

FORT BEND COUNTY, TEXAS COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Year Ended September 30, 2011



Robert Ed Sturdivant, CPA
County Auditor

COMPREHENSIVE ANNUAL FINANCIAL REPORT
For the Year Ended September 30, 2011



Prepared by:

County Auditor's Office

Robert Ed Sturdivant, CPA

County Auditor

FORT BEND COUNTY, TEXAS
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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 16, 2012

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

According to Section 114.025 of the Local Government Code of the State of Texas, the County Auditor is required to submit an annual report to the Commissioners Court and District Judges of the County. This report is published to fulfill that requirement for the fiscal year ended September 30, 2011.

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

Sandersen Knox and Company, LLP has issued an unqualified (or “clean”) opinion on Fort Bend County’s financial statements for the year ended September 30, 2011. The independent auditors' report is located at the front of the financial section of this report.

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

Profile of the Government

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

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

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

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

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

Local Economy

Fort Bend County 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. However the demand for services regarding the governmental functions performed by the County continues to increase. 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 allow the County to meet the demands services from residents in Fort Bend County.

Long-Term Financial Planning and Relevant Financial Policies

Budget

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

Long-Term Comprehensive Plan

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

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

Capital Improvement Program

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

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

In June 2007, the County issued \$126.7 million in limited tax bonds for the construction of facilities. The majority of these facilities have been completed and placed in service. This capital initiative will provide sufficient facilities for at least fifteen years.

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 approximately \$68 million. The remaining projects will be completed over the next two years.

In May 2009, the County issued \$74 million in limited tax bonds for the construction of the Justice Center. The Justice Center opened in July 2011 and houses all County Courts, District Courts, specialty courts, support services for all the courts, District Attorney, District Clerk, and County Clerk.

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. After the remaining unissued bonds from the 2007 Unlimited Tax Road Bonds referendum are issued and expended, the Commissioners Court plans to ask the voters to consider the next phase of road projects to be funded by bonds. This is expected to occur sometime in 2015.

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Fort Bend County, Texas, for its Comprehensive Annual Financial Report ("CAFR") for the year ended September 30, 2010. This was the twenty-second consecutive year that the County has received this prestigious award.

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

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

In addition, the County also received the GFOA's Distinguished Budget Presentation Award for its annual budget document dated September 30, 2010. In order to qualify for the Distinguished Budget Presentation Award, the government's budget document must be judged proficient as a policy document, a financial plan, an operations guide, and a communications device.

The preparation of this report could not be achieved without the efficient and dedicated services of the staff of the County Auditor's Office and Sandersen Knox and Company, LLP, 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, 2010

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.



Linda C. Dandison

President

Jeffrey R. Emer

Executive Director

FORT BEND COUNTY, TEXAS
LIST OF PRINCIPAL OFFICIALS
September 30, 2011

COMMISSIONERS COURT:

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

OTHER COUNTY OFFICIALS:

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

DISTRICT COURTS:

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

COUNTY COURT-AT-LAW:

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

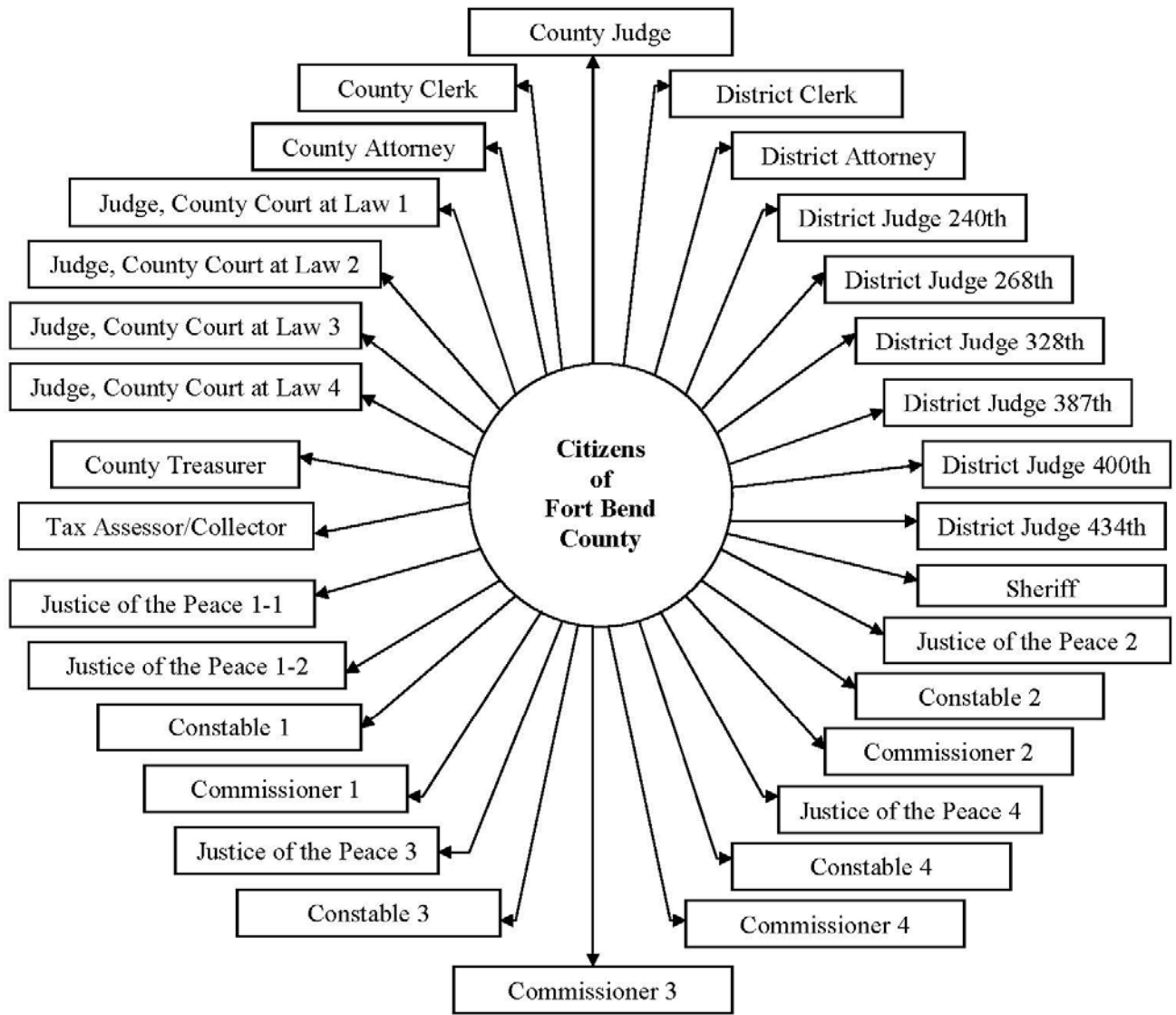
JUSTICES OF THE PEACE:

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

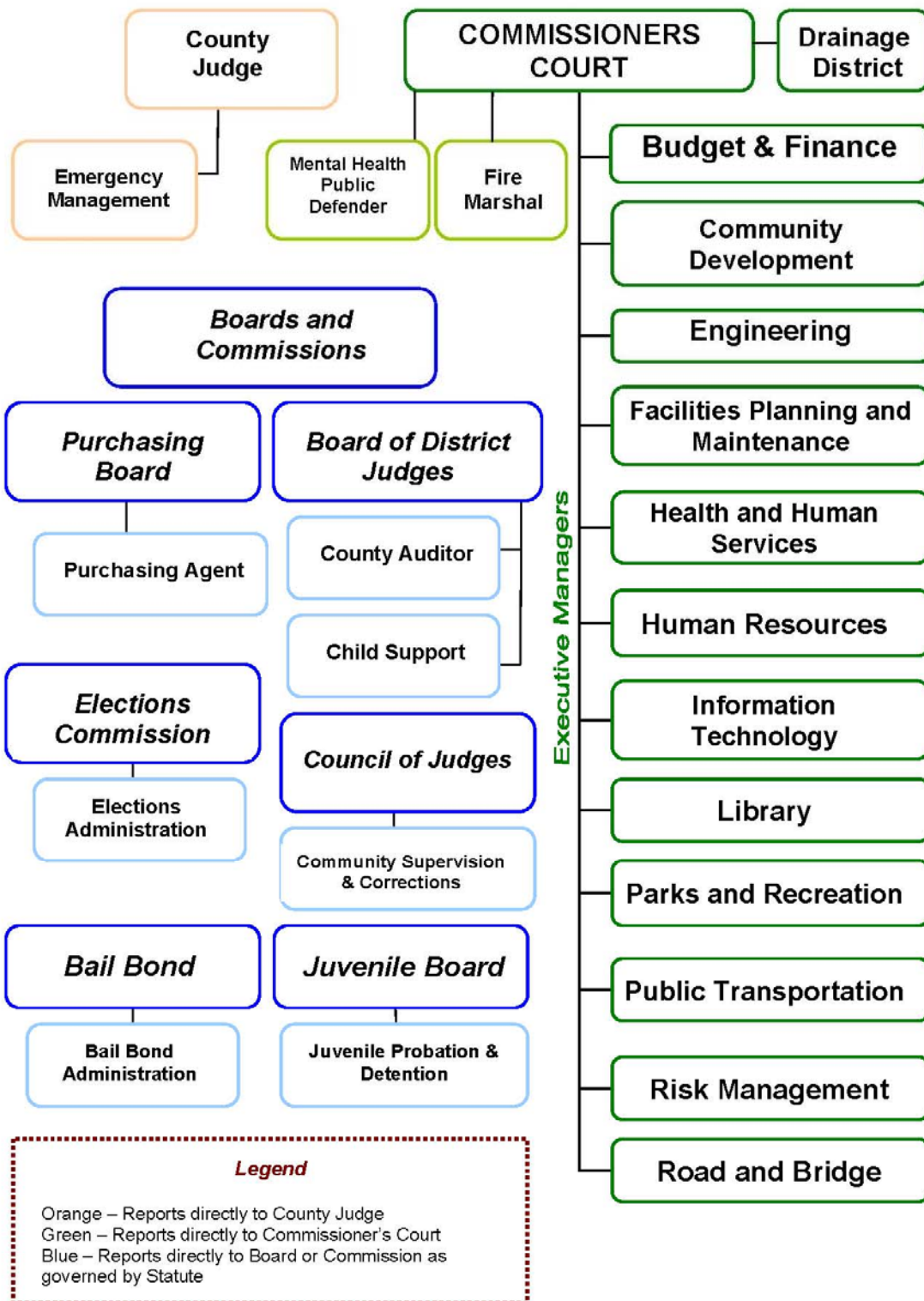
CONSTABLES:

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

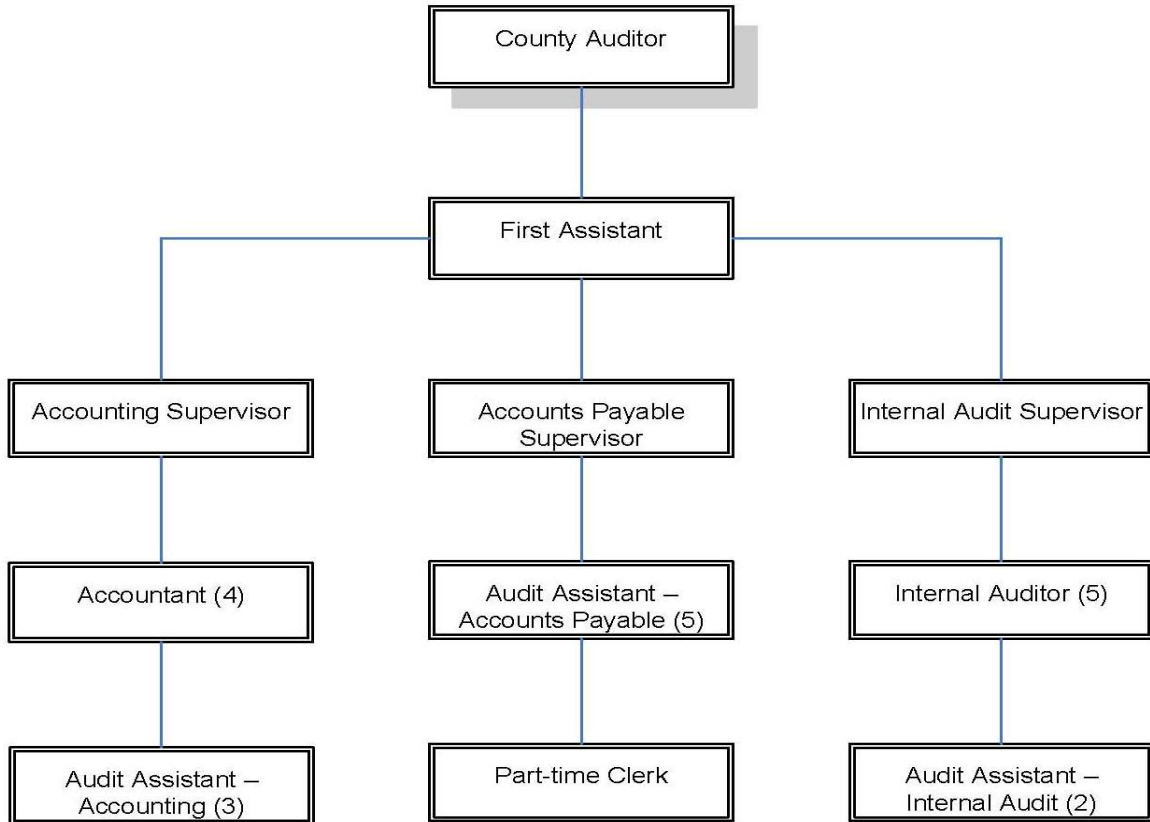
FORT BEND COUNTY, TEXAS
ORGANIZATIONAL CHART OF ELECTED OFFICIALS



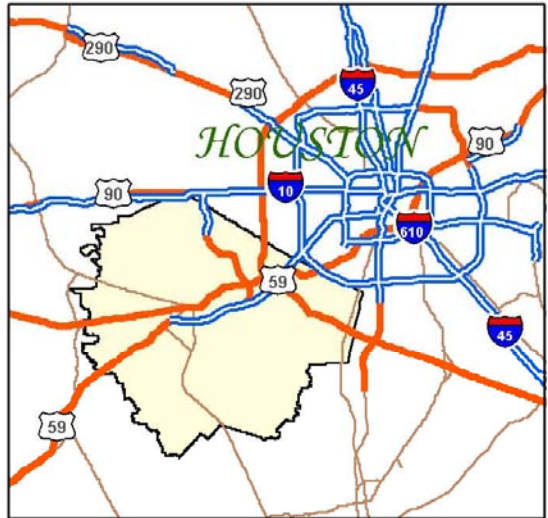
FORT BEND COUNTY, TEXAS
ORGANIZATIONAL CHART OF COUNTY DEPARTMENTS AND AGENCIES



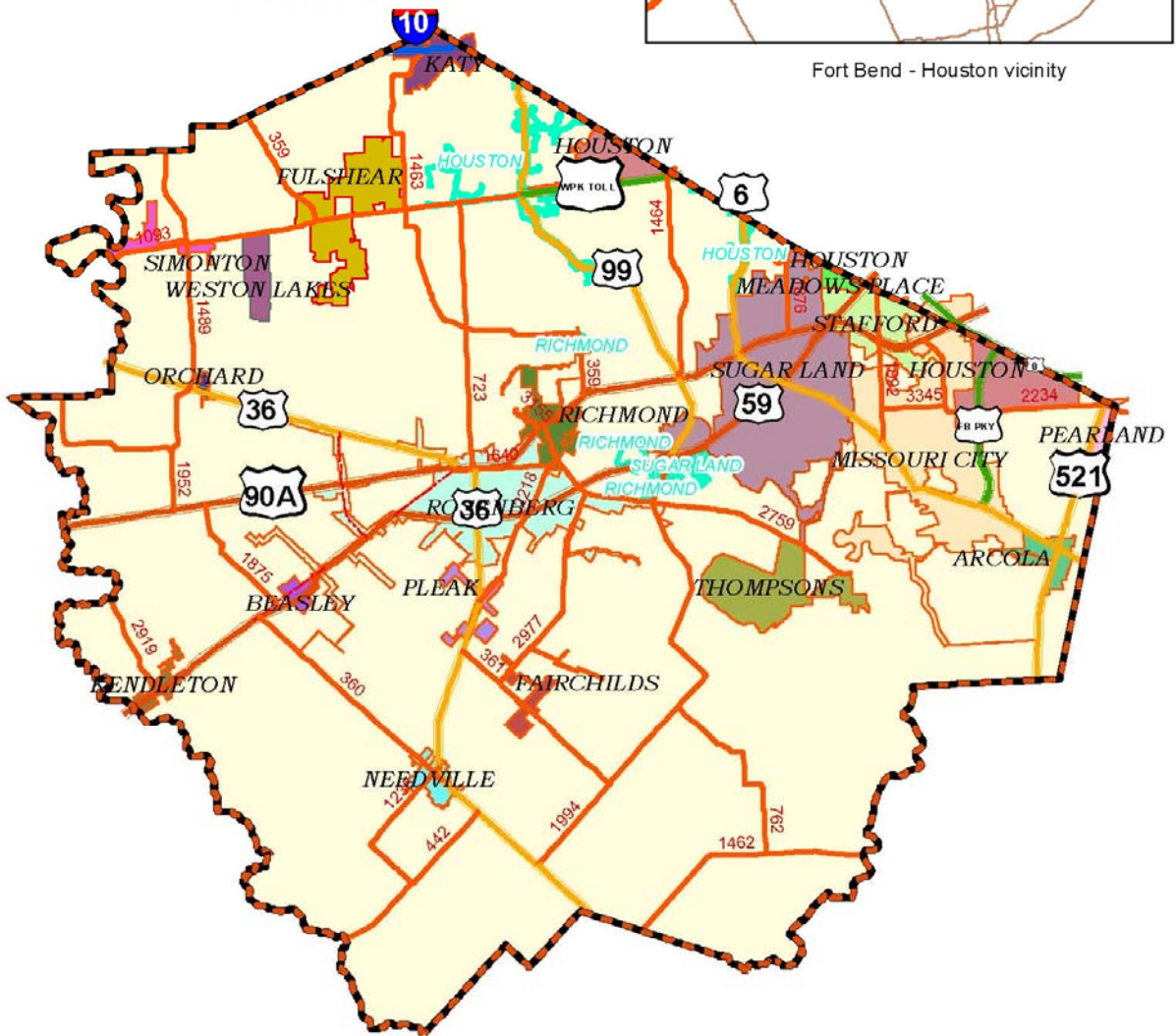
FORT BEND COUNTY, TEXAS
ORGANIZATIONAL CHART OF AUDITOR'S OFFICE



Fort Bend County



Fort Bend - Houston vicinity







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INDEPENDENT AUDITORS' REPORT

To the Honorable Robert E. Hebert, County Judge
and Members of the 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, 2011, 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, 2011, 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 16, 2012, 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 13 and 62 through 74 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and

other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

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, budgetary comparison schedules 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 and budgetary comparison schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the 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.

A handwritten signature in cursive script, appearing to read "Sugar Land & Co.", is written in black ink.

Sugar Land, Texas
March 16, 2012

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, 2011. The following narrative includes approximate values and percentages in the wording to summarize the schedules and financials in this report that include the exact values. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages i-v of this report.

Financial Highlights

- The assets of the County exceeded its liabilities at the close of the most recent fiscal year by \$717.7 million (net assets). Of this amount, there is a deficit of \$60.1 million in unrestricted net assets due to the continued liability increase for other post-employment benefits that now totals \$101.8 million.
- The County's total net assets increased by \$1.9 million.
- As of the close of the current fiscal year, the County's governmental funds reported a combined ending fund balance of \$79.4 million, a decrease of \$68.4 million from the prior year.
- At the end of the current fiscal year approximately \$10.8 million is available for spending at the government's discretion in the General Fund (unassigned fund balance). This fund balance amounts to 5% of total General Fund expenditures. There is a deficit unassigned fund balance in the 2009 Mobility capital projects fund of \$4.4 million.
- The County's total long-term liabilities increased by \$13.7 million during the current fiscal year. The increase was primarily due to an increase in the other post-employment benefit obligations (OPEB) of \$26.6 million less net change in long-term debt related to bonds of \$13.1 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. As noted above this narrative includes approximate values and percentages in the wording to summarize the schedules and financials in this report that include the exact values. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements

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

The statement of net 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 County'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 five discretely presented component units consist of the following:

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

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

Fund financial statements

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

Governmental funds

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

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

The County maintains 62 individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for the General Fund and Debt Service Fund, both of which are considered to be major funds. Data from the other 60 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in the comprehensive annual financial report.

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

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 24 through 26 of this report.

Fiduciary funds

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

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

Combining component unit financial statements

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

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

Notes to the financial statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 32 through 60 of this report.

Other information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the County's progress in funding its obligation to provide pension benefits to its employees. The County adopts an annual appropriated budget for its general, debt service and certain special revenue funds. A budgetary comparison statement has been provided for the General Fund to demonstrate compliance with this budget. Required supplementary information can be found on pages 62 through 73 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 \$717.7 million at the close of the most recent fiscal year.

The County's capital assets (e.g., land, buildings, vehicles, machinery and equipment, office furniture and equipment, infrastructure, and construction-in-progress), less any related debt used to acquire those assets that is still outstanding, total \$773.3 million. The County uses these capital assets to provide services to citizens. Consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

CONDENSED SCHEDULE OF NET ASSETS

September 30, 2011 and 2010

	Primary Government Governmental Activities	
	2011	2010
Current and other assets	\$ 140,500,675	\$ 204,573,205
Capital assets, net	1,064,035,810	977,884,351
Total Assets	1,204,536,485	1,182,457,556
Long-term liabilities	437,628,727	423,953,977
Other liabilities	49,183,445	42,658,491
Total Liabilities	486,812,172	466,612,468
Net Assets:		
Invested in capital assets, net of related debt	773,322,172	714,396,078
Restricted	4,477,906	4,168,945
Unrestricted	(60,075,765)	(2,719,935)
Total Net Assets	\$ 717,724,313	\$ 715,845,088

A portion of the County's net assets, \$4.5 million, represents resources that are subject to external restrictions on how they may be used. The deficit balance for unrestricted net assets of \$60.1 million was primarily due to the expense of current assets to purchase and construct capital assets.

The County's assets exceeded its liabilities by \$717.7 million, resulting in an increase of \$1.9 million from the prior year. This increase is primarily due to the following: decrease in cash of \$64.1 million due to expense of bond funds for facilities and road projects; increase in capital assets of \$86.1 million due to construction of new facilities and construction and contribution of new roads; increase in long term liabilities of \$13.6 million due to an increase of \$26.6 million for other post-employment benefits (OPEB) offset by a decrease of \$13 million in outstanding long-term debt; and an increase in other liabilities of \$6.5 million due to an increase in accounts payables for construction projects.

FORT BEND COUNTY, TEXAS
MANAGEMENT'S DISCUSSION AND ANALYSIS

SCHEDULE OF CHANGES IN NET ASSETS
For the years ended September 30, 2011 and 2010

	Primary Government Governmental Activities	
	2011	2010
Revenues		
Program revenues:		
Charges for services	\$ 37,241,289	\$ 35,156,664
Operating grants and contributions	35,820,119	23,313,282
Capital grants and contributions	25,214,312	30,358,341
General revenues:		
Property taxes	196,820,339	198,888,176
Earnings on investments	2,925,202	3,870,155
Other	6,065,510	4,237,069
Total Revenues	304,086,771	295,823,687
Expenses		
General administration	47,061,517	43,485,772
Financial administration	8,648,273	8,059,389
Administration of justice	86,081,856	78,173,873
Construction and maintenance	46,150,023	46,946,163
Health and welfare	25,283,662	23,718,848
Cooperative services	1,177,426	1,123,951
Public safety	55,190,407	55,269,509
Parks and recreation	2,915,986	2,263,280
Libraries and education	14,810,488	13,468,700
Interest on long-term debt	14,887,908	15,494,994
Total Expenses	302,207,546	288,004,479
Change in Net Assets	1,879,225	7,819,208
Net Assets, Beginning	715,845,088	708,025,880
Net Assets, Ending	\$ 717,724,313	\$ 715,845,088

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.

