,044
Amount of debt applicable to debt limit	75,510,000	69,820,000	95,803,802	246,563,943
Less: Assets available in Debt Service Funds for payment of principal	<u>1,165,433</u>	<u>2,116,782</u>	<u>2,621,749</u>	<u>3,965,968</u>
Total amount of debt applicable to debt limit	<u>74,344,567</u>	<u>67,703,218</u>	<u>93,182,053</u>	<u>242,597,975</u>
Legal Debt Margin	<u>\$ 4,444,567,797</u>	<u>\$ 4,878,225,831</u>	<u>\$ 5,492,667,799</u>	<u>\$ 6,064,007,069</u>
Total net debt applicable to to the limit as a percentage of debt limit	1.65%	1.37%	1.67%	3.85%

Source of data: Fort Bend County Central Appraisal District and County Tax Assessor/Collector.

2008	2009	2010	2011	2012	2013
\$ 28,931,048,114	\$ 33,294,278,049	\$ 33,574,551,064	\$ 32,877,992,163	\$ 33,530,169,247	\$ 34,906,683,521
<u>4,550,285,335</u>	<u>4,770,002,218</u>	<u>4,830,904,081</u>	<u>4,490,051,633</u>	<u>4,504,317,865</u>	<u>4,533,263,533</u>
<u>\$ 33,481,333,449</u>	<u>\$ 38,064,280,267</u>	<u>\$ 38,405,455,145</u>	<u>\$ 37,368,043,796</u>	<u>\$ 38,034,487,112</u>	<u>\$ 39,439,947,054</u>
\$ 7,232,762,029	\$ 8,323,569,512	\$ 8,393,637,766	\$ 8,219,498,041	\$ 8,382,542,312	\$ 8,726,670,880
238,044,854	350,787,773	343,448,573	330,308,251	381,602,454	364,812,865
<u>4,290,890</u>	<u>5,956,061</u>	<u>4,844,023</u>	<u>5,169,725</u>	<u>3,977,092</u>	<u>2,461,472</u>
<u>233,753,964</u>	<u>344,831,712</u>	<u>338,604,550</u>	<u>325,138,526</u>	<u>377,625,362</u>	<u>362,351,393</u>
<u>\$ 6,999,008,065</u>	<u>\$ 7,978,737,800</u>	<u>\$ 8,055,033,216</u>	<u>\$ 7,894,359,515</u>	<u>\$ 8,004,916,950</u>	<u>\$ 8,364,319,487</u>
3.23%	4.14%	4.03%	3.96%	4.50%	4.15%

FORT BEND COUNTY, TEXAS
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
(UNAUDITED)

Year	Population	Personal Income	Per Capita Personal Income	Unemployment Rate
2004	442,389	\$ 13,338,140,000	\$ 30,150	5.2%
2005	463,650	13,949,480,000	30,086	4.7%
2006	493,187	14,734,540,000	29,876	4.3%
2007	507,110	15,364,670,000	30,298	4.1%
2008	531,660	20,218,050,000	38,028	4.8%
2009	547,876	22,319,780,000	40,739	7.2%
2010	581,830	20,455,780,000	35,158	8.2%
2011	606,786	22,444,080,000	36,988	7.7%
2012	639,969	27,002,708,000	42,194	6.1%
2013	659,355	29,242,120,000	44,350	5.7%

Source of data: Fort Bend Economic Development Council

FORT BEND COUNTY, TEXAS

LARGEST EMPLOYERS

Current Year and Ten Years Ago

(UNAUDITED)

<u>Employer</u>	<u>Fiscal Year 2013</u>		<u>Fiscal Year 2003</u>	
	<u>Local Employees</u>	<u>Rank</u>	<u>Local Employees</u>	<u>Rank</u>
Fort Bend ISD	9,507	1	7,300	1
Lamar CISD	2,834	2	2,210	3
Fluor Corporation	2,800	3	2,000	5
Fort Bend County	2,277	4	1,827	6
Methodist Sugar Land Hospital	2,200	5		
Schlumberger Technology Corporation	2,150	6	2,200	4
Richmond State School	1,320	7	1,370	8
Texas Department of Criminal Justice	977	8	1,175	9
United Parcel Service	948	9	1,092	10
City of Sugar Land	676	10		
Baker Petrolite, Inc.			2,450	2
Texas Instruments			1,400	7
	<u>25,689</u>		<u>23,024</u>	

Source of data: Fort Bend Economic Development Council

Note: Since the fiscal year 2004 data is not available, the fiscal year 2003 data is being used for comparison.

