

# FORT BEND COUNTY, TEXAS COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Year Ended September 30, 2010



Gus George Law Enforcement Academy



Fort Bend County Tax Office



Precinct One Annex



Precinct Three Annex

**Robert Ed Sturdivant, CPA**  
County Auditor



**COMPREHENSIVE ANNUAL FINANCIAL REPORT**  
**For the Year Ended September 30, 2010**



**Prepared by:**

**County Auditor's Office**

**Robert Ed Sturdivant, CPA**

**County Auditor**

**FORT BEND COUNTY, TEXAS**  
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**COUNTY AUDITOR**  
Fort Bend County, Texas

**Robert Ed Sturdivant**  
County Auditor

281-341-3769, 281-341-3744 (fax)  
sturdived@co.fort-bend.tx.us

March 22, 2011

To the Honorable District Judges, Members of the Commissioners Court, and Citizens of Fort Bend 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, 2010.

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 & Co., Certified Public Accountants, has issued an unqualified (or “clean”) opinion on Fort Bend County’s financial statements for the year ended September 30, 2010. 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 seven-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 Parkway Road District, Fort Bend County Toll Road Authority, Fort Bend County Grand Parkway Toll Road Authority, Fort Bend Surface Water Supply Corporation, and Fort Bend Housing Finance Corporation are considered to meet the criteria of component units. Toll Road Authorities, Surface Water Supply Corporation, and the Housing Finance Corporation have been included in the report as discretely presented component units. The Drainage District, FBFCWSC, and the Parkway Road District have been included in the combining statements in other supplementary information, as they are treated as blended component units.

## **Local Economy**

Fort Bend County continues to experience the impact of the national economic slowdown. The impact of the slowdown is evident in the reduction in new home sales, a slightly lower increase in the labor force, and an increase in the unemployment 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 is prepared as the economic slowdown continues. This ongoing conservative approach will not reduce the level of public services provided by the County to the residents.

## **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 multiyear 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 listed with annual costs of new personnel, furnishings, utilities, and other operating costs attached. Annually, the Commissioners Court selects from the list of projects 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 largest of the facilities includes an expansion of the jail, which cost \$80 million and opened in September 2009. Completed facilities also include: Gus George Law Enforcement Training Academy; Precinct 1 Annex; Tax Office-Richmond; Precinct 3 Annex; Health & Human Services Precinct 2 Annex; EMS Facility; Sienna Library; and the County Jail/Justice Center Parking Garage. Other facilities, annexes, and libraries are included and will be completed over the next year.

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 \$243 million. Individual projects have been completed at a total cost of \$51.9 million. The remaining projects will be completed over the next three to five years.

In May 2009, the County issued \$74 million in limited tax bonds for the construction of the Justice Center. The Justice Center will house all County Courts, District Courts, specialty courts, support services for all the courts, District Attorney, District Clerk, and County Clerk. This facility will be completed by July 2011.

### *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 or similar agencies operating in Fort Bend County but 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.

### **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 for the year ended September 30, 2009. This was the twenty-first 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 comprehensive annual financial report. 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 comprehensive annual financial report 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, 2009. 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 & Co., 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.***

# 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, 2009

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



President

Executive Director

**FORT BEND COUNTY, TEXAS**  
***LIST OF PRINCIPAL OFFICIALS***  
***September 30, 2010***

**COMMISSIONERS COURT:**

County Judge  
Commissioner, Precinct #1  
Commissioner, Precinct #2  
Commissioner, Precinct #3  
Commissioner, Precinct #4

Robert Hebert  
Richard Morrison  
Grady Prestage  
Andy Meyers  
James Patterson

**OTHER COUNTY OFFICIALS:**

Tax Collector  
County Clerk  
District Clerk  
County Treasurer  
County Auditor  
County Sheriff  
Purchasing Agent  
Budget Officer

Patsy Shultz  
Dianne Wilson  
Annie Rebecca Elliot  
Jeff Council  
Ed Sturdivant  
Milton Wright  
Gilbert Jalomo  
Pamela Gubbels

**DISTRICT COURTS:**

Judge, 240th District Court  
Judge, 268th District Court  
Judge, 328th District Court  
Judge, 387th District Court  
Judge, 400th District Court  
Judge, 434th District Court  
District Attorney

Thomas Culver, III  
Brady Elliott  
Ronald Pope  
Robert Kern  
Clifford Vacek  
James Shoemake  
John Healey

**COUNTY COURT-AT-LAW:**

Judge, County Court-at-Law #1  
Judge, County Court-at-Law #2  
Judge, County Court-at-Law #3  
Judge, County Court-at-Law #4  
County Attorney

Ben "Bud" Childers  
Walter McMeans  
Susan Lowery  
R.H. "Sandy" Bielstein  
Roy Cordes, Jr.

**JUSTICES OF THE PEACE:**

Justice of the Peace, Precinct #1-1  
Justice of the Peace, Precinct #1-2  
Justice of the Peace, Precinct #2  
Justice of the Peace, Precinct #3  
Justice of the Peace, Precinct #4

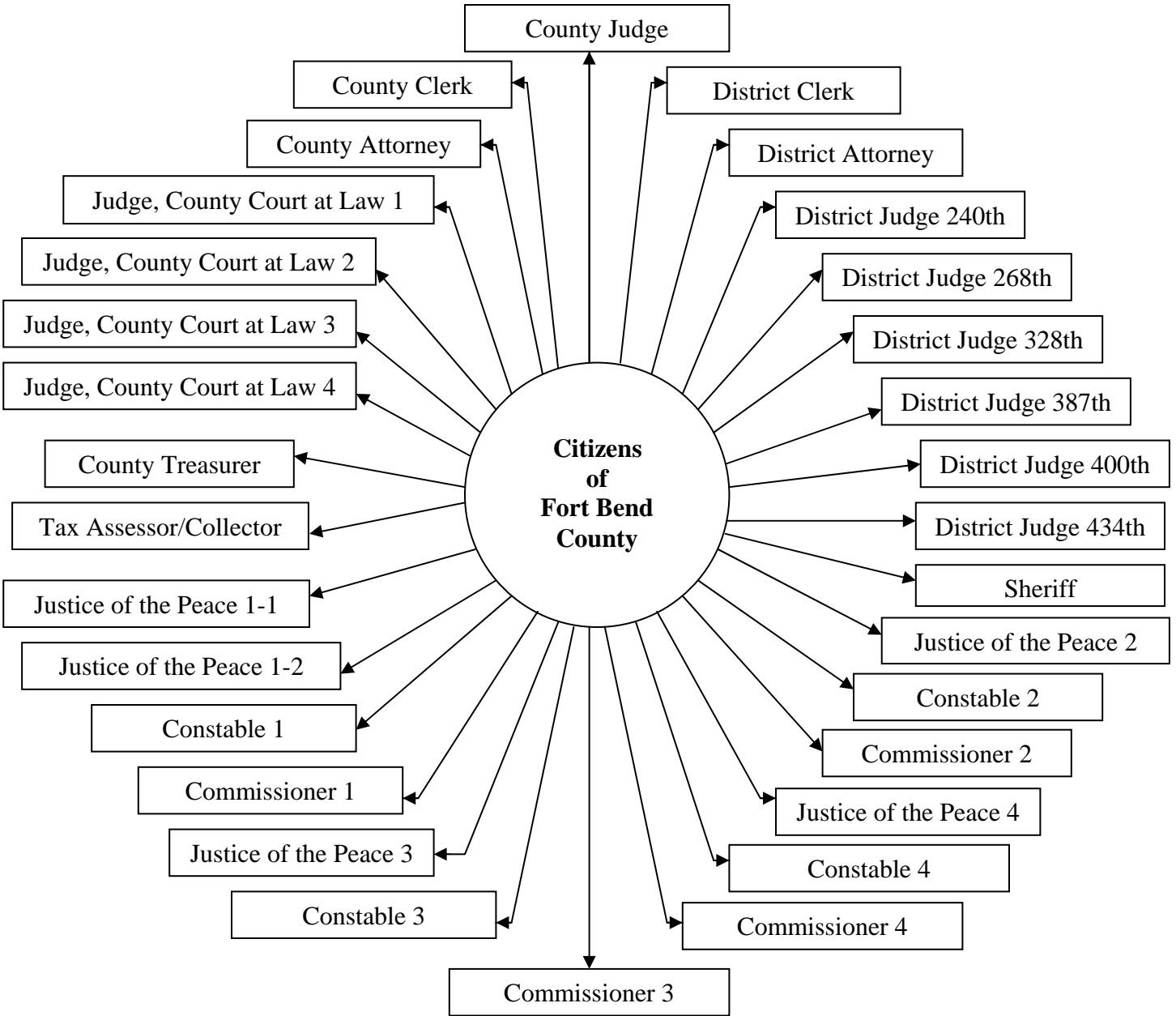
Gary Janssen  
Gary Geick  
Joel Clouser  
Ken Cannata  
Jim Richard

**CONSTABLES:**

Constable, Precinct #1  
Constable, Precinct #2  
Constable, Precinct #3  
Constable, Precinct #4

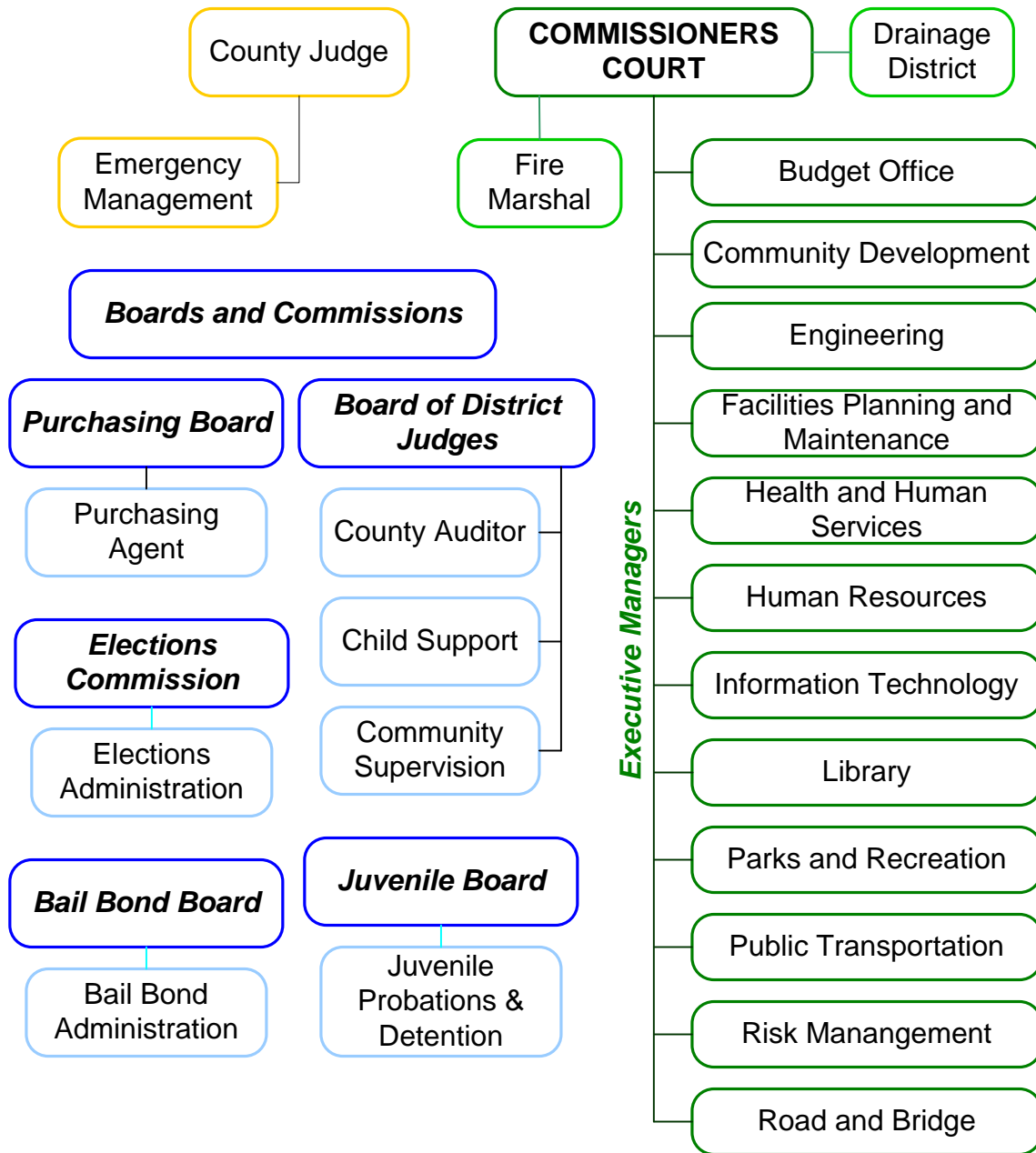
A.J. Dorr  
Ruben Davis  
Rob Cook  
Troy Nehls

# Fort Bend County, Texas Organization Chart of Elected Officials

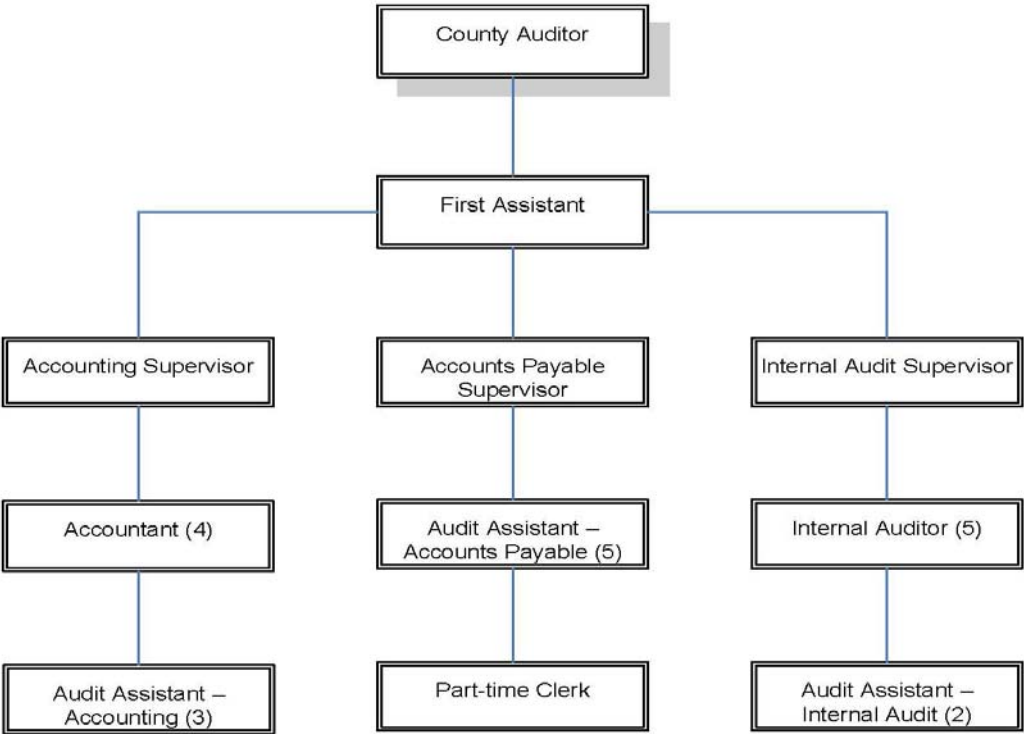


# Organization of County Department and Agencies

## Fort Bend County, Texas



**FORT BEND COUNTY**  
**ORGANIZATIONAL CHART**  
*Auditor's Office*

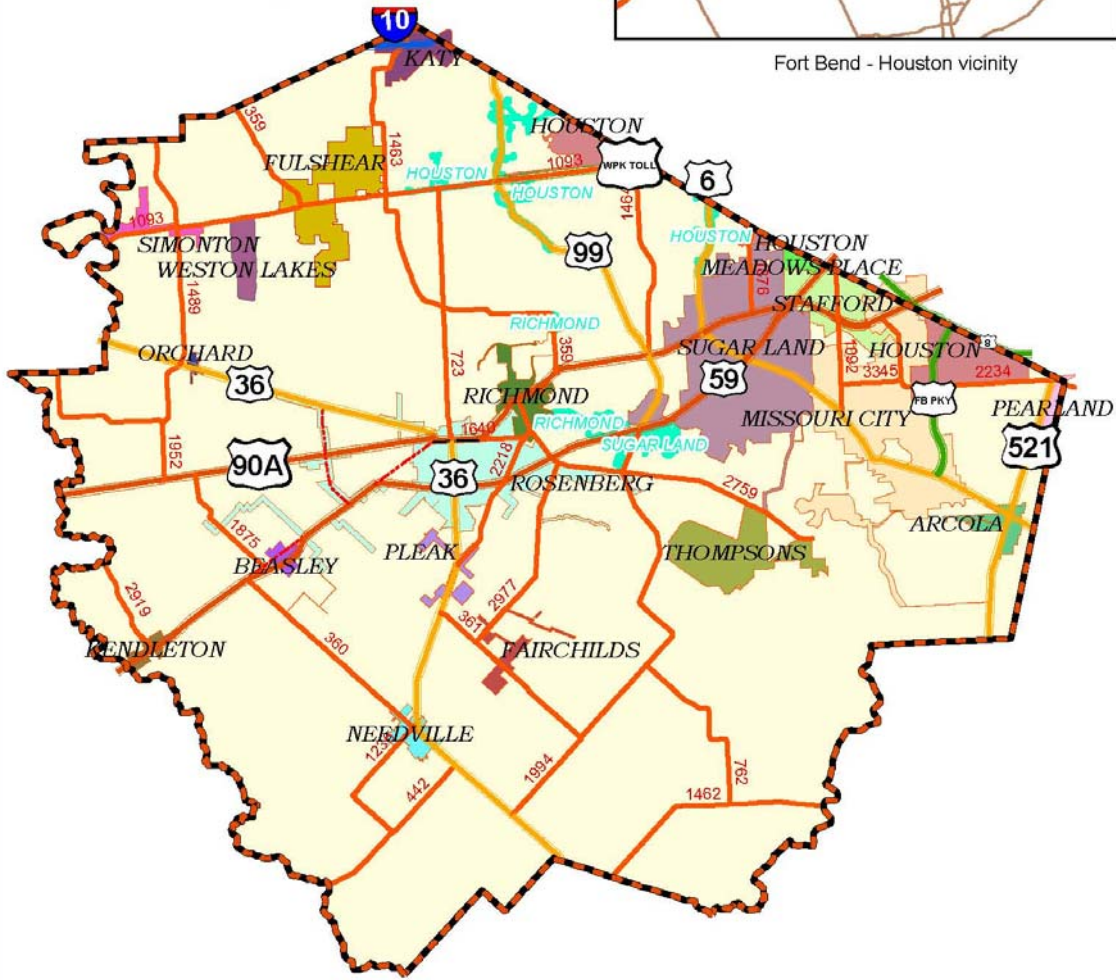




# Fort Bend County



Fort Bend - Houston vicinity





## INDEPENDENT AUDITORS' REPORT

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

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, 2010, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the County's management. 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 of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our 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 the County, as of September 30, 2010, and the respective changes in financial position, and cash flows where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated March 7, 2011, 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* and should be considered in assessing the results of our audit.

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 through 11 and 60 through 63 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.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's financial statements as a whole. The introductory section, combining and individual nonmajor fund financial statements and statistical section, are presented for purposes of additional analysis and are not a required part of the financial statements. The combining and individual nonmajor fund financial statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the 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.



Sugar Land, Texas  
March 7, 2011

**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, 2010. 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 \$715.8 million (net assets). Of this amount, there is a deficit of \$2.7 million in unrestricted net assets due to the increased liability for other post-employment benefits.
- The County's total net assets increased by \$7.8 million.
- As of the close of the current fiscal year, the County's governmental funds reported a combined ending fund balance of \$147.8 million, a decrease of \$70.4 million over the prior year.
- At the end of the current fiscal year approximately \$43.3 million is available for spending at the government's discretion (unreserved, undesignated General Fund balance). This fund balance amounts to 23% percent of total General Fund expenditures.
- The County's total long-term liabilities increased by \$15.7 million during the current fiscal year. The increase was primarily due to an increase in the other post-employment benefit obligations (OPEB) of \$26.3 million less net change in long-term debt related to bonds of \$10.8 million.

**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. 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 assets presents information on all of the County's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets 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 government's net assets changed during the most recent fiscal year. All changes in net assets 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).

**FORT BEND COUNTY, TEXAS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**

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 service, 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 three discretely presented component units consist of the following:

- Fort Bend County Toll Road Authority
- Fort Bend County Surface Water Supply Corporation
- Fort Bend County Housing Finance Corporation

The government-wide financial statements can be found on pages 15 through 17 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 66 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Debt Service Fund, Mobility 2009 Projects Fund, 2007 Facilities Bond Fund, and the Justice Center Project Fund, all of 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 18 through 24 of this report.

**FORT BEND COUNTY, TEXAS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**

*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 25 through 27 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 28 of this report.

*Combining component unit financial statements*

The County's three 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 statement 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 58 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 60 through 63 of this report.

**FORT BEND COUNTY, TEXAS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**

**Government-wide Financial Analysis**

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the County, assets exceeded liabilities by \$715.8 million at the close of the most recent fiscal year.

By far the largest portion of the County's net assets (99.8 percent) reflects its investment in 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. 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 ASSETS**

*September 30, 2010 and 2009*

	<b>Primary Government Governmental Activities</b>	
	<b>2010</b>	<b>2009</b>
Current and other assets	\$ 204,573,206	\$ 278,493,662
Capital assets, net	977,874,947	876,058,079
<b>Total Assets</b>	<b>1,182,448,153</b>	<b>1,154,551,741</b>
Long-term liabilities	423,953,977	408,205,327
Other liabilities	42,658,491	38,320,535
<b>Total Liabilities</b>	<b>466,612,468</b>	<b>446,525,862</b>
Net Assets:		
Invested in capital assets, net of related debt	714,386,675	679,586,901
Restricted	4,168,945	5,363,740
Unrestricted	(2,719,935)	23,075,239
<b>Total Net Assets</b>	<b>\$ 715,835,685</b>	<b>\$ 708,025,880</b>

A portion of the County's net assets, \$4.2 million, represents resources that are subject to external restrictions on how they may be used. There is a deficit balance for unrestricted net assets, \$2.7 million, primarily due to the increased liability of \$26.3 million for other post-employment benefits (OPEB).

The County's assets exceeded its liabilities by \$715.8 million, resulting in an increase of \$7.8 million from the prior year. This increase primarily relates to the addition of capital assets (net of related debt) of \$34.8 million offset by the increase OPEB liability of \$26.3 million.



**FORT BEND COUNTY, TEXAS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**

**SCHEDULE OF CHANGES IN NET ASSETS**  
*For the years ended September 30, 2010 and 2009*

	<b>Primary Government Governmental Activities</b>	
	<b>2010</b>	<b>2009</b>
<b>Revenues</b>		
Program revenues:		
Charges for services	\$ 35,156,664	\$ 35,102,888
Operating grants and contributions	23,313,282	33,935,787
Capital grants and contributions	30,358,341	63,974,765
General revenues:		
Property taxes	198,888,176	191,467,403
Earnings on investments	3,870,155	3,664,184
Other	4,237,069	3,901,588
<b>Total Revenues</b>	<b>295,823,687</b>	<b>332,046,615</b>
<b>Expenses</b>		
General administration	44,235,342	40,876,045
Financial administration	8,059,389	8,841,189
Administration of justice	78,194,354	75,836,037
Construction and maintenance	45,850,196	47,188,776
Health and welfare	23,789,044	25,623,533
Cooperative services	1,131,763	1,188,580
Public safety	55,214,005	61,126,911
Parks and recreation	2,576,095	1,879,525
Libraries and education	13,468,700	12,956,363
Interest on long-term debt	15,494,994	12,338,352
<b>Total Expenses</b>	<b>288,013,882</b>	<b>287,855,311</b>
Change in Net Assets	7,809,805	44,191,304
<b>Net Assets, Beginning</b>	<b>708,025,880</b>	<b>663,834,576</b>
<b>Net Assets, Ending</b>	<b>\$ 715,835,685</b>	<b>\$ 708,025,880</b>

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

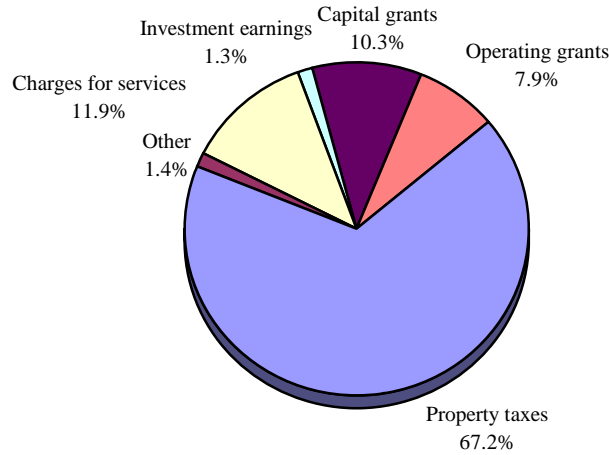
Governmental activities increased the County's net assets by \$7.8 million. This increase is down from last year's increase of \$44.2 million. The key elements of the lower increase in net assets are as follows:

- Decreases from the prior year for capital grants and contributions of \$33.6 million, and operating grants and contributions of \$10.6 million. These decreases are primarily due to reduced activity related to demand for services and infrastructure.
- There was also an increase in interest on long term debt of \$3.2 million. Operating expenses overall for the governmental functions remained constant.

**FORT BEND COUNTY, TEXAS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**

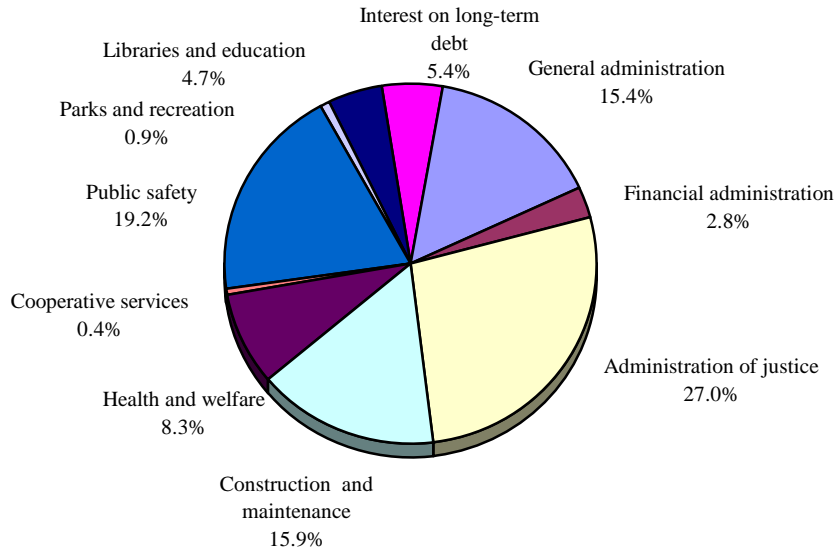
Governmental revenues for fiscal year 2010 are graphically displayed as follows:

**GOVERNMENTAL REVENUES**



Governmental functional expenses were 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, unreserved fund balance may serve as a useful measure of the County's net resources available for spending at the end of the fiscal year.