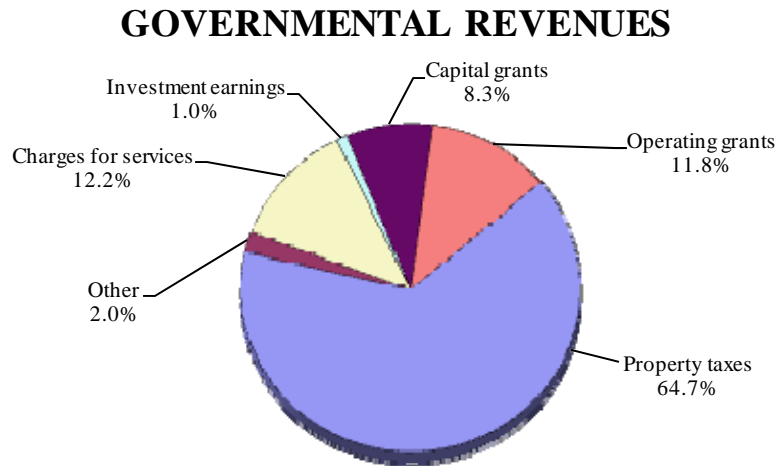
Governmental activities increased the County's net assets by \$1.9 million. This increase is down from last year's increase of \$7.8 million. The key elements of the lower increase in net assets are as follows:

- Increase in charges for services of \$2.1 million primarily due to increased collections of fines, fees, and court costs.
- Decrease in earnings on investments of \$0.9 million due to lower cash balances caused by expenditure of bond funds.
- Increase in other revenue of \$1.8 million due to increase in forfeited assets of \$246 thousand by order of the courts, increase in miscellaneous revenue of \$245 thousand due to a settlement agreement of \$225 thousand and a cost sharing agreement of \$25 thousand, increase in fuel reimbursement of \$307 thousand due to an increase in fuel costs, increase in miscellaneous reimbursements of \$375 thousand for payments received from local cities for road repairs, and an increase in miscellaneous reimbursements of \$100 thousand for payment from Houston Galveston Area Council of Governments for purchase of equipment.

FORT BEND COUNTY, TEXAS
MANAGEMENT'S DISCUSSION AND ANALYSIS

- Decrease from the prior year for capital grants and contributions of \$5.1 million resulting from a decrease in right of way reimbursements from the State of Texas for ongoing mobility projects.
- Increase in operating grants and contributions of \$12.5 million primarily due to increase of funds received from the Texas Commission on Environmental Quality of \$1.4 million, increase in local revenue of \$1.2 million for participation in Upper Oyster Creek Project, increase in federal funding of \$1.3 million of energy efficiency grant, increase in federal funding of \$4.3 million for Urban Area Security Initiative grants, increase in federal funding of \$2.8 million for transportation grants, and an increase in federal funding of \$1.3 million for Community Development Block Grants.
- Expenses increased in several governmental functions: Administration of justice expenses increased by \$7.9 million primarily due to an increase in health benefits cost of \$6.1 million caused by rising healthcare costs, and depreciation expense of \$1.6 million due to the opening of the new justice center; Libraries and education expenses increased by \$1.3 million due to the opening of a new library branch; Health and welfare expenses increased by \$1.6 million primarily due to an increase in health benefits cost of \$520 thousand caused by rising healthcare costs, and public assistance payments of \$1.1 million for Community Development Block Grant allotments; General administration expenses increased by \$3.6 million primarily due to an increase in health benefits cost of \$1.2 million caused by rising healthcare costs, increase in depreciation expense of \$1.7 million due to prior period adjustment relating to capital assets, and increased fuel costs of \$881 thousand due to rising fuel prices.

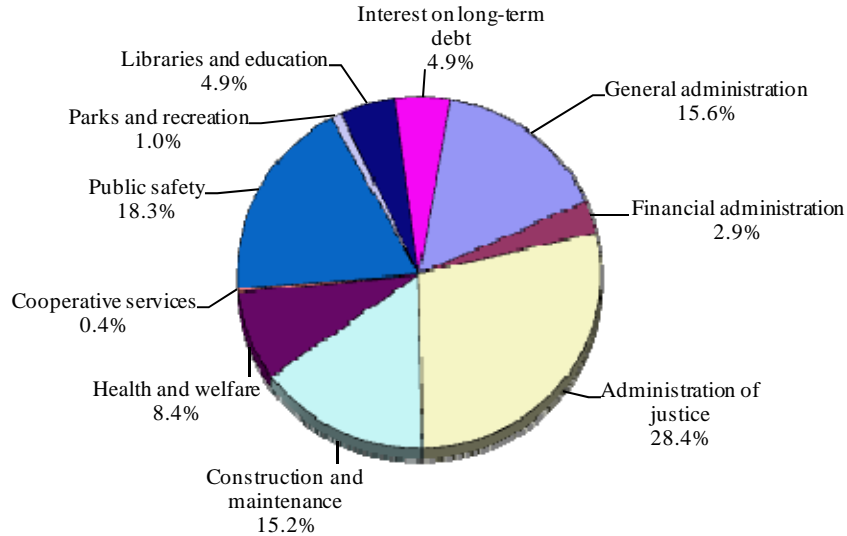
Governmental revenues for fiscal year 2011 are graphically displayed as follows:



FORT BEND COUNTY, TEXAS
MANAGEMENT'S DISCUSSION AND ANALYSIS

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

The County's governmental funds reflect a combined fund balance of \$79.4 million. Of this, \$10.8 million is unassigned fund balance and available for day-to-day operations within General Fund. There is a deficit unassigned fund balance of \$4.4 million in the 2009 Mobility capital projects fund due to an advance from General Fund to enable this capital project fund to proceed until the issuance of the next mobility bond issue, which is expected in April 2012. \$33.1 million is committed fund balance for capital projects within General Fund. \$39.7 million is restricted fund balance for debt service and the non-major governmental funds in the amount of \$5.2 million and \$34.5 million respectively. \$205.4 thousand is designated as nonspendable fund balance for General Fund and the non-major governmental funds in the amount of \$136.0 thousand and \$69.4 thousand respectively for prepaid items.

There was a decrease in the combined fund balance of \$68.4 million from the prior year for the governmental funds. This overall decrease was primarily due to net expenditures and transfers out in capital project funds as follows: Mobility 2009 Projects of \$24.8 million; 2007 Facilities Bonds of \$14.7 million; Justice Center Project of \$19.0 million; and 2001-2007 Mobility Projects of \$9.0 million. Debt Service fund balance increased by \$0.3 million due to the refunding of the 2001 Flood Control Water Supply Corporation bonds bringing ending fund balance to \$5.2 million. General Fund Balance increased by \$0.7 million which is down from the previous year's increase of \$8.8 million. This reduction in fund balance increase of \$8.1 million is primarily due to the following factors:

FORT BEND COUNTY, TEXAS
MANAGEMENT'S DISCUSSION AND ANALYSIS

- Decrease in General Fund property tax allocation of \$3.5 million due to a shift of a *portion* of the 2011 operating and maintenance tax rate to the interest and sinking tax rate to accommodate the increase in debt service.
- Increase in fees of office collections of \$2.0 million due to increase in services from all the governmental functions.
- Increase in federal funds of \$9.2 million primarily due to increase in federal funding of \$1.3 million for energy efficiency grant, increase in federal funding of \$4.3 million for Urban Area Security Initiative grants, and an increase in federal funding of \$2.8 million for transportation grants.
- Decrease in state funds of \$3.7 million primarily due to a decrease in right of way reimbursements from the State of Texas for ongoing mobility projects.
- Increase in payroll costs of \$1.8 million primarily due to staffing of new library branch and new jail facility.
- Increase in healthcare costs of \$5.9 million due to rising healthcare costs.
- Increase in contract fees of \$1.6 million primarily for energy efficiency grant for County facilities.
- Decrease in supply costs of \$0.9 million primarily due to the required costs to outfit the new library in fiscal year 2010.
- Increase in janitorial maintenance costs of \$0.7 million due to increased facilities to maintain.
- Increase in utility costs of \$0.5 million due to expansion of County facilities.
- Increase in fuel costs of \$0.9 million due to rising fuel prices.
- Increase in capital acquisitions of \$4.6 million primarily for equipment purchased under the Urban Area Security Initiative grant and various transportation grants.
- Decrease in construction in progress of \$2.8 million primarily due to facilities projects funded within the General Fund in fiscal year 2010.

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 \$0.6 million, which is a \$1.6 million decrease from the prior year. This decrease was primarily caused by increased healthcare costs in fiscal year 2011. The Other Self-Funded Insurance Fund has a deficit net assets balance of \$2.5 million at fiscal year-end which is the same as the previous year. The allocation for the Other Self-Funded Insurance Fund will continue to be increased by 33% annually over the next three fiscal years to eliminate this deficit net assets balance.

General Fund Budgetary Highlights

During the year there was a net decrease of \$7.0 million in expenditure appropriations between the original and final amended budget. The main components of this were based on the following: \$2.2 million budgeted for capital projects; \$1.2 million from surplus indigent healthcare funds; \$2.0 million from surplus non-departmental funds; \$1.8 million from public transportation for local match of transportation grants transferred to multi-year grant budgets. The surplus amounts from indigent healthcare and non-departmental were transferred to multi-year capital projects with budgets that extend beyond the County's fiscal year.

FORT BEND COUNTY, TEXAS
MANAGEMENT'S DISCUSSION AND ANALYSIS

General Fund revenues exceeded the amended budget by \$3.6 million for the year. The reasons for this surplus are detailed as follows:

- Property taxes resulted in revenues of \$0.3 million excess over budget due to underestimation of the collection rate.
- Fees and fines resulted in \$1.7 million in excess revenues due to continued increased collections of fines, fees and court costs.
- Intergovernmental revenue resulted in \$0.5 million in excess revenues primarily due to increased federal funding for transportation and energy efficiency offset by a decrease in state reimbursements for right of way acquisitions.
- Earnings on investments decreased by \$0.1 million due to reduced cash balance for General Fund caused by expenditure of multi-year project budgets for facilities.
- Miscellaneous revenue resulted in \$1.3 million in excess revenues primarily due to increased fuel reimbursements from outside entities due to higher fuel prices, a settlement agreement contract, and cost sharing agreements with local municipalities.

General Fund expenditures fell short of the amended budget by \$1.1 million for the year primarily due to turnover within each of the departments. There were minor budgetary shortfalls within budget categories of some departments. These minor shortfalls were not covered by budget transfers at the end of the year due to materiality and that the overall departmental expenditure budget had a surplus. The individual governmental function's budgetary performance is detailed as follows:

- General administration expenditures had minor budget shortfalls within individual budget categories for Commissioner Precinct 1, Commissioner Precinct 2, and Purchasing that were funded by other budget categories within those departments. Non-departmental had a budget shortfall of \$321 thousand in operating costs due to a correction for appellate fees that were improperly posted as a negative expenditure. This was corrected by the end of the year; however it allowed an over-expenditure of the amended budget. This did not cause an overall budget deficit for General administration, however, procedures have been put in place to prevent this in the future.
- Financial administration expenditures had minor budget shortfalls within individual budget categories for County Auditor that were funded by another budget category within that department.
- Administration of justice had minor budget shortfalls within individual budget categories for Courts Administration and Indigent Defense Program that were funded by other budget categories within those departments.
- Health and welfare had a budget shortfall of \$120 thousand in Social Services under the operating costs budget category due to a negative encumbrance that allowed expenditures to exceed actual available funding. This did not cause an overall budget deficit for Health and welfare, however, procedures have been put in place to prevent this in the future.
- Public safety had minor budget shortfalls within individual budget categories for Constable Precinct 2 and Constable Precinct 3 that were funded by other budget categories within those departments.

FORT BEND COUNTY, TEXAS
MANAGEMENT'S DISCUSSION AND ANALYSIS

Capital Assets and Debt Administration

Capital Assets - At the end of fiscal year 2011, the County's governmental activities had invested \$1,064.0 million in a variety of capital assets and infrastructure, as reflected in the following schedule. This represents an increase of approximately \$86.2 million over the previous fiscal year.

	Governmental Activities	
	2011	2010
Non-Depreciable Capital Assets		
Land	\$ 333,434,751	\$ 318,334,776
Construction-in-progress	120,250,614	152,903,502
Other Capital Assets, Net		
Vehicles	11,780,089	8,791,182
Office furniture and equipment	11,259,478	10,768,112
Machinery and equipment	12,080,859	11,292,998
Buildings, facilities and improvements	251,258,481	171,658,164
Infrastructure	323,971,538	304,135,617
Totals	\$ 1,064,035,810	\$ 977,884,351

Construction-in-progress at year-end represents numerous ongoing projects, the largest of which are: 2000 Mobility Bond projects for \$38.5 million; 2007 Mobility Bond projects for \$47.8 million; Big Creek project for \$2.1 million; Big Creek Flood Control Water Supply Corporation project for \$12.0 million; and Upper Oyster Creek project for \$7.6 million.

Long-Term Debt - At the end of the current fiscal year, the County had total bonds outstanding of \$318.3 million. This is a decrease of \$13.1 million from the prior year due to scheduled debt service payments made during fiscal year 2011. OPEB liability increased by \$26.6 million based on the actuarial valuation dated September 30, 2011 to a total balance of \$101.8 million.

	Governmental Activities	
	2011	2010
General obligation bonds	\$ 318,265,000	\$ 331,410,000
Premiums on bonds	12,043,251	12,038,573
Accrued compensated absences	5,560,434	5,392,775
Other post-employment benefits (OPEB) obligation	101,760,042	75,112,628
Total	\$ 437,628,727	\$ 423,953,976

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 ("FBCHFC"), a component unit of the County, issues conduit debt in the form of tax-exempt bonds for the purpose of providing below-market interest rate financing to qualified homebuyers and developers of affordable rental housing, and sponsorship or the federal low-income housing tax credit program. The tax-exempt bonds issued by FBCHFC do not constitute a debt or pledge of faith by FBCHFC, but are payable by the user pursuant to terms defined in the loan agreement underlying each issue. As of September 30, 2011, approximately \$11.0 million of total bonds were outstanding.

The Fort Bend County Industrial Development Corporation ("FBCIDC"), a component unit of the County, issues conduit debt in the form of bonds to finance all or part of the cost of one or more projects as defined in the Development Corporation Act of 1979, Article 5190.6, Vernon's Annotated Texas Civil Statutes, as amended. The bonds issued by the Corporation do not constitute a debt or pledge of faith by FBCIDC, but are payable by the user pursuant to terms defined in the loan agreement underlying each issue. As of September 30, 2011, approximately \$13.8 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 606,786 in 2011 and is expected to grow by 4.44% annually through 2015. Total employment is estimated at 235,961 in 2011 and is expected to grow by 3.37% annually over the same period.

The number of households has increased to 195,264 in 2011 and is expected to grow to 230,330 by 2015. Mean household income for 2011 is \$129,337 and is estimated to rise to \$146,579 by 2015. Income per capita is currently at \$41,986 and is expected to grow to \$48,116 by 2015. Retail sales increased by 7.8% to \$6.19 billion in 2011 and are expected to grow to \$7.37 billion by 2015.

The Commissioners Court approved a \$252.1 million total budget for the 2012 fiscal year. This is a 5.2% increase over the adopted 2011 fiscal year budget. The increase in the budget is due to increased debt service along with increases in operating expenditures for a new branch library and new facilities now in service. The overall tax rate remained constant from 2011 to 2012 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, 2011

	Primary Government	
	Governmental Activities	Component Units
Assets		
Cash and cash equivalents	\$ 103,640,117	\$ 32,466,202
Receivables:		
Taxes, net	7,547,814	
Grants	7,493,205	
Fees and fines	4,319,143	365
Accrued interest	7,557	26,288
Other	3,689,173	2,847,331
Prepaid items	205,387	124
Deferred issuance costs	3,311,493	738,947
Due from Fort Bend Grand Parkway Toll Road Authority		2,000,000
Due from component units	10,286,786	
Due from primary government		1,286,978
Capital assets, not being depreciated	453,685,365	11,561,227
Capital assets, net of accumulated depreciation	610,350,445	145,748,541
Total Assets	1,204,536,485	196,676,003
Liabilities		
Accounts payable and accrued expenses	37,773,482	3,900
Retainage payable	4,076,700	204,202
Accrued interest payable	1,224,897	590,800
Unearned revenues	3,556,645	
Due to component units	1,286,978	
Due to primary government		10,286,786
Due to Fort Bend County Toll Road Authority		2,000,000
Due to other governments	1,264,743	
Long-term liabilities due within one-year	14,690,109	1,645,000
Long-term liabilities due in more than one-year	422,938,618	135,847,059
Total Liabilities	486,812,172	150,577,747
Net Assets		
Invested in capital assets, net of related debt	773,322,172	19,817,709
Restricted for:		
Debt service	4,477,906	
Unrestricted	(60,075,765)	26,280,547
Total Net Assets	\$ 717,724,313	\$ 46,098,256

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

FORT BEND COUNTY, TEXAS

STATEMENT OF ACTIVITIES

For the Year Ended September 30, 2011

<u>Functions/Programs</u>	<u>Expenses</u>	<u>Program Revenues</u>		
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>
Primary Government				
Governmental Activities:				
General administration	\$ 47,061,517	\$ 7,520,478	\$ 11,285,351	\$
Financial administration	8,648,273	3,988,371		
Administration of justice	86,081,856	7,222,932	7,719,264	
Construction and maintenance	46,150,023	6,679,429	1,381,572	25,214,312
Health and welfare	25,283,662	5,930,364	6,479,035	
Cooperative services	1,177,426			
Public safety	55,190,407	5,621,993	8,623,225	
Park and recreation	2,915,986	141,893	157,468	
Libraries and education	14,810,488	246,699	174,204	
Interest on long-term debt	14,887,908			
Total Primary Government	\$ 302,207,546	\$ 37,352,159	\$ 35,820,119	\$ 25,214,312
Component Units:				
FBC Surface Water Supply Corporation	\$	\$	\$	\$
FBC Toll Road Authority	14,975,150	17,694,231		518,338
FB Grand Parkway Toll Road Authority	3,745,092			
FBC Housing Finance Corporation	11,060	141,870		
FBC Industrial Development Corporation	2,856	23,000		
Total Component Units	\$ 18,734,158	\$ 17,859,101	\$	\$ 518,338

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**

<u>Primary Government</u>	<u>Component Units</u>
 <u>Governmental Activities</u>	
\$ (28,255,688)	\$
(4,659,902)	
(71,139,660)	
(12,874,710)	
(12,874,263)	
(1,177,426)	
(40,945,189)	
(2,616,625)	
(14,389,585)	
(14,887,908)	
<u>(203,820,956)</u>	
	3,237,419
	(3,745,092)
	130,810
	20,144
	<u>(356,719)</u>
196,820,339	
2,925,202	358,798
5,954,640	54,573
<u>205,700,181</u>	<u>413,371</u>
1,879,225	56,652
715,845,088	46,041,604
<u>\$ 717,724,313</u>	<u>\$ 46,098,256</u>

FORT BEND COUNTY, TEXAS

BALANCE SHEET

GOVERNMENTAL FUNDS

September 30, 2011

	<u>General Fund</u>	<u>Debt Service Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Assets				
Cash and cash equivalents	\$ 44,762,938	\$ 5,165,917	\$ 48,294,533	\$ 98,223,388
Taxes receivable, net	5,918,057	521,045	1,108,712	7,547,814
Grants receivable	6,474,269		1,018,936	7,493,205
Fines and fees receivable	4,319,143			4,319,143
Accrued interest receivable	7,557			7,557
Other receivables	2,251,733	15,841	1,401,111	3,668,685
Due from other funds	15,317,511		9,512,732	24,830,243
Due from component units	10,286,786			10,286,786
Prepaid items	136,007		69,379	205,386
Total Assets	<u>\$ 89,474,001</u>	<u>\$ 5,702,803</u>	<u>\$ 61,405,403</u>	<u>\$ 156,582,207</u>
Liabilities and Fund Balances				
Liabilities:				
Accounts payable	\$ 26,067,578	\$	\$	\$ 26,067,578
Accrued payroll	3,965,469			3,965,469
Retainage payable	61,506		4,006,314	4,067,820
Due to other funds	2,198,840		22,914,538	25,113,378
Due to component units	1,286,978			1,286,978
Due to other governments	1,242,379		22,364	1,264,743
Deferred revenue	10,592,270	521,045	4,310,287	15,423,602
Total Liabilities	<u>45,415,020</u>	<u>521,045</u>	<u>31,253,503</u>	<u>77,189,568</u>
Fund Balances:				
Nonspendable	136,007		69,379	205,386
Restricted		5,181,758	34,501,665	39,683,423
Committed	33,106,759			33,106,759
Unassigned	10,816,215		(4,419,144)	6,397,071
Total Fund Balances	<u>44,058,981</u>	<u>5,181,758</u>	<u>30,151,900</u>	<u>79,392,639</u>
Total Liabilities and Fund Balances	<u>\$ 89,474,001</u>	<u>\$ 5,702,803</u>	<u>\$ 61,405,403</u>	<u>\$ 156,582,207</u>

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

FORT BEND COUNTY, TEXAS
RECONCILIATION OF THE BALANCE SHEET TO
THE STATEMENT OF NET ASSETS
September 30, 2011

Total fund balances, governmental funds	\$ 79,392,639
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.	1,063,947,000
Other long-term assets are not available to pay for current-period expenditures and are therefore deferred in the funds.	11,866,957
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.	(1,940,152)
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	(318,265,000)
Deferred issuance costs	3,311,493
Compensated absences	(5,560,434)
Other post-employment benefits (OPEB) obligation	(101,760,042)
Premiums on issuance of debt	(12,043,251)
Accrued interest is not due and payable in the current period and therefore not reported in the funds.	<u>(1,224,897)</u>
Net Assets of Governmental Activities	<u><u>\$ 717,724,313</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, 2011

	<u>General Fund</u>	<u>Debt Service Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Revenues				
Taxes	\$ 150,611,129	\$ 28,251,456	\$ 18,544,313	\$ 197,406,898
Fees and fines	26,538,216	76,613	10,867,165	37,481,994
Intergovernmental	23,894,468		13,077,519	36,971,987
Earnings on investments	1,457,487	141,647	1,198,905	2,798,039
Miscellaneous	3,372,764		3,151,627	6,524,391
Total Revenues	<u>205,874,064</u>	<u>28,469,716</u>	<u>46,839,529</u>	<u>281,183,309</u>
Expenditures				
Current:				
General administration	41,583,032		769,305	42,352,337
Financial administration	7,158,932		17,254	7,176,186
Administration of justice	54,210,526		17,628,820	71,839,346
Construction and maintenance	2,843,242		26,699,183	29,542,425
Health and welfare	17,345,040		4,722,704	22,067,744
Cooperative services	986,392			986,392
Public safety	42,751,912		1,404,590	44,156,502
Parks and recreation	2,263,590			2,263,590
Libraries and education	12,113,853		62,784	12,176,637
Capital Outlay	20,234,349		68,693,447	88,927,796
Debt Service:				
Principal		12,590,000		12,590,000
Interest and fiscal charges		15,528,257		15,528,257
Bond issuance costs		249,266		249,266
Total Expenditures	<u>201,490,868</u>	<u>28,367,523</u>	<u>119,998,087</u>	<u>349,856,478</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>4,383,196</u>	<u>102,193</u>	<u>(73,158,558)</u>	<u>(68,673,169)</u>
Other Financing Sources (Uses)				
Transfers in	5,260,901		9,141,885	14,402,786
Transfers (out)	(8,965,489)		(5,437,297)	(14,402,786)
Refunding bonds issued		9,675,000		9,675,000
Payment to refunded bond escrow agent		(10,230,000)		(10,230,000)
Premium on refunding bonds issued		784,853		784,853
Total Other Financing Sources (Uses)	<u>(3,704,588)</u>	<u>229,853</u>	<u>3,704,588</u>	<u>229,853</u>
Net change in fund balances	678,608	332,046	(69,453,970)	(68,443,316)
Fund Balances, Beginning of Year	43,380,373	4,849,712	99,605,870	147,835,955
Fund Balances, End of Year	<u>\$ 44,058,981</u>	<u>\$ 5,181,758</u>	<u>\$ 30,151,900</u>	<u>\$ 79,392,639</u>