FORT BEND COUNTY
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE BY ACTIVITY
LAST TEN FISCAL YEARS
(UNAUDITED)

Function	2004	2005	2006	2007	2008
General administration	\$ 40,686,743	\$ 45,429,863	\$ 48,134,688	\$ 24,886,374	\$ 25,143,119
Financial administration	138,384	120,649	137,631	1,951,989	1,889,426
Administration of justice	9,130,798	8,917,365	9,412,781	28,459,912	35,161,552
Construction and maintenance	384,114,997	414,310,100	509,090,685	647,221,647	703,697,692
Health and welfare	2,945,590	3,191,960	3,892,667	4,160,584	4,908,808
Cooperative services	2,269,466	2,265,188	2,279,410	2,287,024	2,287,024
Public safety	40,894,945	42,236,819	45,546,963	50,123,838	97,267,937
Parks and recreation	12,215,320	12,035,812	13,352,992	15,882,914	17,342,600
Libraries and education	24,951,010	27,712,732	28,166,263	28,047,190	29,238,712
Health and wellness clinic					
Total	\$517,347,253	\$556,220,488	\$660,014,080	\$803,021,472	\$916,936,870

Note: In fiscal year 2011, Fort Bend County opened an Employee Health and Wellness Clinic. The capital assets of the Clinic are recorded in the Employee Benefits Fund, an internal service fund. These capital assets are shown separately above.

2009	2010	2011	2012	2013
\$ 21,386,052	\$ 27,725,376	\$ 30,424,429	\$ 31,053,685	\$ 38,506,703
6,375,329	8,103,759	7,551,132	8,049,094	8,071,200
147,292,804	189,617,993	213,531,972	211,029,100	212,164,947
791,157,372	850,839,272	919,567,377	973,992,987	1,030,858,526
12,995,437	16,185,268	20,751,252	22,661,709	23,996,133
2,256,940	2,300,936	2,312,616	2,342,593	2,349,882
26,227,701	29,744,390	30,849,243	33,796,158	35,448,192
17,436,639	18,276,965	18,871,156	19,754,283	22,803,653
37,076,054	41,604,572	48,525,974	49,423,344	52,890,523
		88,810	677,097	721,184
\$1,062,204,328	\$1,184,398,531	\$ 1,292,473,961	\$1,352,780,050	\$1,427,810,943

FORT BEND COUNTY, TEXAS

FULL-TIME EQUIVALENT COUNTY GOVERNMENT EMPLOYEES BY FUNCTION

LAST TEN FISCAL YEARS

(UNAUDITED)

Function	Full-Time Equivalent Employees as of September 30				
	2004	2005	2006	2007	2008
General administration	191.74	195.70	206.82	208.35	211.43
Financial administration	87.02	87.20	92.58	93.76	108.78
Administration of justice *	215.97	223.97	230.77	232.94	251.04
Construction and maintenance	251.09	252.26	255.37	253.41	263.08
Health and welfare	144.93	152.93	150.32	151.98	168.85
Cooperative services	18.47	18.47	10.50	11.07	13.00
Public safety	559.55	589.57	613.36	637.04	626.35
Parks and recreation	22.58	21.29	21.30	22.13	21.87
Libraries and education	171.00	171.00	178.00	180.00	182.00
Total Full-Time Equivalents	1,662.35	1,712.39	1,759.02	1,790.68	1,846.40

Source of data: County employment records.

* Note: Prior to fiscal year 2012, the employees of the Juvenile Probation fund were not part of the budget process, and therefore, were not included in the full-time equivalent count.