**FORT BEND COUNTY, TEXAS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**

The County's governmental funds reflect a combined fund balance of \$147.8 million. Of this, \$66.2 million is unreserved and available for day-to-day operations of the County. In addition, \$4.8 million is reserved for debt service and the remaining reserved amount is for capital projects and prepaid items of \$76.7 million and \$115.5 thousand, respectively.

There was a decrease in the combined fund balance of \$70.4 million from the prior year. This overall decrease was primarily due to net expenditures in capital funds as follows: Mobility 2009 Projects of \$15.1 million; 2007 Facilities Bonds of \$10.0 million; Justice Center Project of \$39.6 million; and 2001-2007 Mobility Projects of \$12.7 million. Debt Service fund balance had a budgeted decrease of \$1.2 million to bring ending fund balance to \$4.8 million. The increase in General Fund of \$8.8 million is due to operating revenues exceeding operating expenditures and net other financing uses during the course of operations.

**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 assets balance at fiscal year-end of \$2.1 million, which is a \$7.1 million decrease from the prior year. This decrease was necessary to overcome a surplus in net assets that had grown since 2009 due to lower budgeted claims expenses. Other Self-Funded Insurance Fund has a deficit net assets of \$2.5 million at fiscal year-end. The allocation for Other Self-Funded Insurance will be increased by 33% annually over the next four fiscal years (beginning with 2011) to eliminate this deficit net assets balance.

**General Fund Budgetary Highlights**

During the year there was a net \$29.5 million decrease in expenditure appropriations between the original and final amended budget. The main components of this were based on the following: \$7.9 million budgeted for capital projects; \$4.1 million from surplus employee benefits funds; \$6.0 million from unexpended operating budgets from the governmental functions, and \$8.4 million budgeted for Juvenile Probation and Child Protective Services. The budgeted amounts for Juvenile Probation and Child Protective services were moved to operating transfers for further allocation to the respective funds for each of those functions. The other amounts were transferred to multi-year capital projects with budgets that extend beyond the County's fiscal year.

Property taxes resulted in revenues of \$0.8 million excess over budget due to underestimation of the collection rate. Fees and fines resulted in \$1.0 million in excess revenues due to increased collections in the County and Justice courts. Intergovernmental revenue resulted in \$1.4 million in excess revenues primarily due to equalization grant allocations from the state and federal reimbursements for the County Attorney, Sheriff's Office Detention, and Emergency Management. Miscellaneous revenue resulted in \$0.5 million in excess revenues due to refunds for Indigent Health, additional building lease revenue, additional pay phone commissions in the jail, and increased public transportation collections.

General administration expenditures had a budget short-fall of \$0.8 million due mainly to increased fees, and utilities. All other governmental functions resulted in a budget surplus of \$1.4 million due to reduced operating expenditures during the year.

**FORT BEND COUNTY, TEXAS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**

**Capital Assets and Debt Administration**

**Capital Assets** - At the end of fiscal year 2010, the County's governmental activities had invested \$977.9 million in a variety of capital assets and infrastructure, as reflected in the following schedule. This represents an increase of approximately \$101.8 million over the previous fiscal year.

	<b>Governmental Activities</b>	
	<b>2010</b>	<b>2009</b>
<b>Non-Depreciable Capital Assets</b>		
Land	\$ 318,334,776	\$ 302,118,215
Construction-in-progress	153,414,815	121,423,463
<b>Other Capital Assets, Net</b>		
Vehicles	8,622,902	7,726,891
Office furniture and equipment	10,751,796	7,104,929
Machinery and equipment	11,269,692	10,472,916
Buildings, facilities and improvements	171,345,349	146,704,670
Infrastructure	304,135,617	280,506,996
<b>Totals</b>	<b>\$ 977,874,947</b>	<b>\$ 876,058,079</b>

Construction-in-progress at year-end represents numerous ongoing projects, the largest of which are: Justice Center Complex for \$54.7 million; 2000 Mobility Bond projects for \$37.3 million; 2007 Mobility Bond projects for \$31.4 million; Big Creek Flood Control Water Supply Corporation project for \$11.7 million; and Upper Oyster Creek project for \$5.3 million.

**Long-Term Debt** - At the end of the current fiscal year, the County had total bonds outstanding of \$331.4 million. This is a decrease of \$11.9 million from the prior year due to scheduled debt service payments made during fiscal year 2010. OPEB liability increased by \$26.3 million based on the actuarial valuation dated September 30, 2010. Unamortized premium on bonds increased by \$1.1 million due to debt issuance activity during fiscal year 2010.

	<b>Governmental Activities</b>	
	<b>2010</b>	<b>2009</b>
General obligation bonds	\$ 331,410,000	\$ 343,330,000
Premiums on bonds	12,038,573	10,896,881
Accrued compensated absences	5,392,775	5,158,522
Other post-employment benefits (OPEB) obligation	75,112,628	48,819,922
<b>Total</b>	<b>\$ 423,953,976</b>	<b>\$ 408,205,325</b>

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

Moody Investor Service Aa2  
Standard and Poor's AA+

**FORT BEND COUNTY, TEXAS**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS**

The Fort Bend County Housing Finance Corporation (the "Corporation"), a component unit of the County, has issued conduit debt in the amount of \$98.3 million. The tax-exempt bonds issued by the Corporation do not constitute a debt or pledge of faith by the Corporation, but are payable by the user pursuant to terms defined in the loan agreement underlying each issue. As of September 30, 2010, approximately \$31.0 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 County continues to enjoy growth in various demographic areas during this ongoing economic slowdown.

The population of the County is estimated at 581,830 in 2010 and is expected to grow by 4.44% annually through 2015. Total employment is estimated at 226,060 in 2010 is expected to grow by 3.37% annually over the same period.

The number of households has increased to 187,030 in 2010 and is expected to grow to 230,330 by 2015. Mean household income for 2010 is \$119,831 and is estimated to rise to \$146,579 by 2015. Income per capita is currently at \$38,866 and is expected to grow to \$48,116 by 2015. Retail sales increased by 8.9% to \$5.74 billion in 2010 and should grow to \$7.37 billion by 2015.

The Commissioners Court approved a \$239.6 million total budget for the 2011 fiscal year. This is a 2.4% decrease over the adopted 2010 fiscal year budget. The reduction in the budget is driven by a more efficient use of resources. The overall tax rate remained constant from 2010 to 2011 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 ASSETS**

September 30, 2010

	<b>Primary Government</b>	
	<b>Governmental Activities</b>	<b>Component Units</b>
<b>Assets</b>		
Cash and cash equivalents	\$ 178,251,053	\$ 33,638,750
Receivables:		
Taxes, net	8,134,373	
Grants	6,393,627	
Fees and fines	4,319,143	289
Other	3,495,010	2,665,893
Prepaid items	116,653	
Deferred issuance costs	3,265,590	774,135
Due from component units	597,757	
Capital assets, not being depreciated	471,749,591	
Capital assets, net of accumulated depreciation	506,125,356	149,158,994
<b>Total Assets</b>	<b>1,182,448,153</b>	<b>186,238,061</b>
<b>Liabilities</b>		
Accounts payable and accrued expenses	30,560,376	3,900
Retainage payable	5,386,592	
Accrued interest payable	1,288,432	562,786
Unearned revenues	4,231,266	
Due to primary government		597,757
Due to other governments	1,191,825	
Long-term liabilities due within one-year	14,028,194	1,400,000
Long-term liabilities due in more than one-year	409,925,783	137,635,014
<b>Total Liabilities</b>	<b>466,612,468</b>	<b>140,199,457</b>
<b>Net Assets</b>		
Invested in capital assets, net of related debt	714,386,675	10,123,980
Restricted for:		
Debt service	4,168,945	
Unrestricted	(2,719,935)	35,914,624
<b>Total Net Assets</b>	<b>\$ 715,835,685</b>	<b>\$ 46,038,604</b>

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

**FORT BEND COUNTY, TEXAS**  
**STATEMENT OF ACTIVITIES**  
*For the Year Ended September 30, 2010*

<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>
<b>Primary Government</b>				
<b>Governmental Activities:</b>				
General administration	\$ 44,235,342	\$ 10,587,345	\$ 5,292,339	\$
Financial administration	8,059,389			
Administration of justice	78,194,354	7,032,374	6,805,719	2,934
Construction and maintenance	45,850,196	6,737,542	356,447	30,355,407
Health and welfare	23,789,044	5,361,106	4,931,149	
Cooperative services	1,131,763		13,136	
Public safety	55,214,005	5,060,714	4,464,349	
Park and recreation	2,576,095	136,864	1,255,743	
Libraries and education	13,468,700	240,719	194,400	
Interest on long-term debt	15,494,994			
<b>Total Primary Government</b>	<u>\$ 288,013,882</u>	<u>\$ 35,156,664</u>	<u>\$ 23,313,282</u>	<u>\$ 30,358,341</u>
<b>Component Units</b>				
FB Surface Water Supply Corporation	\$	\$	\$	\$
FB Toll Road Authority	14,755,444	17,185,507		480,002
FB Housing Finance Corporation	141,001	84,699		
<b>Total Component Units</b>	<u>\$ 14,896,445</u>	<u>\$ 17,270,206</u>	<u>\$</u>	<u>\$ 480,002</u>

**General Revenues:**

Property taxes, penalties, and interest

Earnings on investments

Miscellaneous

**Total General Revenues**

Changes in Net Assets

**Net Assets, Beginning of Year**

**Net Assets, End of Year**

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

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

<b>Primary Government</b>	<b>Component Units</b>
-------------------------------	----------------------------

**Governmental  
Activities**

\$ (28,355,658)	\$
(8,059,389)	
(64,353,327)	
(8,400,800)	
(13,496,789)	
(1,118,627)	
(45,688,942)	
(1,183,488)	
(13,033,581)	
(15,494,994)	
<u>(199,185,595)</u>	

2,910,065
<u>(56,302)</u>
<u>2,853,763</u>

198,888,176	
3,870,155	170,802
4,237,069	8,175
<u>206,995,400</u>	<u>178,977</u>
7,809,805	3,032,740
708,025,880	43,005,864
<u>\$ 715,835,685</u>	<u>\$ 46,038,604</u>

**FORT BEND COUNTY, TEXAS**  
**BALANCE SHEET**  
**GOVERNMENTAL FUNDS**  
*September 30, 2010*

	<u>General Fund</u>	<u>Debt Service Fund</u>	<u>Mobility 2009 Projects Fund</u>	<u>2007 Facilities Bond Fund</u>
<b>Assets</b>				
Cash and cash equivalents	\$ 52,020,590	\$ 4,784,324	\$ 22,801,648	\$ 22,770,247
Taxes receivable, net	6,351,951	607,665		
Grants receivable	5,327,817			
Fines and fees receivable	4,319,143			
Other receivables	2,060,131	65,388		
Due from other funds	8,415,196			
Due from component units	597,757			
Prepaid items	111,184			
<b>Total Assets</b>	<u>\$ 79,203,769</u>	<u>\$ 5,457,377</u>	<u>\$ 22,801,648</u>	<u>\$ 22,770,247</u>
<b>Liabilities and Fund Balances</b>				
Liabilities:				
Accounts payable	\$ 18,972,077	\$	\$	\$
Accrued payroll	4,437,985			
Retainage payable	289,712		527,577	81,782
Due to other funds			1,886,336	147,362
Due to other governments	1,190,825			
Deferred revenue	10,932,797	607,665		
<b>Total Liabilities</b>	<u>35,823,396</u>	<u>607,665</u>	<u>2,413,913</u>	<u>229,144</u>
Fund Balances:				
Reserved for:				
Debt service		4,849,712		
Prepaid items	111,184			
Capital projects			20,387,735	22,541,103
Unreserved, reported in:				
General Fund	43,269,189			
Special revenue funds				
<b>Total Fund Balances</b>	<u>43,380,373</u>	<u>4,849,712</u>	<u>20,387,735</u>	<u>22,541,103</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 79,203,769</u>	<u>\$ 5,457,377</u>	<u>\$ 22,801,648</u>	<u>\$ 22,770,247</u>

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

<b>Justice Center Project Fund</b>	<b>Other Governmental Funds</b>	<b>Total Governmental Funds</b>
\$ 29,687,748	\$ 41,156,811	\$ 173,221,368
	1,174,757	8,134,373
	1,065,810	6,393,627
		4,319,143
	1,368,966	3,494,485
	112,311	8,527,507
		597,757
	5,469	116,653
<u>\$ 29,687,748</u>	<u>\$ 44,884,124</u>	<u>\$ 204,804,913</u>
\$	\$	\$ 18,972,077
		4,437,985
4,487,521		5,386,592
4,748,520	3,513,479	10,295,697
	1,000	1,191,825
	5,144,320	16,684,782
<u>9,236,041</u>	<u>8,658,799</u>	<u>56,968,958</u>
		4,849,712
	4,305	115,489
20,451,707	13,314,166	76,694,711
		43,269,189
	22,906,854	22,906,854
<u>20,451,707</u>	<u>36,225,325</u>	<u>147,835,955</u>
<u>\$ 29,687,748</u>	<u>\$ 44,884,124</u>	<u>\$ 204,804,913</u>



**FORT BEND COUNTY, TEXAS**  
**RECONCILIATION OF THE BALANCE SHEET TO**  
**THE STATEMENT OF NET ASSETS**  
*September 30, 2010*

Total fund balances, governmental funds	\$ 147,835,955
Amounts reported for governmental activities in the Statement of Net Assets 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 Assets.	977,874,947
Other long-term assets are not available to pay for current-period expenditures and are therefore deferred in the funds.	12,453,516
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 Assets.	(351,913)
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 Assets.	
Bonds payable	(331,410,000)
Deferred issuance costs	3,265,590
Compensated absences	(5,392,777)
Other post-employment benefits (OPEB) obligation	(75,112,628)
Premiums on issuance of debt	(12,038,573)
Accrued interest is not due and payable in the current period and therefore not reported in the funds.	<u>(1,288,432)</u>
Net Assets of Governmental Activities	<u><u>\$ 715,835,685</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, 2010*

	<u>General Fund</u>	<u>Debt Service Fund</u>	<u>Mobility 2009 Projects Fund</u>	<u>2007 Facilities Bond Fund</u>
<b>Revenues</b>				
Taxes	\$ 154,092,302	\$ 24,712,106	\$	\$
Fees and fines	24,501,004	229,611		
Intergovernmental	18,114,404			
Earnings on investments	1,445,301	142,497	468,435	283,884
Miscellaneous	3,185,729		500,000	60,690
<b>Total Revenues</b>	<u>201,338,740</u>	<u>25,084,214</u>	<u>968,435</u>	<u>344,574</u>
<b>Expenditures</b>				
Current:				
General administration	39,663,645			
Financial administration	6,709,784			
Administration of justice	50,317,627			
Construction and maintenance	2,795,780			294,241
Health and welfare	17,576,622			
Cooperative services	933,519			
Public safety	39,189,698			
Parks and recreation	2,231,528			
Libraries and education	11,297,919			
<b>Capital Outlay</b>	18,443,425		15,329,067	10,070,584
<b>Debt Service:</b>				
Principal		32,700,000		
Interest and fiscal charges		16,341,773		
Debt issuance costs		225,979		
<b>Total Expenditures</b>	<u>189,159,547</u>	<u>49,267,752</u>	<u>15,329,067</u>	<u>10,364,825</u>
<b>Excess (Deficiency) of Revenues</b>				
<b>Over (Under) Expenditures</b>	<u>12,179,193</u>	<u>(24,183,538)</u>	<u>(14,360,632)</u>	<u>(10,020,251)</u>
<b>Other Financing Sources (Uses)</b>				
Transfers in	5,101,145	25,619		
Transfers (out)	(8,463,672)		(778,909)	
Issuance of refunding bonds		20,780,000		
Premium on issuance of refunding bonds		2,170,147		
<b>Total Other Financing Sources (Uses)</b>	<u>(3,362,527)</u>	<u>22,975,766</u>	<u>(778,909)</u>	
Net change in fund balances	8,816,666	(1,207,772)	(15,139,541)	(10,020,251)
<b>Fund Balances, Beginning of Year</b>	<u>34,563,707</u>	<u>6,057,484</u>	<u>35,527,276</u>	<u>32,561,354</u>
<b>Fund Balances, End of Year</b>	<u>\$ 43,380,373</u>	<u>\$ 4,849,712</u>	<u>\$ 20,387,735</u>	<u>\$ 22,541,103</u>

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



<b>Justice Center Project Fund</b>	<b>Other Governmental Funds</b>	<b>Total Governmental Funds</b>
\$	\$ 20,424,789	\$ 199,229,197
	10,575,724	35,306,339
	10,285,741	28,400,145
698,786	705,124	3,744,027
	3,510,548	7,256,967
<u>698,786</u>	<u>45,501,926</u>	<u>273,936,675</u>
	1,063,810	40,727,455
	16,042	6,725,826
	16,993,255	67,310,882
	23,685,496	26,775,517
	3,548,160	21,124,782
		933,519
	1,706,276	40,895,974
		2,231,528
	56,885	11,354,804
40,264,022	15,824,249	99,931,347
		32,700,000
		16,341,773
		225,979
<u>40,264,022</u>	<u>62,894,173</u>	<u>367,279,386</u>
<u>(39,565,236)</u>	<u>(17,392,247)</u>	<u>(93,342,711)</u>
	10,121,604	15,248,368
	(6,005,787)	(15,248,368)
		20,780,000
		2,170,147
	<u>4,115,817</u>	<u>22,950,147</u>
(39,565,236)	(13,276,430)	(70,392,564)
60,016,943	49,501,755	218,228,519
<u>\$ 20,451,707</u>	<u>\$ 36,225,325</u>	<u>\$ 147,835,955</u>

**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, 2010*

Net change in fund balances - total governmental funds:	\$ (70,392,564)
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 (\$99.9 million) and capital adjustments (\$0.6 million) exceeded depreciation expense (\$22.3 million) in the current period.	79,582,191
Capital contributions of infrastructure are reported in the governmental-wide financial statements but not in the fund financial statements.	22,776,421
Governmental funds report the entire net sales prices (proceeds) from the sales of capital assets as revenue because they provide current financial resources. In contrast, the Statement of Activities reports only the gain on the sale of the capital assets. Thus, the change in net assets differs from the change in fund balance by the costs of capital assets sold.	(541,744)
The issuance of long-term debt (e.g. bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, 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.	(22,724,168)
The long-term portion of accrued compensated absences is not due and payable in the current period and is therefore not reported in governmental funds.	(234,253)
Changes in the other post-employment benefits (OPEB) obligation are not due and payable in the current period and therefore, not reported in the governmental funds.	(26,292,706)
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.	(473,793)
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.	58,766
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.	788,014
Principal payments on bonds are reported as expenditures in governmental funds but not as expenses in the government-wide statements.	32,700,000
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.	(7,436,359)
Change in net assets of governmental activities	<u>\$ 7,809,805</u>

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

**FORT BEND COUNTY, TEXAS**

**STATEMENT OF NET ASSETS**

**PROPRIETARY FUNDS**

*September 30, 2010*

	<b>Governmental Activities</b>
	<b>Internal Service Funds</b>
<b>Assets</b>	
Current Assets:	
Cash and cash equivalents	\$ 5,029,686
Due from other funds	1,876,420
Other receivables	525
Total Current Assets	<u>6,906,631</u>
<b>Total Assets</b>	<u>6,906,631</u>
<b>Liabilities</b>	
Current Liabilities:	
Benefits payable	7,150,314
Due to other funds	108,230
Total Current Liabilities	<u>7,258,544</u>
<b>Total Liabilities</b>	<u>7,258,544</u>
<b>Net Assets (Deficit)</b>	
Unrestricted	<u>(351,913)</u>
<b>Total Net Assets (Deficit)</b>	<u><u>\$ (351,913)</u></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 ASSETS**  
**PROPRIETARY FUNDS**  
*For the Year Ended September 30, 2010*

	<b>Governmental Activities</b>
	<b>Internal Service Funds</b>
<b>Operating Revenues</b>	
Charges for services	\$ 23,583,467
<b>Total Operating Revenues</b>	<u>23,583,467</u>
<b>Operating Expenses</b>	
Current operations - general administration	134,119
Benefits provided	31,011,830
<b>Total Operating Expenses</b>	<u>31,145,949</u>
<b>Operating Income (Loss)</b>	(7,562,482)
<b>Non-Operating Revenues</b>	
Earnings on investments	126,123
<b>Total Non-Operating Revenues</b>	<u>126,123</u>
Change in Net Assets	(7,436,359)
<b>Total Net Assets (Deficit), Beginning of Year</b>	<u>7,084,446</u>
<b>Total Net Assets (Deficit), End of Year</b>	<u>\$ (351,913)</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, 2010*

	<b>Governmental Activities</b>
	<b>Internal Service Funds</b>
<b>Cash Flows from Operating Activities</b>	
Charges for services	\$ 22,309,583
Payment of benefits	(29,568,143)
Payment of general administration expenses	(134,119)
<b>Net Cash Provided (Used) by Operating Activities</b>	<u>(7,392,679)</u>
<b>Cash Flows from Investing Activities</b>	
Interest earned on investments	126,123
<b>Net Cash Provided by Investing Activities</b>	<u>126,123</u>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	(7,266,556)
<b>Cash and Cash Equivalents, Beginning of Year</b>	<u>12,296,242</u>
<b>Cash and Cash Equivalents, End of Year</b>	<u><u>\$ 5,029,686</u></u>
<b>Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities</b>	
Operating Income (Loss)	\$ (7,562,482)
Change in assets and liabilities:	
(Increase) Decrease in other receivables	551,210
(Increase) Decrease in due from other funds	(1,825,094)
Increase (Decrease) in benefits payable	1,443,687
<b>Total adjustments</b>	<u>169,803</u>
<b>Net Cash Provided (Used) by Operating Activities</b>	<u><u>\$ (7,392,679)</u></u>

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

**FORT BEND COUNTY, TEXAS**  
**STATEMENT OF FIDUCIARY NET ASSETS**  
*September 30, 2010*

	<b>Agency Funds</b>
<b>Assets</b>	
Cash and cash equivalents	\$ 28,219,134
Miscellaneous receivables	283,338
<b>Total Assets</b>	<u>\$ 28,502,472</u>
<b>Liabilities</b>	
Due to other governments	<u>\$ 28,502,472</u>
<b>Total Liabilities</b>	<u>\$ 28,502,472</u>

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

**FORT BEND COUNTY, TEXAS**

**STATEMENT OF NET ASSETS**

**COMPONENT UNITS**

*September 30, 2010*

	<b>Fort Bend County Surface Water Supply Corporation</b>	<b>Fort Bend County Toll Road Authority</b>	<b>Fort Bend County Housing Finance Corporation</b>	<b>Totals</b>
<b>Assets</b>				
Cash and cash equivalents	\$ 7,539	\$ 33,068,213	\$ 562,998	\$ 33,638,750
Accounts receivable			289	289
Accrued interest receivable			4,281	4,281
Miscellaneous receivables		2,661,612		2,661,612
Deferred bond issuance costs		774,135		774,135
Capital assets, net		149,158,994		149,158,994
<b>Total Assets</b>	<u>7,539</u>	<u>185,662,954</u>	<u>567,568</u>	<u>186,238,061</u>
<b>Liabilities and Net Assets</b>				
<b>Liabilities</b>				
Accounts payable			3,900	3,900
Due to primary government		597,757		597,757
Accrued interest payable		562,786		562,786
Long-term liabilities				
Due within one year		1,400,000		1,400,000
Due in more than one year		137,635,014		137,635,014
<b>Total Liabilities</b>		<u>140,195,557</u>	<u>3,900</u>	<u>140,199,457</u>
<b>Net Assets</b>				
Invested in capital assets, net of related debt		10,123,980		10,123,980
Unrestricted	7,539	35,343,417	563,668	35,914,624
<b>Total Net Assets</b>	<u>\$ 7,539</u>	<u>\$ 45,467,397</u>	<u>\$ 563,668</u>	<u>\$ 46,038,604</u>

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

**FORT BEND COUNTY, TEXAS**  
**STATEMENT OF ACTIVITIES**  
**COMPONENT UNITS**  
*For the Year Ended September 30, 2010*

<u>Functions/Programs</u>	<u>Program Revenues</u>		
	<u>Expenses</u>	<u>Charges for Services</u>	<u>Capital Grants and Contributions</u>
<b>Fort Bend County Surface Water Supply Corporation</b>			
Health and welfare	\$	\$	\$
<b>Total Fort Bend County Surface Water Supply Corporation</b>			
<b>Fort Bend County Toll Road Authority</b>			
Toll road operations	8,103,780	17,185,507	480,002
Interest on long-term debt	6,651,664		
<b>Total Fort Bend County Toll Road Authority</b>	<u>14,755,444</u>	<u>17,185,507</u>	<u>480,002</u>
<b>Fort Bend County Housing Finance Corporation</b>			
Programs	123,378		
General administration	17,623	84,699	
<b>Total Fort Bend County Housing Finance Corporation</b>	<u>141,001</u>	<u>84,699</u>	
<b>Total Component Units</b>	<u>\$ 14,896,445</u>	<u>\$ 17,270,206</u>	<u>\$ 480,002</u>

**General Revenues:**

Earnings on investments

Miscellaneous

**Total General Revenues**

Changes in Net Assets

**Net Assets, Beginning of Year**

**Net Assets, End of Year**

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



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

<b>Fort Bend County Surface Water Supply Corporation</b>	<b>Fort Bend County Toll Road Authority</b>	<b>Fort Bend County Housing Finance Corporation</b>	<b>Totals</b>
\$	\$	\$	\$
	9,561,729		9,561,729
	(6,651,664)		(6,651,664)
	2,910,065		2,910,065
		(123,378)	(123,378)
		67,076	67,076
		(56,302)	(56,302)
	2,910,065	(56,302)	2,853,763
75	165,305	5,422	170,802
	8,175		8,175
75	173,480	5,422	178,977
75	3,083,545	(50,880)	3,032,740
7,464	42,383,852	614,548	43,005,864
\$ 7,539	\$ 45,467,397	\$ 563,668	\$ 46,038,604

**FORT BEND COUNTY, TEXAS**  
*NOTES TO THE FINANCIAL STATEMENTS*

**Note 1 - Summary of Significant Accounting Policies**

**A. Financial Reporting Entity**

Fort Bend County, Texas ("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 County. Commissioners Court appoints the Board of Directors and approves all budgets and expenditures. Complete financial statements for the Corporation can be obtained at the Fort Bend County Auditor's Office located at 301 Jackson, Suite 533, Richmond, Texas.