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

FORT BEND COUNTY, TEXAS

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN

FUND BALANCES (GOVERNMENTAL FUNDS) TO THE STATEMENT OF ACTIVITIES

For the Year Ended September 30, 2011

Net change in fund balances - total governmental funds	\$ (68,443,316)
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 (\$88.9 million) exceeded depreciation expense (\$26.2 million) in the current period.	62,699,787
Capital contributions of infrastructure are reported in the governmental-wide financial statements but not in the fund financial statements.	23,717,658
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.	(354,795)
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.	(10,210,587)
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.	(167,658)
Changes in the other post-employment benefits (OPEB) obligation are not due and payable in the current period, and therefore are not reported in the governmental funds.	(26,647,414)
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.	(586,559)
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.	63,535
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.	576,813
Principal payments on bonds are reported as expenditures in governmental funds but not as expenses in the government-wide statements.	22,820,000
Internal service funds are used by management to charge the costs of certain activities, such as insurance and equipment replacement, to individual funds. The net revenues (expenses) are reported with governmental activities.	<u>(1,588,239)</u>
Change in net assets of governmental activities	<u><u>\$ 1,879,225</u></u>

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

FORT BEND COUNTY, TEXAS**STATEMENT OF NET ASSETS****PROPRIETARY FUNDS***September 30, 2011*

	Governmental Activities
	Internal Service Funds
Assets	
Current Assets:	
Cash and cash equivalents	\$ 5,416,728
Due from other funds	283,237
Other receivables	20,490
Total Current Assets	<u>5,720,455</u>
Noncurrent Assets:	
Capital Assets:	
Construction-in-progress	88,810
Total Capital Assets	<u>88,810</u>
Total Noncurrent Assets	<u>88,810</u>
Total Assets	<u><u>5,809,265</u></u>
Liabilities	
Current Liabilities:	
Benefits payable	7,740,434
Retainage payable	8,881
Due to other funds	102
Total Current Liabilities	<u>7,749,417</u>
Total Liabilities	<u><u>7,749,417</u></u>
Net Assets (Deficit)	
Invested in capital assets, net of related debt	88,810
Unrestricted	<u>(2,028,962)</u>
Total Net Assets (Deficit)	<u><u>\$ (1,940,152)</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, 2011

	Governmental Activities
	Internal Service Funds
Operating Revenues	
Charges for services	\$ 30,686,672
Total Operating Revenues	<u>30,686,672</u>
Operating Expenses	
Current operations - general administration	411,575
Benefits provided	31,990,499
Total Operating Expenses	<u>32,402,074</u>
Operating (Loss)	(1,715,402)
Non-Operating Revenues	
Earnings on investments	127,163
Total Non-Operating Revenues	<u>127,163</u>
Change in Net Assets	(1,588,239)
Total Net Assets (Deficit), Beginning of Year	<u>(351,913)</u>
Total Net Assets (Deficit), End of Year	<u>\$ (1,940,152)</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, 2011*

	Governmental Activities
	Internal Service Funds
Cash Flows from Operating Activities	
Charges for services	\$ 32,151,762
Payment of benefits	(31,400,379)
Payment of general administration expenses	(411,575)
Net Cash Provided by Operating Activities	<u>339,808</u>
Cash Flows from Investing Activities	
Interest earned on investments	127,163
Net Cash Provided by Investing Activities	<u>127,163</u>
Cash Flows from Capital and Related Financing Activities:	
Purchase of capital assets	(79,929)
Net Cash (Used) by Capital and Related Financing Activities	<u>(79,929)</u>
Net Increase in Cash and Cash Equivalents	387,042
Cash and Cash Equivalents, Beginning of Year	<u>5,029,686</u>
Cash and Cash Equivalents, End of Year	<u><u>\$ 5,416,728</u></u>
Reconciliation of Operating (Loss) to Net Cash Provided by Operating Activities	
Operating (Loss)	\$ (1,715,402)
Change in assets and liabilities:	
(Increase) in other receivables	(19,965)
Decrease in due from other funds	1,593,183
(Decrease) in due to other funds	(108,128)
Increase in benefits payable	590,120
Total adjustments	<u>2,055,210</u>
Net Cash Provided by Operating Activities	<u><u>\$ 339,808</u></u>

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

FORT BEND COUNTY, TEXAS
STATEMENT OF FIDUCIARY NET ASSETS
September 30, 2011

	<u>Agency Funds</u>
Assets	
Cash and cash equivalents	\$ 29,051,344
Miscellaneous receivables	<u>311,599</u>
Total Assets	<u><u>\$ 29,362,943</u></u>
Liabilities	
Due to other governments	<u>\$ 29,362,943</u>
Total Liabilities	<u><u>\$ 29,362,943</u></u>

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



FORT BEND COUNTY, TEXAS

STATEMENT OF NET ASSETS

COMPONENT UNITS

September 30, 2011

	Fort Bend County Surface Water Supply Corporation	Fort Bend County Toll Road Authority	Fort Bend Grand Parkway Toll Road Authority	Fort Bend County Housing Finance Corporation	Fort Bend County Industrial Development Corporation	Totals
Assets						
Cash and cash equivalents	\$ 7,614	\$ 31,734,552	\$ 72	\$ 700,944	\$ 23,020	\$32,466,202
Accounts receivable				365		365
Due from Fort Bend Grand Parkway Toll Road Authority		2,000,000				2,000,000
Due from primary government		1,286,978				1,286,978
Accrued interest receivable		25,125		1,163		26,288
Miscellaneous receivables		2,847,331				2,847,331
Deferred bond issuance costs		738,947				738,947
Prepaid items					124	124
Capital assets, not being depreciated		2,782,650	8,778,577			11,561,227
Capital assets, net of accumulated depreciation		145,748,541				145,748,541
Total Assets	7,614	187,164,124	8,778,649	702,472	23,144	196,676,003
Liabilities and Net Assets						
Liabilities						
Accounts payable				3,900		3,900
Retainage payable			204,202			204,202
Due to Fort Bend County Toll Road Authority			2,000,000			2,000,000
Due to primary government			10,286,786			10,286,786
Accrued interest payable		558,119	32,681			590,800
Long-term liabilities						
Due within one year		1,645,000				1,645,000
Due in more than one year		135,847,059				135,847,059
Total Liabilities		138,050,178	12,523,669	3,900		150,577,747
Net Assets						
Invested in capital assets, net of related debt		11,039,132	8,778,577			19,817,709
Unrestricted	7,614	38,074,814	(12,523,597)	698,572	23,144	26,280,547
Total Net Assets	\$ 7,614	\$ 49,113,946	\$ (3,745,020)	\$ 698,572	\$ 23,144	\$46,098,256

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, 2011

Functions/Programs	Program Revenues		
	Expenses	Charges for Services	Capital Grants and Contributions
Fort Bend County Surface Water Supply Corporation			
Health and welfare	\$	\$	\$
Total Fort Bend County Surface Water Supply Corporation			
Fort Bend County Toll Road Authority			
Toll road operations	8,356,153	17,694,231	518,338
Interest on long-term debt	6,618,997		
Total Fort Bend County Toll Road Authority	14,975,150	17,694,231	518,338
Fort Bend Grand Parkway Toll Road Authority			
Toll road operations	3,712,411		
Operating interest	32,681		
Total Fort Bend Grand Parkway Toll Road Authority	3,745,092		
Fort Bend County Housing Finance Corporation			
Programs	345		
General administration	10,715	141,870	
Total Fort Bend County Housing Finance Corporation	11,060	141,870	
Fort Bend County Industrial Development Corporation			
General administration	2,856	23,000	
Total Fort Bend County Industrial Development Corporation	2,856	23,000	
Total Component Units	\$18,734,158	\$17,859,101	\$ 518,338

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

Fort Bend County Surface Water Supply Corporation	Fort Bend County Toll Road Authority	Fort Bend Grand Parkway Toll Road Authority	Fort Bend County Housing Finance Corporation	Fort Bend County Industrial Development Corporation	Totals
\$	\$	\$	\$	\$	\$
	9,856,416				9,856,416
	(6,618,997)				(6,618,997)
	3,237,419				3,237,419
		(3,712,411)			(3,712,411)
		(32,681)			(32,681)
		(3,745,092)			(3,745,092)
			(345)		(345)
			131,155		131,155
			130,810		130,810
				20,144	20,144
				20,144	20,144
	3,237,419	(3,745,092)	130,810	20,144	(356,719)
75	354,629		4,094		358,798
	54,501	72			54,573
75	409,130	72	4,094		413,371
75	3,646,549	(3,745,020)	134,904	20,144	56,652
7,539	45,467,397		563,668	3,000	46,041,604
\$ 7,614	\$ 49,113,946	\$ (3,745,020)	\$ 698,572	\$ 23,144	\$ 46,098,256

FORT BEND COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS

Note 1 - Summary of Significant Accounting Policies

A. Financial Reporting Entity

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

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

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

Blended Component Units

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

Fort Bend County Drainage District ("District")

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

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

The FBFCWSC is a non-profit corporation organized for the benefit of the County to provide for the acquisition, construction and financing of flood control and drainage projects for the County. Upon completion, these projects are maintained by the 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)

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 the Brazos River and the City of Fulshear in Fort Bend County. The County has financial accountability because it appoints a voting majority of the Board and the County can impose its will. Financial information is available at the County Auditor's Office located at 301 Jackson, Suite 533, Richmond, Texas.

Fort Bend Grand Parkway Toll Road Authority

The Fort Bend Grand Parkway 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 Grand Parkway Toll Road that will extend from the Westpark Tollway along State Highway 99 to US 59. The County has financial accountability because it appoints a voting majority of the Board and the County can impose its will. Financial information is available at the County Auditor's Office located at 301 Jackson, Suite 533, Richmond, Texas.

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. 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 located at 301 Jackson, Suite 533, Richmond, Texas.

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. 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)

A. Financial Reporting Entity (continued)

Discretely Presented Component Units (continued)

Fort Bend County Industrial Development Corporation

The Fort Bend County Industrial Development Corporation was established under the Development Corporation Act of 1979 (Act). The Corporation facilitates the issuance of obligations in the form of bonds to finance all or part of the cost of one or more projects as defined by the Act. The bonds issued by the 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. The County has 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.

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.

FORT BEND COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS

Note 1 - Summary of Significant Accounting Policies (continued)

B. Government-wide and Fund Accounting (continued)

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

The County reports the following major governmental funds:

General Fund

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

Debt Service Fund

This fund is used to account for the debt service transactions relating to the following bond issues: Permanent Improvements Refunding Bonds Series 2003, Unlimited Tax Road Bonds Series 2006, Unlimited Tax Road Bonds Series 2007, Fort Bend Flood Control Water Supply Corporation (FBFCWSC) Refunding Bonds Series 2010, Limited Tax Facilities Bonds Series 2007, Unlimited Tax Road Bonds Series 2009, Justice Center Limited Tax Bonds Series 2009, and Unlimited Tax Road Refunding Series 2009. Revenues in this fund are comprised of property taxes levied against property located in the County.

The County also reports the following funds types:

Internal Service Funds

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

Agency Funds

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

C. Basis of Accounting

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

The government-wide statements of net 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.

FORT BEND COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS

Note 1 - Summary of Significant Accounting Policies (continued)

C. Basis of Accounting (continued)

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 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 re-appropriated 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 on new assets) is met. All betterments to existing assets are capitalized, without any threshold. Depreciation is recorded on capital assets on a government-wide basis. Major outlays for capital assets and improvements are capitalized as projects are constructed and subsequently depreciated over their estimated useful lives on a straight-line basis at the government-wide levels. All capital assets are valued at historical cost or estimated historical cost if actual cost was not available. Donated capital assets are valued at their estimated fair value on the date of donation.

The costs of normal maintenance and repairs that do not add to the value of 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 16, 2012, 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, 2011.

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, 2011, 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:

	<u>Total Fair Value</u>
Cash deposits	\$ 133,404,234
Certificates of deposit	495,579
Investment pools:	
Texas CLASS	2,193,082
TexasTERM	5,358
LOGIC	8,066
Total cash and investment pools	<u><u>\$ 136,106,319</u></u>

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

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 Average Maturity (days)</u>	<u>Percentage of Total Portfolio</u>
Certificates of deposit	\$ 495,579	271	18.3%
Investment pools:			
Texas CLASS	2,193,082	30	81.2%
TexasTERM	5,358	50	0.2%
LOGIC	8,066	42	0.3%
Total Fair Value	<u>\$ 2,702,085</u>		
Portfolio weighted average maturity		<u>74</u>	

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

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:

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

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

Note 3 - Receivables

Receivables, including applicable allowances for uncollectible accounts, as of September 30, 2011, were as follows:

	Governmental Activities			Total
	General	Debt Service	Other Governmental Funds	
Receivables:				
Taxes	\$ 6,575,619	\$ 578,939	\$ 1,231,902	\$ 8,386,460
Grants	6,474,269		1,018,936	7,493,205
Fees and fines	4,319,143			4,319,143
Accrued interest	7,557			7,557
Other	2,251,733	15,841	1,401,111	3,668,685
Gross receivables	19,628,321	594,780	3,651,949	23,875,050
Less: allowance for uncollectibles	(657,562)	(57,894)	(123,190)	(838,646)
Total	\$ 18,970,759	\$ 536,886	\$ 3,528,759	\$ 23,036,404

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, 2011, 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)	\$ 5,918,057	\$
Delinquent property taxes (road and bridge fund)	753,585	
Delinquent property taxes (drainage district fund)	355,127	
Delinquent property taxes (debt service fund)	521,045	
Fees and fines (general fund)	4,319,143	
Grant funds received prior to meeting all eligibility requirements		3,556,645
Total deferred revenue for governmental funds	<u><u>\$ 11,866,957</u></u>	<u><u>\$ 3,556,645</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. 2010 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 2011 fiscal year (2010 tax year), the County levied property taxes of \$0.49976 per \$100 of assessed valuation. The 2010 rates resulted in total adjusted tax levies of approximately \$194.6 million based on a total adjusted valuation of approximately \$37.4 billion. The total tax rate in the 2010 tax year was prorated as follows:

	<u>2010 Rate</u>	<u>2010 Limit</u>
General, certain special revenue and debt service funds	\$ 0.45246	\$ 0.80000
Special road & bridge funds	\$ 0.02770	\$ 0.15000
Fort Bend County Drainage District	\$ 0.01960	\$ 0.25000
Total Tax Rate	<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, 2011, the interfund receivables and payables were as follows:

	Interfund Receivable	Interfund Payable
General Fund	\$ 15,317,511	\$ 2,198,840
Non-major Governmental Funds	9,512,732	22,914,538
	<u>24,830,243</u>	<u>25,113,378</u>
Internal Service Funds	283,237	102
Total Governmental Activity	<u>\$ 25,113,480</u>	<u>\$ 25,113,480</u>

Interfund transfers

Transfers totaling approximately \$14.4 million were made during the year primarily for the purpose of moving unrestricted fund revenues to finance various programs that the government must account for in other funds in accordance with the budgetary authorizations, including amounts provided as subsidies or matching funds for various grant programs.

	Transfers In	Transfers Out
General Fund	\$ 5,260,901	\$ 8,965,489
Non-major Governmental Funds	9,141,885	5,437,297
	<u>\$ 14,402,786</u>	<u>\$ 14,402,786</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, 2011, is as follows:

	Primary Government			Balance 09/30/11
	Balance 10/01/10	Increases	Decreases	
Governmental Activities:				
Capital assets not being depreciated:				
Land	\$ 318,334,776	\$ 15,099,975	\$	\$ 333,434,751
Construction-in-progress	152,903,502	66,560,089	(99,212,977)	120,250,614
Total capital assets not being depreciated	<u>471,238,278</u>	<u>81,660,064</u>	<u>(99,212,977)</u>	<u>453,685,365</u>
Other capital assets:				
Vehicles	22,628,966	6,060,587	(2,615,345)	26,074,209
Office furniture and equipment	24,137,597	3,810,303	(899,313)	27,048,587
Machinery and equipment	24,517,102	2,533,314	(1,397,649)	25,652,766
Buildings, facilities and improvements	225,992,477	86,282,555		312,275,031
Infrastructure	415,884,110	31,587,290		447,471,401
Total other capital assets	<u>713,160,252</u>	<u>130,274,049</u>	<u>(4,912,307)</u>	<u>838,521,994</u>
Accumulated depreciation for:				
Vehicles	(13,837,784)	(2,897,397)	2,441,061	(14,294,120)
Office furniture and equipment	(13,369,485)	(3,288,600)	868,976	(15,789,109)
Machinery and equipment	(13,224,104)	(1,570,927)	1,223,124	(13,571,907)
Buildings, facilities and improvements	(54,334,313)	(6,682,237)		(61,016,550)
Infrastructure	(111,748,493)	(11,751,370)		(123,499,863)
Total accumulated depreciation	<u>(206,514,179)</u>	<u>(26,190,531)</u>	<u>4,533,161</u>	<u>(228,171,549)</u>
Other capital assets, net	506,646,073	104,083,518	(379,146)	610,350,445
Total Governmental Activities capital assets, net	<u>\$ 977,884,351</u>	<u>\$ 185,743,582</u>	<u>\$ (99,592,123)</u>	<u>\$1,064,035,810</u>

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

Fiscal Year 2011 Depreciation Expense	
General administration	\$ 1,179,617
Financial administration	211,010
Administration of justice	5,265,772
Construction and maintenance	13,990,660
Health and welfare	1,106,550
Cooperative services	58,409
Public safety	2,796,140
Parks and recreation	430,233
Library	1,152,140
Total Depreciation Expense	<u>\$ 26,190,531</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, 2011, is as follows:

2011 CONSTRUCTION COSTS						
Project	Balance 10/01/10	Increases- Retainage Included	Decreases- Capitalizations	Decreases- Adjustments	Balance 09/30/11	Remaining Commitments
2000 Mobility Projects - Bonds	\$ 37,300,220	\$ 9,111,704	\$ (7,898,972)	\$	\$ 38,512,952	\$ 1,252
2007 Mobility Projects - Bonds	30,864,194	25,058,579	(8,154,184)		47,768,589	7,411,884
Animal Control Expansion		58,746			58,746	474,458
Animal Control Satellite Office	250	66,888			67,138	
Big Creek	2,137,832	241,123		(272,700)	2,106,255	300,338
Big Creek FBFCWSC - Bonds	11,676,161	64,522		272,700	12,013,383	300
Bridge Construction	24,067				24,067	8,155
CAD Expansion		5,140			5,140	26,568
Commissioners' Courtroom AV Upgrade		226			226	
Courthouse Renovation Grant	48,311	338,711			387,022	
Crabb River Rd Expansion	600,608	27,842			628,450	64,794
Employee Clinic		88,810			88,810	282,109
EMS Facility Prop 3 - Bonds		108,099			108,099	
Facilities - Eugene Heimann Circle - Bonds		36,357	(877)		35,480	
Facilities Tracking Software	26,500				26,500	26,900
Fairgrounds Renovations	178,237				178,237	
FM762 Landscaping		10,268			10,268	
GML Library Prop 2 - Bonds	717,827	10,318			728,145	
Integrated Library System - Polaris		98,998			98,998	22,571
JP2 Expansion	113,941	440,201			554,142	
Kitty Hollow Park Expansion		28,140			28,140	72,751
Lawson Upgrade		149,751			149,751	199,195
Parkway Road District - Bonds	3,704				3,704	
Phone System Upgrade	26,954	422,482			449,436	79,250
Senior Citizens' Community Center	167,511	18,179			185,690	138,920
Sugar Land Library Prop 2 - Bonds	708,162	6,557,110			7,265,272	
Sugarland Annex Parking Lot		52,154			52,154	
Tax Office Missouri City	802,523				802,523	
Taylor House	43,986	9,312			53,298	
Time Management System-GHG		1,040			1,040	
Travis Building Renovation		262,884			262,884	37,521
U of H Library	25,855				25,855	
Upper Oyster Creek	5,321,540	2,248,680			7,570,220	
Projects Completed in FY2011	62,115,119	21,043,825	(83,158,944)			344,813
Totals	\$ 152,903,502	\$ 66,560,089	\$ (99,212,977)	\$	\$ 120,250,614	\$ 9,491,779

FORT BEND COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS

Note 6 - Capital Assets (continued)

A summary of changes in the discretely presented component units (Fort Bend County Toll Road Authority and Fort Bend Grand Parkway Toll Road Authority) capital assets for the year ended September 30, 2011, is as follows:

	Discretely Presented Component Units			Balance 09/30/11
	Balance 10/01/10	Increases	Decreases	
Governmental Activities:				
Capital assets not being depreciated:				
Land	\$ 2,694	\$ 1,686,072	\$	\$ 1,688,766
Construction-in-progress		10,687,100	(814,638)	9,872,461
Total capital assets not being depreciated	<u>2,694</u>	<u>12,373,172</u>	<u>(814,638)</u>	<u>11,561,227</u>
Other capital assets:				
Infrastructure	167,192,767	817,332		168,010,099
Total other capital assets	<u>167,192,767</u>	<u>817,332</u>		<u>168,010,099</u>
Accumulated depreciation for:				
Infrastructure	(18,036,467)	(4,225,092)		(22,261,558)
Total accumulated depreciation	<u>(18,036,467)</u>	<u>(4,225,092)</u>		<u>(22,261,558)</u>
Other capital assets, net	149,156,300	(3,407,759)		145,748,541
Total Governmental Activities capital assets, net	<u>\$ 149,158,994</u>	<u>\$ 8,965,413</u>	<u>\$ (814,638)</u>	<u>\$ 157,309,768</u>

Depreciation expense for the Fort Bend County Toll Road Authority and the Fort Bend Grand Parkway Toll Road Authority totaled \$4,225,092 for fiscal year 2011.

Construction-in-progress and remaining commitments under related construction contracts for the Fort Bend County Toll Road Authority and the Fort Bend Grand Parkway Toll Road Authority construction projects at September 30, 2011, is as follows:

2011 CONSTRUCTION COSTS					
Project	Balance 10/01/10	Increases- Retainage Included	Decreases- Capitalizations	Balance 09/30/11	Remaining Commitments
Fort Bend County Toll System	\$	\$ 1,908,522	\$ (814,638)	\$ 1,093,884	\$ 53,825
Grand Parkway Toll Road		8,778,578		8,778,578	5,180,620
Totals	<u>\$</u>	<u>\$ 10,687,100</u>	<u>\$ (814,638)</u>	<u>\$ 9,872,461</u>	<u>\$ 5,234,445</u>

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, 2011, is as follows:

Primary Government				
<u>Original Issue</u>	<u>Description</u>	<u>Interest Rate</u>	<u>Matures</u>	<u>Debt</u>
		%		Outstanding
General Obligation Bonds				
\$ 30,245,000	Unlimited Tax Road Bonds, Series 2006	4.00 - 5.00	2026	\$ 25,110,000
9,675,000	Fort Bend Flood Control Water Supply Refunding Bonds, Series 2010	2.50 - 4.00	2021	9,605,000
26,000,000	Unlimited Tax Road Bonds, Series 2007	4.00 - 4.25	2027	22,330,000
126,675,000	Facilities Limited Tax Bonds, Series 2007	4.00 - 5.00	2031	126,245,000
48,940,000	Unlimited Tax Road Bonds, Series 2009	3.00 - 5.00	2029	45,665,000
73,430,000	Justice Center Limited Tax Bonds, Series 2009	3.00 - 5.25	2030	70,550,000
20,780,000	Unlimited Tax Road Refunding Bonds, Series 2009	3.00 - 5.00	2021	<u>18,760,000</u>
	Total General Obligation Bonds			<u><u>\$ 318,265,000</u></u>

The County issues general obligation bonds primarily for the purpose of funding construction projects. The Facilities and Justice Center Limited Tax Bonds were issued to provide funds for the construction of major County facilities. The Unlimited Tax Road Bonds have been issued to fund the acquisition of right-of-way and the construction of roads and bridges that are within the County’s major thoroughfare plan. The Fort Bend Flood Control Water Supply Bonds were issued to fund the improvement of the Drainage District infrastructure.