Full-Time Equivalent Employees as of September 30

2009	2010	2011	2012	2013
217.06	222.89	237.35	224.31	225.71
117.63	117.58	118.58	114.75	114.75
256.35	261.90	266.60	412.41	414.80
273.49	275.21	276.06	266.59	267.71
157.90	160.42	160.52	160.25	163.61
14.00	14.00	13.00	12.00	12.00
790.63	782.07	785.87	785.13	791.98
22.43	22.25	22.67	23.20	23.00
170.00	172.00	218.00	224.00	232.74
<u>2,019.49</u>	<u>2,028.32</u>	<u>2,098.65</u>	<u>2,222.64</u>	<u>2,246.30</u>

FORT BEND COUNTY, TEXAS
OPERATING INDICATORS BY FUNCTION
LAST NINE FISCAL YEARS
(UNAUDITED)

Function	2005	2006	2007	2008
General Administration				
Full-time equivalent count	204.00	207.00	208.35	210.43
Documents filed with County Clerk	268,973	312,758	459,328	423,350
Copies issued by County Clerk	300,081	271,691	197,005	163,492
Technical support calls to IT	9,206	10,015	29,028	36,770
County web-site visits (avg/day)	N/A	N/A	N/A	5,950
Medical claims filed with Risk Management	46,428	42,777	41,444	45,019
On the job accident claims to Risk Management	125	91	155	181
Voter registrations	65,591	85,000	31,420	36,900
Early voting as a percentage of turnout	N/A	N/A	N/A	42.5%
Job openings	N/A	N/A	263	308
Employee service awards				
5 years	N/A	N/A	N/A	95
10 years	N/A	N/A	N/A	54
15 years	N/A	N/A	N/A	52
20 years	N/A	N/A	N/A	26
25 years	N/A	N/A	N/A	26
30 years	N/A	N/A	N/A	5
35 years	N/A	N/A	N/A	0
Responses to posted job openings	N/A	N/A	7,984	7,763
Pieces of mail processed	1,081,440	1,167,955	1,240,000	1,400,000
Facilities service requests (avg/month)	N/A	N/A	N/A	256
Bids, RFP's, & SOQ's solicited	N/A	N/A	N/A	98
Purchase orders issued	N/A	N/A	N/A	13,077
Public Transportation trips	N/A	N/A	N/A	118,189
Records Management				
On site storage (cubic footage)	760	634	536	536
Off site storage (cubic footage)	9,556	9,805	12,052	13,279
Financial Administration				
Full-time equivalent count	N/A	N/A	93.66	108.78
Cash receipts processed (count)	16,555	12,000	10,500	10,040
Checks processed (count)	55,470	50,000	31,556	108,500
Expenditures to budget ratio	-5.86%	-4.09%	-10.80%	-9.00%
Earned GFOA Certificate of Excellence for CAFR	Yes	Yes	Yes	Yes
Earned GFOA Certificate for Distinguished				
Budget Presentation	Yes	Yes	N/A	Yes
Invoice payment processing (days)	14	14	10	8
Journal entry count (estimated)	5,000	5,000	5,000	2,500

Source of data: various County departments

Note: Ten years are required; however, these annual operating indicators by function are only available back to 2005.

2009	2010	2011	2012	2013
218.45	222.89	239.80	229.55	225.71
339,335	326,919	260,017	325,059	155,743
72,120	72,300	66,852	N/A	N/A
22,396	18,394	26,020	21,350	N/A
6,605	6,960	7,519	8,175	8,740
51,121	57,433	56,734	68,234	54,698
156	177	149	178	168
29,026	20,579	20,579	30,381	36,624
70.6%	61.2%	60.0%	36.0%	71.0%
213	317	317	310	147
95	97	104	157	N/A
81	60	101	76	N/A
42	38	36	54	N/A
33	17	31	36	N/A
10	15	19	20	N/A
3	2	7	12	N/A
1	0	1	4	N/A
12,244	15,266	15,266	10,564	3,449
1,600,000	1,800,000	1,800,000	1,800,000	1,800,000
306	306	330	370	343
107	124	90	62	85
15,360	13,469	12,830	12,023	11,324
193,095	180,409	247,324	320,642	373,685
211	276	421	857	958
13,856	12,704	8,219	10,842	10,235
111.01	116.58	118.58	114.75	114.75
8,250	7,800	7,656	8,210	9,470
120,000	120,000	120,000	51,384	52,242
-8.00%	-9.00%	1.00%	N/A	-5.00%
Yes	Yes	Yes	Yes	TBD
Yes	Yes	Yes	Yes	TBD
10	10	10	10	8
2,000	1,000	1,000	1,056	1,000