**FORT BEND COUNTY, TEXAS**  
*NOTES TO THE FINANCIAL STATEMENTS*

**Note 1 - Summary of Significant Accounting Policies (continued)**

**A. Financial Reporting Entity (continued)**

**Fort Bend Parkway Road District ("FBPRD")**

The FBPRD, a limited purpose political subdivision, was created as a vehicle to provide cost participation for the development and construction of the Fort Bend Parkway in eastern Fort Bend County. The governing body is Commissioners Court. The District does not issue separate financial statements.

**Discretely Presented Component Units**

Discretely presented component units are presented in a separate column in the government-wide 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 financial statements:

**Fort Bend County Toll Road Authority**

The Fort Bend County Toll Road Authority is organized under the Texas Transportation Corporation Act and the Texas Non-Profit Corporation Act. The Authority was created to assist in the planning, designing, financing and building of county roads and highways. In particular, the Authority 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 State Highway 6 and State Highway 99 in Fort Bend County. Commissioners Court appoints the Authority's governing body. 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 County Auditor's Office.

**Fort Bend County Surface Water Supply Corporation**

The Fort Bend County Surface Water Supply Corporation was established for the purpose of conducting a feasibility study of a surface water facility in the area. Currently, revenue sources are primarily from special districts, private corporations, and other entities interested in the study. Commissioners Court appoints the Corporation's governing body. 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 County Auditor's Office.

**Fort Bend County Housing Finance Corporation**

The Fort Bend County Housing Finance Corporation was established under the Texas Housing Finance Corporation Act. The Corporation 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 Corporation do not constitute a debt or a pledge of faith by the Corporation, but are payable by the user pursuant to terms defined in the loan agreements underlying each issue. Commissioners Court appoints the Corporation's governing body. The County has financial accountability because it appoints a voting majority of the Board and the County can impose its will. Complete financial statements for The Fort Bend Housing Finance Corporation are prepared and can be obtained at the East Fort Bend County Annex Building located at 3030 Texas Parkway, Suite 213, Missouri City, Texas.

**FORT BEND COUNTY, TEXAS**  
*NOTES TO THE FINANCIAL STATEMENTS*

**Note 1 - Summary of Significant Accounting Policies (continued)**

**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 type activities; therefore no business type activities are presented within the basic financial statements. In the government-wide Statement of Net Assets, 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 assets is not presented. All assets reported in agency funds should be offset by a corresponding liability, resulting in zero net assets.

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.

**Note 1 - Summary of Significant Accounting Policies (continued)**

**B. Government-wide and Fund Accounting (continued)**

**Debt Service Fund**

This fund is used to account for the debt service transactions relating to the following bond issues: Permanent Improvements Refunding Bonds Series 2003, Unlimited Tax Road Bonds Series 2001, Unlimited Tax Road Bonds Series 2006, Unlimited Tax Road Bonds Series 2007, Fort Bend Flood Control Water Supply Corporation (FBFCWSC) Revenue Bonds Series 2001, Limited Tax Facilities Bonds Series 2007, Unlimited Tax Road Bonds Series 2009, and Justice Center Limited Tax Bonds Series 2009. Revenues in this fund are comprised of property taxes levied against property located in the District.

**Mobility 2009 Projects Fund**

The Mobility 2009 Projects Fund is a Capital Projects Fund used to account for the proceeds of the Unlimited Tax Road Bonds Series 2009 which are being used to finance the construction and/or expansion of numerous roads in the County.

**2007 Facilities Bonds Fund**

The 2007 Facilities Bonds Fund is a Capital Projects Fund used to account for the proceeds of the Fort Bend County Limited Tax (General Obligation) Bonds Series 2007 which are being used to finance the construction and/or expansion of numerous County facilities.

**Justice Center Project Fund**

The Justice Center Project Fund is a Capital Projects Fund 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.

**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 assets 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 assets. Proprietary fund-type operating statements present increases (i.e., revenues) and decreases (i.e., expenses) in net total assets.

The accounts of the Governmental Fund Types (the General Fund, Special Revenue Funds, Debt Service Funds, 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

**FORT BEND COUNTY, TEXAS**  
*NOTES TO THE FINANCIAL STATEMENTS*

**Note 1 - Summary of Significant Accounting Policies (continued)**

**C. Basis of Accounting (continued)**

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 both 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 accrual basis of accounting is used for the proprietary fund types and certain component units. This basis of accounting recognizes revenues in the accounting period in which they are earned and become measurable, and expenses in the accounting period in which they are incurred and become measurable.

The statements of net assets, statements of activities, and financial statements of proprietary fund types 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. Encumbrances outstanding at year-end are reported as reservations of fund balances and do not constitute expenditures or liabilities of the current year and are reappropriated in the budget of the subsequent year. Unencumbered appropriations lapse at the end of the year.

**FORT BEND COUNTY, TEXAS**  
*NOTES TO THE FINANCIAL STATEMENTS*

**Note 1 - Summary of Significant Accounting Policies (continued)**

**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. In addition, the County maintains numerous bank accounts among all the funds and occasionally monies are deposited into the incorrect account. 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 its 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.

**FORT BEND COUNTY, TEXAS**  
*NOTES TO THE FINANCIAL STATEMENTS*

**Note 1 - Summary of Significant Accounting Policies (continued)**

**K. Capital Assets**

Capital assets used in governmental fund types of the government are recorded as expenditures of the General, Special Revenue and Capital Projects Funds and as assets in the government-wide financial statements to the extent the County's capitalization threshold (currently \$5,000) is met. 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 the 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 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	10 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.



**FORT BEND COUNTY, TEXAS**  
*NOTES TO THE FINANCIAL STATEMENTS*

**Note 1 - Summary of Significant Accounting Policies (continued)**

**M. Restricted/Unrestricted Net Assets**

It is the County's policy to first apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

**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 7, 2011, 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.

**FORT BEND COUNTY, TEXAS**  
*NOTES TO THE FINANCIAL STATEMENTS*

**Note 2 - Deposits (Cash) and Investments (continued)**

**A. Authorization for Deposits and Investments (continued)**

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, 2010.

**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 a privately-managed public funds investment pool account.

At September 30, 2010, 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:

	<b><u>Total Fair Value</u></b>
Cash deposits	\$ 209,296,931
Certificates of deposit	390,432
Investment pools:	
Texas CLASS	2,189,038
TexasTERM	5,352
LOGIC	8,050
<b>Total cash and investment pools</b>	<b><u>\$ 211,889,803</u></b>

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.

**FORT BEND COUNTY, TEXAS**  
*NOTES TO THE FINANCIAL STATEMENTS*

**Note 2 - Deposits (Cash) and Investments (continued)**

**B. Deposit and Investment Amounts (continued)**

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 ("PFM"), 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 (the board'), 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.

**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</u>	<u>Percentage</u>
Certificates of deposit	\$ 390,432	271	15.1%
Investment pools:			
Texas CLASS	2,189,038	42	84.4%
TexasTERM	5,352	52	0.2%
LOGIC	8,050	43	0.3%
Total Fair Value	<u>\$ 2,592,872</u>		
Portfolio weighted average maturity		<u>77</u>	

It is the County's policy to select any individual investment with a maximum stated 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.

The County's investments in the state investment pools via Texas CLASS, TexasTERM, and LOGIC were rated Aaa by Moody Investments and AAAM by Standard and Poor's.

**FORT BEND COUNTY, TEXAS**  
*NOTES TO THE FINANCIAL STATEMENTS*

**Note 2 - Deposits (Cash) and Investments (continued)**

**B. Deposit and Investment Amounts (continued)**

**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:

<b>Investment Type</b>	<b>Maximum Investment %</b>
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, 2010, were as follows:

	<b>Governmental Activities</b>			<b>Total</b>
	<b>General</b>	<b>Debt Service</b>	<b>Other Governmental Funds</b>	
Receivables:				
Taxes	\$ 7,057,723	\$ 675,183	\$ 1,305,286	\$ 9,038,192
Grants	5,327,817		1,065,810	6,393,627
Fees & fines	4,319,143			4,319,143
Other	2,060,131	65,388	1,368,966	3,494,485
Gross receivables	18,764,814	740,571	3,740,062	23,245,447
Less: allowance for uncollectibles	(705,772)	(67,518)	(130,529)	(903,819)
<b>Total</b>	<b>\$ 18,059,042</b>	<b>\$ 673,053</b>	<b>\$ 3,609,533</b>	<b>\$ 22,341,628</b>

**FORT BEND COUNTY, TEXAS**  
*NOTES TO THE FINANCIAL STATEMENTS*

**Note 3 – Receivables (continued)**

Governmental funds report deferred 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, 2010, the various components of deferred revenue reported in the governmental funds are as follows:

	<u>Unavailable</u>	<u>Unearned</u>
Delinquent property taxes (general fund)	\$ 6,351,951	\$
Delinquent property taxes (road and bridge fund)	787,717	
Delinquent property taxes (drainage district fund)	387,040	
Delinquent property taxes (debt service fund)	607,665	
Fees and fines (general fund)	4,319,143	
Grant funds received prior to meeting all eligibility requirements		4,231,266
<b>Total deferred revenue for governmental funds</b>	<u><u>\$ 12,453,516</u></u>	<u><u>\$ 4,231,266</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. 2009 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 2010 fiscal year (2009 tax year), the County levied property taxes of \$0.49976 per \$100 of assessed valuation. The 2009 rates resulted in total adjusted tax levies of approximately \$197.2 million based on a total adjusted valuation of approximately \$38.4 billion. The total tax rate in the 2009 tax year was prorated as follows:

	<u>2009 Rate</u>	<u>2009 Limit</u>
General, certain special revenue and debt service funds	\$ 0.44800	\$ 0.80000
Special road & bridge funds	\$ 0.03100	\$ 0.15000
Fort Bend County Drainage District	<u>\$ 0.02076</u>	<u>\$ 0.25000</u>
<b>Total Tax Rate</b>	<u><u>\$ 0.49976</u></u>	<u><u>\$ 1.20000</u></u>

**FORT BEND COUNTY, TEXAS**  
*NOTES TO THE FINANCIAL STATEMENTS*

**Note 4 - Property Taxes (continued)**

**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, 2010, the interfund receivables and payables were as follows:

	<b>Interfund Receivable</b>	<b>Interfund Payable</b>
General Fund	\$ 8,415,196	\$
Major Capital Project Funds:		
Mobility 2009 Projects Fund		1,886,336
2007 Facilities Bond Fund		147,362
Justice Center Project Fund		4,748,520
Non-major Governmental Funds	112,311	3,513,479
	<u>8,527,507</u>	<u>10,295,697</u>
Internal Service Funds	1,876,420	108,230
Total Governmental Activity	<u>\$ 10,403,927</u>	<u>\$ 10,403,927</u>

**Interfund transfers**

Transfers totaling approximately \$15.2 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.

	<b>Transfers In</b>	<b>Transfers Out</b>
General Fund	\$ 5,101,145	\$ 8,463,672
Debt Service Fund	25,619	
Major Capital Project Fund:		
Mobility 2009 Projects Fund		778,909
Non-major Governmental Funds	10,121,604	6,005,787
	<u>\$ 15,248,368</u>	<u>\$ 15,248,368</u>

**FORT BEND COUNTY, TEXAS**  
*NOTES TO THE FINANCIAL STATEMENTS*

**Note 6 - Capital Assets**

A summary of changes in the primary government's capital assets for the year ended September 30, 2010, follows:

	<b>Primary Government</b>			<b>Balance 09/30/10</b>
	<b>Balance 10/01/09</b>	<b>Increases</b>	<b>Decreases</b>	
<b>Governmental Activities:</b>				
Capital assets not being depreciated:				
Land	\$ 302,118,215	\$ 16,234,129	\$ (17,568)	\$ 318,334,776
Construction-in-progress	121,423,463	85,130,608	(53,139,256)	153,414,815
<b>Total capital assets not being depreciated</b>	<u>423,541,678</u>	<u>101,364,738</u>	<u>(53,156,824)</u>	<u>471,749,591</u>
Other capital assets:				
Vehicles	21,391,916	3,634,975	(1,701,453)	23,325,438
Office furniture and equipment	18,107,821	6,191,131	(195,210)	24,103,742
Machinery and equipment	21,864,520	2,407,069	(669,822)	23,601,767
Buildings, facilities and improvements	196,076,427	29,601,090		225,677,517
Infrastructure	381,221,965	34,662,146		415,884,110
<b>Total other capital assets</b>	<u>638,662,650</u>	<u>76,496,411</u>	<u>(2,566,485)</u>	<u>712,592,575</u>
Accumulated depreciation for:				
Vehicles	(13,665,026)	(2,339,318)	1,301,807	(14,702,536)
Office furniture and equipment	(11,002,892)	(2,489,736)	140,683	(13,351,946)
Machinery and equipment	(11,391,605)	(1,445,914)	505,443	(12,332,075)
Buildings, facilities and improvements	(49,371,757)	(4,960,411)		(54,332,168)
Infrastructure	(100,714,969)	(11,033,524)		(111,748,493)
<b>Total accumulated depreciation</b>	<u>(186,146,249)</u>	<u>(22,268,904)</u>	<u>1,947,933</u>	<u>(206,467,219)</u>
Other capital assets, net	452,516,401	54,227,507	(618,552)	506,125,356
<b>Total Governmental Activities capital assets, net</b>	<u>\$ 876,058,079</u>	<u>\$ 155,592,245</u>	<u>\$ (53,775,376)</u>	<u>\$ 977,874,948</u>

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

<b>Fiscal Year 2010 Depreciation Expense</b>	
General administration	\$ 1,059,733
Financial administration	146,482
Administration of justice	3,658,750
Construction and maintenance	13,100,659
Health and welfare	715,480
Cooperative services	58,330
Public safety	2,229,170
Parks and recreation	363,880
Library	936,420
<b>Total Depreciation Expense</b>	<u>\$ 22,268,904</u>

**FORT BEND COUNTY, TEXAS**  
**NOTES TO THE FINANCIAL STATEMENTS**

**Note 6 - Capital Assets (continued)**

Construction-in-progress and remaining commitments under related construction contracts for general government construction projects at September 30, 2010, follows:

<b>2010 CONSTRUCTION COSTS</b>						
Project	Balance 10/01/09	Increases- Retainage Included	Decreases- Capitalizations	Decreases- Adjustments	Balance 09/30/10	Remaining Commitments
2000 Mobility Projects - Bonds	47,525,167	8,833,460	(19,058,407)		37,300,220	\$ 18,901,774
2007 Mobility Projects - Bonds	14,756,218	16,635,553			31,391,771	1,770,689
Animal Control Satellite Office		250			250	
Big Creek	2,124,993	12,840			2,137,832	
Big Creek FBFCWSC - Bonds	11,242,729	433,432			11,676,161	
Bridge Construction	24,067	199,236	(199,236)		24,067	
Courthouse Renovation Grant		48,311			48,311	348,739
Crabb River Rd Expansion		600,608			600,608	87,294
Dew House	59,343		(59,343)			
Dew House Prop 3 - Bonds	256,344		(256,344)			
Emily Court Project		1,750	(1,750)			
EMS Facility Prop 3 - Bonds	120,789	2,181,721	(2,302,511)			50,797
Facilities - Academy Track - Bonds		23,986	(23,986)			23,992
Facilities - Child Support - Bonds		62,701	(62,701)			23,992
Facilities Buildout Precinct 1	89,563	3,249	(92,812)			
Facilities Tracking Software		26,500			26,500	28,596
Fairgrounds Blvd	117,758		(117,758)			
Fairgrounds Renovations	176,215	2,022			178,237	
Fry Road		93,327	(93,327)			
Fuel Pump Upgrade	251,551	146,453	(398,003)			
Fuel System Upgrade		117,777	(117,777)			
GML Library Prop 2 - Bonds	596,576	121,251			717,827	41,795
Gus George Academy Prop 1 - Bonds	6,363,176	131,424	(6,494,600)			18,806
HHS Facility Precinct 2	1,460,957	324,378	(1,785,335)			31,667
HHS Facility Precinct 2 Prop 3 - Bonds	1,837,429	354,190	(2,191,619)			61,284
Hillcroft Rd Construction	431,748		(431,748)			
Jail Expansion Prop 1 - Bonds		255,566			255,566	1,449,392
Jail Study Phase 1		53,435	(53,435)			
Jane Long Project Prop 3 - Bonds	69,310	930,470	(999,780)			33,096
Jane Long Renovation	338,872	68,599	(407,471)			
JJAEP Bootcamp Remodel	63,343		(63,343)			
JJAEP Facility		15,793			15,793	
JP2 Expansion		113,941			113,941	287,217
JST Software-Rawhid	3,467,787	633,056	(4,100,844)			83,204
Justice Center Complex - Bonds	14,395,676	40,264,022			54,659,698	17,376,483
Justice Center Complex Study	313,763				313,763	
Mental Health Public Defender Facility	18,634	15,831	(34,465)			
Morton St - Facilities Buildout	12,758	38,953	(51,711)			
Needville Service Center		22,389	(22,389)			
OEM Expansion		364,148			364,148	207,969
Oilfield Road Project	356,750				356,750	43,250
Oyster Creek FBFCWSC - Bonds		62,149	(62,149)			
Parks Security Lighting	94,863	6,195	(101,058)			
Parks Upgrades Projects	1,009,973	2,177			1,012,150	
Parkway Road District - Bonds	3,705				3,705	
Phone System Upgrade		26,954			26,954	21,581
Precinct 3 Facility Prop 3 - Bonds	172,951	2,635,923			2,808,874	96,543
Precinct 1 Annex Prop 3 - Bonds		4,023	(4,023)			
Precinct 3 Service Center		933,864			933,864	51,090
Precinct 3 Service Center-Prop 3		449,818			449,818	
Rosenburg Annex Security		29,804	(29,804)			
Senior Citizens' Community Center		167,511			167,511	100,489
SH 36 Park & Ride	117,871		(117,871)			
Sheriff's Communication Center		928,432			928,432	240,048
Sienna Library Project		7,640	(7,640)			24,427
Sienna Library Project	495,980	557,992	(1,053,972)			
Sienna Library Prop 2 - Bonds	8,374,965	2,711,668	(11,086,633)			78,218
South Post Oak Exp - Bonds	622,026		(616,632)	(5,394)		
Sugar Land Library Prop 2 - Bonds	228,731	479,431			708,162	5,987,601
Tax Office Missouri City		802,523			802,523	
Tax Office Prop 3 - Bonds		4,023	(4,023)			
Taylor House		43,987			43,987	
Time Management System-GHG		158,626	(158,626)			
Traffic Signal Project		208,284	(465,657)			47,810
U of H Library	25,855				25,855	
Upper Oyster Creek	3,547,655	1,773,885			5,321,540	
Vehicle Maintenance Expansion		5,078	(5,078)			
<b>Totals</b>	<b>121,423,463</b>	<b>85,130,608</b>	<b>(53,133,862)</b>	<b>(5,394)</b>	<b>153,414,815</b>	<b>\$ 47,517,844</b>



**FORT BEND COUNTY, TEXAS**  
*NOTES TO THE FINANCIAL STATEMENTS*

**Note 6 - Capital Assets (continued)**

A summary of changes in the discretely presented component unit (Fort Bend County Toll Road Authority) capital assets for the year ended September 30, 2010, follows:

	<b>Discretely Presented Component Unit</b>			<b>Balance 09/30/10</b>
	<b>Balance 10/01/09</b>	<b>Increases</b>	<b>Decreases</b>	
<b>Governmental Activities:</b>				
Infrastructure	\$ 166,777,872	\$ 417,589	\$	\$ 167,195,461
<b>Total capital assets</b>	<u>166,777,872</u>	<u>417,589</u>		<u>167,195,461</u>
Accumulated depreciation for:				
Infrastructure	(13,834,805)	(4,201,662)		(18,036,467)
<b>Total Governmental Activities capital assets, net</b>	<u>\$ 152,943,067</u>	<u>\$ (3,784,073)</u>	<u>\$</u>	<u>\$ 149,158,994</u>

Depreciation expense for the Fort Bend County Toll Road Authority totaled \$4.2 million for the 2010 fiscal year.

**FORT BEND COUNTY, TEXAS**  
*NOTES TO THE FINANCIAL STATEMENTS*

**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 at September 30, 2010, is as follows:

<b>Primary Government</b>				
<u>Original Issue</u>	<u>Description</u>	<u>Interest Rate</u> %	<u>Matures</u>	<u>Debt</u> <u>Outstanding</u>
<b>General Obligation Bonds</b>				
\$ 25,285,000	Permanent Improvement Refunding Bonds, Series 2003	1.50 - 5.00	2011	\$ 3,745,000
30,245,000	Unlimited Tax Road Bonds, Series 2006	4.00 - 5.00	2026	26,220,000
11,650,000	Fort Bend Flood Control Water Supply Refunding Bonds, Series 2001	2.85 - 5.38	2021	10,230,000
26,000,000	Unlimited Tax Road Bonds, Series 2007	4.00 - 4.25	2027	23,305,000
126,675,000	Facilities Limited Tax Bonds, Series 2007	4.00 - 5.00	2031	126,675,000
48,940,000	Unlimited Tax Road Bonds, Series 2009	3.00 - 5.00	2029	47,330,000
73,430,000	Justice Center Limited Tax Bonds, Series 2009	3.00 - 5.25	2030	73,125,000
20,780,000	Unlimited Tax Road Refunding Bonds, Series 2009	3.00 - 5.00	2021	<u>20,780,000</u>
	<b>Total General Obligation Bonds</b>			<u><u>\$ 331,410,000</u></u>

**FORT BEND COUNTY, TEXAS**  
*NOTES TO THE FINANCIAL STATEMENTS*

**Note 7 - Long-Term Debt (continued)**

**A. General Obligation Bonds and Long-term Liabilities (continued)**

A summary of long-term liability transactions of the County for the year ended September 30, 2010, follows:

	<u>Balance 10/01/09</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance 09/30/10</u>	<u>Amounts Due Within One Year</u>
General obligation bonds	\$ 343,330,000	\$ 20,780,000	\$ 32,700,000	\$ 331,410,000	\$ 12,680,000
Premiums on bonds	10,896,881	2,170,147	1,028,455	12,038,573	
<b>Totals</b>	<u>354,226,881</u>	<u>22,950,147</u>	<u>33,728,455</u>	<u>343,448,573</u>	<u>12,680,000</u>
Accrued compensated absences	5,158,522	5,817,989	5,583,736	5,392,775	1,348,194
Other post-employment benefits (OPEB) obligation	48,819,922	26,292,706		75,112,628	
<b>Totals</b>	<u>53,978,444</u>	<u>32,110,695</u>	<u>5,583,736</u>	<u>80,505,403</u>	<u>1,348,194</u>
<b>Total Long-Term Liabilities</b>	<u>\$ 408,205,325</u>	<u>\$ 55,060,842</u>	<u>\$ 39,312,191</u>	<u>\$ 423,953,976</u>	<u>\$ 14,028,194</u>

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

**FORT BEND COUNTY, TEXAS**  
*NOTES TO THE FINANCIAL STATEMENTS*

**Note 7 - Long-Term Debt (continued)**

**A. General Obligation Bonds and Long-term Liabilities (continued)**

Annual debt service requirements (excluding accrued compensated absences) to maturity are summarized as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Totals</u>
2011	\$ 12,680,000	\$ 15,461,181	\$ 28,141,181
2012	13,280,000	14,844,461	28,124,461
2013	13,720,000	14,287,110	28,007,110
2014	14,300,000	13,659,717	27,959,717
2015	14,765,000	13,039,479	27,804,479
2016	15,225,000	12,405,651	27,630,651
2017	15,345,000	11,711,845	27,056,845
2018	15,930,000	10,978,548	26,908,548
2019	16,555,000	10,197,798	26,752,798
2020	17,200,000	9,375,348	26,575,348
2021	17,915,000	8,513,335	26,428,335
2022	15,885,000	7,676,101	23,561,101
2023	16,680,000	6,874,924	23,554,924
2024	17,530,000	6,032,181	23,562,181
2025	18,395,000	5,158,088	23,553,088
2026	19,320,000	4,238,547	23,558,547
2027	17,865,000	3,325,544	21,190,544
2028	16,810,000	2,474,088	19,284,088
2029	17,665,000	1,368,969	19,033,969
2030	14,690,000	821,213	15,511,213
2031	9,655,000	229,306	9,884,306
<b>Totals</b>	<u>\$ 331,410,000</u>	<u>\$ 172,673,434</u>	<u>\$ 504,083,434</u>

Discretely presented component unit (Fort Bend County Toll Road Authority) long-term bonded debt as of September 30, 2010, is listed below:

<b>Discretely Presented Component Unit</b>				
<u>Original Issue</u>	<u>Description</u>	<u>Interest Rate %</u>	<u>Matures</u>	<u>Debt Outstanding</u>
<b>General Obligation Bonds</b>				
\$ 63,695,000	Unlimited Tax and Subordinate Lien Toll Road Revenue Bonds, Series 2003	4.00 - 5.00	2032	\$ 63,695,000
72,195,000	Unlimited Tax and Subordinate Lien Toll Road Revenue Bonds, Series 2004	3.63 - 5.00	2032	<u>72,195,000</u>
<b>Total General Obligation Bonds</b>				<u>\$ 135,890,000</u>

**FORT BEND COUNTY, TEXAS**  
*NOTES TO THE FINANCIAL STATEMENTS*

**Note 7 - Long-Term Debt (continued)**

**A. General Obligation Bonds and Long-term Liabilities (continued)**

A summary of long-term liability transactions of the discretely presented component unit for the year ended September 30, 2010, follows:

	<b>Balance 10/01/09</b>	<b>Additions</b>	<b>Retirements</b>	<b>Balance 09/30/10</b>	<b>Amounts Due Within One Year</b>
General obligation bonds	\$ 135,890,000	\$	\$	\$ 135,890,000	\$ 1,400,000
Premiums on bonds	3,287,969		142,955	3,145,014	
<b>Totals</b>	<b>\$ 139,177,969</b>	<b>\$</b>	<b>\$ 142,955</b>	<b>\$ 139,035,014</b>	<b>\$ 1,400,000</b>

Annual debt service requirements to maturity are summarized as follows:

	<b>Principal</b>	<b>Interest</b>	<b>Totals</b>
2011	\$ 1,400,000	\$ 6,725,432	\$ 8,125,432
2012	1,645,000	6,665,741	8,310,741
2013	1,900,000	6,596,050	8,496,050
2014	2,345,000	6,499,425	8,844,425
2015	2,820,000	6,370,300	9,190,300
2016	3,530,000	6,209,138	9,739,138
2017	4,240,000	6,009,488	10,249,488
2018	5,050,000	5,774,250	10,824,250
2019	5,550,000	5,509,250	11,059,250
2020	6,000,000	5,220,500	11,220,500
2021	6,320,000	4,912,500	11,232,500
2022	6,650,000	4,588,250	11,238,250
2023	6,975,000	4,247,625	11,222,625
2024	7,365,000	3,889,125	11,254,125
2025	7,720,000	3,512,000	11,232,000
2026	8,130,000	3,115,750	11,245,750
2027	8,550,000	2,698,750	11,248,750
2028	8,980,000	2,260,500	11,240,500
2029	9,430,000	1,800,250	11,230,250
2030	9,940,000	1,316,000	11,256,000
2031	10,410,000	807,250	11,217,250
2032	10,940,000	273,500	11,213,500
<b>Totals</b>	<b>\$ 135,890,000</b>	<b>\$ 95,001,074</b>	<b>\$ 230,891,074</b>

**FORT BEND COUNTY, TEXAS**  
*NOTES TO THE FINANCIAL STATEMENTS*

**Note 7 - Long-Term Debt (continued)**

**B. Conduit Debt**

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. During 1998, the corporation's first Single Family Mortgage Revenue Bonds (GNMA and FNMA Mortgage-Backed Securities Program) Series 1998 were issued in the amount of \$18,750,000. Since then, an additional \$79,568,000 of bonds have been issued. As of September 30, 2010, \$31,007,015 of total bonds are outstanding.