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

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, 2011, follows:

	Balance 10/01/10	Additions	Retirements	Balance 09/30/11	Amounts Due Within One Year
General obligation bonds	\$ 331,410,000	\$ 9,675,000	\$ 22,820,000	\$ 318,265,000	\$ 13,300,000
Premiums on bonds	12,038,573	784,853	780,175	12,043,251	
Totals	343,448,573	10,459,853	23,600,175	330,308,251	13,300,000
Accrued compensated absences	5,392,775	5,864,991	5,697,332	5,560,434	1,390,109
Other post-employment benefits (OPEB) obligation	75,112,628	26,647,414		101,760,042	
Totals	80,505,403	32,512,405	5,697,332	107,320,476	1,390,109
Total Long-Term Liabilities	\$ 423,953,976	\$ 42,972,258	\$ 29,297,507	\$ 437,628,727	\$ 14,690,109

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

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

	Principal	Interest	Totals
2012	\$ 13,300,000	\$ 14,698,760	\$ 27,998,760
2013	13,725,000	14,154,579	27,879,579
2014	14,295,000	13,541,073	27,836,073
2015	14,740,000	12,935,873	27,675,873
2016	15,185,000	12,317,610	27,502,610
2017-2021	82,525,000	50,561,027	133,086,027
2022-2026	87,810,000	29,979,841	117,789,841
2027-2031	76,685,000	8,219,120	84,904,120
Totals	\$ 318,265,000	\$ 156,407,883	\$ 474,672,883

FORT BEND COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS

Note 7 - Long-Term Debt (continued)

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

Discretely presented component unit (Fort Bend County Toll Road Authority) long-term bonded debt as of September 30, 2011, is listed below:

Discretely Presented Component Unit				
Original Issue	Description	Interest Rate %	Matures	Debt Outstanding
General Obligation Bonds				
\$ 63,695,000	Unlimited Tax and Subordinate Lien Toll Road Revenue Bonds, Series 2003	4.00 - 5.00	2032	\$ 62,695,000
72,195,000	Unlimited Tax and Subordinate Lien Toll Road Revenue Bonds, Series 2004	3.63 - 5.00	2032	<u>71,795,000</u>
Total General Obligation Bonds				<u><u>\$ 134,490,000</u></u>

A summary of long-term liability transactions of the discretely presented component unit for the year ended September 30, 2011, follows:

	Balance 10/01/10	Additions	Retirements	Balance 09/30/11	Amounts Due Within One Year
General obligation bonds	\$ 135,890,000	\$	\$ 1,400,000	\$ 134,490,000	\$ 1,645,000
Premiums on bonds	3,145,014		142,955	3,002,059	
Totals	<u><u>\$ 139,035,014</u></u>	<u><u>\$</u></u>	<u><u>\$ 1,542,955</u></u>	<u><u>\$ 137,492,059</u></u>	<u><u>\$ 1,645,000</u></u>

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

	Principal	Interest	Totals
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
2017-2021	27,160,000	27,425,988	54,585,988
2022-2026	36,840,000	19,352,750	56,192,750
2027-2031	47,310,000	8,882,750	56,192,750
2032-2036	10,940,000	273,500	11,213,500
Totals	<u><u>\$ 134,490,000</u></u>	<u><u>\$ 88,275,642</u></u>	<u><u>\$ 222,765,642</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)

On October 12, 2010, the Fort Bend Flood Control Water Supply Corporation ("FBFCWSC") issued \$9,675,000 of Revenue Refunding Bonds to refund and defease the FBFCWSC's outstanding Revenue Bonds, Series 2001 of \$10,070,000. This advance refunding was undertaken to reduce total debt service payments over the next 10 years by \$1,380,843 and resulted in an economic gain of \$1,269,369.

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. As of September 30, 2011, \$11,019,851 of total bonds are outstanding.

The Fort Bend County Industrial Development Corporation is authorized to finance industrial development projects as defined by the Development Act of 1979 by issuing bonds. The bonds issued by the Corporation do not constitute a debt or pledge of faith of the Corporation, but are payable by the user pursuant to terms defined in the loan agreement underlying each issue. During 2011, the corporation issued Recovery Zone Facility Bonds (Accredo Packaging, Inc. Project), Series 2010 bonds in the amount of \$11,500,000. As of September 30, 2011, \$13,838,919 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.

FORT BEND COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS

Note 8 - Employee Retirement System (continued)

A. Plan Description (continued)

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 10.65% for calendar year 2011. 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.

The County's total payroll in fiscal year 2011 was \$108.1 million and the County's contributions were based on a payroll of \$106.7 million. Contributions made by employees totaled \$7.5 million, and the County made contributions of \$11.4 million during the fiscal year ended September 30, 2011.

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

	<u>2011</u>	<u>2010</u>	<u>2009</u>
Annual Pension Cost (APC)	\$ 11,418,711	\$ 11,235,138	\$ 10,187,718
Percentage of APC Contributed	100%	100%	100%
Net Pension Obligation at the End of Period	0	0	0

For the year ended September 30, 2011, the pension cost for the TCDRS plan and the actual contributions made were \$11,418,711. Because all contributions are made as required, no pension obligation existed at September 30, 2011.

<u>Actuarial Information</u>	<u>12/31/2010</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%

FORT BEND COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS

Note 8 - Employee Retirement System (continued)

C. Funded Status and Funding Progress

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

Schedule of Funding Information

Actuarial valuation date		12/31/2010
Actuarial value of assets	\$	257,926,802
Actuarial accrued liability (AAL)	\$	307,767,507
liability (UAAL or OAAL)	\$	49,840,705
Funded ratio		83.81%
Annual covered payroll (actuarial)	\$	106,041,139
UAAL or OAAL as % of covered payroll		47.00%

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

Note 9 - Deferred Compensation Plan

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

Note 10 - Other Post-Employment Benefits

A. Plan Description

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

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

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

FORT BEND COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS

Note 10 - Other Post-Employment Benefits (continued)

B. Funding Policy and Contribution Rates

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

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

The County recognizes its share of the costs of providing these benefits when paid, on a "pay-as-you-go" basis. These payments are budgeted annually. At September 30, 2011, there were 365 retirees receiving benefits and approximately 2,275 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 2011 are as follows:

FORT BEND COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS

Note 10 - Other Post-Employment Benefits (continued)

C. Annual OPEB Costs and Net OPEB Obligation

For fiscal year 2011, the County's annual OPEB cost for the Plan was \$31,751,414. 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, 2011, were as follows:

	Fiscal Year Ending 9/30/11
Determination of Annual Required Contribution	
Normal Cost at Fiscal Year End	\$ 17,130,282
Amortization of Unfunded Actuarial Accrued Liability	15,793,330
Annual Required Contribution (ARC)	<u>32,923,612</u>
Determination of Net OPEB Obligation	
Annual Required Contribution	32,923,612
Interest on prior-year Net OPEB Obligation	3,004,505
Adjustment to ARC	(4,176,703)
Annual OPEB Cost	<u>31,751,414</u>
Less Assumed Contributions Made	<u>(5,104,000)</u>
Estimated Increase in Net OPEB Obligation	26,647,414
Net OPEB Obligation - Beginning of Year	<u>75,112,628</u>
Net OPEB Obligation - End of Year	<u>\$ 101,760,042</u>
Percentage of OPEB Cost Contributed	16.1%

D. Trend Information

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

Fiscal Year Ended	Discount Rate	Annual OPEB Cost	Percentage of OPEB Cost Contributed	Net OPEB Obligation
2009	4%	\$ 26,608,211	7.3%	\$ 48,819,922
2010	4%	\$ 30,699,706	14.4%	\$ 75,112,628
2011	4%	\$ 31,751,414	16.1%	\$ 101,760,042

FORT BEND COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS

Note 10 - Other Post-Employment Benefits (continued)

E. Funded Status and Funding Progress

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

Actuarial valuation date	October 1, 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.

F. Actuarial Methods and Assumptions

The actuarial cost method used for determining the benefit obligations is a Projected Unit Credit Cost Method. Under this method, the actuarial present value of projected benefits is the value of benefits expected to be paid for current actives and retirees and is calculated based on certain assumptions and census data. The Actuarial Accrued Liability (AAL) is the actuarial present value of benefits attributed to employee service rendered prior to the valuation date. The AAL equals the present value of benefits multiplied by a fraction equal to service to date over service at expected retirement. The Normal Cost is the actuarial present value of benefits attributed to one year of service. This equals the present value of benefits divided by service at expected retirement. Since retirees are not accruing any more service, their normal cost is zero. In determining the Annual Required Contribution, The Unfunded AAL is amortized as a level dollar over 30 years. The actuarial assumptions included a 4% per annum discount rate for valuing liabilities. Employees eligible for retiree medical benefits assumed to elect continued medical coverage in retirement for themselves and their spouses is 100% and 40% respectively. The valuation assumes a 4.9% to 8.5% healthcare cost trend increase beginning in 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.

FORT BEND COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS

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

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

Note 12 – Fund Balances

As prescribed by GASB Statement No. 54, governmental funds report fund balance in classifications based primarily on the extent to which the County is bound to honor constraints on the specific purposes for which amounts in the funds can be spent. As of September 30, 2011, fund balance for the government fund is made up of the following:

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

Restricted Fund Balance - includes amounts that can be spent only for the specific purposes stipulated by external resource providers, constitutionally or through enabling legislation. Restrictions may effectively be changed or lifted only with the consent of resource providers.

Committed Fund Balance – includes amounts that can only be used for the specific purposes determined by a formal action of the County’s highest level of decision-making authority, the County’s Board. Commitments may be changed or lifted only by the County taking the same formal action that imposed the constraint originally.

Assigned Fund Balance – comprises amounts intended to be used by the County for specific purposes that are neither restricted nor committed. *Intent* is expressed by (1) the County’s Board or (b) a body (for example: a budget or finance committee) or official to which the County’s Board has delegated the authority to assign amounts to be used for specific purposes.

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

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

Fund balances for all the major and non-major governmental funds as of September 30, 2011, were distributed as shown on the following page:

FORT BEND COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS

Note 12 – Fund Balances (continued)

	<u>General</u>	<u>Debt Service</u>	<u>Other Governmental Funds</u>	<u>Total</u>
Nonspendable:				
Prepaid expenses	\$ 136,007	\$	\$ 69,379	\$ 205,386
Subtotal	<u>136,007</u>	<u></u>	<u>69,379</u>	<u>205,386</u>
Restricted for:				
General administration			2,650,738	2,650,738
Financial administration			25,108	25,108
Administration of justice			3,222,487	3,222,487
Construction and maintenance			24,035,147	24,035,147
Health and welfare			141,149	141,149
Public safety			4,288,171	4,288,171
Library			138,865	138,865
Debt service		5,181,758		5,181,758
Subtotal		<u>5,181,758</u>	<u>34,501,665</u>	<u>39,683,423</u>
Committed to:				
Capital projects	33,106,759			33,106,759
Subtotal	<u>33,106,759</u>			<u>33,106,759</u>
Unassigned	<u>10,816,215</u>		<u>(4,419,144)</u>	<u>6,397,071</u>
Total Fund Balances	<u>\$ 44,058,981</u>	<u>\$ 5,181,758</u>	<u>\$ 30,151,900</u>	<u>\$ 79,392,639</u>

Note 13 - Contingencies and Commitments

A. Construction Contract Commitments

The County had several capital improvement commitments at September 30, 2011. 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, 2011.

Note 14 - Risk Management

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

FORT BEND COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS

Note 14 - Risk Management (continued)

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

	<u>Year ended</u> <u>9/30/2011</u>	<u>Year ended</u> <u>9/30/2010</u>
Unpaid claims, beginning of year	\$ 7,150,314	\$ 5,706,627
Incurred claims (including IBNRs)	26,968,699	26,418,069
Claim payments	<u>(26,378,579)</u>	<u>(24,974,382)</u>
Unpaid claims, end of year	<u>\$ 7,740,434</u>	<u>\$ 7,150,314</u>

Note 15 – Deficit Net Assets

As of September 30, 2011, Other Self-Funded Insurance Fund has deficit net assets of \$2,507,201. 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 three years to eliminate this deficit net assets balance.

As of September 30, 2011, the Fort Bend Grand Parkway Toll Road Authority has deficit net assets of \$3,745,020. This was caused by loans from the Fort Bend County Toll Road Authority and the County General Fund to begin construction of the Fort Bend Grand Parkway Toll Road. The issuance of bonds in fiscal year 2012 will allow for these loans to be repaid and eliminate this deficit net assets balance.

Note 16 – Deficit Fund Balance

As of September 30, 2011, Mobility 2009 Projects fund has a deficit fund balance of \$4,418,611. This was caused by a loan from General Fund to continue the road construction projects after the bond proceeds were exhausted. The issuance of the next mobility bonds will allow for this loan to be repaid and the elimination of the fund balance deficit.

Note 17 – Restatement of Beginning Net Assets

During the 2011 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 construction in progress, vehicles, office furniture and equipment, road equipment, and buildings-facilities-and improvements by (\$511,313), (\$696,472), \$33,855, \$915,335, and \$314,959 respectively. Accumulated depreciation for vehicles, office furniture and equipment, road equipment, and buildings facilities and improvements by \$864,752, (\$17,539), \$892,029, and \$2,144 respectively. Therefore, governmental activities beginning net assets total was increased by \$9,403.

FORT BEND COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS

Note 18 - Subsequent Event

Fort Bend County has plans for three bond sales in fiscal year 2012. The next issue of mobility bonds approved by voters in May 2007 is planned for April 2012 in the amount of \$65 million in unlimited tax road bonds. The Fort Bend County Toll Road Authority plans to issue \$20 million in revenue bonds during the summer of 2012 for the State Highway 6 underpass as an extension of the Fort Bend Parkway Toll Road. The Fort Bend Grand Parkway Toll Road Authority plans to issue \$175 million in revenue bonds for the construction of tolled overpasses along State Highway 99 from US 59 to the Westpark Tollway.

Note 19 – Fort Bend County Toll Road Authority Capital Asset Adjustment

A portion of the depreciable capital asset for the Fort Bend County Toll Road Authority (Authority) will be reclassified as non-depreciable in fiscal year 2012 on the Statement of Net Assets. This reclassification relates to the acquisition of right of way for the Toll Road System during fiscal years 2003 and 2004. This adjustment will require a correction of depreciation expense that was previously taken on these non-depreciable capital acquisitions in fiscal years 2005 through 2011 on the Statement of Changes in Net Assets. The analysis and identification of these non-depreciable capital acquisitions for the Toll Road System are being performed by the Authority and will be completed and presented to the County Auditor in fiscal year 2012 for correction.

Required Supplementary Information

FORT BEND COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND - BUDGETARY BASIS
For the Year Ended September 30, 2011

page 1 of 9

	<u>Original Budget</u>	<u>Budget as Amended</u>	<u>Actual Amounts Budgetary Basis</u>	<u>Variance from Amended Positive (Negative)</u>
Revenues				
Taxes	\$ 150,306,924	\$ 150,306,924	\$ 150,611,129	\$ 304,205
Fees and fines	19,234,992	19,241,262	20,915,189	1,673,927
Intergovernmental	1,350,000	1,350,000	1,803,070	453,070
Earnings on investments	1,553,530	1,553,530	1,457,487	(96,043)
Miscellaneous	1,877,500	1,916,585	3,195,707	1,279,122
Total Revenues	<u>174,322,946</u>	<u>174,368,301</u>	<u>177,982,582</u>	<u>3,614,281</u>
Expenditures				
General Administration				
County Judge:				
Salaries and personnel costs	500,515	476,788	464,544	12,244
Operating costs	15,568	13,744	13,082	662
Information technology costs	699	2,523	2,371	152
Commissioner Precinct 1:				
Salaries and personnel costs	362,945	361,817	358,733	3,084
Operating costs	15,484	12,214	7,229	4,985
Information technology costs		3,270	3,285	(15)
Commissioner Precinct 2:				
Salaries and personnel costs	482,796	482,796	478,497	4,299
Operating costs	24,045	24,914	25,287	(373)
Information technology costs	500	91	91	
Commissioner Precinct 3:				
Salaries and personnel costs	351,667	351,667	345,812	5,855
Operating costs	40,719	39,063	17,260	21,803
Information technology costs	2,067	3,723	3,073	650
Commissioner Precinct 4:				
Salaries and personnel costs	340,332	340,332	330,989	9,343
Operating costs	12,925	11,942	8,505	3,437
Information technology costs	917	1,900	1,800	100
County Clerk:				
Salaries and personnel costs	3,062,225	3,050,190	2,983,251	66,939
Operating costs	95,617	99,017	92,984	6,033
Information technology costs	15,150	15,150	12,931	2,219
Capital acquisitions	11,200	7,800	7,711	89
Non-Departmental:				
Salaries and personnel costs	1,875,000	2,376,074	2,375,000	1,074
Operating costs	6,780,975	4,746,049	5,067,021	(320,972)
Information technology costs		235	234	1
Risk Management/Insurance:				
Salaries and personnel costs	565,015	577,355	565,630	11,725
Operating costs	303,335	120,995	120,820	175
Information technology costs	165	20,165	19,175	990
Property/Casualty/Liability:				
Operating costs	2,533,800	1,892,800	1,892,742	58
Information technology costs	10,000	1,000		1,000
Capital acquisitions	100,000	100,000	53,089	46,911

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, 2011

	<u>Original Budget</u>	<u>Budget as Amended</u>	<u>Actual Amounts Budgetary Basis</u>	<u>Variance from Amended Positive (Negative)</u>
Elections Administrator:				
Salaries and personnel costs	539,758	540,142	532,009	8,133
Operating costs	111,940	111,940	95,153	16,787
Capital acquisitions	6,500	6,500		6,500
Elections Services:				
Salaries and personnel costs	281,923	220,923	214,562	6,361
Operating costs	280,448	216,448	216,012	436
Information technology costs	6,950	6,950	6,905	45
Human Resources:				
Salaries and personnel costs	692,803	691,134	673,368	17,766
Operating costs	153,934	151,434	88,171	63,263
Information technology costs	1,834	4,334	3,908	426
Vehicle Maintenance:				
Salaries and personnel costs	1,718	1,718	439	1,279
Operating costs	865	90,748	738	90,010
Information technology costs	1,100	1,100	1,041	59
Capital acquisitions	277,080	17,197	12,197	5,000
Records Management:				
Salaries and personnel costs	347,809	347,809	347,360	449
Operating costs	21,618	20,364	11,403	8,961
Information technology costs		1,254	1,176	78
Central Mailroom:				
Salaries and personnel costs	162,104	163,052	153,096	9,956
Operating costs	505,190	506,199	503,858	2,341
Information technology costs		491	490	1
Facilities Management and Planning:				
Salaries and personnel costs	487,085	469,499	443,421	26,078
Operating costs	46,184	43,744	39,880	3,864
Information technology costs		2,440	2,281	159
Facilities Maintenance:				
Salaries and personnel costs	529,136	450,738	444,650	6,088
Operating costs	447,281	388,415	387,808	607
Information technology costs	1,935	1,935	1,399	536
Capital acquisitions	34,370	34,370	32,801	1,569
Facilities Operations:				
Salaries and personnel costs	256,523	256,523	255,307	1,216
Operating costs	6,184,596	5,550,513	5,511,897	38,616
Capital acquisitions	37,000	37,050	37,044	6
Janitorial:				
Salaries and personnel costs	586,473	533,252	505,204	28,048
Operating costs	263,930	303,930	294,479	9,451
Capital acquisitions	21,500	21,500	21,447	53
Special Projects:				
Salaries and personnel costs		19,044	19,043	1
Information technology:				
Salaries and personnel costs	3,702,489	3,578,211	3,543,876	34,335
Operating costs	1,115,665	967,665	967,474	191
Information technology costs	136,332	233,114	232,025	1,089
Capital acquisitions	234,470	137,688	136,378	1,310

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, 2011

	<u>Original Budget</u>	<u>Budget as Amended</u>	<u>Actual Amounts Budgetary Basis</u>	<u>Variance from Amended Positive (Negative)</u>
Purchasing:				
Salaries and personnel costs	702,793	686,138	672,843	13,295
Operating costs	25,211	27,895	28,736	(841)
Information technology costs	4,186	3,832	3,831	1
Capital acquisitions		7,338	7,338	
Capital Outlay-General Fund:				
Capital acquisitions	2,159,000			
Total General Administration	<u>37,873,394</u>	<u>31,988,185</u>	<u>31,702,194</u>	<u>285,991</u>
Financial Administration				
County Auditor:				
Salaries and personnel costs	1,739,492	1,718,845	1,695,856	22,989
Operating costs	21,464	19,804	20,399	(595)
Information technology costs		5,560	5,625	(65)
County Treasurer:				
Salaries and personnel costs	707,203	713,247	698,366	14,881
Operating costs	180,785	177,835	171,765	6,070
Information technology costs		4,380	4,344	36
Court Collections:				
Salaries and personnel costs	102,904	102,904	99,195	3,709
Operating costs	19,044	19,044	14,851	4,193
EMS Collections:				
Salaries and personnel costs	360,766	359,359	349,261	10,098
Operating costs	77,534	78,113	74,630	3,483
Information technology costs		475	457	18
Capital acquisitions	6,900	5,846	5,846	
Tax Assessor/Collector:				
Salaries and personnel costs	3,327,752	3,325,826	3,308,641	17,185
Operating costs	302,165	298,831	296,791	2,040
Information technology costs	1,305	6,639	6,559	80
Budget Office:				
Salaries and personnel costs	417,654	402,376	397,065	5,311
Operating costs	22,987	22,877	7,904	14,973
Information technology costs		110	90	20
Copy Center:				
Operating costs	8,287	8,287	7,134	1,153
Total Financial Administration	<u>7,296,242</u>	<u>7,270,358</u>	<u>7,164,779</u>	<u>105,579</u>
Administration of Justice				
County Court-at-Law #1:				
Salaries and personnel costs	437,466	432,566	432,483	83
Operating costs	262,510	289,210	289,113	97
Information technology costs	1,985	1,685	1,659	26
County Court-at-Law #2:				
Salaries and personnel costs	458,315	454,487	454,481	6
Operating costs	221,900	397,100	396,126	974
Information technology costs	2,977	1,277	437	840

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, 2011

	<u>Original Budget</u>	<u>Budget as Amended</u>	<u>Actual Amounts Budgetary Basis</u>	<u>Variance from Amended Positive (Negative)</u>
County Court-at-Law #3:				
Salaries and personnel costs	452,316	445,716	444,667	1,049
Operating costs	204,140	443,940	443,876	64
Information technology costs		1,800	1,080	720
Capital acquisitions	6,800	6,800	6,209	591
County Court-at-Law #4:				
Salaries and personnel costs	454,218	450,418	446,980	3,438
Operating costs	210,590	741,390	741,347	43
Associate County Court-at-Law:				
Salaries and personnel costs	183,346	183,346	181,527	1,819
Operating costs	12,632	12,562	8,914	3,648
Information technology costs		70		70
240th District Court:				
Salaries and personnel costs	225,981	222,631	222,594	37
Operating costs	228,469	488,819	488,816	3
Capital acquisitions		6,000	5,320	680
268th District Court:				
Salaries and personnel costs	230,282	240,582	240,537	45
Operating costs	264,693	690,393	689,642	751
Information technology costs	500	500	212	288
328th District Court:				
Salaries and personnel costs	362,366	362,066	361,420	646
Operating costs	195,184	351,484	351,467	17
387th District Court:				
Salaries and personnel costs	361,197	361,097	358,690	2,407
Operating costs	136,529	236,709	236,708	1
Capital acquisitions		5,920	5,846	74
400th District Court:				
Salaries and personnel costs	226,018	227,018	225,952	1,066
Operating costs	329,196	473,156	471,243	1,913
Information technology costs		40	22	18
434th District Court:				
Salaries and personnel costs	225,922	226,822	225,614	1,208
Operating costs	238,996	841,096	839,894	1,202
Information technology costs	1,340	1,340	1,255	85
Child Support:				
Salaries and personnel costs	396,235	396,235	394,687	1,548
Operating costs	23,570	23,570	20,840	2,730
District Clerk:				
Salaries and personnel costs	3,378,270	3,290,509	3,253,808	36,701
Operating costs	134,680	123,705	118,132	5,573
Information technology costs	100	11,075	10,923	152
District Clerk Jury Payments:				
Operating costs	250,000	313,000	312,692	308
Justice of the Peace Precinct #1, Place 1:				
Salaries and personnel costs	453,733	444,011	427,506	16,505
Operating costs	13,843	13,808	11,544	2,264
Information technology costs		35	35	