FORT BEND COUNTY, TEXAS
OPERATING INDICATORS BY FUNCTION
LAST NINE FISCAL YEARS
(UNAUDITED)

Function	2005	2006	2007	2008
Administration of Justice				
Full-time equivalent count	N/A	N/A	231.80	250.04
Child Support case inquiries	N/A	N/A	N/A	N/A
Passport applications (count)	N/A	N/A	3,783	8,835
Passport fees collected	N/A	N/A	\$ 113,490	\$ 265,050
Worthless check clearance rate	79.44%	63.54%	65.00%	74.40%
Felony case disposition rate	87.60%	86.80%	87.00%	87.40%
Misdemeanor case disposition rate	86.80%	83.70%	85.00%	89.10%
Misdemeanor case dispositions	N/A	N/A	N/A	N/A
Community Service rehabilitation hours	65,913	72,956	70,207	73,578
Justice Court case filings - Precinct 1 Place 1	6,074	7,500	4,909	5,569
Justice Court case filings - Precinct 1 Place 2	15,983	16,500	15,996	11,908
Justice Court case filings - Precinct 2	7,163	4,396	3,611	6,102
Justice Court case filings - Precinct 3	N/A	9,854	9,976	15,109
Justice Court case filings - Precinct 4	6,735	5,500	4,557	5,825
Justice Court cases disposed - Precinct 1 Place 1	N/A	N/A	3,984	4,558
Justice Court cases disposed - Precinct 1 Place 2	10,417	12,500	14,472	9,762
Justice Court cases disposed - Precinct 2	3,053	4,095	4,495	4,789
Justice Court cases disposed - Precinct 3	N/A	10,514	10,339	11,517
Justice Court cases disposed - Precinct 4	3,337	2,445	3,756	4,623
Construction and Maintenance				
Full-time equivalent count	N/A	N/A	254.93	263.08
Building & right-of-way permits issued	2,900	6,000	6,892	5,500
Tonnage of recyclable diverted from landfills	281	312	343	699
Pounds of hazardous materials collected	117,206	141,357	150,000	145,238
Mileage of drainage channel maintained	2,408	1,800	1,800	2,206
Mileage of county roads - unincorporated areas	N/A	1,163	1,213	1,263
New County road miles constructed - unincorporated areas	N/A	60	50	50
Health and Welfare				
Full-time equivalent count	N/A	N/A	151.98	168.85
Number of clients receiving Social Service assistance annually	5,711	6,008	6,609	5,094
Number of child immunizations annually	11,194	14,296	12,577	10,791
Number of reportable diseases documented	1,175	1,008	2,836	3,473
Number of food establishments inspected	1,382	1,379	1,030	1,424
Number of septic system applications submitted	556	547	547	471
Number of licensed aerobic systems	4,035	4,502	4,715	5,302
Number of citations issued for aerobic system non-compliance	1,195	2,284	2,500	3,604
Number of EMS incident responses	20,295	21,837	25,204	26,242
Number of stray animals impounded	4,189	3,536	4,058	3,613
Number of stray animals euthanized	3,841	3,104	3,768	3,204
Number of stray animals adopted	348	424	290	409
Indigent healthcare clients - annual	1,393	N/A	2,659	1,710