**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 10.83% for calendar year 2010. The contribution rate payable by the employee members is the rate of 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.

**FORT BEND COUNTY, TEXAS**  
*NOTES TO THE FINANCIAL STATEMENTS*

**Note 8 - Employee Retirement System (continued)**

**B. Contributions (continued)**

The County's total payroll in fiscal year 2010 was \$107.1 million and the County's contributions were based on a payroll of \$105.3 million. Contributions made by employees totaled \$7.4 million, and the County made contributions of \$11.2 million during the fiscal year ended September 30, 2010.

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

	<u>2010</u>	<u>2009</u>	<u>2008</u>
Annual Pension Cost (APC)	\$ 11,235,138	\$ 10,187,718	\$ 9,110,858
Percentage of APC Contributed	100%	100%	100%
Net Pension Obligation at the End of Period	0	0	0

For the year ended September 30, 2010, the pension cost for the TCDRS plan and the actual contributions made were \$11,235,138. Because all contributions are made as required, no pension obligation existed at September 30, 2010.

<u>Actuarial Information</u>	<u>12/31/2009</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%
Costs-of-living adjustments	0.0%

**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	12/31/2009
Actuarial value of assets	\$ 238,298,754
Actuarial accrued liability (AAL)	\$ 283,956,716
Unfunded/(Overfunded) actuarial accrued liability (UAAL or OAAL)	\$ 45,657,962
Funded ratio	83.92%
Annual covered payroll (actuarial)	\$ 104,983,019
UAAL or OAAL as % of covered payroll	43.49%

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**

**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.

**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.



**FORT BEND COUNTY, TEXAS**  
*NOTES TO THE FINANCIAL STATEMENTS*

**Note 10 - Other Post-Employment Benefits (continued)**

**Funding Policy and Contribution Rates (continued)**

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. The County contributed approximately \$1.9 million for the fiscal year ended September 30, 2010. At September 30, 2010, there were 325 retirees receiving benefits and approximately 1,868 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 2010 are as follows:

**Annual OPEB Costs and Net OPEB Obligation**

For fiscal year 2010, the County’s annual OPEB cost for the Plan was \$30,699,706. 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, 2010, were as follows:

	<b>Fiscal Year Ending 9/30/10</b>
<b>Determination of Annual Required Contribution</b>	
Normal Cost at Fiscal Year End	\$ 17,130,282
Amortization of Unfunded Actuarial Accrued Liability	14,331,301
Annual Required Contribution (ARC)	<u>31,461,583</u>
<b>Determination of Net OPEB Obligation</b>	
Annual Required Contribution	31,461,583
Interest on prior-year Net OPEB Obligation	1,952,797
Adjustment to ARC	<u>(2,714,674)</u>
Annual OPEB Cost	30,699,706
Less Assumed Contributions Made	<u>(4,407,000)</u>
Estimated Increase in Net OPEB Obligation	26,292,706
Net OPEB Obligation - Beginning of Year	<u>48,819,922</u>
Net OPEB Obligation - End of Year	<u>\$ 75,112,628</u>
Percentage of OPEB Cost Contributed	14.4%

**FORT BEND COUNTY, TEXAS**  
*NOTES TO THE FINANCIAL STATEMENTS*

**Note 10 - Other Post-Employment Benefits (continued)**

**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):

<b>Fiscal Year Ended</b>	<b>Discount Rate</b>	<b>Annual OPEB Cost</b>	<b>Percentage of OPEB Cost Contributed</b>	<b>Net OPEB Obligation</b>
2008	4%	\$ 26,985,307	10.5%	\$ 24,163,790
2009	4%	\$ 26,608,211	7.3%	\$ 48,819,922
2010	4%	\$ 30,699,706	14.4%	\$ 75,112,628

**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, 2009
Actuarial value of plan assets (a)	\$0
Actuarial accrued liability (AAL) (b)	\$ 240,282,297
Unfunded/(Overfunded) actuarial accrued liability (UAAL or OAAL) (b-a)	\$ 240,282,297
Funded Ratio (a/b)	0.0%
Annual Covered Payroll (c)	\$ 104,983,019
UAAL or OAAL as % of covered payroll ((b-a)/c)	228.9%

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.

**Note 10 - Other Post-Employment Benefits (continued)**

**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 a 4.9% to 8.5% healthcare cost trend increase for fiscal year 2010 based on the premiums of the respective plan types, reduced by decrements to rates of 4.9% to 6.1% after 7 years.

**Note 11 - Contingencies and Commitments**

**A. Construction Contract Commitments**

The County had several capital improvement commitments at September 30, 2010. 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, 2010.

**FORT BEND COUNTY, TEXAS**  
*NOTES TO THE FINANCIAL STATEMENTS*

**Note 12 - 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. Nonincremental 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. Changes in the balances of claims liabilities during the past two years are as follows:

	<b>Year ended 9/30/2010</b>	<b>Year ended 9/30/2009</b>
Unpaid claims, beginning of year	\$ 5,706,627	\$ 6,086,775
Incurred claims (including IBNRs)	26,418,069	21,418,341
Claim payments	<u>(24,974,382)</u>	<u>(21,798,489)</u>
Unpaid claims, end of year	<u>\$ 7,150,314</u>	<u>\$ 5,706,627</u>

**Note 13 – Deficit Net Assets**

As of September 30, 2010, Other Self-Funded Insurance Fund has deficit net assets of \$2,501,456. This was caused by increased workers' compensation claims during fiscal year 2010. Management plans to increase the allocation for Other Self-Funded Insurance by 33% annually over the next four fiscal years (beginning with 2011) to eliminate this deficit net assets balance.

**Note 14 – Restatement of Beginning Net Assets**

During the 2010 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 vehicles and machinery and equipment by (\$93,913) and \$93,913 respectively. Accumulated depreciation for infrastructure was also increased by \$1,306,738 to recognize additional depreciation for the County Road System that was not recorded in fiscal year 2009. Therefore, governmental activities beginning net assets total was decreased by \$1,306,738.

**Note 15 - Subsequent Event**

On October 12, 2010, the Fort Bend Flood Control Water Supply Corporation (FBFCWSC) issued revenue refunding bonds totaling \$9,675,000. Proceeds from the sale of the bonds are to be used to advance refund and defease the FBFCWSC revenue bonds, Series 2001.

## **Required Supplementary Information**

**FORT BEND COUNTY, TEXAS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES**  
**IN FUND BALANCES - BUDGET AND ACTUAL**  
**GENERAL FUND - BUDGETARY BASIS**  
**For the Year Ended September 30, 2010**

	<u>Original Budget</u>	<u>Budget as Amended</u>	<u>Actual Amounts Budgetary Basis</u>	<u>Variance from Amended Positive (Negative)</u>
<b>Revenues</b>				
Taxes	\$ 154,092,302	\$ 153,246,355	\$ 154,092,302	\$ 845,947
Fees and fines	18,308,090	18,393,090	19,424,218	1,031,128
Intergovernmental	759,000	763,590	2,172,278	1,408,688
Earnings on investments	1,404,030	1,404,030	1,440,982	36,952
Miscellaneous	1,519,191	1,537,847	2,044,679	506,832
<b>Total Revenues</b>	<u>176,082,613</u>	<u>175,344,912</u>	<u>179,174,459</u>	<u>3,829,547</u>
<b>Expenditures</b>				
<b>Current Operating:</b>				
General administration	38,837,532	29,971,468	30,779,994	(808,526)
Financial administration	7,264,864	6,836,951	6,709,784	127,167
Administration of justice	58,034,183	49,458,391	49,188,434	269,957
Construction and maintenance	3,198,880	2,805,972	2,750,428	55,544
Health and welfare	13,569,266	16,210,495	15,856,565	353,930
Cooperative services	1,118,936	971,675	932,744	38,931
Public safety	39,908,806	33,258,415	32,957,312	301,103
Parks and recreation	1,757,560	1,644,579	1,552,912	91,667
Libraries and education	12,327,479	11,228,879	11,206,641	22,238
<b>Capital Outlay</b>	<u>8,013,225</u>	<u>2,103,187</u>	<u>1,992,028</u>	<u>111,159</u>
<b>Total Expenditures</b>	<u>184,030,731</u>	<u>154,490,012</u>	<u>153,926,842</u>	<u>563,170</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(7,948,118)</u>	<u>20,854,900</u>	<u>25,247,617</u>	<u>4,392,717</u>
<b>Other Financing Sources (Uses)</b>				
Transfers in			5,101,145	5,101,145
Transfers (out)		(8,401,172)	(8,463,672)	(62,500)
<b>Total Other Financing Sources (Uses)</b>		<u>(8,401,172)</u>	<u>(3,362,527)</u>	<u>5,038,645</u>
<b>Net change in fund balance- budgetary basis</b>	(7,948,118)	12,453,728	21,885,090	9,431,362
<b>Net adjustments to reflect operations in accordance with GAAP (a)</b>			(13,068,424)	
<b>Fund Balance, Beginning of Year</b>	<u>34,563,707</u>	<u>34,563,707</u>	<u>34,563,707</u>	
<b>Fund Balance, End of Year</b>	<u>\$ 26,615,589</u>	<u>\$ 47,017,435</u>	<u>\$ 43,380,373</u>	<u>\$ 9,431,362</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.

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 departmental level. Budgetary transfers between departments cannot be made without 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 General Fund, Road & Bridge, Drainage, and Debt Service funds. 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>
Revenues	\$ 179,174,459	\$ 22,164,281	\$ 201,338,740
Expenditures	153,926,842	35,232,705	189,159,547
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	25,247,617	(13,068,424)	12,179,193
Transfers in	5,101,145		5,101,145
Transfers (out)	(8,463,672)		(8,463,672)
<b>Total Other Financing Sources (Uses)</b>	(3,362,527)		(3,362,527)
<b>Net Changes in Fund Balance</b>	21,885,090	(13,068,424)	8,816,666
<b>Fund Balance, Beginning of Year</b>			34,563,707
<b>Fund Balance, End of Year</b>			<u>\$ 43,380,373</u>

**FORT BEND COUNTY, TEXAS**  
**REQUIRED PENSION SUPPLEMENTARY INFORMATION**  
**SCHEDULE OF FUNDING PROGRESS**  
**TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM**  
*September 30, 2010*

**Schedule of Funding Information**

	12/31/2007	12/31/2008	12/31/2009
Actuarial valuation date			
Actuarial value of assets	\$ 205,614,643	\$ 209,747,313	\$ 238,298,754
Actuarial accrued liability (AAL)	\$ 232,539,055	\$ 254,807,906	\$ 283,956,716
Unfunded/(Overfunded) actuarial accrued liability (UAAL or OAAL)	\$ 26,924,412	\$ 45,060,593	\$ 45,657,962
Funded ratio	88.42%	82.32%	83.92%
Annual covered payroll (actuarial)	\$ 81,337,915	\$ 92,096,921	\$ 104,983,019
UAAL or OAAL as % of covered payroll	33.10%	48.93%	43.49%



**FORT BEND COUNTY, TEXAS**  
**REQUIRED OTHER POST EMPLOYMENT BENEFIT SUPPLEMENTARY INFORMATION**  
**SCHEDULE OF FUNDING PROGRESS**  
**FORT BEND COUNTY EMPLOYEE BENEFIT PLAN**  
**September 30, 2010**

<b>Actuarial Valuation Date</b>	<b>Actuarial Value of Assets (a)</b>	<b>Discount Rate</b>	<b>Actuarial Accrued Liability (AAL) (b)</b>	<b>Unfunded Actuarial Accrued Liability (UAAL) (b-a)</b>	<b>Funded Ratio (a/b)</b>	<b>Covered Payroll</b>	<b>UAAL as % of Covered Payroll</b>
10/1/2007	\$ 0	4.0%	\$ 207,157,655	\$ 207,157,655	0.0%	\$ 92,096,921	224.9%
10/1/2008	\$ 0	n/a	n/a	n/a	n/a	n/a	n/a
10/1/2009	\$ 0	4.0%	\$ 240,282,297	\$ 240,282,297	0.0%	\$ 104,983,019	228.9%

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**

**Juvenile Probation**

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. 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. 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 and impact fees assessed against the taxable properties. 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. This includes Fund 165.

**County Historical Commission**

This fund is used to account for funds donated to the County by private citizens and is to be spent for Texas historical markers. 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 to be used to assist Fort Bend County residents that demonstrate an inability to pay their various utility bills. 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. 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. 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. This includes Fund 210.

**Library Donations**

This fund is used to account for donations by private citizens used for the purchase of books and equipment for the County library system. This includes Fund 215.

**FORT BEND COUNTY, TEXAS**  
**NON-MAJOR FUND DESCRIPTIONS**

**Probate Court Training**

This fund is used to account for the collection of certain probate fees to be used for the continuing education of the probate staff. This includes Fund 235.

**JP Technology**

This fund is used to account for technology fees, not to exceed \$4, collected as a cost of court from defendants convicted of misdemeanor offenses. The fund may be used only to finance the purchase of technological enhancements for a justice court and is administered by the Commissioners Court. This includes Fund 240.

**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. 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. 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. 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 to be used for law enforcement activities of the Sheriff's department. This includes Fund 265.

**Records Management - County Clerk**

This fund is used to account for the fees which are collected by the County Clerk after filing and recording a document in the records of the Clerk's office and which are to be used for records management and preservation. This includes Fund 270.

**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. 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. 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. This includes Fund 285.



**FORT BEND COUNTY, TEXAS**  
**NON-MAJOR FUND DESCRIPTIONS**

**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. This includes Fund 290.

**Courthouse Security**

This fund is used to account for receipts and expenditures related to financing items for the purpose of providing security services for buildings housing a district or county court. This includes Fund 295.

**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. 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 being used to deter drug trafficking activities in the County. 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. This includes Fund 355.

**Law Enforcement Officers 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 to be used for education and training. This includes Fund 360.

**Emergency Food and Shelter Program**

This fund is used to account for the receipts and disbursements of the funds provided by the Federal Emergency Management Agency which are used to assist those who need assistance in the payment of their food and utility bills in emergency situations. This includes Fund 380.

**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. 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. 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. This includes Fund 400.

**FORT BEND COUNTY, TEXAS**  
**NON-MAJOR FUND DESCRIPTIONS**

**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. 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. 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. 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. This includes Fund 425.

**Juvenile Probation - State Funds**

This fund is used to account for revenues received from the Texas Juvenile Probation Commission ("TJPC"). The funds must be disbursed in accordance with TJPC regulations. This includes Fund 430.

**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 must be disbursed 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 Parkway**

This fund is used to account for the receipts and disbursements of the proceeds of the Fort Bend Parkway Road District Unlimited Tax Bonds Series 1990, which are being used to pay administrative, engineering, and environmental assessments and other operational costs associated with the design of the parkway project. This includes Fund 724.

**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. This includes Funds 726 and 728.

**FORT BEND COUNTY, TEXAS**  
**NON-MAJOR FUND DESCRIPTIONS**

**Mobility 2001-2007 Capital Projects**

This fund is used to account for the proceeds of the General Obligation Bonds Series 2001, 2006, and 2007, which are being used to finance the construction and/or expansion of numerous roads in the County. This includes Fund 718.

**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, 2010*

**Special Revenue Funds**

	<b>Juvenile Operations</b>	<b>Road and Bridge</b>	<b>Drainage District</b>	<b>Lateral Road</b>
<b>Assets</b>				
Cash and cash equivalents	\$ 2,218,977	\$ 7,036,155	\$ 6,492,305	\$ 339,307
Taxes receivable, net		787,717	387,040	
Grants receivable	17,823	312,194	60,130	
Other receivables	971	856,770	9,341	66,560
Due from other funds				
Prepaid items				
<b>Total Assets</b>	<b>\$ 2,237,771</b>	<b>\$ 8,992,836</b>	<b>\$ 6,948,816</b>	<b>\$ 405,867</b>
<b>Liabilities and Fund Balances</b>				
Liabilities:				
Due to other funds	\$ 348,632	\$ 336,383	\$ 1,072,619	\$
Due to other governments	1,000			
Deferred revenues		787,717	387,040	
<b>Total Liabilities</b>	<b>349,632</b>	<b>1,124,100</b>	<b>1,459,659</b>	
Fund Balances:				
Reserved:				
Prepaid items				
Capital projects				
Unreserved, reported in:				
Special revenue funds	1,888,139	7,868,736	5,489,157	405,867
<b>Total Fund Balances</b>	<b>1,888,139</b>	<b>7,868,736</b>	<b>5,489,157</b>	<b>405,867</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 2,237,771</b>	<b>\$ 8,992,836</b>	<b>\$ 6,948,816</b>	<b>\$ 405,867</b>

**Special Revenue Funds**

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<b>County Historical Commission</b>	<b>Utility Assistance</b>	<b>County Law Library</b>	<b>Gus George Law Academy</b>	<b>EMS Donations</b>	<b>Library Donations</b>
\$ 4,171	\$ 46,669	\$ 839,811	\$ 667,764	\$ 8,617	\$ 132,167
	277	31,685			494
<u>\$ 4,171</u>	<u>\$ 46,946</u>	<u>\$ 871,496</u>	<u>\$ 667,764</u>	<u>\$ 8,617</u>	<u>\$ 132,661</u>
\$	\$ 5,576	\$ 11,455	\$ 413	\$	\$ 639
	<u>5,576</u>	<u>11,455</u>	<u>413</u>		<u>639</u>
4,171	41,370	860,041	667,351	8,617	132,022
<u>4,171</u>	<u>41,370</u>	<u>860,041</u>	<u>667,351</u>	<u>8,617</u>	<u>132,022</u>
<u>\$ 4,171</u>	<u>\$ 46,946</u>	<u>\$ 871,496</u>	<u>\$ 667,764</u>	<u>\$ 8,617</u>	<u>\$ 132,661</u>

**FORT BEND COUNTY, TEXAS**  
**COMBINING BALANCE SHEET**  
**NON-MAJOR GOVERNMENTAL FUNDS (continued)**  
**September 30, 2010**

**Special Revenue Funds**

	<b>Probate Court Training</b>	<b>JP Technology</b>	<b>Juvenile Alert Program</b>	<b>Juvenile Probation Special</b>
<b>Assets</b>				
Cash and cash equivalents	\$ 58,453	\$	\$ 35,692	\$ 78,363
Taxes receivable, net				
Grants receivable				
Other receivables	235		330	653
Due from other funds				
Prepaid items				
<b>Total Assets</b>	<b>\$ 58,688</b>	<b>\$</b>	<b>\$ 36,022</b>	<b>\$ 79,016</b>
<b>Liabilities and Fund Balances</b>				
<b>Liabilities:</b>				
Due to other funds	\$	\$	\$	\$ 2,668
Due to other governments				
Deferred revenues				
<b>Total Liabilities</b>				<b>2,668</b>
<b>Fund Balances:</b>				
Reserved:				
Prepaid items				
Capital projects				
Unreserved, reported in:				
Special revenue funds	58,688		36,022	76,348
<b>Total Fund Balances</b>	<b>58,688</b>		<b>36,022</b>	<b>76,348</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 58,688</b>	<b>\$</b>	<b>\$ 36,022</b>	<b>\$ 79,016</b>

**Special Revenue Funds**

<b>District Attorney Bad Check Collection Fee</b>	<b>Gus George Memorial</b>	<b>Records Management- County Clerk</b>	<b>District Attorney Special Fun Run</b>	<b>County Attorney Salary Supplement</b>	<b>Records Management- County</b>
\$ 106,357	\$ 4,054	\$ 178,179	\$ 16,638	\$ 97,907	\$ 1,407,860
440		1,539			73,899 112,311
<u>\$ 106,797</u>	<u>\$ 4,054</u>	<u>\$ 179,718</u>	<u>\$ 16,638</u>	<u>\$ 97,907</u>	<u>\$ 1,594,070</u>
\$ 5,103	\$	\$ 179,718	\$	\$ 873	\$
<u>5,103</u>		<u>179,718</u>		<u>873</u>	
101,694	4,054		16,638	97,034	1,594,070
<u>101,694</u>	<u>4,054</u>		<u>16,638</u>	<u>97,034</u>	<u>1,594,070</u>
<u>\$ 106,797</u>	<u>\$ 4,054</u>	<u>\$ 179,718</u>	<u>\$ 16,638</u>	<u>\$ 97,907</u>	<u>\$ 1,594,070</u>

**FORT BEND COUNTY, TEXAS**  
**COMBINING BALANCE SHEET**  
**NON-MAJOR GOVERNMENTAL FUNDS (continued)**  
**September 30, 2010**

**Special Revenue Funds**

	<u>VIT Interest</u>	<u>Courthouse Security</u>	<u>Elections Contract</u>	<u>Asset Forfeitures</u>
<b>Assets</b>				
Cash and cash equivalents	\$ 205	\$ 69,360	\$ 639,959	\$ 2,722,885
Taxes receivable, net				
Grants receivable				
Other receivables		24,254	110,376	
Due from other funds				
Prepaid items				4,305
<b>Total Assets</b>	<u>\$ 205</u>	<u>\$ 93,614</u>	<u>\$ 750,335</u>	<u>\$ 2,727,190</u>
<b>Liabilities and Fund Balances</b>				
Liabilities:				
Due to other funds	\$	\$ 14,437	\$ 52,420	\$ 188,083
Due to other governments				
Deferred revenues				
<b>Total Liabilities</b>		<u>14,437</u>	<u>52,420</u>	<u>188,083</u>
Fund Balances:				
Reserved:				
Prepaid items				4,305
Capital projects				
Unreserved, reported in:				
Special revenue funds	205	79,177	697,915	2,534,802
<b>Total Fund Balances</b>	<u>205</u>	<u>79,177</u>	<u>697,915</u>	<u>2,539,107</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 205</u>	<u>\$ 93,614</u>	<u>\$ 750,335</u>	<u>\$ 2,727,190</u>



**Special Revenue Funds**

<b>County Child Abuse Prevention</b>	<b>Law Enforcement Officers' Standards Education Grant</b>	<b>Emergency Food and Shelter Program</b>	<b>Juvenile Title IV-E Foster Care</b>	<b>Child Protective Services</b>	<b>Community Development Combined Funds</b>
\$ 3,963	\$ 70,928	\$ 150,309	\$ 1,127,318	\$ 159,577	\$ 29,336
103				23,483	512,565
					1,164
<u>\$ 4,066</u>	<u>\$ 70,928</u>	<u>\$ 150,309</u>	<u>\$ 1,127,318</u>	<u>\$ 183,060</u>	<u>\$ 543,065</u>
\$	\$ 3,365	\$ 14,262	\$ 1,754	\$ 9,953	\$ 543,065
		136,047	1,125,564		
	<u>3,365</u>	<u>150,309</u>	<u>1,127,318</u>	<u>9,953</u>	<u>543,065</u>
<u>4,066</u>	<u>67,563</u>			<u>173,107</u>	
<u>4,066</u>	<u>67,563</u>			<u>173,107</u>	
<u>\$ 4,066</u>	<u>\$ 70,928</u>	<u>\$ 150,309</u>	<u>\$ 1,127,318</u>	<u>\$ 183,060</u>	<u>\$ 543,065</u>

**FORT BEND COUNTY, TEXAS**  
**COMBINING BALANCE SHEET**  
**NON-MAJOR GOVERNMENTAL FUNDS (continued)**  
**September 30, 2010**

**Special Revenue Funds**

	<b>HOPE 3 Implementation and Program Sales</b>	<b>Child Support Title IV-D Reimbursement</b>	<b>Local Law Enforcement Block Grants</b>	<b>Juvenile Justice Alternative Education</b>
<b>Assets</b>				
Cash and cash equivalents	\$ 776	\$ 177,632	\$ 281,897	\$ 698,995
Taxes receivable, net				
Grants receivable				
Other receivables		1,227		
Due from other funds				
Prepaid items				
<b>Total Assets</b>	<u>\$ 776</u>	<u>\$ 178,859</u>	<u>\$ 281,897</u>	<u>\$ 698,995</u>
<b>Liabilities and Fund Balances</b>				
<b>Liabilities:</b>				
Due to other funds	\$	\$	\$ 26,645	\$ 14,269
Due to other governments				
Deferred revenues	776	178,859	255,252	684,726
<b>Total Liabilities</b>	<u>776</u>	<u>178,859</u>	<u>281,897</u>	<u>698,995</u>
<b>Fund Balances:</b>				
Reserved:				
Prepaid items				
Capital projects				
Unreserved, reported in:				
Special revenue funds				
<b>Total Fund Balances</b>				
<b>Total Liabilities and Fund Balances</b>	<u>\$ 776</u>	<u>\$ 178,859</u>	<u>\$ 281,897</u>	<u>\$ 698,995</u>