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, 2011

	<u>Original Budget</u>	<u>Budget as Amended</u>	<u>Actual Amounts Budgetary Basis</u>	<u>Variance from Amended Positive (Negative)</u>
Justice of the Peace Precinct #1, Place 2:				
Salaries and personnel costs	549,241	555,781	555,675	106
Operating costs	17,129	18,729	18,003	726
Justice of the Peace Precinct #2:				
Salaries and personnel costs	491,782	510,352	509,402	950
Operating costs	19,950	15,750	12,436	3,314
Justice of the Peace Precinct #3:				
Salaries and personnel costs	476,712	476,712	468,192	8,520
Operating costs	13,070	13,070	11,822	1,248
Justice of the Peace Precinct #4:				
Salaries and personnel costs	403,708	397,096	387,749	9,347
Operating costs	15,370	15,370	14,427	943
Bail Bond Board:				
Salaries and personnel costs	64,803	64,803	64,578	225
Operating costs	5,050	5,050	3,881	1,169
County Attorney:				
Salaries and personnel costs	1,800,396	1,808,586	1,804,959	3,627
Operating costs	138,877	114,613	95,417	19,196
Information technology costs	2,017	2,017	1,885	132
Capital acquisitions	6,900	31,164	30,982	182
District Attorney:				
Salaries and personnel costs	6,351,190	6,360,099	6,347,899	12,200
Operating costs	363,993	240,821	228,990	11,831
Information technology costs	20,908	20,923	20,918	5
District Judges Fees/Services:				
Operating costs	1,300,000			
Sheriff Detention Operating:				
Salaries and personnel costs	19,397,835	20,282,087	20,281,686	401
Operating costs	6,273,820	6,691,065	6,672,992	18,073
Information technology costs	21,248	21,248	16,168	5,080
Capital acquisitions	21,220	21,220	18,723	2,497
Sheriff - Bailiffs:				
Salaries and personnel costs	1,309,600	1,089,139	1,064,136	25,003
Sheriff - Courthouse Security:				
Salaries and personnel costs	410,067	403,990	403,752	238
Operating costs	28,335	28,335	21,632	6,703
Information technology costs	690	690		690
Courts Administration:				
Salaries and personnel costs	147,266	151,047	150,377	670
Operating costs	18,950	18,950	18,981	(31)
Information technology costs	2,265	2,265	1,992	273
Capital acquisitions	6,900	6,900	5,533	1,367
Indigent Defense Program:				
Salaries and personnel costs	167,740	168,721	179,519	(10,798)
Operating costs	64,572	64,572	34,650	29,922
Behavioral Health Services:				
Salaries and personnel costs		39,683	39,373	310
Operating costs		2,490	1,792	698

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, 2011

	<u>Original Budget</u>	<u>Budget as Amended</u>	<u>Actual Amounts Budgetary Basis</u>	<u>Variance from Amended Positive (Negative)</u>
Choices and Consequences:				
Operating costs	62,090	62,090	60,031	2,059
Death Investigators:				
Operating costs	24,350	24,350	22,114	2,236
Adult Probation Operating:				
Salaries and personnel costs	81,660	88,160	88,061	99
Operating costs	135,120	78,620	63,841	14,779
CSR Program:				
Salaries and personnel costs	274,127	274,127	253,542	20,585
Drug Court - County:				
Operating costs	55,000	55,000	14,221	40,779
Juvenile Truancy Court:				
Salaries and personnel costs		4,778	48	4,730
Total Administration of Justice	<u>51,130,250</u>	<u>53,444,451</u>	<u>53,114,677</u>	<u>329,774</u>
Construction and Maintenance				
Carpenter Shop:				
Salaries and personnel costs	891,333	837,752	834,812	2,940
Operating costs	26,342	20,526	20,167	359
Engineering:				
Salaries and personnel costs	1,544,299	1,447,566	1,443,652	3,914
Operating costs	156,636	135,136	134,980	156
Information technology costs	8,112	10,112	4,872	5,240
Capital acquisitions	28,769	28,769	25,792	2,977
Landfill:				
Salaries and personnel costs	44,015	31,515	26,118	5,397
Operating costs	140,360	82,592	82,550	42
Recycling Center:				
Salaries and personnel costs	124,854	131,054	130,963	91
Operating costs	34,465	32,965	29,414	3,551
Capital acquisitions	125,000	300	256	44
Household/Ag Waste Program:				
Salaries and personnel costs	49,903	49,903	47,542	2,361
Operating costs	70,920	70,920	38,203	32,717
Total Construction and Maintenance	<u>3,245,008</u>	<u>2,879,110</u>	<u>2,819,321</u>	<u>59,789</u>
Health and Welfare				
Public Defender - Mental Health:				
Operating costs	127,161			
Ambulance - EMS:				
Salaries and personnel costs	7,332,699	7,040,616	7,037,254	3,362
Operating costs	791,140	845,140	844,292	848
Information technology costs	21,641	21,641	21,492	149
Capital acquisitions	194,000	217,696	216,544	1,152

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, 2011

	<u>Original Budget</u>	<u>Budget as Amended</u>	<u>Actual Amounts Budgetary Basis</u>	<u>Variance from Amended Positive (Negative)</u>
Public Transportation:				
Operating costs	2,389,463	505,777	504,287	1,490
Health Department - County:				
Salaries and personnel costs	743,019	623,808	614,294	9,514
Operating costs	82,666	58,666	58,244	422
Information technology costs	1,600	1,600	1,600	
Clinical Health Immunization:				
Salaries and personnel costs		15,000	14,282	718
Animal Control:				
Salaries and personnel costs	578,379	530,289	511,750	18,539
Operating costs	86,290	84,290	76,312	7,978
Information technology costs	500	500		500
Capital acquisitions		2,000		2,000
Health and Human Services:				
Salaries and personnel costs	350,240	271,940	270,884	1,056
Operating costs	42,537	40,837	40,659	178
Information technology costs	535	535	527	8
Environmental Services:				
Salaries and personnel costs	1,118,497	1,116,039	1,108,880	7,159
Operating costs	127,684	120,484	112,966	7,518
Information technology costs	3,795	10,995	10,894	101
Capital acquisitions	38,700	38,700	36,364	2,336
CIHC Coordinator - County:				
Salaries and personnel costs	535,482	513,373	498,330	15,043
Operating costs	4,413,074	3,196,924	3,047,658	149,266
Information technology costs	7,273	14,423	10,824	3,599
Capital acquisitions		9,000	2,727	6,273
Social Services:				
Salaries and personnel costs	649,340	639,643	632,520	7,123
Operating costs	539,284	559,388	679,219	(119,831)
Information technology costs	4,048	4,048	3,967	81
Capital acquisitions	7,500			
Total Health and Welfare	<u>20,186,547</u>	<u>16,483,352</u>	<u>16,356,770</u>	<u>126,582</u>
Cooperative Services				
Extension Service:				
Salaries and personnel costs	512,628	502,259	478,620	23,639
Operating costs	307,176	303,751	297,853	5,898
Information technology costs	6,825	11,650	10,713	937
Capital acquisitions	18,500	17,100	17,100	
Veterans Service:				
Salaries and personnel costs	225,501	211,795	186,942	24,853
Operating costs	11,964	11,964	5,303	6,661
Information technology costs	3,234	3,234		3,234
Total Cooperative Services	<u>1,085,828</u>	<u>1,061,753</u>	<u>996,531</u>	<u>65,222</u>

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, 2011

	<u>Original Budget</u>	<u>Budget as Amended</u>	<u>Actual Amounts Budgetary Basis</u>	<u>Variance from Amended Positive (Negative)</u>
Public Safety				
Fire Marshal:				
Salaries and personnel costs	688,819	691,791	691,736	55
Operating costs	1,596,761	1,600,061	1,595,102	4,959
Information technology costs	17,073	1,782	1,584	198
Capital acquisitions		15,291	15,291	
Department of Public Safety:				
Salaries and personnel costs	94,579	85,399	81,611	3,788
Operating costs	5,898	6,632	6,377	255
Information technology costs	1,659	925	498	427
Capital acquisitions				
DPS - License and Weight:				
Operating costs	3,466	3,512	3,508	4
Constable Precinct #1:				
Salaries and personnel costs	1,322,083	1,322,961	1,322,814	147
Operating costs	124,741	160,394	160,327	67
Information technology costs	3,776	4,676	4,626	50
Capital acquisitions	57,354	52,354	52,085	269
Constable Precinct #2:				
Salaries and personnel costs	1,056,723	1,055,535	1,040,564	14,971
Operating costs	98,550	99,271	112,974	(13,703)
Information technology costs	6,702	5,981	5,948	33
Constable Precinct #3:				
Salaries and personnel costs	829,147	832,398	831,977	421
Operating costs	122,906	120,706	147,537	(26,831)
Information technology costs	1,500	3,700	3,257	443
Capital acquisitions	44,925	44,925	2,439	42,486
Constable Precinct #4:				
Salaries and personnel costs	781,288	785,752	785,660	92
Operating costs	131,363	138,267	138,196	71
Information technology costs		1,261	1,232	29
Capital acquisitions	23,000	42,735	42,147	588
Sheriff Enforcement Operating:				
Salaries and personnel costs	23,516,540	24,135,345	24,135,077	268
Operating costs	3,216,355	3,083,765	3,082,904	861
Information technology costs	139,815	105,058	104,681	377
Capital acquisitions	977,481	1,207,398	1,199,649	7,749
Commissary Administration:				
Salaries and personnel costs		119,000	118,658	342
Emergency Management - County:				
Salaries and personnel costs	422,329	448,163	448,103	60
Operating costs	125,145	141,127	139,524	1,603
Information technology costs		1,093	1,092	1
Capital acquisitions		825	825	
Total Public Safety	<u>35,409,978</u>	<u>36,318,083</u>	<u>36,278,003</u>	<u>40,080</u>

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, 2011

	<u>Original Budget</u>	<u>Budget as Amended</u>	<u>Actual Amounts Budgetary Basis</u>	<u>Variance from Amended Positive (Negative)</u>
Parks and Recreation				
Fairgrounds:				
Salaries and personnel costs	342,493	342,493	331,911	10,582
Operating costs	58,221	57,921	44,215	13,706
Information technology costs		300		300
Parks Department:				
Salaries and personnel costs	926,082	927,063	891,128	35,935
Operating costs	541,323	507,518	494,911	12,607
Information technology costs	10,600	600	377	223
Capital acquisitions		22,942	6,980	15,962
Total Parks and Recreation	<u>1,878,719</u>	<u>1,858,837</u>	<u>1,769,522</u>	<u>89,315</u>
Libraries and Education				
County Library Operating:				
Salaries and personnel costs	9,308,260	9,062,172	9,054,928	7,244
Operating costs	2,699,457	2,778,452	2,778,321	131
Information technology costs	157,535	188,926	188,205	721
Capital acquisitions	82,800	69,314	69,310	4
Total Libraries and Education	<u>12,248,052</u>	<u>12,098,864</u>	<u>12,090,764</u>	<u>8,100</u>
Total Expenditures	<u>170,354,018</u>	<u>163,402,993</u>	<u>162,292,561</u>	<u>1,110,432</u>
Excess of Revenues Over Expenditures	<u>3,968,928</u>	<u>10,965,308</u>	<u>15,690,021</u>	<u>4,724,713</u>
Other Financing (Uses)				
Transfers (out)	<u>(9,015,567)</u>	<u>(9,015,567)</u>	<u>(8,915,567)</u>	<u>100,000</u>
Total Other Financing (Uses)	<u>(9,015,567)</u>	<u>(9,015,567)</u>	<u>(8,915,567)</u>	<u>100,000</u>
Net change in fund balance- budgetary basis	(5,046,639)	1,949,741	6,774,454	4,824,713
Net adjustment to reflect operations in accordance with GAAP (a)			(6,095,846)	
Fund Balance, Beginning of Year	<u>43,380,373</u>	<u>43,380,373</u>	<u>43,380,373</u>	
Fund Balance, End of Year	<u>\$ 38,333,734</u>	<u>\$ 45,330,114</u>	<u>\$ 44,058,981</u>	<u>\$ 4,824,713</u>

(a) See reconciliation on following page.

FORT BEND COUNTY, TEXAS
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

Budgets

Formal budgets are legally adopted on a GAAP basis for the General Fund, certain Special Revenue Funds and all Debt Service Funds except for the Fort Bend Parkway Road District Unlimited Tax Bonds Debt Service Fund. The debt service requirements relating to the Parkway bonds are funded solely from property taxes levied on property within the Road District. The County does not present any major Special Revenue Funds as of September 30, 2011, regardless of whether there is a legally adopted budget.

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

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

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

Budgetary Basis

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

	<u>Actual Amounts Budgetary Basis</u>	<u>Actual Multi-Year</u>	<u>Actual Amounts GAAP Basis</u>
General Fund			
Revenues	\$ 177,982,582	\$ 27,891,482	\$ 205,874,064
Expenditures	<u>162,292,561</u>	<u>39,198,307</u>	<u>201,490,868</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	15,690,021	(11,306,825)	4,383,196
Transfers in		5,260,901	5,260,901
Transfers (out)	<u>(8,915,567)</u>	<u>(49,922)</u>	<u>(8,965,489)</u>
Total Other Financing Sources (Uses)	(8,915,567)	5,210,979	(3,704,588)
Net change in fund balance	6,774,454	(6,095,846)	678,608
Fund Balance, Beginning of Year			<u>43,380,373</u>
Fund Balance, End of Year			<u><u>\$ 44,058,981</u></u>

FORT BEND COUNTY, TEXAS
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

Excess of Expenditures over Appropriations

For the year ended September 30, 2011, expenditures exceeded appropriations in the following budget categories by the amounts shown:

General Administration:	
Commissioner Precinct 1 - Information technology costs	\$ 15
Commissioner Precinct 2 - Operating Costs	373
Non-departmental - Operating Costs	320,972
Purchasing - Operating Costs	841
Financial Administration:	
County Auditor - Operating Costs	595
County Auditor - Information technology costs	65
Administration of Justice:	
Indigent Defense Program - Salaries and personnel costs	10,798
Health and Welfare:	
Social Services - Operating Costs	119,831
Public Safety:	
Constable Precinct #2 - Operating Costs	13,703
Constable Precinct #3 - Operating Costs	26,831

All of the excess expenditures above were funded by other budget categories within those departments, with the exception of the excess expenditures in Non-departmental and Social Services. The excess expenditures in Non-departmental were caused by a correction for appellate fees that were improperly posted as a negative expenditure. This was corrected by the end of the year; however, it allowed an over-expenditure of the budget. The excess expenditures in Social Services were caused by a negative encumbrance that allowed expenditures to exceed actual available funding. These two budget categories did not cause an overall budget deficit for the individual governmental functions, and procedures have been put in place to prevent this in the future.

FORT BEND COUNTY, TEXAS
REQUIRED PENSION SUPPLEMENTARY INFORMATION
SCHEDULE OF FUNDING PROGRESS
TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM
September 30, 2011

Schedule of Funding Information

	12/31/2008	12/31/2009	12/31/2010
Actuarial valuation date			
Actuarial value of assets	\$ 209,747,313	\$ 238,298,754	\$ 257,926,802
Actuarial accrued liability (AAL)	\$ 254,807,906	\$ 283,956,716	\$ 307,767,507
liability (UAAL or OAAL)	\$ 45,060,593	\$ 45,657,962	\$ 49,840,705
Funded ratio	82.32%	83.92%	83.81%
Annual covered payroll (actuarial)	\$ 92,096,921	\$ 104,983,019	\$ 106,041,139
UAAL or OAAL as % of covered payroll	48.93%	43.49%	47.00%

FORT BEND COUNTY, TEXAS
REQUIRED OTHER POST EMPLOYMENT BENEFIT SUPPLEMENTARY INFORMATION
SCHEDULE OF FUNDING PROGRESS
FORT BEND COUNTY EMPLOYEE BENEFIT PLAN
September 30, 2011

Actuarial Valuation Date	Actuarial Value of Assets (a)	Discount Rate	Actuarial Accrued Liability (AAL) (b)	Unfunded Actuarial Accrued Liability (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll	UAAL as % of Covered Payroll
10/1/2007	\$ 0	4.0%	\$ 207,157,655	\$ 207,157,655	0.0%	\$ 92,096,921	224.9%
10/1/2008	\$ 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%
10/1/2010	\$ 0	n/a	n/a	n/a	n/a	n/a	n/a

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. These funds are restricted for the support of Juvenile probation pursuant to state statutes and granting agencies with the exception of the nonspendable portion of fund balance which is due to prepaid items. This includes Fund 150.

Road and Bridge

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

Drainage District

This fund is used to account for the receipts and disbursements related to the reclamation and drainage of lands located within the County. Revenues are derived mainly from ad valorem taxes. These funds are restricted pursuant to state statute with the exception of the nonspendable portion of fund balance which is due to prepaid items. This includes Fund 160.

Lateral Road

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

County Historical Commission

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

Utility Assistance

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

County Law Library

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

Gus George Law Academy

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

FORT BEND COUNTY, TEXAS
NON-MAJOR FUND DESCRIPTIONS

EMS Donations

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

Library Donations

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

Probate Court Training

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

Juvenile Alert Program

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

Juvenile Probation Special

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

District Attorney Bad Check Collection Fee

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

Gus George Memorial

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

District Attorney Special Fun Run

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

County Attorney Salary Supplement

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

Records Management - County

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

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. These funds are restricted pursuant to state statute. 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. These funds are restricted pursuant to state statute. 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. These funds are restricted pursuant to state statute. This includes Fund 300.

Asset Forfeitures

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

County Child Abuse Prevention

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

Law Enforcement 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 that are restricted to be used for education and training. These funds are restricted pursuant to grant requirements. 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 restricted to be used to assist those who need assistance in the payment of their food and utility bills in emergency situations. These funds are restricted pursuant to donor requirements. 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. These funds are restricted pursuant to grant requirements. This includes Fund 385.

Child Protective Services

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

FORT BEND COUNTY, TEXAS
NON-MAJOR FUND DESCRIPTIONS

Community Development Combined Funds

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

HOPE 3 Implementation and Program Sales

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

Child Support Title IV-D Reimbursement

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

Local Law Enforcement Block Grants

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

Juvenile Justice Alternative Education

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

Juvenile Probation - State Funds

This fund is used to account for revenues received from the Texas Juvenile Probation Commission ("TJPC"). The funds must be disbursed and restricted for use 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 are disbursed and restricted in accordance with TDCJ-CJAD regulations. The nonspendable fund balance is due to prepaid items. This includes Funds 440, 441, 442, 443, 444, 445, 447, 448, 450, 451, and 452.

Capital Project Funds

**Fort Bend Flood Control Water Supply Corporation (FBFCWSC)
Construction Drainage Projects**

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

FORT BEND COUNTY, TEXAS
NON-MAJOR FUND DESCRIPTIONS

Mobility 2001-2007 Capital Projects

This fund is used to account for the proceeds of the Unlimited Tax Road Bonds Series 2001, 2006, and 2007, which are being used to finance the construction and/or expansion of numerous roads in the County. These funds are restricted pursuant to bond covenant. This includes Fund 718.

2007 Facilities Bonds Fund

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

Justice Center Project Fund

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

Mobility 2009 Capital Projects

This fund is 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. These funds are restricted pursuant to bond covenant however there is a deficit unassigned fund balance as described in note 16. This includes Fund 736.

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, 2011

Special Revenue Funds

	Juvenile Operations	Road and Bridge	Drainage District	Lateral Road
Assets				
Cash and cash equivalents	\$ 2,346,874	\$ 6,834,896	\$ 5,653,576	\$ 409,911
Taxes receivable, net		753,585	355,127	
Grants receivable		197,400	6,013	
Other receivables	28,776	878,453	9,546	
Due from other funds		19,243	65,985	
Prepaid items	400		200	
Total Assets	\$ 2,376,050	\$ 8,683,577	\$ 6,090,447	\$ 409,911
Liabilities and Fund Balances				
Liabilities:				
Retainage payable	\$	\$ 3,817	\$	\$
Due to other funds	479,980	2,346,461	930,319	
Due to other governments				
Deferred revenues		753,585	355,127	
Total Liabilities	479,980	3,103,863	1,285,446	
Fund Balances:				
Nonspendable	400		200	
Restricted	1,895,670	5,579,714	4,804,801	409,911
Unassigned				
Total Fund Balances	1,896,070	5,579,714	4,805,001	409,911
Total Liabilities and Fund Balances	\$ 2,376,050	\$ 8,683,577	\$ 6,090,447	\$ 409,911

Special Revenue Funds

County Historical Commission	Utility Assistance	County Law Library	Gus George Law Academy	EMS Donations	Library Donations
\$ 4,213	\$ 25,184	\$ 950,507	\$ 723,914	\$ 8,717	\$ 138,303
			73,383		
		28,113			
		25			
<u>\$ 4,213</u>	<u>\$ 25,184</u>	<u>\$ 978,645</u>	<u>\$ 797,297</u>	<u>\$ 8,717</u>	<u>\$ 138,303</u>
\$	\$ 291	\$ 31,220	\$ 2,244	\$	\$ 3,651
	291	31,220	2,244		3,651
		25			
4,213	24,893	947,400	795,053	8,717	134,652
<u>4,213</u>	<u>24,893</u>	<u>947,425</u>	<u>795,053</u>	<u>8,717</u>	<u>134,652</u>
<u>\$ 4,213</u>	<u>\$ 25,184</u>	<u>\$ 978,645</u>	<u>\$ 797,297</u>	<u>\$ 8,717</u>	<u>\$ 138,303</u>

FORT BEND COUNTY, TEXAS
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS (continued)
September 30, 2011

	Special Revenue Funds			
	Probate Court Training	Juvenile Alert Program	Juvenile Probation Special	District Attorney Bad Check Collection Fee
Assets				
Cash and cash equivalents	\$ 63,193	\$ 39,483	\$ 39,850	\$ 116,623
Taxes receivable, net				
Grants receivable				
Other receivables	315		226	499
Due from other funds				
Prepaid items				
Total Assets	\$ 63,508	\$ 39,483	\$ 40,076	\$ 117,122
Liabilities and Fund Balances				
Liabilities:				
Retainage payable	\$	\$	\$	\$
Due to other funds			4,647	2,118
Due to other governments				
Deferred revenues				
Total Liabilities			4,647	2,118
Fund Balances:				
Nonspendable				
Restricted	63,508	39,483	35,429	115,004
Unassigned				
Total Fund Balances	63,508	39,483	35,429	115,004
Total Liabilities and Fund Balances	\$ 63,508	\$ 39,483	\$ 40,076	\$ 117,122

Special Revenue Funds

<u>Gus George Memorial</u>	<u>District Attorney Special Fun Run</u>	<u>County Attorney Salary Supplement</u>	<u>Records Management- County</u>	<u>VIT Interest</u>	<u>Courthouse Security</u>
\$ 3,275	\$ 16,805	\$ 103,404	\$ 1,760,376	\$ 27,921	\$ 331,862
			72,274		23,677
<u>\$ 3,275</u>	<u>\$ 16,805</u>	<u>\$ 103,404</u>	<u>\$ 1,832,650</u>	<u>\$ 27,921</u>	<u>\$ 355,539</u>
\$	\$	\$ 687	\$ 79,986	\$ 2,813	\$
		<u>687</u>	<u>79,986</u>	<u>2,813</u>	
3,275	16,805	102,717	1,752,664	25,108	355,539
<u>3,275</u>	<u>16,805</u>	<u>102,717</u>	<u>1,752,664</u>	<u>25,108</u>	<u>355,539</u>
<u>\$ 3,275</u>	<u>\$ 16,805</u>	<u>\$ 103,404</u>	<u>\$ 1,832,650</u>	<u>\$ 27,921</u>	<u>\$ 355,539</u>