2009	2010	2011	2012	2013
256.35	261.90	266.60	266.41	267.20
50,758	49,635	52,100	50,150	37,827
3,500	2,792	2,144	2,909	4,039
\$ 87,500	\$ 69,805	\$ 53,600	\$ 72,725	\$ 100,978
83.60%	97.80%	84.40%	91.20%	79.00%
87.70%	101.20%	93.50%	91.90%	100.00%
99.50%	N/A	N/A	N/A	N/A
104.3	96.6	116.6	111.0	102.2
75,652	77,578	73,456	70,270	70,605
5,341	5,592	5,170	5,582	3,958
11,771	9,377	9,905	11,513	9,027
6,102	7,577	7,000	6,851	6,960
23,409	19,952	20,739	19,895	18,744
8,959	8,517	7,195	5,041	6,064
4,537	6,262	4,724	4,615	3,981
11,713	8,537	10,441	10,274	9,115
4,789	5,275	5,100	7,239	9,483
16,015	16,215	15,821	16,647	16,656
6,973	7,502	7,744	4,414	8,338
272.49	275.21	276.06	266.59	267.71
4,500	4,826	4,260	5,032	6,400
732	676	676	702	687
171,109	160,450	160,500	184,943	176,840
1,988	2,150	1,850	2,100	2,000
1,404	1,600	1,664	1,655	1,703
35	N/A	20	85	80
157.90	160.42	160.52	160.25	163.61
8,888	6,012	5,924	7,074	N/A
14,398	11,776	11,367	8,316	5,417
1,893	3,175	1,360	1,181	1,142
825	787	986	1,192	1,301
330	361	360	373	438
5,896	6,203	6,588	6,915	7,364
2,521	3,500	3,535	6,695	6,224
28,603	26,677	26,850	29,774	31,426
3,615	4,323	4,141	4,854	4,541
2,798	3,599	3,408	3,930	3,370
817	727	733	604	1,005
1,314	2,996	2,622	2,325	2,153

FORT BEND COUNTY, TEXAS
OPERATING INDICATORS BY FUNCTION
LAST NINE FISCAL YEARS
(UNAUDITED)

<u>Function</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
Cooperative Services				
Full-time equivalent count	N/A	N/A	11.07	13.00
Veterans' Services clients	N/A	N/A	N/A	234
Veterans' Services claims submitted	N/A	N/A	N/A	126
Public Safety				
Full-time equivalent count	N/A	N/A	637.04	620.35
Number of civil processes received annually				
Constable Precinct 1	N/A	N/A	13,400	14,000
Constable Precinct 2	12,626	8,580	8,232	N/A
Constable Precinct 3	6,891	7,147	7,147	N/A
Civil Process 24 hour success rate				
Constable Precinct 4	N/A	N/A	N/A	N/A
TCLEOSE training hours held per officer	N/A	N/A	864	853
Homeland security grant funds expended	N/A	\$ 2,228,934	\$ 1,764,000	\$ 1,724,700
Fire calls responded to annually	6,391	7,156	6,508	6,278
Parks and Recreation				
Full-time equivalent count	N/A	N/A	22.13	21.87
Number of facility rentals annually	462	623	650	700
Number of park reservations annually	209	624	655	808
Libraries and Education				
Full-time equivalent count	N/A	N/A	180.00	182.00
Number of library transactions annually	3,226,568	3,743,391	4,456,882	4,188,249
Library circulation items per capita	2.10	1.85	1.78	1.64

2009	2010	2011	2012	2013
14.00	14.00	13.00	12.00	12.00
458	645	619	479	503
228	348	225	249	337
784.63	776.07	779.87	785.13	791.98
15,000	16,093	16,434	15,070	14,510
8,827	5,550	6,921	7,660	6,606
7,635	8,963	8,963	6,927	5,475
86%	78%	75%	84%	85%
974	1,014	1,203	1,196	1,361
\$ 3,917,747	\$ 5,004,054	\$ 3,559,927	\$ 3,586,852	\$ 2,692,134
6,927	5,584	7,901	7,842	7,388
22.43	22.25	22.67	23.20	23.00
845	651	818	908	990
955	955	918	1,010	1,111
170.00	172.00	218.00	224.00	232.74
4,385,041	4,732,773	4,890,834	5,094,324	5,200,751
1.61	1.65	1.51	1.58	1.60

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