<u>Special Revenue Funds</u>		<u>Capital Projects Funds</u>			
<u>Juvenile Probation - State Funds</u>	<u>Adult Probation - State Funds</u>	<u>Fort Bend Parkway</u>	<u>FBFCWSC Construction Drainage Projects</u>	<u>Mobility 2001-2007 Projects</u>	<u>Totals</u>
\$	\$ 1,609,625	\$	\$ 4,232,224	\$ 9,412,376	\$ 41,156,811
139,615	189,812				1,174,757
					1,065,810
					1,368,966
					112,311
					5,469
<u>\$ 139,615</u>	<u>\$ 1,799,437</u>	<u>\$</u>	<u>\$ 4,232,224</u>	<u>\$ 9,412,376</u>	<u>\$ 44,884,124</u>
\$ 139,615	\$ 211,098	\$	\$ 34,422	\$ 296,012	\$ 3,513,479
	1,588,339				1,000
<u>139,615</u>	<u>1,799,437</u>	<u></u>	<u>34,422</u>	<u>296,012</u>	<u>5,144,320</u>
					8,658,799
					4,305
			4,197,802	9,116,364	13,314,166
					22,906,854
			<u>4,197,802</u>	<u>9,116,364</u>	<u>36,225,325</u>
<u>\$ 139,615</u>	<u>\$ 1,799,437</u>	<u>\$</u>	<u>\$ 4,232,224</u>	<u>\$ 9,412,376</u>	<u>\$ 44,884,124</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, 2010**

**Special Revenue Funds**

	<b>Juvenile Operations</b>	<b>Road and Bridge</b>	<b>Drainage District</b>	<b>Lateral Road</b>
<b>Revenues</b>				
Taxes	\$	\$ 12,370,729	\$ 8,054,060	\$
Fees and fines		6,592,188		
Intergovernmental	293,566	166,496		127,221
Earnings on investments	70,507	186,576	106,619	3,339
Miscellaneous	32,343	299,276	1,127,637	
<b>Total Revenues</b>	<u>396,416</u>	<u>19,615,265</u>	<u>9,288,316</u>	<u>130,560</u>
<b>Expenditures</b>				
Current:				
General administration				
Financial administration				
Administration of justice	8,839,133			
Construction and maintenance		17,512,335	6,111,012	
Health and welfare				
Public safety				
Libraries and education				
<b>Capital Outlay</b>	170,451	3,347,217	2,483,333	
<b>Total Expenditures</b>	<u>9,009,584</u>	<u>20,859,552</u>	<u>8,594,345</u>	
<b>Excess (Deficiency) of Revenues   Over (Under) Expenditures</b>	(8,613,168)	(1,244,287)	693,971	130,560
<b>Other Financing Sources (Uses)</b>				
Transfers in	8,401,172		175,214	
Transfers (out)				
<b>Total Other Financing Sources (Uses)</b>	<u>8,401,172</u>		<u>175,214</u>	
Net change in fund balances	(211,996)	(1,244,287)	869,185	130,560
<b>Fund Balances, Beginning of Year</b>	<u>2,100,135</u>	<u>9,113,023</u>	<u>4,619,972</u>	<u>275,307</u>
<b>Fund Balances, End of Year</b>	<u>\$ 1,888,139</u>	<u>\$ 7,868,736</u>	<u>\$ 5,489,157</u>	<u>\$ 405,867</u>

**Special Revenue Funds**

<u>County Historical Commission</u>	<u>Utility Assistance</u>	<u>County Law Library</u>	<u>Gus George Law Academy</u>	<u>EMS Donations</u>	<u>Library Donations</u>
\$	\$	\$	\$	\$	\$
		310,295			
			39,600		
41	502	7,713	6,378		1,413
	65,557	941	76,100		53,187
<u>41</u>	<u>66,059</u>	<u>318,949</u>	<u>122,078</u>		<u>54,600</u>
		203,561			
	84,267			152	
			44,897		
			21,894		56,885
	<u>84,267</u>	<u>203,561</u>	<u>66,791</u>	<u>152</u>	<u>56,885</u>
41	(18,208)	115,388	55,287	(152)	(2,285)
41	(18,208)	115,388	55,287	(152)	(2,285)
4,130	59,578	744,653	612,064	8,769	134,307
<u>\$ 4,171</u>	<u>\$ 41,370</u>	<u>\$ 860,041</u>	<u>\$ 667,351</u>	<u>\$ 8,617</u>	<u>\$ 132,022</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, 2010**

	<b>Special Revenue Funds</b>			
	<b>Probate Court Training</b>	<b>JP Technology</b>	<b>Juvenile Alert Program</b>	<b>Juvenile Probation Special</b>
<b>Revenues</b>				
Taxes	\$	\$	\$	\$
Fees and fines	5,221			
Intergovernmental				
Earnings on investments	554		375	
Miscellaneous			5,390	43,601
<b>Total Revenues</b>	<u>5,775</u>		<u>5,765</u>	<u>43,601</u>
<b>Expenditures</b>				
Current:				
General administration				
Financial administration				
Administration of justice				62,481
Construction and maintenance				
Health and welfare				
Public safety				
Libraries and education				
Capital Outlay				
<b>Total Expenditures</b>				<u>62,481</u>
<b>Excess (Deficiency) of Revenues</b>				
<b>Over (Under) Expenditures</b>	5,775		5,765	(18,880)
<b>Other Financing Sources (Uses)</b>				
Transfers in				
Transfers (out)		(566,632)		
<b>Total Other Financing Sources (Uses)</b>		<u>(566,632)</u>		
Net change in fund balances	5,775	(566,632)	5,765	(18,880)
<b>Fund Balances, Beginning of Year</b>	<u>52,913</u>	<u>566,632</u>	<u>30,257</u>	<u>95,228</u>
<b>Fund Balances, End of Year</b>	<u>\$ 58,688</u>	<u>\$</u>	<u>\$ 36,022</u>	<u>\$ 76,348</u>

**Special Revenue Funds**

<b>District Attorney Bad Check Collection Fee</b>	<b>Gus George Memorial</b>	<b>Records Management- County Clerk</b>	<b>District Attorney Special Fun Run</b>	<b>County Attorney Salary Supplement</b>	<b>Records Management- County</b>
\$ 30,876	\$	\$ 22,208	\$	\$	\$ 826,739
13,960	68	9,548	166	944	6,109
		120			
<u>44,836</u>	<u>68</u>	<u>31,876</u>	<u>166</u>	<u>944</u>	<u>832,848</u>
		517,601			115,154
36,916				53,289	26,766
	2,902				
		100,274			
<u>36,916</u>	<u>2,902</u>	<u>617,875</u>		<u>53,289</u>	<u>141,920</u>
7,920	(2,834)	(585,999)	166	(52,345)	690,928
		(612,341)		62,500	612,341
		<u>(612,341)</u>		<u>62,500</u>	<u>612,341</u>
7,920	(2,834)	(1,198,340)	166	10,155	1,303,269
93,774	6,888	1,198,340	16,472	86,879	290,801
<u>\$ 101,694</u>	<u>\$ 4,054</u>	<u>\$</u>	<u>\$ 16,638</u>	<u>\$ 97,034</u>	<u>\$ 1,594,070</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, 2010**

	<b>Special Revenue Funds</b>			
	<u>VIT Interest</u>	<u>Courthouse Security</u>	<u>Elections Contract</u>	<u>Asset Forfeitures</u>
<b>Revenues</b>				
Taxes	\$	\$	\$	\$
Fees and fines		271,822		
Intergovernmental				835,737
Earnings on investments	16,071	1,814	5,354	18,533
Miscellaneous		63	395,832	1,348,382
<b>Total Revenues</b>	<u>16,071</u>	<u>273,699</u>	<u>401,186</u>	<u>2,202,652</u>
<b>Expenditures</b>				
Current:				
General administration			431,055	
Financial administration	16,042			
Administration of justice				175,844
Construction and maintenance				
Health and welfare				
Public safety		435,264		1,018,214
Libraries and education				
Capital Outlay				10,398
<b>Total Expenditures</b>	<u>16,042</u>	<u>435,264</u>	<u>431,055</u>	<u>1,204,456</u>
<b>Excess (Deficiency) of Revenues</b>				
<b>Over (Under) Expenditures</b>	29	(161,565)	(29,869)	998,196
<b>Other Financing Sources (Uses)</b>				
Transfers in				
Transfers (out)		(72,550)		
<b>Total Other Financing Sources (Uses)</b>		<u>(72,550)</u>		
Net change in fund balances	29	(234,115)	(29,869)	998,196
<b>Fund Balances, Beginning of Year</b>	176	313,292	727,784	1,540,911
<b>Fund Balances, End of Year</b>	<u>\$ 205</u>	<u>\$ 79,177</u>	<u>\$ 697,915</u>	<u>\$ 2,539,107</u>



**Special Revenue Funds**

<b>County Child Abuse Prevention</b>	<b>Law Enforcement Officers' Standards Education Grant</b>	<b>Emergency Food and Shelter Program</b>	<b>Juvenile Title IV-E Foster Care</b>	<b>Child Protective Services</b>	<b>Community Development Combined Funds</b>
\$ 1,342	\$	\$	\$	\$	\$
	47,586	226,998	236,616	36,930	3,015,168
	925	541		2,595	
	206			482	8,287
<u>1,342</u>	<u>48,717</u>	<u>227,539</u>	<u>236,616</u>	<u>40,007</u>	<u>3,023,455</u>
	3,591		219,800		
		227,539		179,927	3,017,555
	63,502				
	7,500		16,816		5,900
	<u>74,593</u>	<u>227,539</u>	<u>236,616</u>	<u>179,927</u>	<u>3,023,455</u>
1,342	(25,876)			(139,920)	
1,342	(25,876)			(139,920)	
2,724	93,439			313,027	
<u>\$ 4,066</u>	<u>\$ 67,563</u>	<u>\$</u>	<u>\$</u>	<u>\$ 173,107</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, 2010**

	<b>Special Revenue Funds</b>			
	<b>HOPE 3 Implementation and Program Sales</b>	<b>Child Support Title IV-D Reimbursement</b>	<b>Local Law Enforcement Block Grants</b>	<b>Juvenile Justice Alternative Education</b>
<b>Revenues</b>				
Taxes	\$	\$	\$	\$
Fees and fines				
Intergovernmental		3,009	199,055	203,160
Earnings on investments	309	1,702	3,673	
Miscellaneous	38,411			55
<b>Total Revenues</b>	<u>38,720</u>	<u>4,711</u>	<u>202,728</u>	<u>203,215</u>
<b>Expenditures</b>				
Current:				
General administration				
Financial administration				
Administration of justice		2,712		187,422
Construction and maintenance				
Health and welfare	38,720			
Public safety			141,497	
Libraries and education				
Capital Outlay		1,999	61,231	15,793
<b>Total Expenditures</b>	<u>38,720</u>	<u>4,711</u>	<u>202,728</u>	<u>203,215</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>				
<b>Other Financing Sources (Uses)</b>				
Transfers in				
Transfers (out)				
<b>Total Other Financing Sources (Uses)</b>				
Net change in fund balances				
<b>Fund Balances, Beginning of Year</b>				
<b>Fund Balances, End of Year</b>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>

Special Revenue Funds		Capital Projects Funds				
Juvenile Probation - State Funds	Adult Probation - State Funds	Fort Bend Parkway	FBFCWSC Construction Drainage Projects	Mobility 2001-2007 Projects	Totals	
\$	\$	\$	\$	\$	\$	20,424,789
	2,515,033					10,575,724
2,041,033	2,593,951			205,655		10,285,741
	24,186	86	65,682	162,801		705,124
	14,678					3,510,548
<u>2,041,033</u>	<u>5,147,848</u>	<u>86</u>	<u>65,682</u>	<u>368,456</u>		<u>45,501,926</u>
						1,063,810
						16,042
2,041,033	5,140,707					16,993,255
			62,149			23,685,496
						3,548,160
						1,706,276
						56,885
			214,143	9,367,300		15,824,249
<u>2,041,033</u>	<u>5,140,707</u>	<u></u>	<u>276,292</u>	<u>9,367,300</u>		<u>62,894,173</u>
	7,141	86	(210,610)	(8,998,844)		(17,392,247)
	91,468			778,909		10,121,604
	(98,609)	(25,619)	(175,214)	(4,454,822)		(6,005,787)
	<u>(7,141)</u>	<u>(25,619)</u>	<u>(175,214)</u>	<u>(3,675,913)</u>		<u>4,115,817</u>
		(25,533)	(385,824)	(12,674,757)		(13,276,430)
		25,533	4,583,626	21,791,121		49,501,755
<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$ 4,197,802</u>	<u>\$ 9,116,364</u>		<u>\$ 36,225,325</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, 2010**

	<b>Original Budget</b>	<b>Budget as Amended</b>	<b>Actual Amounts Budgetary Basis</b>	<b>Variance from Amended Positive (Negative)</b>
<b>Revenues</b>				
Taxes	\$ 12,376,737	\$ 12,376,737	\$ 12,370,729	\$ (6,008)
Fees and fines	3,835,000	3,835,000	5,162,218	1,327,218
Intergovernmental	2,875,000	2,875,000	1,596,466	(1,278,534)
Earnings on investments	150,000	150,000	186,576	36,576
Miscellaneous	343,500	381,566	299,276	(82,290)
<b>Total Revenues</b>	<b>19,580,237</b>	<b>19,618,303</b>	<b>19,615,265</b>	<b>(3,038)</b>
<b>Expenditures</b>				
<b>Current Operating:</b>				
Construction and maintenance	21,698,608	18,519,855	17,512,335	1,007,520
<b>Capital Outlay</b>		<b>2,211,745</b>	<b>2,128,242</b>	<b>83,503</b>
<b>Total Expenditures</b>	<b>21,698,608</b>	<b>20,731,600</b>	<b>19,640,577</b>	<b>1,091,023</b>
<b>Net change in fund balance- budgetary basis</b>	<b>(2,118,371)</b>	<b>(1,113,297)</b>	<b>(25,312)</b>	<b>1,087,985</b>
<b>Net adjustments to reflect operations in accordance with GAAP (a)</b>			<b>(1,218,975)</b>	
<b>Fund Balance, Beginning of Year</b>	<b>9,113,023</b>	<b>9,113,023</b>	<b>9,113,023</b>	
<b>Fund Balance, End of Year</b>	<b>\$ 6,994,652</b>	<b>\$ 7,999,726</b>	<b>\$ 7,868,736</b>	<b>\$ 1,087,985</b>

(a) See reconciliation below.

	<b>Actual Amounts Budgetary Basis</b>	<b>Actual Multi-Year</b>	<b>Actual Amounts GAAP Basis</b>
Revenues	\$ 19,615,265	\$	\$ 19,615,265
Expenditures	19,640,577	1,218,975	20,859,552
<b>Net Changes in Fund Balance</b>	<b>(25,312)</b>	<b>(1,218,975)</b>	<b>(1,244,287)</b>
<b>Fund Balance, Beginning of Year</b>			<b>9,113,023</b>
<b>Fund Balance, End of Year</b>			<b>\$ 7,868,736</b>

**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, 2010**

	<b>Original Budget</b>	<b>Budget as Amended</b>	<b>Actual Amounts Budgetary Basis</b>	<b>Variance from Amended Positive (Negative)</b>
<b>Revenues</b>				
Taxes	\$ 8,175,415	\$ 8,175,415	\$ 8,054,060	\$ (121,355)
Earnings on investments	30,000	30,000	106,619	76,619
Miscellaneous	102,500	102,500	71,166	(31,334)
<b>Total Revenues</b>	<b>8,307,915</b>	<b>8,307,915</b>	<b>8,231,845</b>	<b>(76,070)</b>
<b>Expenditures</b>				
<b>Current Operating:</b>				
Construction and maintenance	7,771,237	6,821,757	6,111,012	710,745
<b>Capital Outlay</b>	<b>748,500</b>	<b>743,700</b>	<b>521,395</b>	<b>222,305</b>
<b>Total Expenditures</b>	<b>8,519,737</b>	<b>7,565,457</b>	<b>6,632,407</b>	<b>933,050</b>
<b>Net change in fund balance- budgetary basis</b>	<b>(211,822)</b>	<b>742,458</b>	<b>1,599,438</b>	<b>856,980</b>
<b>Net adjustments to reflect operations in accordance with GAAP (a)</b>			<b>(730,253)</b>	
<b>Fund Balance, Beginning of Year</b>	<b>4,619,972</b>	<b>4,619,972</b>	<b>4,619,972</b>	
<b>Fund Balance, End of Year</b>	<b>\$ 4,408,150</b>	<b>\$ 5,362,430</b>	<b>\$ 5,489,157</b>	<b>\$ 856,980</b>

(a) See reconciliation below.

	<b>Actual Amounts Budgetary Basis</b>	<b>Actual Multi-Year</b>	<b>Actual Amounts GAAP Basis</b>
Revenues	\$ 8,231,845	\$ 1,056,471	\$ 9,288,316
Expenditures	6,632,407	1,961,938	8,594,345
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>1,599,438</b>	<b>(905,467)</b>	<b>693,971</b>
Transfers in		175,214	175,214
<b>Total Other Financing Sources (Uses)</b>		<b>175,214</b>	<b>175,214</b>
<b>Net Changes in Fund Balance</b>	<b>1,599,438</b>	<b>(730,253)</b>	<b>869,185</b>
<b>Fund Balance, Beginning of Year</b>			<b>4,619,972</b>
<b>Fund Balance, End of Year</b>			<b>\$ 5,489,157</b>

**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, 2010**

	<b>Original Budget</b>	<b>Budget as Amended</b>	<b>Actual Amounts Budgetary Basis</b>	<b>Variance from Amended Positive (Negative)</b>
<b>Revenues</b>				
Taxes	\$ 24,361,496	\$ 24,361,496	\$ 24,712,106	\$ 350,610
Earnings on investments	105,000	105,000	142,497	37,497
Fees and fines	25,000	25,000	229,611	204,611
<b>Total Revenues</b>	<b>24,491,496</b>	<b>24,491,496</b>	<b>25,084,214</b>	<b>592,718</b>
<b>Expenditures</b>				
<b>Debt Service:</b>				
Principal	9,980,000	32,530,000	32,700,000	(170,000)
Interest and fiscal charges	16,175,041	16,175,041	16,341,773	(166,732)
Debt issuance costs			225,979	(225,979)
<b>Total Expenditures</b>	<b>26,155,041</b>	<b>48,705,041</b>	<b>49,267,752</b>	<b>(562,711)</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,663,545)	(24,213,545)	(24,183,538)	30,007
<b>Other Financing Sources (Uses)</b>				
Transfers in			25,619	25,619
Issuance of refunding bonds		22,950,147	22,950,147	
<b>Total Other Financing Sources (Uses)</b>		<b>22,950,147</b>	<b>22,975,766</b>	<b>25,619</b>
<b>Net change in fund balance- budgetary basis</b>	<b>(1,663,545)</b>	<b>(1,263,398)</b>	<b>(1,207,772)</b>	<b>55,626</b>
<b>Fund Balance, Beginning of Year</b>	<b>6,057,484</b>	<b>6,057,484</b>	<b>6,057,484</b>	
<b>Fund Balance, End of Year</b>	<b>\$ 4,393,939</b>	<b>\$ 4,794,086</b>	<b>\$ 4,849,712</b>	<b>\$ 55,626</b>

**FORT BEND COUNTY, TEXAS**  
**COMBINING STATEMENT OF NET ASSETS**  
**INTERNAL SERVICE FUNDS**  
*September 30, 2010*

	<u>Employee Benefits</u>	<u>Other Self- Funded Insurance</u>	<u>Totals</u>
<b>Assets</b>			
Current Assets:			
Cash and cash equivalents	\$ 4,194,273	\$ 835,413	\$ 5,029,686
Due from other funds	1,876,420		1,876,420
Other receivables	525		525
Total Current Assets	<u>6,071,218</u>	<u>835,413</u>	<u>6,906,631</u>
<b>Total Assets</b>	<u>6,071,218</u>	<u>835,413</u>	<u>6,906,631</u>
<b>Liabilities</b>			
Current Liabilities:			
Benefits payable	3,921,675	3,228,639	7,150,314
Due to other funds		108,230	108,230
Total Current Liabilities	<u>3,921,675</u>	<u>3,336,869</u>	<u>7,258,544</u>
<b>Total Liabilities</b>	<u>3,921,675</u>	<u>3,336,869</u>	<u>7,258,544</u>
<b>Net Assets (Deficit)</b>			
Unrestricted	<u>2,149,543</u>	<u>(2,501,456)</u>	<u>(351,913)</u>
<b>Total Net Assets (Deficit)</b>	<u>\$ 2,149,543</u>	<u>\$ (2,501,456)</u>	<u>\$ (351,913)</u>

**FORT BEND COUNTY, TEXAS**  
**COMBINING STATEMENT OF REVENUES, EXPENSES, AND**  
**CHANGES IN FUND NET ASSETS**  
**INTERNAL SERVICE FUNDS**  
*For the Year Ended September 30, 2010*

	<b>Employee Benefits</b>	<b>Other Self- Funded Insurance</b>	<b>Totals</b>
<b>Operating Revenues</b>			
Charges for services	\$ 22,435,802	\$ 1,147,665	\$ 23,583,467
<b>Total Operating Revenues</b>	<u>22,435,802</u>	<u>1,147,665</u>	<u>23,583,467</u>
<b>Operating Expenses</b>			
Current operations - general administration	20,701	113,418	134,119
Benefits provided	29,620,378	1,391,452	31,011,830
<b>Total Operating Expenses</b>	<u>29,641,079</u>	<u>1,504,870</u>	<u>31,145,949</u>
<b>Operating Income (Loss)</b>	(7,205,277)	(357,205)	(7,562,482)
<b>Non-Operating Revenues</b>			
Earnings on investments	126,123		126,123
<b>Total Non-Operating Revenues</b>	<u>126,123</u>		<u>126,123</u>
Change in Net Assets	(7,079,154)	(357,205)	(7,436,359)
<b>Total Net Assets (Deficit), Beginning of Year</b>	<u>9,228,697</u>	<u>(2,144,251)</u>	<u>7,084,446</u>
<b>Total Net Assets (Deficit), End of Year</b>	<u>\$ 2,149,543</u>	<u>\$ (2,501,456)</u>	<u>\$ (351,913)</u>



**FORT BEND COUNTY, TEXAS**  
**COMBINING STATEMENT OF CASH FLOWS**  
**INTERNAL SERVICE FUNDS**  
*For the Year Ended September 30, 2010*

	<b>Employee Benefits</b>	<b>Other Self- Funded Insurance</b>	<b>Totals</b>
<b>Cash Flows from Operating Activities</b>			
Charges for services	\$ 21,123,475	\$ 1,186,108	\$ 22,309,583
Payment of benefits	(28,779,480)	(788,663)	(29,568,143)
Payment of general administration expenses	(20,701)	(113,418)	(134,119)
<b>Net Cash Provided (Used) by Operating Activities</b>	<u>(7,676,706)</u>	<u>284,027</u>	<u>(7,392,679)</u>
<b>Cash Flows from Investing Activities:</b>			
Interest earned on investments	126,123		126,123
<b>Net Cash Provided by Investing Activities</b>	<u>126,123</u>		<u>126,123</u>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	(7,550,583)	284,027	(7,266,556)
<b>Cash and Cash Equivalents, Beginning of Year</b>	<u>11,744,856</u>	<u>551,386</u>	<u>12,296,242</u>
<b>Cash and Cash Equivalents, End of Year</b>	<u>\$ 4,194,273</u>	<u>\$ 835,413</u>	<u>\$ 5,029,686</u>
<b>Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities</b>			
Operating Income (Loss)	\$ (7,205,277)	\$ (357,205)	\$ (7,562,482)
Change in assets and liabilities:			
(Increase) Decrease in other receivables	529,756	21,454	551,210
(Increase) Decrease in due from other funds	(1,842,083)	16,989	(1,825,094)
Increase (Decrease) in benefits payable	840,898	602,789	1,443,687
<b>Total adjustments</b>	<u>(471,429)</u>	<u>641,232</u>	<u>169,803</u>
<b>Net Cash Provided (Used) by Operating Activities</b>	<u>\$ (7,676,706)</u>	<u>\$ 284,027</u>	<u>\$ (7,392,679)</u>

**FORT BEND COUNTY, TEXAS****STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - AGENCY FUNDS***For the Year Ended September 30, 2010*

	<u>Balance</u> <u>10/01/09</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance</u> <u>09/30/10</u>
<b>Assets</b>				
Cash and cash equivalents	\$ 27,214,277	\$ 83,619,442	\$ 82,614,585	\$ 28,219,134
Miscellaneous receivables	385,617	378,394	480,673	283,338
<b>Total Assets</b>	<u>\$ 27,599,894</u>	<u>\$ 83,997,836</u>	<u>\$ 83,095,258</u>	<u>\$ 28,502,472</u>
<b>Liabilities</b>				
Due to other governments	\$ 27,599,894	\$ 87,117,808	\$ 86,215,230	\$ 28,502,472
<b>Total Liabilities</b>	<u>\$ 27,599,894</u>	<u>\$ 87,117,808</u>	<u>\$ 86,215,230</u>	<u>\$ 28,502,472</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.

<b>Contents</b>	<b>Pages</b>
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>	100-109
Revenue Capacity <i>These schedules contain information to help the reader assess the County's most significant local revenue source, the property tax.</i>	110-127
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>	128-135
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>	136-137
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>	138-144

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 ASSETS BY COMPONENT -**  
**ACCRUAL BASIS OF ACCOUNTING**  
**LAST EIGHT FISCAL YEARS**  
**(UNAUDITED)**

	Fiscal Year			
	2003	2004	2005	2006
<b>Governmental activities</b>				
Invested in capital assets, net of related debt	\$ 295,858,324	\$ 340,361,097	\$ 370,338,466	\$ 432,997,770
Restricted	824,924	1,005,711	1,975,443	3,082,489
Unrestricted	53,326,394	41,675,720	41,861,958	65,582,780
<b>Total governmental activities net assets</b>	<u>\$ 350,009,642</u>	<u>\$ 383,042,528</u>	<u>\$ 414,175,867</u>	<u>\$ 501,663,039</u>
<b>Primary Government: Total primary government net assets</b>	<u>\$ 350,009,642</u>	<u>\$ 383,042,528</u>	<u>\$ 414,175,867</u>	<u>\$ 501,663,039</u>

Note: Accrual-basis financial information for Fort Bend County as a whole is only available back to 2003, the year the County implemented GASB 34.