FORT BEND COUNTY, TEXAS
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS (continued)
September 30, 2011

	Special Revenue Funds			
	Elections Contract	Asset Forfeitures	County Child Abuse Prevention	Law Enforcement Officers' Standards Education Grant
Assets				
Cash and cash equivalents	\$ 867,458	\$ 3,078,473	\$ 6,371	\$ 59,148
Taxes receivable, net				
Grants receivable				
Other receivables	30,921	101,172	100	
Due from other funds		102		
Prepaid items		9,085		
Total Assets	\$ 898,379	\$ 3,188,832	\$ 6,471	\$ 59,148
Liabilities and Fund Balances				
Liabilities:				
Retainage payable	\$	\$	\$	\$
Due to other funds	305	102,668		1,923
Due to other governments				
Deferred revenues				
Total Liabilities	305	102,668		1,923
Fund Balances:				
Nonspendable		9,085		
Restricted	898,074	3,077,079	6,471	57,225
Unassigned				
Total Fund Balances	898,074	3,086,164	6,471	57,225
Total Liabilities and Fund Balances	\$ 898,379	\$ 3,188,832	\$ 6,471	\$ 59,148

Special Revenue Funds

Emergency Food and Shelter Program	Juvenile Title IV-E Foster Care	Child Protective Services	Community Development Combined Funds	HOPE 3 Implementation and Program Sales	Child Support Title IV-D Reimbursement
\$ 110,376	\$ 1,068,364	\$ 219,653	\$ 24,089	\$ 783	\$ 183,896
		15,291	652,946		3,821
			183		
<u>\$ 110,376</u>	<u>\$ 1,068,364</u>	<u>\$ 234,944</u>	<u>\$ 677,218</u>	<u>\$ 783</u>	<u>\$ 187,717</u>
\$ 22,180	\$	\$ 127,405	\$ 677,218	\$	\$
88,196	1,068,364			783	187,717
<u>110,376</u>	<u>1,068,364</u>	<u>127,405</u>	<u>677,218</u>	<u>783</u>	<u>187,717</u>
			183		
		107,539	(183)		
		<u>107,539</u>			
<u>\$ 110,376</u>	<u>\$ 1,068,364</u>	<u>\$ 234,944</u>	<u>\$ 677,218</u>	<u>\$ 783</u>	<u>\$ 187,717</u>

FORT BEND COUNTY, TEXAS
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS (continued)
September 30, 2011

	Special Revenue Funds			
	Local Law Enforcement Block Grants	Juvenile Justice Alternative Education	Juvenile Probation - State Funds	Adult Probation - State Funds
Assets				
Cash and cash equivalents	\$ 162,016	\$ 157,308	\$ 33,708	\$ 1,569,868
Taxes receivable, net				
Grants receivable			73,903	
Other receivables				223,218
Due from other funds				
Prepaid items				350
Total Assets	\$ 162,016	\$ 157,308	\$ 107,611	\$ 1,793,436
Liabilities and Fund Balances				
Liabilities:				
Retainage payable	\$	\$	\$	\$
Due to other funds	9,463	13,955	107,611	210,463
Due to other governments				22,364
Deferred revenues	152,553	143,353		1,560,609
Total Liabilities	162,016	157,308	107,611	1,793,436
Fund Balances:				
Nonspendable				350
Restricted				
Unassigned				(350)
Total Fund Balances				
Total Liabilities and Fund Balances	\$ 162,016	\$ 157,308	\$ 107,611	\$ 1,793,436

Capital Projects Funds

FBFCWSC Construction Drainage Projects	Mobility 2001- 2007 Projects	2007 Facilities Bond Fund	Justice Center Project Fund	Mobility 2009 Projects Fund	Totals
\$ 3,980,243	\$ 2,694,629	\$ 8,805,476	\$ 5,256,401	\$ 417,386	\$ 48,294,533
					1,108,712
					1,018,936
					1,401,111
	5,073,214			4,354,189	9,512,732
		59,136			69,379
<u>\$ 3,980,243</u>	<u>\$ 7,767,843</u>	<u>\$ 8,864,612</u>	<u>\$ 5,256,401</u>	<u>\$ 4,771,575</u>	<u>\$ 61,405,403</u>
\$ 91,786	\$ 7,684,379	\$ 306,846	\$ 3,378,679	\$ 316,972	\$ 4,006,314
		724,706	382,846	8,873,214	22,914,538
					22,364
					4,310,287
<u>91,786</u>	<u>7,684,379</u>	<u>1,031,552</u>	<u>3,761,525</u>	<u>9,190,186</u>	<u>31,253,503</u>
		59,136			69,379
3,888,457	83,464	7,773,924	1,494,876		34,501,665
				(4,418,611)	(4,419,144)
<u>3,888,457</u>	<u>83,464</u>	<u>7,833,060</u>	<u>1,494,876</u>	<u>(4,418,611)</u>	<u>30,151,900</u>
<u>\$ 3,980,243</u>	<u>\$ 7,767,843</u>	<u>\$ 8,864,612</u>	<u>\$ 5,256,401</u>	<u>\$ 4,771,575</u>	<u>\$ 61,405,403</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, 2011

Special Revenue Funds

	Juvenile Operations	Road and Bridge	Drainage District	Lateral Road
Revenues				
Taxes	\$	\$ 10,955,210	\$ 7,589,103	\$
Fees and fines		6,762,363		
Intergovernmental	284,294	73,692	1,159,337	
Earnings on investments	82,343	182,976	106,925	4,044
Miscellaneous	26,263	934,494	103,187	
Total Revenues	392,900	18,908,735	8,958,552	4,044
Expenditures				
Current:				
General administration				
Financial administration				
Administration of justice	9,149,063			
Construction and maintenance		18,262,386	6,484,649	
Health and welfare				
Public safety				
Libraries and education				
Capital Outlay	67,623	2,935,371	3,158,060	
Total Expenditures	9,216,686	21,197,757	9,642,709	
Excess (Deficiency) of Revenues Over (Under) Expenditures	(8,823,786)	(2,289,022)	(684,157)	4,044
Other Financing Sources (Uses)				
Transfers in	8,831,717			
Transfers (out)				
Total Other Financing Sources (Uses)	8,831,717			
Net change in fund balances	7,931	(2,289,022)	(684,157)	4,044
Fund Balances, Beginning of Year	1,888,139	7,868,736	5,489,158	405,867
Fund Balances, End of Year	\$ 1,896,070	\$ 5,579,714	\$ 4,805,001	\$ 409,911

Special Revenue Funds

County Historical Commission	Utility Assistance	County Law Library	Gus George Law Academy	EMS Donations	Library Donations
\$	\$	\$	\$	\$	\$
		307,452	110,870		
			141,750		
42	337	8,958	7,266		1,423
	40,682	235	33	100	63,991
<u>42</u>	<u>41,019</u>	<u>316,645</u>	<u>259,919</u>	<u>100</u>	<u>65,414</u>
		229,261			
	57,495		108,220		62,784
			23,997		
	<u>57,495</u>	<u>229,261</u>	<u>132,217</u>		<u>62,784</u>
42	(16,476)	87,384	127,702	100	2,630
42	(16,476)	87,384	127,702	100	2,630
4,171	41,369	860,041	667,351	8,617	132,022
<u>\$ 4,213</u>	<u>\$ 24,893</u>	<u>\$ 947,425</u>	<u>\$ 795,053</u>	<u>\$ 8,717</u>	<u>\$ 134,652</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, 2011

	Special Revenue Funds			
	Probate Court Training	Juvenile Alert Program	Juvenile Probation Special	District Attorney Bad Check Collection Fee
Revenues				
Taxes	\$	\$	\$	\$
Fees and fines	4,214			26,225
Intergovernmental				21,718
Earnings on investments	606	381		
Miscellaneous		3,080	36,910	71
Total Revenues	<u>4,820</u>	<u>3,461</u>	<u>36,910</u>	<u>48,014</u>
Expenditures				
Current:				
General administration				
Financial administration				
Administration of justice			77,829	34,704
Construction and maintenance				
Health and welfare				
Public safety				
Libraries and education				
Capital Outlay				
Total Expenditures			<u>77,829</u>	<u>34,704</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	4,820	3,461	(40,919)	13,310
Other Financing Sources (Uses)				
Transfers in				
Transfers (out)				
Total Other Financing Sources (Uses)				
Net change in fund balances	4,820	3,461	(40,919)	13,310
Fund Balances, Beginning of Year	<u>58,688</u>	<u>36,022</u>	<u>76,348</u>	<u>101,694</u>
Fund Balances, End of Year	<u>\$ 63,508</u>	<u>\$ 39,483</u>	<u>\$ 35,429</u>	<u>\$ 115,004</u>

Special Revenue Funds

Gus George Memorial	District Attorney Special Fun Run	County Attorney Salary Supplement	Records Management-County	VIT Interest	Courthouse Security
\$	\$	\$	\$	\$	\$
			854,137		274,659
37	167	62,500 1,317		44,970	1,703
<u>37</u>	<u>167</u>	<u>63,817</u>	<u>854,137</u>	<u>44,970</u>	<u>276,362</u>
			638,521	17,254	
816		58,134			
<u>816</u>	<u></u>	<u>58,134</u>	<u>57,022</u> <u>695,543</u>	<u>2,813</u> <u>20,067</u>	<u></u>
(779)	167	5,683	158,594	24,903	276,362
(779)	167	5,683	158,594	24,903	276,362
4,054	16,638	97,034	1,594,070	205	79,177
<u>\$ 3,275</u>	<u>\$ 16,805</u>	<u>\$ 102,717</u>	<u>\$ 1,752,664</u>	<u>\$ 25,108</u>	<u>\$ 355,539</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, 2011

	Special Revenue Funds			
	Elections Contract	Asset Forfeitures	County Child Abuse Prevention	Law Enforcement Officers' Standards Education Grant
Revenues				
Taxes	\$	\$	\$	\$
Fees and fines			2,405	
Intergovernmental		668,838		49,426
Earnings on investments	7,578	27,975		669
Miscellaneous	273,443	1,573,369		
Total Revenues	<u>281,021</u>	<u>2,270,182</u>	<u>2,405</u>	<u>50,095</u>
Expenditures				
Current:				
General administration	130,784			
Financial administration				
Administration of justice		186,526		5,108
Construction and maintenance				
Health and welfare				
Public safety		1,056,107		55,325
Libraries and education				
Capital Outlay		480,492		
Total Expenditures	<u>130,784</u>	<u>1,723,125</u>		<u>60,433</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	150,237	547,057	2,405	(10,338)
Other Financing Sources (Uses)				
Transfers in	49,922			
Transfers (out)				
Total Other Financing Sources (Uses)	<u>49,922</u>			
Net change in fund balances	200,159	547,057	2,405	(10,338)
Fund Balances, Beginning of Year	697,915	2,539,107	4,066	67,563
Fund Balances, End of Year	<u>\$ 898,074</u>	<u>\$ 3,086,164</u>	<u>\$ 6,471</u>	<u>\$ 57,225</u>

Special Revenue Funds

Emergency Food and Shelter Program	Juvenile Title IV-E Foster Care	Child Protective Services	Community Development Combined Funds	HOPE 3 Implementation and Program Sales	Child Support Title IV-D Reimbursement
\$	\$	\$	\$	\$	\$
157,390	57,200	26,487	4,315,571		6,110
189		1,424			1,793
		571	14,159		
<u>157,579</u>	<u>57,200</u>	<u>28,482</u>	<u>4,329,730</u>		<u>7,903</u>
	57,200				7,903
157,579		177,900	4,329,730		
<u>157,579</u>	<u>57,200</u>	<u>177,900</u>	<u>4,329,730</u>		<u>7,903</u>
		(149,418)			
		83,850			
		<u>83,850</u>			
		(65,568)			
		173,107			
<u>\$</u>	<u>\$</u>	<u>\$ 107,539</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>

FORT BEND COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES
NON-MAJOR GOVERNMENTAL FUNDS (continued)
For the Year Ended September 30, 2011

	Special Revenue Funds			
	Local Law Enforcement Block Grants	Juvenile Justice Alternative Education	Juvenile Probation - State Funds	Adult Probation - State Funds
Revenues				
Taxes	\$	\$	\$	\$
Fees and fines				2,524,840
Intergovernmental	196,677	735,319	2,128,708	2,964,529
Earnings on investments	2,463			28,995
Miscellaneous		15		13,947
Total Revenues	<u>199,140</u>	<u>735,334</u>	<u>2,128,708</u>	<u>5,532,311</u>
Expenditures				
Current:				
General administration				
Financial administration				
Administration of justice		211,762	2,128,708	5,482,622
Construction and maintenance				
Health and welfare				
Public safety	184,122			
Libraries and education				
Capital Outlay	<u>15,018</u>	<u>523,572</u>		<u>42,700</u>
Total Expenditures	<u>199,140</u>	<u>735,334</u>	<u>2,128,708</u>	<u>5,525,322</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures				6,989
Other Financing Sources (Uses)				
Transfers in				176,396
Transfers (out)				(183,385)
Total Other Financing Sources (Uses)				<u>(6,989)</u>
Net change in fund balances				
Fund Balances, Beginning of Year				
Fund Balances, End of Year	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>

Capital Projects Funds

FBFCWSC Construction Drainage Projects	Mobility 2001- 2007 Projects	2007 Facilities Bond Fund	Justice Center Project Fund	Mobility 2009 Projects Fund	Totals
\$	\$	\$	\$	\$	\$ 18,544,313
					10,867,165
				27,973	13,077,519
61,165	78,804	158,815	228,358	157,182	1,198,905
				67,077	3,151,627
<u>61,165</u>	<u>78,804</u>	<u>158,815</u>	<u>228,358</u>	<u>252,232</u>	<u>46,839,529</u>
					769,305
					17,254
					17,628,820
15,312		795,091	1,141,745		26,699,183
					4,722,704
					1,404,590
					62,784
355,198	9,111,704	8,817,855	18,043,444	25,058,578	68,693,447
<u>370,510</u>	<u>9,111,704</u>	<u>9,612,946</u>	<u>19,185,189</u>	<u>25,058,578</u>	<u>119,998,087</u>
(309,345)	(9,032,900)	(9,454,131)	(18,956,831)	(24,806,346)	(73,158,558)
					9,141,885
		(5,253,912)			(5,437,297)
		<u>(5,253,912)</u>			<u>3,704,588</u>
(309,345)	(9,032,900)	(14,708,043)	(18,956,831)	(24,806,346)	(69,453,970)
4,197,802	9,116,364	22,541,103	20,451,707	20,387,735	99,605,870
<u>\$ 3,888,457</u>	<u>\$ 83,464</u>	<u>\$ 7,833,060</u>	<u>\$ 1,494,876</u>	<u>\$ (4,418,611)</u>	<u>\$ 30,151,900</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, 2011

	Original Budget	Budget as Amended	Actual Amounts Budgetary Basis	Variance from Amended Positive (Negative)
Revenues				
Taxes	\$ 10,987,498	\$ 10,987,498	\$ 10,955,210	\$ (32,288)
Fees and fines	6,140,000	6,140,000	6,762,363	622,363
Intergovernmental	75,000	75,000	73,692	(1,308)
Earnings on investments	175,000	175,000	182,976	7,976
Miscellaneous	278,500	787,553	934,494	146,941
Total Revenues	<u>17,655,998</u>	<u>18,165,051</u>	<u>18,908,735</u>	<u>743,684</u>
Expenditures				
Current:				
Salaries and personnel costs	9,140,137	8,867,666	8,511,411	356,255
Operating costs	9,613,709	9,152,909	8,868,815	284,094
Information technology costs	9,702	9,702	9,649	53
Capital acquisitions	1,751,250	1,993,574	1,967,488	26,086
Total Expenditures	<u>20,514,798</u>	<u>20,023,851</u>	<u>19,357,363</u>	<u>666,488</u>
(Deficiency) of Revenues				
(Under) Expenditures	<u>(2,858,800)</u>	<u>(1,858,800)</u>	<u>(448,628)</u>	<u>1,410,172</u>
Net change in fund balance- budgetary basis	(2,858,800)	(1,858,800)	(448,628)	1,410,172
Net adjustment to reflect operations in accordance with GAAP (a)			(1,840,394)	
Fund Balance, Beginning of Year	7,868,736	7,868,736	7,868,736	
Fund Balance, End of Year	<u>\$ 5,009,936</u>	<u>\$ 6,009,936</u>	<u>\$ 5,579,714</u>	<u>\$ 1,410,172</u>

(a) See reconciliation below.

	Actual Amounts Budgetary Basis	Actual Multi-Year	Actual Amounts GAAP Basis
Revenues	\$ 18,908,735	\$	\$ 18,908,735
Expenditures	<u>19,357,363</u>	<u>1,840,394</u>	<u>21,197,757</u>
Net change in fund balance	(448,628)	(1,840,394)	(2,289,022)
Fund Balance, Beginning of Year			7,868,736
Fund Balance, End of Year			<u>\$ 5,579,714</u>

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, 2011

	Original Budget	Budget as Amended	Actual Amounts Budgetary Basis	Variance from Amended Positive (Negative)
Revenues				
Taxes	\$ 7,607,584	\$ 7,607,584	\$ 7,589,103	\$ (18,481)
Fees and fines	150,000	150,000		(150,000)
Earnings on investments	100,000	100,000	106,925	6,925
Miscellaneous	95,000	95,000	103,187	8,187
Total Revenues	<u>7,952,584</u>	<u>7,952,584</u>	<u>7,799,215</u>	<u>(153,369)</u>
Expenditures				
Current:				
Salaries and personnel costs	4,991,895	4,954,614	4,813,064	141,550
Operating costs	2,026,447	1,744,728	1,668,331	76,397
Information technology costs	3,400	3,400	3,253	147
Capital acquisitions	798,000	817,000	784,623	32,377
Total Expenditures	<u>7,819,742</u>	<u>7,519,742</u>	<u>7,269,271</u>	<u>250,471</u>
Excess of Revenues Over Expenditures	<u>132,842</u>	<u>432,842</u>	<u>529,944</u>	<u>97,102</u>
Other Financing (Uses)				
Transfers (out)	(320,720)			
Total Other Financing (Uses)	<u>(320,720)</u>			
Net change in fund balance- budgetary basis	(187,878)	432,842	529,944	97,102
Net adjustment to reflect operations in accordance with GAAP (a)			(1,214,101)	
Fund Balance, Beginning of Year	5,489,158	5,489,158	5,489,158	
Fund Balance, End of Year	<u>\$ 5,301,280</u>	<u>\$ 5,922,000</u>	<u>\$ 4,805,001</u>	<u>\$ 97,102</u>

(a) See reconciliation below.

	Actual Amounts Budgetary Basis	Actual Multi-Year	Actual Amounts GAAP Basis
Revenues	\$ 7,799,215	\$ 1,159,337	\$ 8,958,552
Expenditures	<u>7,269,271</u>	<u>2,373,438</u>	<u>9,642,709</u>
Net change in fund balance	529,944	(1,214,101)	(684,157)
Fund Balance, Beginning of Year			5,489,158
Fund Balance, End of Year			<u>\$ 4,805,001</u>

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, 2011

	<u>Original Budget</u>	<u>Budget as Amended</u>	<u>Actual Amounts Budgetary Basis</u>	<u>Variance from Amended Positive (Negative)</u>
Revenues				
Taxes	\$ 28,062,554	\$ 28,062,554	\$ 28,251,456	\$ 188,902
Fees and fines			76,613	76,613
Earnings on investments	150,000	150,000	141,647	(8,353)
Total Revenues	<u>28,212,554</u>	<u>28,212,554</u>	<u>28,469,716</u>	<u>257,162</u>
Expenditures				
2001 Fort Bend Flood Control Water Supply Corp.:				
Principal	160,000	160,000		160,000
Interest	514,658	514,658	259,089	255,569
Fees	2,000	2,000		2,000
2003 Permanent Improvement Bonds:				
Principal	3,745,000	3,745,000	3,745,000	
Interest	187,250	187,250	187,250	
Fees	2,000	2,000	500	1,500
2006 Unlimited Tax Road Bonds:				
Principal	1,110,000	1,110,000	1,110,000	
Interest	1,247,356	1,247,356	1,247,356	
Fees	2,000	2,000	500	1,500
2007 Unlimited Tax Road Bonds:				
Principal	975,000	975,000	975,000	
Interest	938,979	938,979	938,979	
Fees	2,000	2,000	500	1,500
2007 Facilities Bonds:				
Principal	430,000	430,000	430,000	
Interest	6,172,925	6,172,925	6,172,925	
Fees	2,000	2,000	500	1,500
2009 Justice Center Bonds:				
Principal	2,575,000	2,575,000	2,575,000	
Interest	3,449,388	3,449,388	3,449,388	
Fees	2,000	2,000	500	1,500
2009 Unlimited Tax Road Bonds:				
Principal	1,665,000	1,665,000	1,665,000	
Interest	2,107,025	2,107,025	2,107,025	
Fees	2,000	2,000	500	1,500
2009 Unlimited Tax Road Bonds Refunding:				
Principal	2,020,000	2,020,000	2,020,000	
Interest	843,600	843,600	843,600	
Fees	2,000	2,000	500	1,500
2010 Fort Bend Flood Control Water Supply Corp. Refunding:				
Principal			70,000	(70,000)
Interest			318,645	(318,645)
Fees			500	(500)
Bond issuance costs			249,266	(249,266)
Total Expenditures	<u>28,157,181</u>	<u>28,157,181</u>	<u>28,367,523</u>	<u>(210,342)</u>
Excess of Revenues Over Expenditures	<u>55,373</u>	<u>55,373</u>	<u>102,193</u>	<u>46,819</u>
Other Financing Sources (Uses)				
Refunding bonds issued			9,675,000	9,675,000
Payment to refunded bond escrow agent			(10,230,000)	(10,230,000)
Premium on refunding bonds issued			784,853	784,853
Total Other Financing Sources (Uses)			<u>229,853</u>	<u>229,853</u>
Net change in fund balance- budgetary basis	55,373	55,373	332,046	276,672
Fund Balance, Beginning of Year	4,849,712	4,849,712	4,849,712	
Fund Balance, End of Year	<u>\$ 4,905,085</u>	<u>\$ 4,905,085</u>	<u>\$ 5,181,758</u>	<u>\$ 276,672</u>

FORT BEND COUNTY, TEXAS
COMBINING STATEMENT OF NET ASSETS
INTERNAL SERVICE FUNDS
September 30, 2011

	Employee Benefits	Other Self- Funded Insurance	Totals
Assets			
Current Assets:			
Cash and cash equivalents	\$ 4,505,726	\$ 911,002	\$ 5,416,728
Due from other funds	254,310	28,927	283,237
Other receivables	19,000	1,490	20,490
Total Current Assets	<u>4,779,036</u>	<u>941,419</u>	<u>5,720,455</u>
Noncurrent Assets:			
Capital Assets:			
Construction-in-progress	88,810		88,810
Total Capital Assets	<u>88,810</u>		<u>88,810</u>
Total Noncurrent Assets	88,810		88,810
Total Assets	<u>4,867,846</u>	<u>941,419</u>	<u>5,809,265</u>
Liabilities			
Current Liabilities:			
Benefits payable	4,291,916	3,448,518	7,740,434
Retainage payable	8,881		8,881
Due to other funds		102	102
Total Current Liabilities	<u>4,300,797</u>	<u>3,448,620</u>	<u>7,749,417</u>
Total Liabilities	<u>4,300,797</u>	<u>3,448,620</u>	<u>7,749,417</u>
Net Assets (Deficit)			
Invested in capital assets, net of related debt	88,810		88,810
Unrestricted	<u>478,239</u>	<u>(2,507,201)</u>	<u>(2,028,962)</u>
Total Net Assets (Deficit)	<u>\$ 567,049</u>	<u>\$ (2,507,201)</u>	<u>\$ (1,940,152)</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, 2011

	<u>Employee Benefits</u>	<u>Other Self- Funded Insurance</u>	<u>Totals</u>
Operating Revenues			
Charges for services	\$ 29,165,312	\$ 1,521,360	\$ 30,686,672
Total Operating Revenues	<u>29,165,312</u>	<u>1,521,360</u>	<u>30,686,672</u>
Operating Expenses			
Current operations - general administration	403,023	8,552	411,575
Benefits provided	30,471,946	1,518,553	31,990,499
Total Operating Expenses	<u>30,874,969</u>	<u>1,527,105</u>	<u>32,402,074</u>
Operating (Loss)	(1,709,657)	(5,745)	(1,715,402)
Non-Operating Revenues			
Earnings on investments	127,163		127,163
Total Non-Operating Revenues	<u>127,163</u>		<u>127,163</u>
Change in Net Assets	(1,582,494)	(5,745)	(1,588,239)
Total Net Assets (Deficit), Beginning of Year	<u>2,149,543</u>	<u>(2,501,456)</u>	<u>(351,913)</u>
Total Net Assets (Deficit), End of Year	<u>\$ 567,049</u>	<u>\$ (2,507,201)</u>	<u>\$ (1,940,152)</u>

FORT BEND COUNTY, TEXAS
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
For the Year Ended September 30, 2011

	<u>Employee Benefits</u>	<u>Other Self- Funded Insurance</u>	<u>Totals</u>
Cash Flows from Operating Activities			
Charges for services	\$ 30,768,947	\$ 1,382,815	\$ 32,151,762
Payment of benefits	(30,101,705)	(1,298,674)	(31,400,379)
Payment of general administration expenses	(403,023)	(8,552)	(411,575)
Net Cash Provided by Operating Activities	<u>264,219</u>	<u>75,589</u>	<u>339,808</u>
Cash Flows from Investing Activities:			
Interest earned on investments	127,163		127,163
Net Cash Provided by Investing Activities	<u>127,163</u>		<u>127,163</u>
Cash Flows from Capital and Related Financing Activities:			
Purchase of capital assets	(79,929)		(79,929)
Net Cash (Used) by Capital and Related Financing Activities	<u>(79,929)</u>		<u>(79,929)</u>
Net Increase in Cash and Cash Equivalents	311,453	75,589	387,042
Cash and Cash Equivalents, Beginning of Year	<u>4,194,273</u>	<u>835,413</u>	<u>5,029,686</u>
Cash and Cash Equivalents, End of Year	<u>\$ 4,505,726</u>	<u>\$ 911,002</u>	<u>\$ 5,416,728</u>
Reconciliation of Operating (Loss) to Net Cash Provided by Operating Activities			
Operating (Loss)	\$ (1,709,657)	\$ (5,745)	\$ (1,715,402)
Change in assets and liabilities:			
(Increase) in other receivables	(18,475)	(1,490)	(19,965)
(Increase) Decrease in due from other funds	1,622,110	(28,927)	1,593,183
(Decrease) in due to other funds		(108,128)	(108,128)
Increase in benefits payable	370,241	219,879	590,120
Total adjustments	<u>1,973,876</u>	<u>81,334</u>	<u>2,055,210</u>
Net Cash Provided by Operating Activities	<u>\$ 264,219</u>	<u>\$ 75,589</u>	<u>\$ 339,808</u>

FORT BEND COUNTY, TEXAS**STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - AGENCY FUNDS***For the Year Ended September 30, 2011*

	<u>Balance</u> <u>10/01/10</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance</u> <u>09/30/11</u>
Assets				
Cash and cash equivalents	\$ 28,219,134	\$ 42,626,028	\$ 41,793,818	\$ 29,051,344
Miscellaneous receivables	283,338	452,039	423,778	311,599
Total Assets	<u>\$ 28,502,472</u>	<u>\$ 43,078,067</u>	<u>\$ 42,217,596</u>	<u>\$ 29,362,943</u>
Liabilities				
Due to other governments	\$ 28,502,472	\$ 85,336,515	\$ 84,476,044	\$ 29,362,943
Total Liabilities	<u>\$ 28,502,472</u>	<u>\$ 85,336,515</u>	<u>\$ 84,476,044</u>	<u>\$ 29,362,943</u>





UNAUDITED STATISTICAL SECTION

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

Contents	Pages
Financial Trends <i>These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.</i>	110-119
Revenue Capacity <i>These schedules contain information to help the reader assess the County's most significant local revenue source, the property tax.</i>	120-137
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>	138-145
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>	146-147
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>	148-157

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 NINE FISCAL YEARS
(UNAUDITED)

	Fiscal Year			
	2003	2004	2005	2006
Governmental activities				
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
Total governmental activities net assets	<u>\$ 350,009,642</u>	<u>\$ 383,042,528</u>	<u>\$ 414,175,867</u>	<u>\$ 501,663,039</u>
Primary Government: Total primary government net assets	<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				
2007	2008	2009	2010	2011
\$ 571,604,116	\$ 617,510,083	\$ 679,586,901	\$ 714,396,078	\$ 773,322,172
2,712,985	4,034,606	5,363,740	4,168,945	4,477,906
<u>67,881,987</u>	<u>42,289,889</u>	<u>23,075,239</u>	<u>(2,719,935)</u>	<u>(60,075,765)</u>
<u><u>\$ 642,199,088</u></u>	<u><u>\$ 663,834,578</u></u>	<u><u>\$ 708,025,880</u></u>	<u><u>\$ 715,845,088</u></u>	<u><u>\$ 717,724,313</u></u>
<u><u>\$ 642,199,088</u></u>	<u><u>\$ 663,834,578</u></u>	<u><u>\$ 708,025,880</u></u>	<u><u>\$ 715,845,088</u></u>	<u><u>\$ 717,724,313</u></u>

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

	Fiscal Year			
	2003	2004	2005	2006
Expenses				
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
Total governmental activities expenses	\$ 151,870,170	\$ 164,831,181	\$ 172,262,690	\$ 170,174,939
Program Revenues				
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				
Total governmental activities program revenues	\$ 72,381,182	\$ 82,924,884	\$ 72,250,767	\$ 109,089,430

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	2011
\$ 36,523,584	\$ 33,235,842	\$ 40,876,045	\$ 43,485,772	\$ 47,061,517
5,655,962	7,581,878	8,841,189	8,059,389	8,648,273
33,416,844	65,681,467	75,836,037	78,173,873	86,081,856
25,197,262	47,535,293	47,188,776	46,946,163	46,150,023
19,465,407	21,592,759	25,623,533	23,718,848	25,283,662
826,741	1,143,390	1,188,580	1,123,951	1,177,426
49,422,796	50,016,288	61,126,911	55,269,509	55,190,407
1,699,999	2,128,502	1,879,525	2,263,280	2,915,986
10,474,327	12,325,097	12,956,363	13,468,700	14,810,488
9,190,051	10,621,067	12,338,352	15,494,994	14,887,908
<u>\$ 191,872,973</u>	<u>\$ 251,861,583</u>	<u>\$ 287,855,311</u>	<u>\$ 288,004,479</u>	<u>\$ 302,207,546</u>
\$ 1,630,304	\$ 6,962,663	\$ 6,991,778	\$ 10,587,345	\$ 7,520,478
1,760,789	1,976,033	2,451,191		3,988,371
11,948,143	6,692,111	6,828,228	7,032,374	7,222,932
7,690,682	8,305,998	8,442,746	6,737,542	6,679,429
5,240,602	4,036,821	5,057,246	5,361,106	5,930,364
3,493,999	3,946,125	4,887,245	5,060,714	5,621,993
86,733	189,273	187,724	136,864	141,893
240,363	262,957	256,730	240,719	246,699
1,633,383	6,386,016	6,257,935	5,292,339	11,285,351
4,944,665	5,995,866	7,242,476	6,805,719	7,719,264
368,058	1,137,555	1,509,761	356,447	1,381,572
5,042,570	4,663,836	4,982,855	4,931,149	6,479,035
10,648	1,936		13,136	
4,895,654	5,754,025	13,784,334	4,464,349	8,623,225
112,464	102,738	61,023	1,255,743	157,468
88,948	141,938	97,403	194,400	174,204
101,241,210	33,540,586	62,012,765	2,934	25,214,312
		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>	<u>\$ 98,386,590</u>

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

	Fiscal Year			
	2003	2004	2005	2006
Net (Expense)/Revenue				
Governmental Activities	\$ (79,488,988)	\$ (81,906,297)	\$ (100,011,923)	\$ (61,085,509)
Total primary government net (expense)/revenue	<u>\$ (79,488,988)</u>	<u>\$ (81,906,297)</u>	<u>\$ (100,011,923)</u>	<u>\$ (61,085,509)</u>
General Revenues and Other Changes in Net Assets				
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
Total governmental activities	<u>108,112,539</u>	<u>114,939,183</u>	<u>131,135,262</u>	<u>148,582,680</u>
Total primary government	<u>\$ 108,112,539</u>	<u>\$ 114,939,183</u>	<u>\$ 131,135,262</u>	<u>\$ 148,582,680</u>
Change in Net Assets				
Governmental Activities	\$ 28,623,551	\$ 33,032,886	\$ 31,123,339	\$ 87,497,171
Total primary government	<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				
2007	2008	2009	2010	2011
\$ (41,443,758)	\$ (161,765,106)	\$ (154,841,871)	\$ (199,176,192)	\$ (203,820,956)
<u>\$ (41,443,758)</u>	<u>\$ (161,765,106)</u>	<u>\$ (154,841,871)</u>	<u>\$ (199,176,192)</u>	<u>\$ (203,820,956)</u>
\$ 151,404,502	\$ 171,832,680	\$ 191,467,403	\$ 198,888,176	\$ 196,820,339
12,009,284	8,082,178	3,664,184	3,870,155	2,925,202
<u>875,137</u>	<u>3,486,452</u>	<u>3,901,588</u>	<u>4,237,069</u>	<u>5,954,640</u>
<u>164,288,923</u>	<u>183,401,310</u>	<u>199,033,175</u>	<u>206,995,400</u>	<u>205,700,181</u>
<u>\$ 164,288,923</u>	<u>\$ 183,401,310</u>	<u>\$ 199,033,175</u>	<u>\$ 206,995,400</u>	<u>\$ 205,700,181</u>
<u>\$ 122,845,165</u>	<u>\$ 21,636,204</u>	<u>\$ 44,191,304</u>	<u>\$ 7,819,208</u>	<u>\$ 1,879,225</u>
<u>\$ 122,845,165</u>	<u>\$ 21,636,204</u>	<u>\$ 44,191,304</u>	<u>\$ 7,819,208</u>	<u>\$ 1,879,225</u>

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

	Fiscal Year			
	2003	2004	2005	2006
General Fund				
Reserved:				
Prepaid Items	\$	\$	\$ 248,968	\$ 97,835
Unreserved	38,190,054	29,594,905	29,138,820	36,741,861
Total General Fund	<u>\$ 38,190,054</u>	<u>\$29,594,905</u>	<u>\$ 29,387,788</u>	<u>\$36,839,696</u>
All Other Governmental Funds				
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
Total All Other Governmental Funds	<u>\$ 50,171,545</u>	<u>\$33,673,331</u>	<u>\$ 25,214,969</u>	<u>\$40,953,266</u>

	Fiscal Year
	2011
General Fund	
Nonspendable	\$ 136,007
Committed	33,106,759
Unassigned	10,816,215
Total General Fund	<u>\$ 44,058,981</u>
All Other Governmental Funds	
Nonspendable	\$ 69,379
Restricted	39,683,423
Unassigned	(4,419,144)
Total All Other Governmental Funds	<u>\$ 35,333,658</u>

Notes:

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

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

Fiscal Year			
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			
	2002	2003	2004	2005
Revenues				
Taxes	\$ 99,578,488	\$ 105,288,111	\$ 112,345,331	\$ 124,128,673
Fees and fines	11,747,190	16,734,820	18,874,999	20,732,680
Intergovernmental	11,024,068	12,751,135	15,355,629	18,740,497
Earnings on investments	2,815,189	2,533,594	1,961,631	2,700,358
Miscellaneous	4,110,450	4,900,307	7,207,238	5,099,717
Total Revenues	<u>129,275,385</u>	<u>142,207,967</u>	<u>155,744,828</u>	<u>171,401,925</u>
Expenditures				
Current:				
General administration	16,260,804	21,787,458	20,027,561	23,528,699
Financial administration	3,213,423	4,411,882	4,613,843	4,793,678
Administration of justice	18,291,723	25,613,661	27,778,206	29,106,358
Construction and maintenance	16,872,924	22,886,611	27,244,875	26,458,999
Health and welfare	10,178,844	14,994,700	17,760,912	16,411,989
Cooperative services	591,257	865,468	873,473	884,948
Public safety	25,079,460	32,329,232	36,074,647	41,102,638
Parks and recreation	1,230,488	1,547,020	1,716,716	1,619,136
Libraries and education	5,912,073	7,733,697	8,793,401	9,127,100
Capital Outlay	7,989,999	16,415,905	24,378,682	13,793,033
Debt Service:				
Principal	5,705,531	5,460,000	5,730,000	5,805,000
Interest and fiscal charges	4,684,404	4,457,074	3,557,558	3,352,437
Bond issuance costs *				
Total Expenditures	<u>116,010,930</u>	<u>158,502,708</u>	<u>178,549,874</u>	<u>175,984,015</u>
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	13,264,455	(16,294,741)	(22,805,046)	(4,582,090)
Other Financing Sources (Uses)				
Transfers in	7,374,567	6,221,498	8,465,487	7,422,408
Transfers (out)	(7,124,567)	(7,601,326)	(10,753,805)	(11,978,097)
Bonds issued				
Refunding bonds issued				
Premium on bonds issued				
Premium on refunding bonds issued				
Payments to current refunding bond agent				
Sale of capital assets				472,300
Total Other Financing Sources (Uses)	<u>250,000</u>	<u>(1,379,828)</u>	<u>(2,288,318)</u>	<u>(4,083,389)</u>
Net Change in Fund Balances	<u>\$ 13,514,455</u>	<u>\$ (17,674,569)</u>	<u>\$ (25,093,364)</u>	<u>\$ (8,665,479)</u>
Debt service as a percentage of noncapital expenditures	9.62%	6.98%	6.02%	5.65%

* Bond issuance costs were combined with interest and fiscal charges prior to fiscal year 2007.

Fiscal Year					
2006	2007	2008	2009	2010	2011
\$ 140,406,615	\$ 151,296,278	\$ 173,947,606	\$ 190,558,904	\$ 199,229,197	\$ 197,406,898
20,820,411	26,999,560	28,948,356	34,591,324	35,306,339	37,481,994
14,880,649	18,948,719	27,189,804	35,910,436	28,400,145	36,971,987
5,708,178	11,724,807	7,875,929	3,509,046	3,744,027	2,798,039
5,707,079	7,377,537	5,397,431	8,396,202	7,256,967	6,524,391
<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>	<u>281,183,309</u>
25,168,551	26,680,249	36,060,406	38,259,862	40,727,455	42,352,337
5,128,091	5,666,739	6,330,272	7,162,814	6,725,826	7,176,186
29,778,206	33,248,618	38,895,064	68,150,496	67,310,882	71,839,346
29,167,929	27,314,125	28,584,504	30,896,400	26,775,517	29,542,425
17,192,173	18,227,500	20,369,042	22,539,945	21,124,782	22,067,744
890,696	934,276	975,720	1,049,985	933,519	986,392
45,536,081	51,014,580	63,081,120	44,578,722	40,895,974	44,156,502
1,667,241	1,822,404	1,739,346	1,815,986	2,231,528	2,263,590
10,154,229	10,694,749	10,422,032	11,398,561	11,354,804	12,176,637
20,878,318	30,205,800	78,040,663	102,627,536	99,931,347	88,927,796
5,995,000	7,125,000	8,220,000	8,305,000	8,100,000	12,590,000
4,105,682	4,600,363	12,266,435	12,149,302	16,341,773	15,528,257
	2,010,266		1,176,319	225,979	249,266
<u>195,662,197</u>	<u>219,544,669</u>	<u>304,984,604</u>	<u>350,110,928</u>	<u>342,679,386</u>	<u>349,856,478</u>
(8,139,265)	(3,197,768)	(61,625,478)	(77,145,016)	(68,742,711)	(68,673,169)
7,413,941	9,165,382	9,569,698	23,578,390	15,248,368	14,402,786
(7,413,941)	(9,165,382)	(9,569,698)	(23,578,390)	(15,248,368)	(14,402,786)
30,245,000	152,675,000		119,910,000		
			2,460,000	20,780,000	9,675,000
1,084,470	4,877,984		5,241,474		
			122,676	2,170,147	784,853
			(2,865,000)	(24,600,000)	(10,230,000)
<u>31,329,470</u>	<u>157,552,984</u>		<u>124,869,150</u>	<u>(1,649,853)</u>	<u>229,853</u>
<u>\$ 23,190,205</u>	<u>\$ 154,355,216</u>	<u>\$ (61,625,478)</u>	<u>\$ 47,724,134</u>	<u>\$ (70,392,564)</u>	<u>\$ (68,443,316)</u>
5.78%	7.25%	9.03%	8.74%	10.16%	10.87%

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

Category	2001	2002	2003	2004
Real, Residential, Single-family	\$ 13,568,024,248	\$ 15,262,490,720	\$ 17,265,593,654	\$ 19,021,880,667
Real, Residential, Multi-family	348,271,010	388,756,350	459,980,450	462,764,405
Real, Vacant Lots/Tracts	540,639,960	549,174,270	592,510,220	658,442,934
Qualified Ag Land				
Non-Qualified Ag Land				
Real, Acreage (Land only)	947,799,210	947,910,970	1,015,564,250	1,123,937,818
Real, Farm and Ranch Improvement	187,394,056	192,150,361	214,786,460	225,753,781
Commercial Real Property				
Industrial Real Property				
Real, Commercial and Industrial	2,389,152,540	2,535,635,580	3,151,406,195	3,340,893,723
Oil and Gas				
Real, Oil, Gas, and Other Mineral Reserves	263,999,570	271,012,820	261,808,140	190,220,532
Tangible Personal Non-business Vehicles				
Real & Intangible Personal, Utilities	1,158,159,835	1,128,840,503	610,783,260	684,686,460
Commercial Personal Property				
Industrial Personal Property				
Tangible Personal, Business	1,890,037,355	2,031,632,933	2,124,506,625	2,342,945,158
Tangible Other Personal, Mobile Homes				
Tangible Other Personal, Other	47,177,715	47,721,755	54,635,515	59,567,255
Intangible Personal				
Real, Inventory	465,684,440	455,797,290	549,377,960	599,953,030
Special Inventory	59,527,983	59,698,090	59,206,080	58,594,120
Total Exempt Property	958,044,945	1,014,533,165	1,079,746,481	1,087,629,482
Unidentified Category/ Error				190,233,752
Total Assessed Value per Tax Year	\$ 22,823,912,867	\$ 24,885,354,807	\$ 27,439,905,290	\$ 30,047,503,117

2005	2006	2007	2008	2009	2010
\$ 21,196,909,564	\$ 23,347,791,025	\$ 26,097,453,310	\$ 29,960,281,188	\$ 29,649,115,219	\$ 29,993,796,370
550,142,145	624,746,015	724,480,330	1,036,720,280	953,747,851	970,309,935
667,025,103	735,283,478	906,501,540	1,128,365,928	1,129,570,008	1,027,648,723
	1,396,938,636	1,619,246,573	2,622,322,905		
	115,815,172	149,627,110	197,166,064		
1,190,613,650				2,745,455,296	2,629,194,720
245,112,091	277,749,409	298,618,116	348,641,070	330,298,802	327,283,766
	3,418,004,025	3,606,646,451	6,042,412,301		
	1,546,854,160	2,431,755,890	2,512,976,750		
4,038,098,657				7,798,910,271	7,178,698,624
	493,944,860	488,114,480	483,549,300		
533,822,070				288,530,290	319,839,370
685,742,863	679,232,435	689,009,066	721,569,810	710,328,240	689,401,553
	1,268,271,001	1,523,192,050	1,519,692,659		
	1,246,210,863	1,810,785,110	1,888,201,580		
2,557,515,614				3,955,067,370	3,544,368,206
	69,123,485	75,153,055	68,619,455		
66,497,465				65,665,620	56,722,635
				9,736,015	10,051,655
732,772,380	822,890,210	1,125,116,437	1,279,793,460	1,001,220,160	788,688,120
60,226,190	59,368,540	70,754,490	72,837,620	61,578,930	60,319,760
1,251,170,920	80,080	1,876,101,450	2,349,880,727	2,559,873,420	2,751,636,029
		19,389,929	11,877,010		8,860
\$ 33,775,648,712	\$ 36,102,303,394	\$ 43,511,945,387	\$ 52,244,908,107	\$ 51,259,097,492	\$ 50,347,968,326



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

Tax Year	Fiscal Year	Estimated Actual Value	Less Exemptions	Net Assessed Value	Assessment Ratio	Total Direct Tax Rate
2001	2002	\$ 20,959,160,147	\$ 3,222,957,451	\$ 17,736,202,696	84.6%	\$ 0.56410
2002	2003	22,983,634,660	3,623,915,365	19,359,719,295	84.2%	0.53874
2003	2004	25,365,488,170	4,228,880,660	21,136,607,510	83.3%	0.52370
2004	2005	27,925,658,267	4,666,247,520	23,259,410,747	83.3%	0.52370
2005	2006	31,359,153,364	5,310,031,541	26,049,121,823	83.1%	0.51674
2006	2007	34,898,864,755	5,874,692,725	29,024,172,030	83.2%	0.51674
2007	2008	40,030,188,967	6,548,855,518	33,481,333,449	83.6%	0.51674
2008	2009	45,414,424,927	7,350,144,660	38,064,280,267	83.8%	0.49976
2009	2010	46,004,789,281	7,599,334,136	38,405,455,145	83.5%	0.49976
2010	2011	45,090,492,561	7,722,448,765	37,368,043,796	82.9%	0.49976

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)

	2001	2002	2003	2004	2005
Fort Bend County	\$ 0.53760	\$ 0.51254	\$ 0.49874	\$ 0.50012	\$ 0.49334
Fort Bend County Drainage District	0.02650	0.02620	0.02500	0.02362	0.02340
Political Subdivision:					
Arcola, City of	0.81941	0.63922	0.62105	0.59200	0.56300
Beasley, City of	0.31430	0.33069	0.33872	0.27613	0.41890
Big Oaks MUD	1.20000	1.20000	1.18000	1.00000	0.95000
Blue Ridge West MUD	0.64600	0.55000	0.55000	0.49000	0.45000
Brazoria-Ft Bend MUD 1	**N/A	**N/A	**N/A	**N/A	**N/A
Brazos ISD	1.31680	1.31680	1.50000	1.50000	**N/A
Burney Road MUD	0.75000	0.74000	0.74000	0.74000	0.35500
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	0.43000	1.08000	1.02000	1.02000	1.00000
Cinco MUD 2	0.69000	0.68000	0.60110	0.58000	0.56500
Cinco MUD 3	0.84800	0.79800	0.62000	0.62000	0.54000
Cinco MUD 5	0.96000	0.86000	0.71000	0.65000	0.59500
Cinco MUD 6	0.83000	0.78000	0.72000	0.72000	0.64000
Cinco MUD 7	0.82500	0.72500	0.70000	0.70000	0.61000
Cinco MUD 8	0.97000	0.95000	0.94000	0.94000	0.91000
Cinco MUD 9	0.81000	0.76000	0.76000	0.76000	0.74000
Cinco MUD 10	1.02000	1.02000	0.87000	0.87000	0.67000
Cinco MUD 12	0.85000	0.78000	0.69000	0.69000	0.59000
Cinco MUD 14	0.42500	1.08000	1.02000	1.02000	1.00000
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	0.72000	0.67000	0.60000	0.50000	0.43000
First Colony LID	0.21500	0.20555	0.19500	0.20500	0.19000
First Colony LID 2	0.34200	0.39200	0.39200	0.38500	0.37500
First Colony MUD 9	0.58500	0.43500	0.40500	0.37500	0.34500
First Colony MUD 10	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend County LID 2	0.23000	0.23000	0.21000	0.21000	0.18400
Fort Bend County LID 6	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend County LID 7	0.27000	0.25000	0.25000	0.24000	0.23000
Fort Bend County LID 10	0.49000	0.49000	0.49000	0.49000	0.47000
Fort Bend County LID 11	0.41000	0.40000	0.40000	0.38700	0.32000
Fort Bend County LID 12	0.50000	0.50000	0.50000	0.50000	0.50000
Fort Bend County LID 14	0.41000	0.31000	0.28000	0.26000	0.21000
Fort Bend County LID 15	**N/A	**N/A	**N/A	0.60000	0.70000
Fort Bend County LID 17	**N/A	**N/A	**N/A	**N/A	0.54000
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	0.82000	0.82000	0.82000	0.82000	0.75000
Fort Bend County MUD 2	0.49900	0.49900	0.48000	0.48000	0.46000