Fiscal Year			
<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
\$ 571,604,116	\$ 617,510,083	\$ 679,586,901	\$ 714,386,675
2,712,985	4,034,606	5,363,740	4,168,945
<u>67,881,987</u>	<u>42,289,889</u>	<u>23,075,239</u>	<u>(2,719,935)</u>
<u>\$ 642,199,088</u>	<u>\$ 663,834,578</u>	<u>\$ 708,025,880</u>	<u>\$ 715,835,685</u>
<u>\$ 642,199,088</u>	<u>\$ 663,834,578</u>	<u>\$ 708,025,880</u>	<u>\$ 715,835,685</u>

**FORT BEND COUNTY, TEXAS**  
**CHANGES IN NET ASSETS - ACCRUAL**  
**BASIS OF ACCOUNTING**  
**LAST EIGHT FISCAL YEARS**  
**(UNAUDITED)**

	Fiscal Year			
	2003	2004	2005	2006
<b>Expenses</b>				
Governmental Activities:				
General administration	\$ 30,985,677	\$ 36,904,539	\$ 42,976,074	\$ 23,638,550
Financial administration	4,443,323	4,131,888	4,176,563	5,127,456
Administration of justice	25,915,729	25,912,081	26,601,486	31,024,483
Construction and maintenance	27,414,081	31,832,216	31,424,221	32,721,293
Health and welfare	14,612,327	16,754,319	15,261,857	16,903,729
Cooperative services	939,145	852,041	837,121	941,743
Public safety	33,362,301	34,474,028	36,863,732	44,544,768
Park and recreation	1,692,779	1,792,004	1,712,461	623,401
Libraries and education	8,214,638	8,623,790	9,059,591	10,484,078
Interest on long-term debt	4,290,170	3,554,275	3,349,584	4,165,438
<b>Total governmental activities expenses</b>	<u>\$ 151,870,170</u>	<u>\$ 164,831,181</u>	<u>\$ 172,262,690</u>	<u>\$ 170,174,939</u>
<b>Program Revenues</b>				
Governmental Activities:				
Charges for services:				
General administration	\$ 9,717,379	\$ 11,639,044	\$ 12,161,924	\$ 7,181,125
Financial administration	3,372,000	6,335,931	7,911,436	613,495
Administration of justice	4,611,550	5,349,116	5,593,224	5,761,276
Construction and maintenance	4,778,340	2,280,427	3,175,198	4,562,531
Health and welfare	2,426,239	3,455,407	4,736,269	4,961,502
Public safety	2,735,090	2,080,970	2,487,425	3,704,319
Park and recreation	181,043	169,455	186,611	201,626
Libraries and education	234,664	254,980	307,838	235,693
Interest on long-term debt	129,459			
Operating grants and contributions:				
General administration	901,495	806,411	2,048,499	1,630,190
Financial administration	800			
Administration of justice	4,165,788	10,005,555	5,285,427	4,089,072
Construction and maintenance	635,831	77,245	135,247	
Health and welfare	2,171,366	1,093,277	3,276,058	816,749
Cooperative services	3,000			
Public safety	1,211,079	1,358,976	3,345,684	1,778,870
Park and recreation			176,577	113,718
Libraries and education	66,340	54,034	74,410	187,127
Capital grants and contributions:				
Administration of justice				
Construction and maintenance	35,039,719	37,964,056	21,348,940	73,252,137
Health and welfare				
Libraries and education				
<b>Total governmental activities program revenues</b>	<u>\$ 72,381,182</u>	<u>\$ 82,924,884</u>	<u>\$ 72,250,767</u>	<u>\$ 109,089,430</u>

Note: Accrual-basis financial information for Fort Bend County as a whole is only available back to 2003, the year the County implemented GASB 34.



Fiscal Year			
2007	2008	2009	2010
\$ 36,523,584	\$ 33,235,842	\$ 40,876,045	\$ 44,235,342
5,655,962	7,581,878	8,841,189	8,059,389
33,416,844	65,681,467	75,836,037	78,194,354
25,197,262	47,535,293	47,188,776	45,850,196
19,465,407	21,592,759	25,623,533	23,789,044
826,741	1,143,390	1,188,580	1,131,763
49,422,796	50,016,288	61,126,911	55,214,005
1,699,999	2,128,502	1,879,525	2,576,095
10,474,327	12,325,097	12,956,363	13,468,700
9,190,051	10,621,067	12,338,352	15,494,994
<u>\$ 191,872,973</u>	<u>\$ 251,861,583</u>	<u>\$ 287,855,311</u>	<u>\$ 288,013,882</u>
\$ 1,630,304	\$ 6,962,663	\$ 6,991,778	\$ 10,587,345
1,760,789	1,976,033	2,451,191	
11,948,143	6,692,111	6,828,228	7,032,374
7,690,682	8,305,998	8,442,746	6,737,542
5,240,602	4,036,821	5,057,246	5,361,106
3,493,999	3,946,125	4,887,245	5,060,714
86,733	189,273	187,724	136,864
240,363	262,957	256,730	240,719
1,633,383	6,386,016	6,257,935	5,292,339
4,944,665	5,995,866	7,242,476	6,805,719
368,058	1,137,555	1,509,761	356,447
5,042,570	4,663,836	4,982,855	4,931,149
10,648	1,936		13,136
4,895,654	5,754,025	13,784,334	4,464,349
112,464	102,738	61,023	1,255,743
88,948	141,938	97,403	194,400
101,241,210	33,540,586	62,012,765	2,934
		45,000	30,355,407
		1,917,000	
<u>\$ 150,429,215</u>	<u>\$ 90,096,477</u>	<u>\$ 133,013,440</u>	<u>\$ 88,828,287</u>

**FORT BEND COUNTY, TEXAS**  
**CHANGES IN NET ASSETS - ACCRUAL**  
**BASIS OF ACCOUNTING**  
**LAST EIGHT FISCAL YEARS**  
**(UNAUDITED)**

	Fiscal Year			
	2003	2004	2005	2006
<b>Net (Expense)/Revenue</b>				
Governmental Activities	\$ (79,488,988)	\$ (81,906,297)	\$ (100,011,923)	\$ (61,085,509)
<b>Total primary government net (expense)/revenue</b>	<u>\$ (79,488,988)</u>	<u>\$ (81,906,297)</u>	<u>\$ (100,011,923)</u>	<u>\$ (61,085,509)</u>
<b>General Revenues and Other Changes in Net Assets</b>				
Governmental Activities:				
Property taxes, penalties, and interest	\$ 105,235,742	\$ 112,279,163	\$ 127,696,573	\$ 137,839,711
Earnings on investments	2,593,227	2,024,399	3,109,378	5,999,017
Grants and contributions not restricted to specific programs				4,515,643
Miscellaneous	283,570	635,621	329,311	228,309
<b>Total governmental activities</b>	<u>108,112,539</u>	<u>114,939,183</u>	<u>131,135,262</u>	<u>148,582,680</u>
<b>Total primary government</b>	<u>\$ 108,112,539</u>	<u>\$ 114,939,183</u>	<u>\$ 131,135,262</u>	<u>\$ 148,582,680</u>
<b>Change in Net Assets</b>				
Governmental Activities	\$ 28,623,551	\$ 33,032,886	\$ 31,123,339	\$ 87,497,171
<b>Total primary government</b>	<u>\$ 28,623,551</u>	<u>\$ 33,032,886</u>	<u>\$ 31,123,339</u>	<u>\$ 87,497,171</u>

Note: Accrual-basis financial information for Fort Bend County as a whole is only available back to 2003, the year the County implemented GASB 34.

Fiscal Year			
<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
<u>\$ (41,443,758)</u>	<u>\$ (161,765,106)</u>	<u>\$ (154,841,871)</u>	<u>\$ (199,185,595)</u>
<u><u>\$ (41,443,758)</u></u>	<u><u>\$ (161,765,106)</u></u>	<u><u>\$ (154,841,871)</u></u>	<u><u>\$ (199,185,595)</u></u>
\$ 151,404,502	\$ 171,832,680	\$ 191,467,403	\$ 198,888,176
12,009,284	8,082,178	3,664,184	3,870,155
<u>875,137</u>	<u>3,486,452</u>	<u>3,901,588</u>	<u>4,237,069</u>
<u>164,288,923</u>	<u>183,401,310</u>	<u>199,033,175</u>	<u>206,995,400</u>
<u><u>\$ 164,288,923</u></u>	<u><u>\$ 183,401,310</u></u>	<u><u>\$ 199,033,175</u></u>	<u><u>\$ 206,995,400</u></u>
<u>\$ 122,845,165</u>	<u>\$ 21,636,204</u>	<u>\$ 44,191,304</u>	<u>\$ 7,809,805</u>
<u><u>\$ 122,845,165</u></u>	<u><u>\$ 21,636,204</u></u>	<u><u>\$ 44,191,304</u></u>	<u><u>\$ 7,809,805</u></u>

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

	Fiscal Year			
	2003	2004	2005	2006
<b>General Fund</b>				
Reserved:				
Prepaid Items	\$	\$	\$ 248,968	\$ 97,835
Unreserved	38,190,054	29,594,905	29,138,820	36,741,861
<b>Total General Fund</b>	<u>\$ 38,190,054</u>	<u>\$29,594,905</u>	<u>\$ 29,387,788</u>	<u>\$36,839,696</u>
<b>All Other Governmental Funds</b>				
Reserved:				
Debt service	\$ 1,124,677	\$ 1,288,885	\$ 2,242,467	\$ 2,680,553
Prepaid items			11,528	
Capital projects	16,747,773	15,953,056	9,310,616	15,765,015
Unreserved, reported in:				
Special revenue funds	13,199,653	12,393,307	8,700,780	12,289,125
Capital project funds	19,099,442	4,038,083	4,949,578	10,218,573
<b>Total All Other Governmental Funds</b>	<u>\$ 50,171,545</u>	<u>\$33,673,331</u>	<u>\$ 25,214,969</u>	<u>\$40,953,266</u>

Note: Accrual-basis financial information for Fort Bend County as a whole is only available back to 2003, the year the County implemented GASB 34.

Fiscal Year			
2007	2008	2009	2010
\$ 326,402	\$ 197,806	\$ 100,233	\$ 111,184
35,375,155	38,547,536	34,463,474	43,269,189
<u>\$ 35,701,557</u>	<u>\$ 38,745,342</u>	<u>\$ 34,563,707</u>	<u>\$ 43,380,373</u>
\$ 4,031,923	\$ 4,370,499	\$ 6,057,482	\$ 4,849,712
	7,879	11,224	4,305
171,246,482	106,937,644	154,475,649	76,694,711
16,787,185	15,585,100	23,120,456	22,906,854
4,381,036	4,857,926		
<u>\$ 196,446,626</u>	<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			
	2001	2002	2003	2004
<b>Revenues</b>				
Taxes	\$ 95,085,800	\$ 99,578,488	\$ 105,288,111	\$ 112,345,331
Fees and fines	14,778,811	11,747,190	16,734,820	18,874,999
Intergovernmental	14,734,336	11,024,068	12,751,135	15,355,629
Earnings on investments	6,185,232	2,815,189	2,533,594	1,961,631
Miscellaneous	5,123,303	4,110,450	4,900,307	7,207,238
<b>Total Revenues</b>	<b>135,907,482</b>	<b>129,275,385</b>	<b>142,207,967</b>	<b>155,744,828</b>
<b>Expenditures</b>				
Current:				
General administration	18,704,900	16,260,804	21,787,458	20,027,561
Financial administration	4,447,728	3,213,423	4,411,882	4,613,843
Administration of justice	21,474,900	18,291,723	25,613,661	27,778,206
Construction and maintenance	20,123,522	16,872,924	22,886,611	27,244,875
Health and welfare	12,311,836	10,178,844	14,994,700	17,760,912
Cooperative services	732,705	591,257	865,468	873,473
Public safety	29,121,223	25,079,460	32,329,232	36,074,647
Parks and recreation	1,499,519	1,230,488	1,547,020	1,716,716
Libraries and education	7,015,618	5,912,073	7,733,697	8,793,401
<b>Capital Outlay</b>	<b>7,032,973</b>	<b>7,989,999</b>	<b>16,415,905</b>	<b>24,378,682</b>
<b>Debt Service:</b>				
Principal	5,913,096	5,705,531	5,460,000	5,730,000
Interest and fiscal charges	3,400,932	4,684,404	4,457,074	3,557,558
<b>Total Expenditures</b>	<b>131,778,952</b>	<b>116,010,930</b>	<b>158,502,708</b>	<b>178,549,874</b>
<b>Excess (Deficiency) of Revenues</b>				
<b>Over (Under) Expenditures</b>	<b>4,128,530</b>	<b>13,264,455</b>	<b>(16,294,741)</b>	<b>(22,805,046)</b>
<b>Other Financing Sources (Uses)</b>				
Transfers in	12,316,141	7,374,567	6,221,498	8,465,487
Transfers (out)	(14,137,325)	(7,124,567)	(7,601,326)	(10,753,805)
Issuance of debt	40,346,641			
Sale of capital assets				
Proceeds from capital lease	355,132			
<b>Total Other Financing Sources (Uses)</b>	<b>38,880,589</b>	<b>250,000</b>	<b>(1,379,828)</b>	<b>(2,288,318)</b>
<b>Net Change in Fund Balances</b>	<b>\$ 43,009,119</b>	<b>\$ 13,514,455</b>	<b>\$ (17,674,569)</b>	<b>\$ (25,093,364)</b>
<b>Debt service as a percentage of noncapital expenditures</b>	7.47%	9.62%	6.98%	6.02%

Fiscal Year					
2005	2006	2007	2008	2009	2010
\$ 124,128,673	\$ 140,406,615	\$ 151,296,278	\$ 173,947,606	\$ 190,558,904	\$ 199,229,197
20,732,680	20,820,411	26,999,560	28,948,356	34,591,324	35,306,339
18,740,497	14,880,649	18,948,719	27,189,804	35,910,436	28,400,145
2,700,358	5,708,178	11,724,807	7,875,929	3,509,046	3,744,027
5,099,717	5,707,079	7,377,537	5,397,431	8,396,202	7,256,967
<u>171,401,925</u>	<u>187,522,932</u>	<u>216,346,901</u>	<u>243,359,126</u>	<u>272,965,912</u>	<u>273,936,675</u>
23,528,699	25,168,551	26,680,249	36,060,406	38,259,862	40,727,455
4,793,678	5,128,091	5,666,739	6,330,272	7,162,814	6,725,826
29,106,358	29,778,206	33,248,618	38,895,064	68,150,496	67,310,882
26,458,999	29,167,929	27,314,125	28,584,504	30,896,400	26,775,517
16,411,989	17,192,173	18,227,500	20,369,042	22,539,945	21,124,782
884,948	890,696	934,276	975,720	1,049,985	933,519
41,102,638	45,536,081	51,014,580	63,081,120	44,578,722	40,895,974
1,619,136	1,667,241	1,822,404	1,739,346	1,815,986	2,231,528
9,127,100	10,154,229	10,694,749	10,422,032	11,398,561	11,354,804
13,793,033	20,878,318	30,205,800	78,040,663	102,627,536	99,931,347
5,805,000	5,995,000	7,125,000	8,220,000	11,170,000	32,700,000
3,352,437	4,105,682	6,610,629	12,266,435	13,325,621	16,567,752
<u>175,984,015</u>	<u>195,662,197</u>	<u>219,544,669</u>	<u>304,984,604</u>	<u>352,975,928</u>	<u>367,279,386</u>
(4,582,090)	(8,139,265)	(3,197,768)	(61,625,478)	(80,010,016)	(93,342,711)
7,422,408	7,413,941	9,165,382	9,569,698	23,578,390	15,248,368
(11,978,097)	(7,413,941)	(9,165,382)	(9,569,698)	(23,578,390)	(15,248,368)
472,300	30,245,000	157,552,984		127,734,150	22,950,147
<u>(4,083,389)</u>	<u>30,245,000</u>	<u>157,552,984</u>		<u>127,734,150</u>	<u>22,950,147</u>
<u>\$ (8,665,479)</u>	<u>\$ 22,105,735</u>	<u>\$ 154,355,216</u>	<u>\$ (61,625,478)</u>	<u>\$ 47,724,134</u>	<u>\$ (70,392,564)</u>
5.65%	5.78%	7.25%	9.03%	9.78%	18.43%

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

<b>Category</b>	<b>2000</b>	<b>2001</b>	<b>2002</b>	<b>2003</b>
Real, Residential, Single-family	\$ 11,911,795,812	\$ 13,568,024,248	\$ 15,262,490,720	\$ 17,265,593,654
Real, Residential, Multi-family	323,391,745	348,271,010	388,756,350	459,980,450
Real, Vacant Lots/Tracts	507,494,400	540,639,960	549,174,270	592,510,220
Qualified Ag Land				
Non-Qualified Ag Land				
Real, Acreage (Land only)	946,963,000	947,799,210	947,910,970	1,015,564,250
Real, Farm and Ranch Improvement	153,097,611	187,394,056	192,150,361	214,786,460
Commercial Real Property				
Industrial Real Property				
Real, Commercial and Industrial	2,209,184,480	2,389,152,540	2,535,635,580	3,151,406,195
Oil and Gas				
Real, Oil, Gas, and Other Mineral Reserves	188,379,810	263,999,570	271,012,820	261,808,140
Tangible Personal Non-business Vehicles				
Real & Intangible Personal, Utilities	1,026,114,540	1,158,159,835	1,128,840,503	610,783,260
Commercial Personal Property				
Industrial Personal Property				
Tangible Personal, Business	1,744,379,459	1,890,037,355	2,031,632,933	2,124,506,625
Tangible Other Personal, Mobile Homes				
Tangible Other Personal, Other	41,870,015	47,177,715	47,721,755	54,635,515
Intangible Personal				
Real, Inventory	373,541,510	465,684,440	455,797,290	549,377,960
Special Inventory	49,174,650	59,527,983	59,698,090	59,206,080
Total exempt property	913,766,905	958,044,945	1,014,533,165	1,079,746,481
Unidentified Category/ Error				
<b>Total Assessed Value per Tax Year</b>	<b>\$ 20,389,153,937</b>	<b>\$ 22,823,912,867</b>	<b>\$ 24,885,354,807</b>	<b>\$ 27,439,905,290</b>



<b>2004</b>	<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>
\$ 19,021,880,667	\$ 21,196,909,564	\$ 23,347,791,025	\$ 26,097,453,310	\$ 29,960,281,188	\$ 29,649,115,219
462,764,405	550,142,145	624,746,015	724,480,330	1,036,720,280	953,747,851
658,442,934	667,025,103	735,283,478	906,501,540	1,128,365,928	1,129,570,008
		1,396,938,636	1,619,246,573	2,622,322,905	
		115,815,172	149,627,110	197,166,064	
1,123,937,818	1,190,613,650				2,745,455,296
225,753,781	245,112,091	277,749,409	298,618,116	348,641,070	330,298,802
		3,418,004,025	3,606,646,451	6,042,412,301	
		1,546,854,160	2,431,755,890	2,512,976,750	
3,340,893,723	4,038,098,657				7,798,910,271
		493,944,860	488,114,480	483,549,300	
190,220,532	533,822,070				288,530,290
684,686,460	685,742,863	679,232,435	689,009,066	721,569,810	710,328,240
		1,268,271,001	1,523,192,050	1,519,692,659	
		1,246,210,863	1,810,785,110	1,888,201,580	
2,342,945,158	2,557,515,614				3,955,067,370
		69,123,485	75,153,055	68,619,455	
59,567,255	66,497,465				65,665,620
					9,736,015
599,953,030	732,772,380	822,890,210	1,125,116,437	1,279,793,460	1,001,220,160
58,594,120	60,226,190	59,368,540	70,754,490	72,837,620	61,578,930
1,087,629,482	1,251,170,920	80,080	1,876,101,450	2,349,880,727	2,559,873,420
190,233,752			19,389,929	11,877,010	
<b>\$ 30,047,503,117</b>	<b>\$ 33,775,648,712</b>	<b>\$ 36,102,303,394</b>	<b>\$ 43,511,945,387</b>	<b>\$ 52,244,908,107</b>	<b>\$ 51,259,097,492</b>



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

<b>Tax Year</b>	<b>Fiscal Year</b>	<b>Estimated Actual Value</b>	<b>Less Exemptions</b>	<b>Net Assessed Value</b>	<b>Assessment Ratio</b>	<b>Total Direct Tax Rate</b>
2000	2001	18,562,470,712	2,823,713,480	15,738,757,232	84.8%	0.604
2001	2002	20,959,160,147	3,222,957,451	17,736,202,696	84.6%	0.564
2002	2003	22,983,634,660	3,623,915,365	19,359,719,295	84.2%	0.539
2003	2004	25,365,488,170	4,228,880,660	21,136,607,510	83.3%	0.524
2004	2005	27,925,658,267	4,666,247,520	23,259,410,747	83.3%	0.524
2005	2006	31,359,153,364	5,310,031,541	26,049,121,823	83.1%	0.517
2006	2007	34,898,864,755	5,874,692,725	29,024,172,030	83.2%	0.517
2007	2008	40,030,188,967	6,548,855,518	33,481,333,449	83.6%	0.517
2008	2009	45,414,424,927	7,350,144,660	38,064,280,267	83.8%	0.500
2009	2010	46,004,789,281	7,599,334,136	38,405,455,145	83.5%	0.500

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>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>
Fort Bend County	\$ 0.57530	\$ 0.53760	\$ 0.51254	\$ 0.49874	\$ 0.50012
Fort Bend County Drainage District	0.02880	0.02650	0.02620	0.02500	0.02362
Political Subdivision:					
Arcola, City of	0.91000	0.81941	0.63922	0.62105	0.59200
Beasley, City of	0.21935	0.31430	0.33069	0.33872	0.27613
Big Oaks MUD	1.25000	1.20000	1.20000	1.18000	1.00000
Blue Ridge West MUD	0.71600	0.64600	0.55000	0.55000	0.49000
Brazoria-Ft Bend MUD 1	**N/A	**N/A	**N/A	**N/A	**N/A
Brazos ISD	1.46320	1.31680	1.31680	1.50000	1.50000
Burney Road MUD	0.75000	0.75000	0.74000	0.74000	0.74000
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	0.47000	0.43000	1.08000	1.02000	1.02000
Cinco MUD #2	0.85000	0.69000	0.68000	0.60110	0.58000
Cinco MUD #3	0.88800	0.84800	0.79800	0.62000	0.62000
Cinco MUD #5	0.97000	0.96000	0.86000	0.71000	0.65000
Cinco MUD #6	0.97000	0.83000	0.78000	0.72000	0.72000
Cinco MUD #7	0.91000	0.82500	0.72500	0.70000	0.70000
Cinco MUD #8	0.97000	0.97000	0.95000	0.94000	0.94000
Cinco MUD #9	0.84000	0.81000	0.76000	0.76000	0.76000
Cinco MUD #10	0.97000	1.02000	1.02000	0.87000	0.87000
Cinco MUD #12	0.95000	0.85000	0.78000	0.69000	0.69000
Cinco MUD #14	0.47000	0.42500	1.08000	1.02000	1.02000
Cinco Southwest MUD #1	**N/A	**N/A	**N/A	**N/A	**N/A
Cinco Southwest MUD #2	**N/A	**N/A	**N/A	**N/A	**N/A
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	0.83000	0.72000	0.67000	0.60000	0.50000
First Colony LID	0.23500	0.21500	0.20555	0.19500	0.20500
First Colony LID #2	0.34200	0.34200	0.39200	0.39200	0.38500
First Colony MUD #1	**N/A	**N/A	**N/A	**N/A	**N/A
First Colony MUD #2	**N/A	**N/A	**N/A	**N/A	**N/A
First Colony MUD #3	**N/A	**N/A	**N/A	**N/A	**N/A
First Colony MUD #4	**N/A	**N/A	**N/A	**N/A	**N/A
First Colony MUD #5	**N/A	**N/A	**N/A	**N/A	**N/A
First Colony MUD #6	**N/A	**N/A	**N/A	**N/A	**N/A
First Colony MUD #7	**N/A	**N/A	**N/A	**N/A	**N/A
First Colony MUD #8	**N/A	**N/A	**N/A	**N/A	**N/A
First Colony MUD #9	0.62960	0.58500	0.43500	0.40500	0.37500
First Colony MUD #10	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend County LID #2	0.23000	0.23000	0.23000	0.21000	0.21000
Fort Bend County LID #6	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend County LID #7	0.29950	0.27000	0.25000	0.25000	0.24000
Fort Bend County LID #10	0.42000	0.49000	0.49000	0.49000	0.49000
Fort Bend County LID #11	0.45000	0.41000	0.40000	0.40000	0.38700

<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>
\$ 0.49334	\$ 0.49334	\$ 0.49874	\$ 0.48376	\$ 0.47900
0.02340	0.02340	0.01800	0.01600	0.02076
0.56300	0.73000	0.73000	0.95258	0.96500
0.41890	0.41687	0.41687	0.44828	0.44828
0.95000	0.73000	0.73000	0.73000	0.79000
0.45000	0.43000	0.43000	0.42000	0.41500
**N/A	**N/A	0.85000	0.85000	0.85000
**N/A	**N/A	**N/A	1.22000	1.36890
0.35500	0.30000	0.30000	0.30000	0.24250
**N/A	**N/A	**N/A	0.43000	0.43000
**N/A	**N/A	**N/A	0.58000	0.57000
1.00000	0.88000	0.88000	0.88000	0.67500
0.56500	0.52000	0.52000	0.50000	0.47500
0.54000	0.51000	0.51000	0.51000	0.47000
0.59500	0.57500	0.57500	0.57500	0.50000
0.64000	0.59000	0.59000	0.59000	0.48000
0.61000	0.57500	0.57500	0.57500	0.52500
0.91000	0.89000	0.89000	0.89000	0.84000
0.74000	0.65000	0.65000	0.37000	0.61000
0.67000	0.65000	0.65000	0.65000	0.60000
0.59000	0.53000	0.53000	0.53000	0.47000
1.00000	0.79000	0.79000	0.79000	0.66000
**N/A	**N/A	0.90000	1.50000	1.50000
**N/A	**N/A	1.50000	1.50000	1.50000
**N/A	**N/A	**N/A	1.50000	1.50000
**N/A	**N/A	**N/A	1.50000	1.50000
**N/A	**N/A	**N/A	0.38000	0.37000
0.43000	0.32000	0.32000	0.25000	0.22000
0.19000	0.19460	0.19460	0.19460	0.19460
0.37500	0.31500	0.31500	0.29500	0.28500
**N/A	**N/A	**N/A	**N/A	**N/A
**N/A	**N/A	**N/A	**N/A	**N/A
**N/A	**N/A	**N/A	**N/A	**N/A
**N/A	**N/A	**N/A	**N/A	**N/A
**N/A	**N/A	**N/A	**N/A	**N/A
**N/A	**N/A	**N/A	**N/A	**N/A
**N/A	**N/A	**N/A	**N/A	**N/A
**N/A	**N/A	**N/A	**N/A	**N/A
0.34500	0.30000	0.30000	0.29500	0.29500
**N/A	**N/A	0.75000	0.75000	0.75000
0.18400	0.16500	0.16500	0.14500	0.13400
**N/A	**N/A	**N/A	0.50000	0.50000
0.23000	0.21500	0.21500	0.21500	0.21500
0.47000	0.46000	0.46000	0.47500	0.47500
0.32000	0.27000	0.27000	0.27000	0.27000

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

	<b>2000</b>	<b>2001</b>	<b>2002</b>	<b>2003</b>	<b>2004</b>
Political Subdivision: (continued)					
Fort Bend County LID #12	0.50000	0.50000	0.50000	0.50000	0.50000
Fort Bend County LID #14	0.51900	0.41000	0.31000	0.28000	0.26000
Fort Bend County LID #15	**N/A	**N/A	**N/A	**N/A	0.60000
Fort Bend County LID #17	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend County LID #19	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend County LID #20	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend County MUD #1	0.93000	0.82000	0.82000	0.82000	0.82000
Fort Bend County MUD #2	0.54400	0.49900	0.49900	0.48000	0.48000
Fort Bend County MUD #5	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend County MUD #19	1.22870	1.20000	1.20000	1.20000	1.20000
Fort Bend County MUD #21	0.49000	0.49000	0.49000	0.49000	0.49000
Fort Bend County MUD #23	1.29000	1.20000	1.15000	1.06000	1.06000
Fort Bend County MUD #24	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend County MUD #25	0.97500	0.92500	0.92500	0.89000	0.87000
Fort Bend County MUD #26	0.79200	0.77000	0.77000	0.77000	0.77000
Fort Bend County MUD #27	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend County MUD #30	1.06300	1.04300	1.04300	1.04300	1.01300
Fort Bend County MUD #34	1.09600	1.07000	1.07000	1.05000	0.95000
Fort Bend County MUD #35	**N/A	**N/A	**N/A	1.25000	1.25000
Fort Bend County MUD #37	0.62000	0.63000	0.63000	0.63000	0.63000
Fort Bend County MUD #41	0.86400	0.60000	0.75000	0.70000	0.66000
Fort Bend County MUD #42	0.53000	0.50000	0.50000	0.48000	0.48000
Fort Bend County MUD #46	1.10000	1.05000	1.05000	1.05000	1.00000
Fort Bend County MUD #47	1.26145	1.25000	1.17000	1.17000	1.15000
Fort Bend County MUD #48	1.10000	1.06000	1.00000	0.98000	0.98000
Fort Bend County MUD #49	0.88800	0.88800	0.86000	0.84000	0.84000
Fort Bend County MUD #50	0.83000	0.83000	0.83000	0.90000	0.90000
Fort Bend County MUD #57	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend County MUD #58	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend County MUD #66	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend County MUD #67	0.51500	0.50000	0.48500	0.46000	0.45000
Fort Bend County MUD #68	0.53500	0.47000	0.47000	0.46000	0.44000
Fort Bend County MUD #69	0.44500	0.41500	0.40000	0.39000	0.38000
Fort Bend County MUD #81	0.75000	0.75000	0.73000	0.73000	0.69000
Fort Bend County MUD #94	0.70000	0.72000	0.72000	0.71000	0.71000
Fort Bend County MUD #106	0.63000	0.58000	0.58000	0.57000	0.54000
Fort Bend County MUD #108	0.49000	0.47000	0.47000	0.46000	0.43000
Fort Bend County MUD #109	0.61000	0.58500	0.57000	0.55000	0.53000
Fort Bend County MUD #111	0.38328	0.37000	0.34000	0.34000	0.34000
Fort Bend County MUD #112	0.90000	0.82000	0.81000	0.73000	0.57000
Fort Bend County MUD #113	0.60000	0.48000	0.34000	0.33500	0.31500
Fort Bend County MUD #115	0.97000	0.97000	0.97000	0.97000	0.97000
Fort Bend County MUD #116	1.45000	1.45000	1.45000	1.30000	1.30000
Fort Bend County MUD #117	0.91000	0.91000	0.91000	0.86000	0.84000
Fort Bend County MUD #118	1.40000	1.40000	1.40000	1.33000	1.16000
Fort Bend County MUD #119	**N/A	**N/A	**N/A	1.25000	1.20000
Fort Bend County MUD #121	1.25000	1.25000	1.25000	1.25000	1.25000

<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>
0.50000	0.25000	0.25000	0.19000	0.15000
0.21000	0.19000	0.19000	0.19000	0.20000
0.70000	0.70000	0.70000	0.70000	0.70000
0.54000	0.57000	0.57000	0.58000	0.63000
**N/A	**N/A	0.70000	0.70000	0.70000
**N/A	**N/A	**N/A	0.45000	0.45000
0.75000	0.65000	0.65000	0.65000	0.53000
0.46000	0.46000	0.46000	0.44000	0.50000
**N/A	**N/A	**N/A	**N/A	1.50000
1.20000	1.20000	1.20000	1.20000	1.24000
0.47000	0.39000	0.39000	0.39000	0.27000
1.02000	0.95000	0.95000	0.91000	1.00000
**N/A	**N/A	1.29000	1.29000	1.29000
0.86000	0.82000	0.82000	0.82000	0.82000
0.73000	0.72000	0.72000	0.67000	0.70000
**N/A	**N/A	**N/A	**N/A	**N/A
0.99300	0.88000	0.88000	0.87000	0.95000
0.84000	0.72000	0.72000	0.71000	0.71000
1.25000	1.05000	1.05000	0.89000	0.74000
0.63000	0.59000	0.59000	0.59000	0.56000
0.62000	0.58000	0.58000	0.55000	0.55000
0.46000	0.43000	0.43000	0.42000	0.42000
0.95000	0.90000	0.90000	0.90000	0.88000
1.15000	1.09000	1.09000	1.04000	1.04000
0.96000	0.89000	0.89000	0.88000	0.88000
0.80000	0.80000	0.80000	0.95000	0.95000
0.90000	0.90000	0.90000	0.90000	0.90000
1.50000	1.50000	1.50000	1.50000	1.50000
1.50000	1.50000	1.50000	1.50000	1.50000
**N/A	**N/A	1.35000	1.35000	1.35000
0.44000	0.45000	0.45000	0.47500	0.47500
0.43000	0.40500	0.40500	0.40500	0.40000
0.37000	0.33000	0.33000	0.40000	0.40000
0.57000	0.42500	0.42500	0.42500	0.38000
0.71000	0.71000	0.71000	0.71000	0.71000
0.50000	0.47000	0.47000	0.45000	0.45000
0.42500	0.40000	0.40000	0.39000	0.39000
0.51500	0.51000	0.51000	0.50700	0.58000
0.32000	0.30000	0.30000	0.30000	0.30000
0.46000	0.39000	0.39000	0.39000	0.38000
^	**N/A	**N/A	**N/A	**N/A
0.97000	0.59000	0.59000	0.53000	0.50000
1.15000	1.13000	1.13000	1.13000	1.22000
0.74000	0.67000	0.67000	0.66000	0.66000
1.00000	0.89000	0.89000	0.84000	0.81000
0.95000	0.75000	0.75000	0.75000	0.71000
1.25000	1.25000	1.25000	1.20000	1.20000

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

	<b>2000</b>	<b>2001</b>	<b>2002</b>	<b>2003</b>	<b>2004</b>
Political Subdivision: (continued)					
Fort Bend County MUD #122	**N/A	**N/A	**N/A	1.00000	1.00000
Fort Bend County MUD #123	**N/A	**N/A	**N/A	**N/A	1.00000
Fort Bend County MUD #124	**N/A	1.11300	1.15000	1.20000	1.20000
Fort Bend County MUD #128	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend County MUD #129	**N/A	**N/A	**N/A	**N/A	0.90000
Fort Bend County MUD #130	**N/A	0.80000	0.80000	0.80000	0.80000
Fort Bend County MUD #131	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend County MUD #132	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend County MUD #133	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend County MUD #134 C	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend County MUD #136	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend County MUD #137	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend County MUD #138	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend County MUD #140	**N/A	**N/A	**N/A	**N/A	1.25000
Fort Bend County MUD #141	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend County MUD #142	**N/A	**N/A	**N/A	**N/A	1.33000
Fort Bend County MUD #143	**N/A	**N/A	**N/A	**N/A	1.00000
Fort Bend County MUD #144	**N/A	**N/A	**N/A	**N/A	1.00000
Fort Bend County MUD #145	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend County MUD #146	**N/A	**N/A	**N/A	**N/A	1.25000
Fort Bend County MUD #147	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend County MUD #148	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend County MUD #149	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend County MUD #150	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend County MUD #151	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend County MUD #152	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend County MUD #155	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend County MUD #158	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend County MUD #159	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend County MUD #162	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend County MUD #165	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend County MUD #167	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend County MUD #168	**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 #176	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend County MUD #182	**N/A	**N/A	**N/A	**N/A	**N/A
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 WC&ID #2	0.16290	0.16290	0.16290	0.16290	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	**N/A
Fort Bend County R.F. P. 1 & 2	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend ESD #1	**N/A	**N/A	**N/A	0.06250	0.06250
Fort Bend ESD #2	**N/A	**N/A	0.09800	0.09800	0.09800
Fort Bend ESD #3	**N/A	**N/A	**N/A	**N/A	0.07000



<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>
1.00000	1.00000	1.00000	1.00000	1.00000
1.00000	1.00000	1.00000	1.00000	1.08000
1.15000	0.99000	0.99000	0.92000	0.92000
**N/A	**N/A	0.80000	0.80000	0.80000
0.80000	0.80000	0.80000	0.80000	0.80000
0.80000	0.79000	0.79000	0.77000	0.76000
0.90000	0.90000	0.90000	1.01000	1.01000
**N/A	**N/A	**N/A	**N/A	**N/A
**N/A	**N/A	1.50000	1.50000	1.50000
**N/A	**N/A	**N/A	1.25000	1.25000
0.63000	0.63000	0.63000	0.62000	0.62000
0.63000	0.63000	0.63000	0.62000	0.57000
0.63000	0.63000	0.63000	0.62000	0.57000
1.25000	1.25000	1.25000	1.25000	1.25000
1.39000	1.39000	1.39000	**N/A	**N/A
1.39000	1.32000	1.32000	1.32000	1.32000
1.00000	1.25000	1.25000	1.31000	1.35000
0.80000	0.80000	0.80000	0.80000	0.80000
**N/A	**N/A	1.25000	1.25000	1.25000
1.25000	1.20000	1.20000	1.20000	1.15000
0.95000	0.95000	0.95000	0.95000	0.95000
0.90000	0.90000	0.90000	0.90000	0.90000
**N/A	**N/A	0.80000	0.80000	0.80000
0.94500	**N/A	**N/A	**N/A	**N/A
1.30000	1.30000	1.30000	1.30000	1.30000
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
**N/A	**N/A	0.84000	0.84000	0.84000
**N/A	**N/A	0.55000	0.70000	0.74000
**N/A	**N/A	1.25000	1.31000	1.35000
**N/A	**N/A	0.85000	0.85000	0.85000
**N/A	**N/A	1.03000	**N/A	**N/A
**N/A	**N/A	**N/A	**N/A	1.29400
**N/A	**N/A	**N/A	1.29400	1.29400
**N/A	**N/A	0.70000	0.65000	0.65000
**N/A	**N/A	0.91000	**N/A	**N/A
**N/A	**N/A	**N/A	1.25000	1.25000
**N/A	**N/A	**N/A	1.00000	1.00000
**N/A	**N/A	**N/A	**N/A	1.25000
0.18000	0.18000	0.18000	0.18000	0.18000
0.50000	0.50000	0.50000	0.48000	0.48000
**N/A	**N/A	0.95000	0.95000	0.95000
**N/A	**N/A	**N/A	**N/A	**N/A
0.06250	0.06250	0.06250	0.06250	0.07500
0.09800	0.09200	0.09200	0.08830	0.09600
0.07000	0.06750	0.06750	0.06750	0.07900

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

	<b>2000</b>	<b>2001</b>	<b>2002</b>	<b>2003</b>	<b>2004</b>
Political Subdivision: (continued)					
Fort Bend ESD #4	**N/A	**N/A	**N/A	**N/A	0.06000
Fort Bend ESD #5	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend Fire District #1	0.03000	0.03000	0.03000	**N/A	**N/A
Fort Bend Fire District #2	0.02381	0.03000	0.03000	**N/A	**N/A
Fort Bend Fresh Water Supply #1	**N/A	**N/A	**N/A	0.25000	0.25000
Fort Bend Fresh Water Supply #2	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend-Harris ESD 100	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend Independent School District	1.69250	1.68250	1.68250	1.67000	1.70750
Fort Bend Parkway Road District	0.51429	0.49990	0.42170	0.22000	0.11448
Fulshear, City of	0.42174	0.40208	0.39251	0.37000	0.33000
Fulshear MUD #1	**N/A	**N/A	**N/A	**N/A	**N/A
Grand Mission MUD #1	0.72000	1.00000	0.72000	1.00000	1.00000
Grand Mission MUD #2	**N/A	**N/A	**N/A	**N/A	**N/A
Grand Lakes MUD #1	**N/A	**N/A	**N/A	1.25000	1.25000
Grand Lakes MUD #2	**N/A	**N/A	**N/A	1.22000	1.10000
Grand Lakes MUD #4	**N/A	0.23000	0.98000	0.90000	0.90000
Grand Lakes WCID	0.50000	1.00000	0.21000	0.17000	0.15000
Harris-Fort Bend EMS District	0.09900	0.09900	0.09900	0.09740	0.09700
Harris-Fort Bend MUD #1	**N/A	1.14580	1.14580	1.10000	1.05000
Harris-Fort Bend MUD #3	**N/A	**N/A	**N/A	**N/A	1.25000
Harris-Fort Bend MUD #4	**N/A	0.44000	0.44000	0.50000	0.87000
Harris-Fort Bend MUD #5	1.06000	1.06000	1.06000	0.97000	0.92000
Houston, City of	0.66500	0.65500	0.65500	0.65000	0.65000
Houston Community College	0.08200	0.08133	0.08133	0.08133	0.09598
Imperial Redevelopment District	**N/A	**N/A	**N/A	**N/A	**N/A
Katy, City of	0.61466	0.61466	0.61466	0.61466	0.61466
Katy ISD	1.86750	1.92000	1.94000	1.94000	1.94000
Kendleton, City of	0.97193	0.70000	0.66000	0.70000	0.70945
Kendleton ISD	1.50000	1.50000	1.50000	1.78430	1.78000
Kingsbridge MUD	0.94880	0.94880	0.92000	0.92000	0.88000
Lamar Consolidated I.S.D.	1.65128	1.66450	1.66450	1.66450	1.69760
Meadowcreek MUD	0.44920	0.43500	0.42000	0.42000	0.41000
Meadows Place, City of	0.73000	0.73000	0.73000	0.73000	0.76000
Memorial MUD	**N/A	**N/A	**N/A	**N/A	**N/A
Mission Bend MUD #1	0.63780	0.62000	0.58000	0.56500	0.54000
Missouri City, City of	0.52003	0.50325	0.49146	0.51000	0.50165
Needville, City of	0.55750	0.52336	0.50955	0.49567	0.49995
Needville Independent School District	1.57500	1.51300	1.58700	1.66040	1.66400
North Mission Glen MUD	0.97000	0.85000	0.82000	0.82000	0.75000
Orchard, City of	0.22640	0.22425	0.24423	0.32090	0.35148
Palmer Plantation MUD #1	0.95000	0.88000	0.81000	0.79000	0.78000
Palmer Plantation MUD #2	0.92000	0.78000	0.78000	0.68000	0.60000
Pearland, City of	**N/A	**N/A	**N/A	**N/A	**N/A
Pecan Grove MUD	0.69750	0.65500	0.63500	0.59500	0.57500
Plantation MUD	0.68500	1.00000	0.68500	0.65000	0.65000
Quail Valley MUD	0.29000	0.29000	0.28000	0.28000	0.27000
Renn Road MUD	**N/A	**N/A	**N/A	**N/A	**N/A

<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>
0.07000	0.08897	0.08897	0.08502	0.08234
**N/A	**N/A	**N/A	0.08000	0.07997
**N/A	**N/A	**N/A	**N/A	**N/A
**N/A	**N/A	**N/A	**N/A	**N/A
0.25000	1.00000	1.00000	1.00000	1.00000
0.25000	0.50000	0.50000	0.50000	0.49900
**N/A	**N/A	0.10000	0.09473	0.09697
1.69000	1.25000	1.25000	1.27000	1.30500
0.04153	**N/A	0.05443	0.05443	0.01483
0.32743	0.20592	0.20592	0.20592	0.20592
**N/A	**N/A	**N/A	1.19000	1.19000
1.00000	1.05000	1.05000	1.10000	1.10000
1.00000	1.25000	1.25000	1.31000	1.31000
1.15000	0.79000	0.79000	0.79000	0.65000
0.97000	0.70000	0.70000	0.70000	0.46500
0.82000	0.82000	0.82000	0.82000	0.79000
0.10500	0.09500	0.09500	0.09500	0.08750
0.09700	0.10000	**N/A	**N/A	**N/A
1.00000	0.88000	0.88000	0.88000	0.77000
1.25000	1.25000	1.25000	1.25000	1.25000
0.95000	0.96000	0.96000	0.96000	0.96000
0.86000	0.82000	0.82000	0.82000	0.75000
0.64750	**N/A	**N/A	0.64375	0.63875
0.09577	0.09518	0.09518	0.09243	0.09222
**N/A	**N/A	**N/A	1.00000	**N/A
0.61466	**N/A	**N/A	0.60540	0.59372
**N/A	1.52660	1.52660	1.52660	1.52660
0.70000	0.76503	0.76503	0.76632	0.89100
1.78000	1.23170	1.23170	1.20500	1.20830
0.84000	0.80000	0.80000	0.78000	0.78000
1.69760	1.29765	1.29765	1.29765	1.29765
0.38000	0.10000	0.10000	0.10000	0.10000
0.76000	0.79000	0.79000	0.79000	0.83000
**N/A	**N/A	**N/A	0.52000	0.54000
0.45000	0.28000	0.28000	0.25000	0.25000
0.49800	0.49926	0.49926	0.51724	0.52840
0.48000	0.42284	0.42284	0.39169	0.39153
1.66400	1.27929	1.27929	1.45600	1.48400
0.63000	0.52000	0.52000	0.52000	0.54400
0.34531	0.30750	0.30750	0.33123	0.39601
0.74000	0.68000	0.68000	0.68000	0.69000
0.55000	0.49000	0.49000	0.49000	0.49800
**N/A	**N/A	0.65260	0.65260	0.65260
0.51000	0.47000	0.47000	0.46800	0.46800
0.63000	0.63000	0.63000	0.63000	0.66000
**N/A	**N/A	**N/A	**N/A	**N/A
**N/A	**N/A	**N/A	0.63000	0.63000

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

	<b>2000</b>	<b>2001</b>	<b>2002</b>	<b>2003</b>	<b>2004</b>
Political Subdivision: (continued)					
Richmond, City of	0.79000	0.79000	0.79000	0.79000	0.79000
Rosenberg, City of	0.55500	0.55500	0.55500	0.55500	0.55500
Sienna Plantation LID	0.59000	0.59000	0.59000	0.60000	0.60000
Sienna Plantation Management	**N/A	**N/A	**N/A	**N/A	**N/A
Sienna Plantation MUD	0.90000	**N/A	**N/A	**N/A	**N/A
Sienna Plantation MUD #2	**N/A	0.90000	0.85000	0.83000	0.76000
Sienna Plantation MUD #3	**N/A	0.90000	0.90000	0.90000	0.90000
Sienna Plantation MUD #10	**N/A	**N/A	**N/A	**N/A	0.90000
Sienna Plantation MUD #12	**N/A	**N/A	**N/A	**N/A	0.90000
Simonton, City of	**N/A	**N/A	**N/A	**N/A	**N/A
Stafford Municipal School District	1.64500	1.69500	1.71000	1.71550	1.70800
Sugar Land, City of	0.34830	0.33330	0.32886	0.32840	0.32568
Thunderbird U.D.	0.27000	0.22000	0.22000	**N/A	**N/A
West Keegans Bayou I.D.	0.27100	0.25100	0.22100	0.19100	0.19100
West Harris County MUD 4	**N/A	**N/A	**N/A	**N/A	**N/A
Wharton County Junior College	0.15635	0.15635	0.16738	0.17401	0.16892
Willow Creek Farms MUD	**N/A	**N/A	**N/A	**N/A	**N/A
Willow Fork Drainage District	0.41700	0.38700	0.35000	0.30000	0.27000
Woodcreek Reserve MUD '03	**N/A	**N/A	**N/A	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.

^ Information not available as of report issuance date.

<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>
0.79000	0.79000	0.79000	0.79000	0.78650
0.55500	0.54500	0.54500	0.52020	0.50000
0.60000	0.58000	0.58000	0.49000	0.49000
**N/A	**N/A	0.92000	1.01000	1.01000
**N/A	**N/A	**N/A	**N/A	**N/A
0.72000	0.72000	0.72000	0.71000	0.71000
0.88000	0.75000	0.75000	0.75000	0.73000
0.90000	0.90000	0.90000	0.94000	0.94000
0.90000	0.90000	0.90000	0.94000	0.94000
0.27000	0.27000	0.27000	0.27000	0.27000
1.68660	1.25000	1.25000	1.23500	1.23000
0.31711	0.30000	0.30000	0.30000	0.30000
**N/A	**N/A	**N/A	**N/A	**N/A
0.18100	0.12100	0.12100	0.12100	0.12100
**N/A	**N/A	**N/A	0.90000	0.95000
0.15595	0.13485	0.13485	0.13797	0.14666
**N/A	**N/A	**N/A	1.25000	1.25000
0.26000	0.20000	0.20000	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)*

<u>Taxpayer</u>	<u>Fiscal Year 2010</u>			<u>Fiscal Year 2001</u>		
	<u>Assessed Value</u>	<u>Rank</u>	<u>Percentage of Total Net Assessed Valuation</u>	<u>Assessed Value</u>	<u>Rank</u>	<u>Percentage of Total Net Assessed Valuation</u>
NRG Texas Power LLC	\$ 1,849,375,400	1	4.82 %	\$		
Centerpoint Energy Electric	229,576,660	2	0.60			
STC Manufacturing Group-SPC	184,837,730	3	0.48	65,252,440	7	0.41
Katy Mills Mall LTD Partnership	109,821,870	4	0.29			
Tramontina USA Inc.	103,675,510	5	0.27			
Texas Instruments, Inc.	101,930,550	6	0.27	122,859,180	3	0.78
Lakepointe Assets LLC	100,719,790	7	0.26			
Cardinal Health 411 Inc.	95,834,900	8	0.25			
Fountains Dunhill LLC	82,257,154	9	0.21			
Conocophillips Company	81,863,610	10	0.21			
Reliant Energy HL&P				801,758,020	1	5.09
Katy Mills, LTD				142,754,570	2	0.91
Phillips Petroleum Co.				107,657,830	4	0.68
Fluor Daniel, Inc.				95,374,790	5	0.61
Sugar Land Telephone Co.				85,392,320	6	0.54
FP Centre, LTD				50,297,870	8	0.32
First Colony Mall Venture				49,935,380	9	0.32
Imperial Sugar Company				39,929,900	10	0.25
<b>Subtotal</b>	<b>\$ 2,939,893,174</b>		<b>7.66 %</b>	<b>\$ 1,561,212,300</b>		<b>9.91 %</b>
Other tax payers	<u>35,465,561,971</u>		<u>92.34</u>	<u>14,177,544,932</u>		<u>90.09</u>
<b>Total</b>	<b><u>\$ 38,405,455,145</u></b>		<b><u>100.00 %</u></b>	<b><u>\$ 15,738,757,232</u></b>		<b><u>100.00 %</u></b>

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

<b>Tax Year</b>	<b>Fiscal Year</b>	<b>Total Original Levy</b>	<b>Adjustments</b>	<b>Total Adjusted Levy</b>	<b>Collected within the Fiscal Year of the Levy</b>	
					<b>Amount</b>	<b>Percentage of Levy Collected</b>
2000	2001	\$ 95,214,433	\$ 10,541	\$ 95,224,974	\$ 91,447,748	96.03%
2001	2002	100,185,341	130,794	100,316,135	96,072,422	95.77%
2002	2003	104,518,809	(427,800)	104,091,009	101,547,672	97.56%
2003	2004	110,886,224	(47,277)	110,838,947	108,209,146	97.63%
2004	2005	122,022,393	210,223	122,232,616	119,664,754	97.90%
2005	2006	138,737,128	(792,108)	137,945,020	135,004,728	97.87%
2006	2007	150,171,810	(1,476,089)	148,695,721	146,154,761	98.29%
2007	2008	173,203,701	(1,574,075)	171,629,627	169,011,211	98.47%
2008	2009	190,430,794	(1,784,385)	188,646,409	186,012,685	98.60%
2009	2010	191,862,995	5,332,741	197,195,736	194,801,625	98.79%



<b>Collections in Subsequent Years</b>	<b>Total Tax Collections</b>	<b>Total Tax Collections as a Percentage of Current Levy</b>	<b>Outstanding Delinquent Taxes</b>	<b>Delinquent Taxes as a Percentage of Current Levy</b>
\$ 3,618,290	\$ 95,066,038	99.83%	\$ 158,936	0.17%
4,094,818	100,167,240	99.85%	148,895	0.15%
2,382,317	103,929,988	99.85%	161,021	0.15%
2,480,654	110,689,800	99.87%	149,146	0.13%
2,405,490	122,070,244	99.87%	162,372	0.13%
2,678,841	137,683,569	99.81%	261,451	0.19%
2,250,542	148,405,302	99.80%	290,419	0.19%
1,981,098	170,992,309	99.63%	637,318	0.37%
1,620,486	187,633,172	99.46%	1,013,237	0.53%
	194,801,625	98.79%	2,394,110	1.25%

**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)**

<b>Tax Year</b>	<b>Fiscal Year</b>	<b>Population (1)</b>	<b>Net Assessed Value</b>	<b>Certificates of Obligation</b>	<b>General Obligation Bonds (2)</b>	<b>Loans Payable</b>	<b>Capital Leases Payable</b>
2000	2001	376,573	\$ 15,738,757,232	\$ 240,000	\$ 92,220,000	\$	\$ 420,531
2001	2002	398,817	17,736,202,696	200,000	87,060,000		
2002	2003	420,170	19,359,719,295	150,000	80,985,000		
2003	2004	442,389	21,136,607,510	100,000	75,410,000		
2004	2005	463,650	23,259,410,747	50,000	69,770,000		
2005	2006	493,187	26,049,121,823		94,190,000		
2006	2007	507,110	29,024,172,030		239,875,000		
2007	2008	531,660	33,481,333,449		231,800,000		
2008	2009	547,876	38,064,280,267		343,160,000		
2009	2010	581,830	38,405,455,145		331,410,000		

(1) Source: 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.

<b>Total General Long-Term Debt (2)</b>	<b>Amounts Available in Debt Service Fund (2)</b>	<b>Net General Long-Term Debt</b>	<b>Personal Income</b>	<b>Percent of Personal Income</b>	<b>General Long-Term Debt to Assessed Value</b>	<b>Net General Long-Term Debt Per Capita</b>
\$ 92,880,531	\$ 1,864,575	\$ 91,015,956	\$ 11,828,020,000	0.77%	0.58%	241.70
87,260,000	1,525,613	85,734,387	12,002,380,000	0.71%	0.48%	214.97
81,135,000	1,124,677	80,010,323	12,244,960,000	0.65%	0.41%	190.42
75,510,000	1,165,433	74,344,567	13,338,140,000	0.56%	0.35%	168.05
69,820,000	2,116,782	67,703,218	13,949,480,000	0.49%	0.29%	146.02
94,190,000	2,621,749	91,568,251	14,734,540,000	0.62%	0.35%	185.67
239,875,000	3,965,968	235,909,032	15,364,670,000	1.54%	0.81%	465.20
231,800,000	4,290,890	227,509,110	20,218,050,000	1.13%	0.68%	427.92
343,160,000	5,956,061	337,203,939	22,319,780,000	1.51%	0.89%	615.47
331,410,000	4,844,023	326,565,977	20,455,780,000	1.60%	0.85%	561.27

**FORT BEND COUNTY, TEXAS**  
**DIRECT AND OVERLAPPING DEBT**  
**Fiscal Year 2010**  
**(UNAUDITED)**

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<u>Taxing Jurisdiction</u>	<u>Long-Term Outstanding</u>	<u>Applicable Percentage</u>	<u>Overlapping Debt</u>
<b>Fort Bend County</b>	\$ 466,905,000 <sup>(1)</sup>	100.00%	\$ 466,905,000 <sup>(1)</sup>
<b>Special Districts:</b>			
Big Oaks MUD	\$ 25,360,000	100.00%	\$ 25,360,000
Brazoria-Fort Bend MUD #1	55,530,000	20.97%	11,644,641
Burney Road MUD	12,310,000	100.00%	12,310,000
Cimarron MUD	19,445,000	3.99%	775,856
Cinco MUD #1 (Contract)	57,285,000	100.00%	57,285,000
Cinco MUD #1	3,330,000	100.00%	3,330,000
Cinco MUD #2	4,070,000	100.00%	4,070,000
Cinco MUD #3	3,215,000	87.14%	2,801,551
Cinco MUD #5	4,395,000	100.00%	4,395,000
Cinco MUD #7	6,640,000	100.00%	6,640,000
Cinco MUD #8	10,090,000	100.00%	10,090,000
Cinco MUD #10	6,615,000	100.00%	6,615,000
Cinco MUD #12	915,000	100.00%	915,000
Cinco MUD #14	13,800,000	100.00%	13,800,000
Cinco Southwest MUD #2	22,880,000	100.00%	22,880,000
Cinco Southwest MUD #4	18,825,000	100.00%	18,825,000
Eldridge Road MUD	1,280,000	100.00%	1,280,000
First Colony LID	365,000	100.00%	365,000
First Colony LID #2	2,635,000	100.00%	2,635,000
First Colony MUD #9	15,635,000	100.00%	15,635,000
First Colony MUD #10	16,180,000	100.00%	16,180,000
Fort Bend County LID #2	1,870,000	100.00%	1,870,000
Fort Bend County LID #7	17,925,000	100.00%	17,925,000
Fort Bend County LID #10	12,230,000	100.00%	12,230,000
Fort Bend County LID #11	22,805,000	100.00%	22,805,000
Fort Bend County LID #12	15,320,000	100.00%	15,320,000
Fort Bend County LID #14	5,905,000	100.00%	5,905,000
Fort Bend County LID #15	21,840,000	100.00%	21,840,000
Fort Bend County LID #17	49,220,000	100.00%	49,220,000
Fort Bend County LID #19	4,260,000	100.00%	4,260,000
Fort Bend County MUD #2	10,055,000	100.00%	10,055,000
Fort Bend County MUD #19	1,800,000	100.00%	1,800,000
Fort Bend County MUD #21	11,680,000	100.00%	11,680,000
Fort Bend County MUD #23	63,100,000	100.00%	63,100,000
Fort Bend County MUD #24	3,230,000	100.00%	3,230,000
Fort Bend County MUD #25	80,675,000	100.00%	80,675,000
Fort Bend County MUD #26	15,785,000	100.00%	15,785,000
Fort Bend County MUD #30	39,185,000	99.98%	39,177,163
Fort Bend County MUD #34	19,700,000	100.00%	19,700,000
Fort Bend County MUD #35	44,330,000	100.00%	44,330,000
Fort Bend County MUD #41	5,440,000	100.00%	5,440,000
Fort Bend County MUD #42	10,310,000	100.00%	10,310,000
Fort Bend County MUD #46	17,510,000	100.00%	17,510,000
Fort Bend County MUD #47	5,140,000	100.00%	5,140,000

**FORT BEND COUNTY, TEXAS**  
**DIRECT AND OVERLAPPING DEBT**  
*Fiscal Year 2010*  
**(UNAUDITED)**

<b>Taxing Jurisdiction</b>	<b>Long-Term Outstanding</b>	<b>Applicable Percentage</b>	<b>Overlapping Debt</b>
Fort Bend County MUD #48	8,925,000	100.00%	8,925,000
Fort Bend County MUD #49	2,810,000	100.00%	2,810,000
Fort Bend County MUD #50	29,155,000	100.00%	29,155,000
Fort Bend County MUD #57	12,555,000	100.00%	12,555,000
Fort Bend County MUD #58	7,150,000	100.00%	7,150,000
Fort Bend County MUD #66	1,980,000	100.00%	1,980,000
Fort Bend County MUD #67	3,835,000	100.00%	3,835,000
Fort Bend County MUD #68	4,730,000	100.00%	4,730,000
Fort Bend County MUD #69	2,805,000	100.00%	2,805,000
Fort Bend County MUD #81	3,945,000	100.00%	3,945,000
Fort Bend County MUD #94	7,130,000	100.00%	7,130,000
Fort Bend County MUD #106	12,025,000	100.00%	12,025,000
Fort Bend County MUD #108	5,415,000	100.00%	5,415,000
Fort Bend County MUD #109	12,485,000	100.00%	12,485,000
Fort Bend County MUD #111	8,445,000	100.00%	8,445,000
Fort Bend County MUD #112	6,570,000	100.00%	6,570,000
Fort Bend County MUD #115	14,015,000	100.00%	14,015,000
Fort Bend County MUD #116	33,430,000	100.00%	33,430,000
Fort Bend County MUD #117	23,215,000	100.00%	23,215,000
Fort Bend County MUD #118	34,690,000	100.00%	34,690,000
Fort Bend County MUD #119	23,185,000	100.00%	23,185,000
Fort Bend County MUD #121	25,085,000	100.00%	25,085,000
Fort Bend County MUD #122	18,970,000	100.00%	18,970,000
Fort Bend County MUD #123	18,045,000	100.00%	18,045,000
Fort Bend County MUD #124	12,425,000	100.00%	12,425,000
Fort Bend County MUD #128	3,045,000	100.00%	3,045,000
Fort Bend County MUD #129	21,990,000	100.00%	21,990,000
Fort Bend County MUD #130	12,920,000	100.00%	12,920,000
Fort Bend County MUD #133	9,285,000	100.00%	9,285,000
Fort Bend County MUD #134C	5,300,000	100.00%	5,300,000
Fort Bend County MUD #137	26,225,000	100.00%	26,225,000
Fort Bend County MUD #138	23,800,000	100.00%	23,800,000
Fort Bend County MUD #140	10,690,000	100.00%	10,690,000
Fort Bend County MUD #142	45,385,000	100.00%	45,385,000
Fort Bend County MUD #143	13,985,000	100.00%	13,985,000
Fort Bend County MUD #144	5,550,000	100.00%	5,550,000
Fort Bend County MUD #146	29,150,000	100.00%	29,150,000
Fort Bend County MUD #148	1,950,000	100.00%	1,950,000
Fort Bend County MUD #151	32,855,000	100.00%	32,855,000
Fort Bend County MUD #152	2,380,000	100.00%	2,380,000
Fort Bend County MUD #155	6,240,000	100.00%	6,240,000
Fort Bend County MUD #158	3,240,000	100.00%	3,240,000
Fort Bend County MUD #162	5,665,000	100.00%	5,665,000
Fort Bend County MUD #165	5,075,000	100.00%	5,075,000
Fort Bend County MUD #167	12,940,000	100.00%	12,940,000
Fort Bend County MUD #171	8,340,000	100.00%	8,340,000

**FORT BEND COUNTY, TEXAS**

**DIRECT AND OVERLAPPING DEBT**

Fiscal Year 2010

(UNAUDITED)

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<u>Taxing Jurisdiction</u>	<u>Long-Term Outstanding</u>	<u>Applicable Percentage</u>	<u>Overlapping Debt</u>
Fort Bend County MUD #176	2,745,000	100.00%	2,745,000
Fort Bend County MUD #185	3,900,000	100.00%	3,900,000
Fort Bend County WC&ID #3	3,875,000	100.00%	3,875,000
Fort Bend County WC&ID #8	1,540,000	100.00%	1,540,000
Grand Lakes MUD #1	15,390,000	100.00%	15,390,000
Grand Lakes MUD #2	13,610,000	100.00%	13,610,000
Grand Lakes MUD #4	21,245,000	100.00%	21,245,000
Grand Lakes WC&ID	5,905,000	100.00%	5,905,000
Grand Mission MUD #1	26,925,000	100.00%	26,925,000
Grand Mission MUD #2	5,175,000	100.00%	5,175,000
North Mission Glen MUD	27,195,000	99.09%	26,947,526
Palmer Plantation MUD #1	5,465,000	100.00%	5,465,000
Palmer Plantation MUD #2	9,150,000	100.00%	9,150,000
Pecan Grove MUD	38,265,000	100.00%	38,265,000
Plantation MUD	5,870,000	100.00%	5,870,000
Sienna Plantation LID	80,775,000	100.00%	80,775,000
Sienna Plantation Mgmt Dist	14,135,000	100.00%	14,135,000
Sienna Plantation MUD #2	26,745,000	100.00%	26,745,000
Sienna Plantation MUD #3	46,515,000	100.00%	46,515,000
Sienna Plantation MUD #10	26,150,000	100.00%	26,150,000
Sienna Plantation MUD #12	9,905,000	100.00%	9,905,000
Woodcreek Reserve MUD	5,930,000	100.00%	5,930,000

**Co-Line Special Districts:**

Cinco MUD #6	3,365,000	57.90%	1,948,335
Cinco MUD #9	3,765,000	58.79%	2,213,444
Chelford City MUD	5,650,000	54.67%	3,088,855
Cornerstones MUD	4,605,000	17.10%	787,455
Fort Bend County WC&ID #2	55,250,000	99.21%	54,813,525
Harris - Fort Bend Cos. MUD #1	16,660,000	85.38%	14,224,308
Harris - Fort Bend Cos. MUD #3	6,860,000	1.23%	84,378
Harris - Fort Bend Cos. MUD #4	17,805,000	83.39%	14,847,590
Harris - Fort Bend Cos. MUD #5	11,025,000	93.14%	10,268,685
Kingsbridge MUD	31,510,000	97.45%	30,706,495
Renn Road MUD	9,695,000	30.60%	2,966,670
West Harris County MUD #4	5,110,000	18.50%	945,350
West Keegans Bayou Impv. Dist.	995,000	87.34%	869,033
Willow Fork Drainage Dist.	35,535,000	92.99%	33,043,997
<b>Total Special District Debt</b> (2)			<u><u>\$ 1,903,139,855</u></u>

**Cities:**

Arcola	\$ 1,700,000	100.00%	\$ 1,700,000
Beasley	380,000	100.00%	380,000
Kendleton	67,000	100.00%	67,000
Meadows Place	4,015,000	100.00%	4,015,000
Needville	127,500	100.00%	127,500

**FORT BEND COUNTY, TEXAS**  
**DIRECT AND OVERLAPPING DEBT**  
**Fiscal Year 2010**  
**(UNAUDITED)**

<u>Taxing Jurisdiction</u>	<u>Long-Term Outstanding</u>	<u>Applicable Percentage</u>	<u>Overlapping Debt</u>
Orchard	37,000	100.00%	37,000
Richmond	11,575,000	100.00%	11,575,000
Rosenberg	56,204,000	100.00%	56,204,000
Sugar Land	162,675,000	100.00%	162,675,000
<b><u>County Line Cities:</u></b>			
Houston	3,295,675,000	0.61%	20,103,618
Katy	13,070,000	42.04%	5,494,628
Missouri City	162,880,000	94.94%	154,638,272
Pearland	309,105,000	1.62%	5,007,501
Stafford	1,110,000	100.00%	1,110,000
<b>Total Cities</b>			<b>\$ 423,134,519</b>
<b><u>School Districts:</u></b>			
Fort Bend ISD	\$ 975,666,197	100.00%	\$ 975,666,197
Lamar Consolidated ISD	467,362,030	100.00%	467,362,030
Needville ISD	73,700,000	100.00%	73,700,000
<b><u>Co-Line School Districts:</u></b>			
Brazos ISD	17,124,993	75.84%	12,987,595
Katy ISD	1,110,295,014	3.33%	36,972,824
Stafford MSD	14,585,000	99.60%	14,526,660
<b>Total School Districts</b>			<b>\$ 1,581,215,306</b>
<b><u>Other:</u></b>			
Houston Community College District	\$ 246,425,000	1.74%	\$ 4,287,795
<b>Total Other</b>			<b>\$ 4,287,795</b>
<b><u>Summary of Total Estimated Overlapping Debt:</u></b>			
Special Districts			\$ 1,903,139,855
Cities			423,134,519
School Districts			1,581,215,306
Other			4,287,795
<b>Estimated Overlapping Debt</b>			<b>3,911,777,474</b>
<b><u>Fort Bend County</u></b>			
Fort Bend County - Direct Obligations			466,905,000 <sup>(1)</sup>
<b>Total Direct and Estimated Overlapping Debt</b>			<b>\$ 4,378,682,474</b>

(1) County debt outstanding as of September 30, 2010. Includes the Fort Bend Flood Control Water Supply Corporation Refunding Bonds, Series 2010 that closed on October 12, 2010.

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

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

**FORT BEND COUNTY, TEXAS**  
**COMPUTATION OF LEGAL DEBT MARGIN**  
**LAST TEN FISCAL YEARS**

	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>
Assessed value of real property	\$ 13,257,881,758	\$ 14,931,047,882	\$ 16,339,347,766	\$ 18,075,649,455
Assessed value of personal and other property	<u>2,480,875,474</u>	<u>2,805,154,814</u>	<u>3,020,371,529</u>	<u>3,060,958,055</u>
Total assessed value	<u>\$ 15,738,757,232</u>	<u>\$ 17,736,202,696</u>	<u>\$ 19,359,719,295</u>	<u>\$ 21,136,607,510</u>
Debt Limit, 25% of real property	\$ 3,314,470,440	\$ 3,732,761,971	\$ 4,084,836,942	\$ 4,518,912,364
Amount of debt applicable to debt limit	92,880,531	87,260,000	81,135,000	75,510,000
Less: Assets available in Debt Service Funds for payment of principal	<u>1,864,575</u>	<u>1,525,613</u>	<u>1,124,677</u>	<u>1,165,433</u>
Total amount of debt applicable to debt limit	<u>91,015,956</u>	<u>85,734,387</u>	<u>80,010,323</u>	<u>74,344,567</u>
<b>Legal Debt Margin</b>	<u>\$ 3,223,454,484</u>	<u>\$ 3,647,027,584</u>	<u>\$ 4,004,826,619</u>	<u>\$ 4,444,567,797</u>
Total net debt applicable to to the limit as a percentage of debt limit	2.75%	2.30%	1.96%	1.65%

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



<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
\$ 19,783,716,194	\$ 22,343,399,407	\$ 25,226,420,176	\$ 28,931,048,114	\$ 33,294,278,049	\$ 33,574,551,064
<u>3,475,694,553</u>	<u>3,705,722,416</u>	<u>3,797,751,854</u>	<u>4,550,285,335</u>	<u>4,770,002,218</u>	<u>4,830,904,081</u>
<u>\$ 23,259,410,747</u>	<u>\$ 26,049,121,823</u>	<u>\$ 29,024,172,030</u>	<u>\$ 33,481,333,449</u>	<u>\$ 38,064,280,267</u>	<u>\$ 38,405,455,145</u>
\$ 4,945,929,049	\$ 5,585,849,852	\$ 6,306,605,044	\$ 7,232,762,029	\$ 8,323,569,512	\$ 8,393,637,766
69,820,000	94,190,000	239,875,000	231,800,000	343,160,000	331,410,000
<u>2,116,782</u>	<u>2,621,749</u>	<u>3,965,968</u>	<u>4,290,890</u>	<u>5,956,061</u>	<u>4,844,023</u>
<u>67,703,218</u>	<u>91,568,251</u>	<u>235,909,032</u>	<u>227,509,110</u>	<u>337,203,939</u>	<u>326,565,977</u>
<u>\$ 4,878,225,831</u>	<u>\$ 5,494,281,601</u>	<u>\$ 6,070,696,012</u>	<u>\$ 7,005,252,919</u>	<u>\$ 7,986,365,573</u>	<u>\$ 8,067,071,789</u>
1.37%	1.64%	3.74%	3.15%	4.05%	3.89%

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

<b>Year</b>	<b>Population</b>	<b>Personal Income</b>	<b>Per Capita Personal Income</b>	<b>Unemployment Rate</b>
2001	376,573	\$ 11,828,020,000	\$ 31,410	3.1%
2002	398,817	12,002,380,000	30,095	4.6%
2003	420,170	12,244,960,000	29,143	5.9%
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%

Source of data: Fort Bend Economic Development Council

**FORT BEND COUNTY, TEXAS**

**LARGEST EMPLOYERS**

*Current Year and Nine Years Ago*

*(UNAUDITED)*

<u>Employer</u>	<u>Fiscal Year 2010</u>		<u>Fiscal Year 2001</u>	
	<u>Local Employees</u>	<u>Rank</u>	<u>Local Employees</u>	<u>Rank</u>
Fort Bend ISD	10,400	1	6,300	1
Fluor Corporation	3,212	2		
Lamar CISD	3,083	3	2,095	4
Fort Bend County	2,223	4	1,400	7
Schlumberger Technology Corp.	2,100	5		
Richmond State School	1,389	6	1,330	8
Methodist Sugar Land Hospital	1,346	7		
Texas Department of Criminal Justice	1,155	8	1,217	10
Texas Instruments	1,100	9	1,500	5
United Parcel Service	938	10	886	
Fluor Daniel			3,500	2
Schlumberger Companies			2,200	3
Unocal			1,500	6
K*Tec Electronics			1,300	9
	<u>26,946</u>		<u>23,228</u>	

Source of Data: Fort Bend Economic Development Council

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

<b>Function</b>	<b>2001</b>	<b>2002</b>	<b>2003</b>	<b>2004</b>	<b>2005</b>
General administration	\$ 36,770,590	\$ 31,384,561	\$ 36,123,320	\$ 40,686,743	\$ 45,429,863
Financial administration	119,296	368,294	144,789	138,384	120,649
Administration of justice	5,531,407	7,989,581	8,254,198	9,130,798	8,917,365
Construction and maintenance	25,299,333	286,062,070	331,719,299	384,114,997	414,310,100
Health and welfare	1,703,477	2,417,759	2,883,636	2,945,590	3,191,960
Cooperative services	2,636,741	2,256,864	2,225,741	2,269,466	2,265,188
Public safety	41,223,942	41,018,327	41,818,081	40,894,945	42,236,819
Parks and recreation	4,897,607	10,484,455	11,238,730	12,215,320	12,035,812
Libraries and education	17,896,960	18,239,711	20,712,701	24,951,010	27,712,732
<b>Total</b>	<b>\$136,079,353</b>	<b>\$400,221,622</b>	<b>\$455,120,495</b>	<b>\$517,347,253</b>	<b>\$556,220,488</b>

Capital assets increased materially (\$264 million) from 2001 to 2002 as seen in the schedule in the statistical section that shows capital assets by function for the last ten years. This change is related to the inclusion of County infrastructure (roads, bridges, and right-of-way) in this schedule in 2002. This inclusion was prompted by the need to implement GASB Statement 34 in 2003. In anticipation of this requirement, the County identified and captured the value of infrastructure one year in advance.

<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>
\$ 48,134,688	\$ 24,886,374	\$ 25,143,119	\$ 21,386,052	\$ 25,949,235
137,631	1,951,989	1,889,426	6,375,329	8,103,759
9,412,781	28,459,912	35,161,552	147,292,804	189,648,717
509,090,685	647,221,647	703,697,692	791,157,372	852,634,075
3,892,667	4,160,584	4,908,807	12,995,437	16,111,714
2,279,410	2,287,024	2,287,024	2,256,940	2,284,992
45,546,963	50,123,838	97,267,937	26,227,701	30,023,642
13,352,992	15,882,914	17,342,600	17,436,639	17,942,007
28,166,263	28,047,190	29,238,712	37,076,054	41,644,025
<b>\$660,014,080</b>	<b>\$803,021,472</b>	<b>\$916,936,870</b>	<b>\$1,062,204,328</b>	<b>\$1,184,342,166</b>

**FORT BEND COUNTY, TEXAS****FULL-TIME EQUIVALENT COUNTY GOVERNMENT EMPLOYEES BY FUNCTION****LAST TEN FISCAL YEARS****(UNAUDITED)**

<b><u>Function</u></b>	<b>Full-time Equivalent</b>				
	<b><u>2001</u></b>	<b><u>2002</u></b>	<b><u>2003</u></b>	<b><u>2004</u></b>	<b><u>2005</u></b>
General administration	162	169	174	178	182
Financial administration	77	79	79	82	83
Administration of justice	178	183	184	197	204
Construction and maintenance	224	223	234	236	238
Health and welfare	114	117	120	138	145
Cooperative services	15	15	17	17	17
Public safety	471	493	514	553	563
Parks and recreation	18	19	18	18	19
Libraries and education	96	96	96	113	113
<b>Total Full-Time Equivalents</b>	<b><u>1,355</u></b>	<b><u>1,394</u></b>	<b><u>1,436</u></b>	<b><u>1,532</u></b>	<b><u>1,564</u></b>

**Employees as of September 30**

<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
193	193	208	211	211
88	88	100	112	114
215	218	244	253	255
241	241	258	263	264
146	146	160	150	153
10	11	13	14	14
606	631	624	786	778
19	19	20	21	21
113	117	119	144	144
<u>1,631</u>	<u>1,664</u>	<u>1,746</u>	<u>1,954</u>	<u>1,954</u>

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

<b>Function</b>	<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>
<b>General Administration</b>				
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	
Response 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 (square footage)	760	634	536	536
Off site storag (square footage)	9,556	9,805	12,052	13,279
<b>Financial Administration</b>				
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: These annual operating indicators by function are only available back to 2005.



<u>2009</u>	<u>2010</u>
218.45	222.89
339,335	335,000
72,120	73,000
22,396	18,394
6,605	6,960
51,121	57,728
156	175
29,026	28,000
70.6%	50.0%
213	261
95	97
81	60
42	38
33	17
10	15
3	2
1	
12,244	12,850
1,600,000	1,650,000
306	308
107	124
15,360	13,469
193,095	180,409
211	249
13,856	12,812
111.01	116.58
8,250	8,250
120,000	120,000
-8.00%	-8.00%
Yes	TBD
Yes	TBD
10	10
2,000	2,000

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

<b>Function</b>	<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>
<b>Administration of Justice</b>				
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 - Prct 1 Pl 1	6,074	7,500	4,909	5,569
Justice Court case filings - Prct 1 Pl 2	15,983	16,500	15,996	11,908
Justice Court case filings - Prct 2	7,163	4,396	3,611	6,102
Justice Court case filings - Prct 3	N/A	9,854	9,976	15,109
Justice Court case filings - Prct 4	6,735	5,500	4,557	5,825
Justice Court cases disposed - Prct 1 Pl 1	N/A	N/A	3,984	4,558
Justice Court cases disposed - Prct 1 Pl 2	10,417	12,500	14,472	9,762
Justice Court cases disposed - Prct 2	3,053	4,095	4,495	4,789
Justice Court cases disposed - Prct 3	N/A	10,514	10,339	11,517
Justice Court cases disposed - Prct 4	3,337	2,445	3,756	4,623
<b>Construction and Maintenance</b>				
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	1800	1800	2206
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
<b>Health and Welfare</b>				
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
Numer of food establishment inspections	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 euthanised	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

<u>2009</u>	<u>2010</u>
256.35	261.90
50,758	55,750
3,500	4,375
\$ 87,500	\$ 109,375
83.6%	84.0%
87.70%	87.70%
99.50%	N/A
104.3	104.3
75,652	70,000
5,341	5,785
11,771	10,000
6,102	7,000
23,409	19,952
8,959	9,500
4,537	6,282
11,713	8,600
4,789	4,568
16,015	15,494
6,973	6,800
272.49	275.21
4,500	5,000
732	762
171,109	175,000
1,988	2,000
1,404	1,620
35	38
157.90	160.42
8,888	5,589
14,398	14,000
1,893	2,500
825	925
330	167
5,896	6,024
2,521	1,337
28,603	31,116
3,615	7,124
2,798	3,500
817	1,525
1,314	2,100

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

<b>Function</b>	<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>
<b>Cooperative Services</b>				
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
<b>Public Safety</b>				
Full-time Equivalent Count	N/A	N/A	637.04	620.35
Number of Civil processes received annually				
Constable Prct 1	N/A	N/A	13,400	14,000
Constable Prct 2	12,626	8,580	8,232	N/A
Constable Prct 3	6,891	7,147	7,147	N/A
Civil Process 24 hour Success Rate				
Constable Prct 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
<b>Parks and Recreation</b>				
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
<b>Libraries and Education</b>				
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

<u>2009</u>	<u>2010</u>
14.00	14.00
458	645
228	296
784.63	776.07
15,000	16,093
8,827	5,550
7,635	5,117
86%	78%
974	1,014
\$ 3,917,747	\$ 5,004,854
6,927	3,420
22.43	22.25
845	651
955	918
170.00	172.00
4,385,041	4,504,765
1.61	1.64