2006	2007	2008	2009	2010
\$ 0.49334	\$ 0.49874	\$ 0.48376	\$ 0.47900	\$ 0.48016
0.02340	0.01800	0.01600	0.02076	0.01960
0.73000	0.73000	0.95258	0.96500	0.99000
0.41687	0.41687	0.44828	0.44828	0.44828
0.73000	0.73000	0.73000	0.79000	0.79000
0.43000	0.43000	0.42000	0.41500	0.41000
**N/A	0.85000	0.85000	0.85000	0.85000
**N/A	**N/A	1.22000	1.36890	1.39510
0.30000	0.30000	0.30000	0.24250	0.26750
**N/A	**N/A	0.43000	0.43000	0.43000
**N/A	**N/A	0.58000	0.57000	0.57000
0.88000	0.88000	0.88000	0.67500	0.64500
0.52000	0.52000	0.50000	0.47500	0.47500
0.51000	0.51000	0.51000	0.47000	0.47000
0.57500	0.57500	0.57500	0.50000	0.49500
0.59000	0.59000	0.59000	0.48000	0.48000
0.57500	0.57500	0.57500	0.52500	0.52000
0.89000	0.89000	0.89000	0.84000	0.85000
0.65000	0.65000	0.37000	0.61000	0.59500
0.65000	0.65000	0.65000	0.60000	0.61000
0.53000	0.53000	0.53000	0.47000	0.43000
0.79000	0.79000	0.79000	0.66000	0.63500
**N/A	0.90000	1.50000	1.50000	1.50000
**N/A	1.50000	1.50000	1.50000	1.50000
**N/A	**N/A	1.50000	1.50000	1.50000
**N/A	**N/A	1.50000	1.50000	1.50000
**N/A	**N/A	0.38000	0.37000	0.37000
0.32000	0.32000	0.25000	0.22000	0.08000
0.19460	0.19460	0.19460	0.19460	0.19460
0.31500	0.31500	0.29500	0.28500	0.27500
0.30000	0.30000	0.29500	0.29500	0.30500
**N/A	0.75000	0.75000	0.75000	0.49000
0.16500	0.16500	0.14500	0.13400	0.13400
**N/A	**N/A	0.50000	0.50000	0.50000
0.21500	0.21500	0.21500	0.21500	0.21500
0.46000	0.46000	0.47500	0.47500	0.47500
0.27000	0.27000	0.27000	0.27000	0.28000
0.25000	0.25000	0.19000	0.15000	0.14000
0.19000	0.19000	0.19000	0.20000	0.20000
0.70000	0.70000	0.70000	0.70000	0.80000
0.57000	0.57000	0.58000	0.63000	0.63000
**N/A	0.70000	0.70000	0.70000	0.80000
**N/A	**N/A	0.45000	0.45000	0.45000
0.65000	0.65000	0.65000	0.53000	0.65000
0.46000	0.46000	0.44000	0.50000	0.54000

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

	2001	2002	2003	2004	2005
Political Subdivision: (continued)					
Fort Bend County MUD 5	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend County MUD 19	1.20000	1.20000	1.20000	1.20000	1.20000
Fort Bend County MUD 21	0.49000	0.49000	0.49000	0.49000	0.47000
Fort Bend County MUD 23	1.20000	1.15000	1.06000	1.06000	1.02000
Fort Bend County MUD 24	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend County MUD 25	0.92500	0.92500	0.89000	0.87000	0.86000
Fort Bend County MUD 26	0.77000	0.77000	0.77000	0.77000	0.73000
Fort Bend County MUD 30	1.04300	1.04300	1.04300	1.01300	0.99300
Fort Bend County MUD 34	1.07000	1.07000	1.05000	0.95000	0.84000
Fort Bend County MUD 35	**N/A	**N/A	1.25000	1.25000	1.25000
Fort Bend County MUD 37	0.63000	0.63000	0.63000	0.63000	0.63000
Fort Bend County MUD 41	0.60000	0.75000	0.70000	0.66000	0.62000
Fort Bend County MUD 42	0.50000	0.50000	0.48000	0.48000	0.46000
Fort Bend County MUD 46	1.05000	1.05000	1.05000	1.00000	0.95000
Fort Bend County MUD 47	1.25000	1.17000	1.17000	1.15000	1.15000
Fort Bend County MUD 48	1.06000	1.00000	0.98000	0.98000	0.96000
Fort Bend County MUD 49	0.88800	0.86000	0.84000	0.84000	0.80000
Fort Bend County MUD 50	0.83000	0.83000	0.90000	0.90000	0.90000
Fort Bend County MUD 57	**N/A	**N/A	**N/A	**N/A	1.50000
Fort Bend County MUD 58	**N/A	**N/A	**N/A	**N/A	1.50000
Fort Bend County MUD 66	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend County MUD 67	0.50000	0.48500	0.46000	0.45000	0.44000
Fort Bend County MUD 68	0.47000	0.47000	0.46000	0.44000	0.43000
Fort Bend County MUD 69	0.41500	0.40000	0.39000	0.38000	0.37000
Fort Bend County MUD 81	0.75000	0.73000	0.73000	0.69000	0.57000
Fort Bend County MUD 94	0.72000	0.72000	0.71000	0.71000	0.71000
Fort Bend County MUD 106	0.58000	0.58000	0.57000	0.54000	0.50000
Fort Bend County MUD 108	0.47000	0.47000	0.46000	0.43000	0.42500
Fort Bend County MUD 109	0.58500	0.57000	0.55000	0.53000	0.51500
Fort Bend County MUD 111	0.37000	0.34000	0.34000	0.34000	0.32000
Fort Bend County MUD 112	0.82000	0.81000	0.73000	0.57000	0.46000
Fort Bend County MUD 113	0.48000	0.34000	0.33500	0.31500	**N/A
Fort Bend County MUD 115	0.97000	0.97000	0.97000	0.97000	0.97000
Fort Bend County MUD 116	1.45000	1.45000	1.30000	1.30000	1.15000
Fort Bend County MUD 117	0.91000	0.91000	0.86000	0.84000	0.74000
Fort Bend County MUD 118	1.40000	1.40000	1.33000	1.16000	1.00000
Fort Bend County MUD 119	**N/A	**N/A	1.25000	1.20000	0.95000
Fort Bend County MUD 121	1.25000	1.25000	1.25000	1.25000	1.25000
Fort Bend County MUD 122	**N/A	**N/A	1.00000	1.00000	1.00000
Fort Bend County MUD 123	**N/A	**N/A	**N/A	1.00000	1.00000
Fort Bend County MUD 124	1.11300	1.15000	1.20000	1.20000	1.15000
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	0.90000	0.80000
Fort Bend County MUD 130	0.80000	0.80000	0.80000	0.80000	0.80000
Fort Bend County MUD 131	**N/A	**N/A	**N/A	**N/A	0.90000
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

2006	2007	2008	2009	2010
**N/A	**N/A	**N/A	1.50000	1.50000
1.20000	1.20000	1.20000	1.24000	1.38000
0.39000	0.39000	0.39000	0.27000	0.26000
0.95000	0.95000	0.91000	1.00000	1.03000
**N/A	1.29000	1.29000	1.29000	1.29000
0.82000	0.82000	0.82000	0.82000	0.82000
0.72000	0.72000	0.67000	0.70000	0.71000
0.88000	0.88000	0.87000	0.95000	0.98000
0.72000	0.72000	0.71000	0.71000	0.69000
1.05000	1.05000	0.89000	0.74000	0.69000
0.59000	0.59000	0.59000	0.56000	0.52000
0.58000	0.58000	0.55000	0.55000	0.55000
0.43000	0.43000	0.42000	0.42000	0.43000
0.90000	0.90000	0.90000	0.88000	0.88000
1.09000	1.09000	1.04000	1.04000	1.04000
0.89000	0.89000	0.88000	0.88000	0.88000
0.80000	0.80000	0.95000	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	1.35000	1.35000	1.35000	1.35000
0.45000	0.45000	0.47500	0.47500	0.47500
0.40500	0.40500	0.40500	0.40000	0.40000
0.33000	0.33000	0.40000	0.40000	0.40000
0.42500	0.42500	0.42500	0.38000	0.37000
0.71000	0.71000	0.71000	0.71000	0.77000
0.47000	0.47000	0.45000	0.45000	0.49000
0.40000	0.40000	0.39000	0.39000	0.42000
0.51000	0.51000	0.50700	0.58000	0.63000
0.30000	0.30000	0.30000	0.30000	0.30000
0.39000	0.39000	0.39000	0.38000	0.38000
**N/A	**N/A	**N/A	**N/A	**N/A
0.59000	0.59000	0.53000	0.50000	0.50000
1.13000	1.13000	1.13000	1.22000	1.22000
0.67000	0.67000	0.66000	0.66000	0.66000
0.89000	0.89000	0.84000	0.81000	0.78000
0.75000	0.75000	0.75000	0.71000	0.71000
1.25000	1.25000	1.20000	1.20000	1.20000
1.00000	1.00000	1.00000	1.00000	1.00000
1.00000	1.00000	1.00000	1.08000	1.14000
0.99000	0.99000	0.92000	0.92000	0.92000
**N/A	0.80000	0.80000	0.80000	0.70000
0.80000	0.80000	0.80000	0.80000	0.70000
0.79000	0.79000	0.77000	0.76000	0.76000
0.90000	0.90000	1.01000	1.01000	1.01000
**N/A	1.50000	1.50000	1.50000	1.50000
**N/A	**N/A	1.25000	1.25000	1.30000

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

	2001	2002	2003	2004	2005
Political Subdivision: (continued)					
Fort Bend County MUD 136	**N/A	**N/A	**N/A	**N/A	0.63000
Fort Bend County MUD 137	**N/A	**N/A	**N/A	**N/A	0.63000
Fort Bend County MUD 138	**N/A	**N/A	**N/A	**N/A	0.63000
Fort Bend County MUD 139	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend County MUD 140	**N/A	**N/A	**N/A	1.25000	1.25000
Fort Bend County MUD 141	**N/A	**N/A	**N/A	**N/A	1.39000
Fort Bend County MUD 142	**N/A	**N/A	**N/A	1.33000	1.39000
Fort Bend County MUD 143	**N/A	**N/A	**N/A	1.00000	1.00000
Fort Bend County MUD 144	**N/A	**N/A	**N/A	1.00000	0.80000
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	1.25000	1.25000
Fort Bend County MUD 147	**N/A	**N/A	**N/A	**N/A	0.95000
Fort Bend County MUD 148	**N/A	**N/A	**N/A	**N/A	0.90000
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	0.94500
Fort Bend County MUD 151	**N/A	**N/A	**N/A	**N/A	1.30000
Fort Bend County MUD 152	**N/A	**N/A	**N/A	**N/A	1.45000
Fort Bend County MUD 155	**N/A	**N/A	**N/A	**N/A	1.39000
Fort Bend County MUD 158	**N/A	**N/A	**N/A	**N/A	1.45000
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 169	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend County MUD 170	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend County MUD 171	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend County MUD 172	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend County MUD 173	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend County MUD 176	**N/A	**N/A	**N/A	**N/A	**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 MUD 199	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend County WC&ID 2	0.16290	0.16290	0.16290	0.18000	0.18000
Fort Bend County WC&ID 3	0.50000	0.50000	0.50000	0.50000	0.50000
Fort Bend County WC&ID 8	**N/A	**N/A	**N/A	**N/A	**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	0.06250	0.06250	0.06250
Fort Bend ESD 2	**N/A	0.09800	0.09800	0.09800	0.09800
Fort Bend ESD 3	**N/A	**N/A	**N/A	0.07000	0.07000
Fort Bend ESD 4	**N/A	**N/A	**N/A	0.06000	0.07000
Fort Bend ESD 5	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend Fire District 1	0.03000	0.03000	**N/A	**N/A	**N/A
Fort Bend Fire District 2	0.03000	0.03000	**N/A	**N/A	**N/A
Fort Bend Fresh Water Supply 1	**N/A	**N/A	0.25000	0.25000	0.25000

2006	2007	2008	2009	2010
0.63000	0.63000	0.62000	0.62000	0.57000
0.63000	0.63000	0.62000	0.57000	0.57000
0.63000	0.63000	0.62000	0.57000	0.57000
**N/A	**N/A	**N/A	**N/A	0.57000
1.25000	1.25000	1.25000	1.25000	1.25000
1.39000	1.39000	**N/A	**N/A	**N/A
1.32000	1.32000	1.32000	1.32000	1.32000
1.25000	1.25000	1.31000	1.35000	1.35000
0.80000	0.80000	0.80000	0.80000	0.80000
**N/A	1.25000	1.25000	1.25000	1.25000
1.20000	1.20000	1.20000	1.15000	1.15000
0.95000	0.95000	0.95000	0.95000	0.95000
0.90000	0.90000	0.90000	0.90000	0.90000
**N/A	0.80000	0.80000	0.80000	0.70000
**N/A	**N/A	**N/A	**N/A	**N/A
1.30000	1.30000	1.30000	1.30000	1.27000
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	0.84000	0.84000	0.84000	0.84000
**N/A	0.55000	0.70000	0.74000	0.80000
**N/A	1.25000	1.31000	1.35000	1.36000
**N/A	0.85000	0.85000	0.85000	0.89000
**N/A	1.03000	**N/A	**N/A	**N/A
**N/A	**N/A	**N/A	**N/A	1.29500
**N/A	**N/A	**N/A	1.29400	1.29500
**N/A	**N/A	1.29400	1.29400	1.29500
**N/A	**N/A	**N/A	**N/A	1.29500
**N/A	**N/A	**N/A	**N/A	1.29500
**N/A	0.70000	0.65000	0.65000	0.65000
**N/A	0.91000	**N/A	**N/A	**N/A
**N/A	**N/A	1.25000	1.25000	1.25000
**N/A	**N/A	1.00000	1.00000	1.00000
**N/A	**N/A	**N/A	1.25000	1.25000
**N/A	**N/A	**N/A	**N/A	0.60000
0.18000	0.18000	0.18000	0.18000	0.18000
0.50000	0.50000	0.48000	0.48000	0.45000
**N/A	0.95000	0.95000	0.95000	0.95000
**N/A	**N/A	**N/A	**N/A	**N/A
0.06250	0.06250	0.06250	0.07500	0.07500
0.09200	0.09200	0.08830	0.09600	0.09800
0.06750	0.06750	0.06750	0.07900	0.08460
0.08897	0.08897	0.08502	0.08234	0.07804
**N/A	**N/A	0.08000	0.07997	0.07997
**N/A	**N/A	**N/A	**N/A	**N/A
**N/A	**N/A	**N/A	**N/A	**N/A
1.00000	1.00000	1.00000	1.00000	1.00000

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

	2001	2002	2003	2004	2005
Political Subdivision: (continued)					
Fort Bend Fresh Water Supply 2	**N/A	**N/A	**N/A	**N/A	0.25000
Fort Bend-Harris ESD 100	**N/A	**N/A	**N/A	**N/A	**N/A
Fort Bend Independent School District	1.68250	1.68250	1.67000	1.70750	1.69000
Fort Bend Parkway Road District	0.49990	0.42170	0.22000	0.11448	0.04153
Fulshear, City of	0.40208	0.39251	0.37000	0.33000	0.32743
Fulshear MUD 1	**N/A	**N/A	**N/A	**N/A	**N/A
Grand Mission MUD 1	1.00000	0.72000	1.00000	1.00000	1.00000
Grand Mission MUD 2	**N/A	**N/A	**N/A	**N/A	1.00000
Grand Lakes MUD 1	**N/A	**N/A	1.25000	1.25000	1.15000
Grand Lakes MUD 2	**N/A	**N/A	1.22000	1.10000	0.97000
Grand Lakes MUD 4	0.23000	0.98000	0.90000	0.90000	0.82000
Grand Lakes WCID	1.00000	0.21000	0.17000	0.15000	0.10500
Harris-Fort Bend EMS District	0.09900	0.09900	0.09740	0.09700	0.09700
Harris-Fort Bend MUD 1	1.14580	1.14580	1.10000	1.05000	1.00000
Harris-Fort Bend MUD 3	**N/A	**N/A	**N/A	1.25000	1.25000
Harris-Fort Bend MUD 4	0.44000	0.44000	0.50000	0.87000	0.95000
Harris-Fort Bend MUD 5	1.06000	1.06000	0.97000	0.92000	0.86000
Houston, City of	0.65500	0.65500	0.65000	0.65000	0.64750
Houston Community College	0.08133	0.08133	0.08133	0.09598	0.09577
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	1.92000	1.94000	1.94000	1.94000	**N/A
Kendleton, City of	0.70000	0.66000	0.70000	0.70945	0.70000
Kendleton ISD	1.50000	1.50000	1.78430	1.78000	1.78000
Kingsbridge MUD	0.94880	0.92000	0.92000	0.88000	0.84000
Lamar Consolidated I.S.D.	1.66450	1.66450	1.66450	1.69760	1.69760
Meadowcreek MUD	0.43500	0.42000	0.42000	0.41000	0.38000
Meadows Place, City of	0.73000	0.73000	0.73000	0.76000	0.76000
Memorial MUD	**N/A	**N/A	**N/A	**N/A	**N/A
Mission Bend MUD 1	0.62000	0.58000	0.56500	0.54000	0.45000
Missouri City, City of	0.50325	0.49146	0.51000	0.50165	0.49800
Needville, City of	0.52336	0.50955	0.49567	0.49995	0.48000
Needville Independent School District	1.51300	1.58700	1.66040	1.66400	1.66400
North Mission Glen MUD	0.85000	0.82000	0.82000	0.75000	0.63000
Orchard, City of	0.22425	0.24423	0.32090	0.35148	0.34531
Palmer Plantation MUD 1	0.88000	0.81000	0.79000	0.78000	0.74000
Palmer Plantation MUD 2	0.78000	0.78000	0.68000	0.60000	0.55000
Pearland, City of	**N/A	**N/A	**N/A	**N/A	**N/A
Pecan Grove MUD	0.65500	0.63500	0.59500	0.57500	0.51000
Plantation MUD	1.00000	0.68500	0.65000	0.65000	0.63000
Quail Valley MUD	0.29000	0.28000	0.28000	0.27000	**N/A
Renn Road MUD	**N/A	**N/A	**N/A	**N/A	**N/A
Richmond, City of	0.79000	0.79000	0.79000	0.79000	0.79000
Rosenberg, City of	0.55500	0.55500	0.55500	0.55500	0.55500
Sienna Plantation LID	0.59000	0.59000	0.60000	0.60000	0.60000
Sienna Plantation Management	**N/A	**N/A	**N/A	**N/A	**N/A
Sienna Plantation MUD 2	0.90000	0.85000	0.83000	0.76000	0.72000

2006	2007	2008	2009	2010
0.50000	0.50000	0.50000	0.49900	0.50000
**N/A	0.10000	0.09473	0.09697	0.09000
1.25000	1.25000	1.27000	1.30500	1.34000
**N/A	0.05443	0.05443	0.01483	**N/A
0.20592	0.20592	0.20592	0.20592	0.20592
**N/A	**N/A	1.19000	1.19000	1.19000
1.05000	1.05000	1.10000	1.10000	1.10000
1.25000	1.25000	1.31000	1.31000	1.31000
0.79000	0.79000	0.79000	0.65000	0.63000
0.70000	0.70000	0.70000	0.46500	0.45500
0.82000	0.82000	0.82000	0.79000	0.79000
0.09500	0.09500	0.09500	0.08750	0.08250
0.10000	**N/A	**N/A	**N/A	**N/A
0.88000	0.88000	0.88000	0.77000	0.75000
1.25000	1.25000	1.25000	1.25000	1.25000
0.96000	0.96000	0.96000	0.96000	0.95000
0.82000	0.82000	0.82000	0.75000	0.73000
**N/A	**N/A	0.64375	0.63875	0.63875
0.09518	0.09518	0.09243	0.09222	0.09222
**N/A	**N/A	1.00000	**N/A	**N/A
**N/A	**N/A	0.60540	0.59372	0.59372
1.52660	1.52660	1.52660	1.52660	1.52660
0.76503	0.76503	0.76632	0.89100	0.70627
1.23170	1.23170	1.20500	1.20830	**N/A
0.80000	0.80000	0.78000	0.78000	0.78000
1.29765	1.29765	1.29765	1.29765	1.36455
0.10000	0.10000	0.10000	0.10000	0.10000
0.79000	0.79000	0.79000	0.83000	0.89500
**N/A	**N/A	0.52000	0.54000	0.55500
0.28000	0.28000	0.25000	0.25000	0.25000
0.49926	0.49926	0.51724	0.52840	0.52840
0.42284	0.42284	0.39169	0.39153	0.38151
1.27929	1.27929	1.45600	1.48400	1.51999
0.52000	0.52000	0.52000	0.54400	0.57100
0.30750	0.30750	0.33123	0.39601	0.39267
0.68000	0.68000	0.68000	0.69000	0.73500
0.49000	0.49000	0.49000	0.49800	0.51500
**N/A	0.65260	0.65260	0.65260	0.66510
0.47000	0.47000	0.46800	0.46800	0.55000
0.63000	0.63000	0.63000	0.66000	0.66000
**N/A	**N/A	**N/A	**N/A	**N/A
**N/A	**N/A	0.63000	0.63000	0.66500
0.79000	0.79000	0.79000	0.78650	0.78650
0.54500	0.54500	0.52020	0.50000	0.50000
0.58000	0.58000	0.49000	0.49000	0.49000
**N/A	0.92000	1.01000	1.01000	1.01000
0.72000	0.72000	0.71000	0.71000	0.71000

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

	2001	2002	2003	2004	2005
Political Subdivision: (continued)					
Sienna Plantation MUD 3	0.90000	0.90000	0.90000	0.90000	0.88000
Sienna Plantation MUD 10	**N/A	**N/A	**N/A	0.90000	0.90000
Sienna Plantation MUD 12	**N/A	**N/A	**N/A	0.90000	0.90000
Simonton, City of	**N/A	**N/A	**N/A	**N/A	0.27000
Stafford Municipal School District	1.69500	1.71000	1.71550	1.70800	1.68660
Sugar Land, City of	0.33330	0.32886	0.32840	0.32568	0.31711
Thunderbird U.D.	0.22000	0.22000	**N/A	**N/A	**N/A
West Keegans Bayou I.D.	0.25100	0.22100	0.19100	0.19100	0.18100
West Harris County MUD 4	**N/A	**N/A	**N/A	**N/A	**N/A
Wharton County Junior College	0.15635	0.16738	0.17401	0.16892	0.15595
Willow Creek Farms MUD	**N/A	**N/A	**N/A	**N/A	**N/A
Willow Fork Drainage District	0.38700	0.35000	0.30000	0.27000	0.26000
Woodcreek Reserve MUD	**N/A	**N/A	0.60000	0.60000	0.60000

Source of data: Fort Bend County Central Appraisal District

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

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

2006	2007	2008	2009	2010
0.75000	0.75000	0.75000	0.73000	0.72000
0.90000	0.90000	0.94000	0.94000	0.94000
0.90000	0.90000	0.94000	0.94000	0.94000
0.27000	0.27000	0.27000	0.27000	0.27000
1.25000	1.25000	1.23500	1.23000	1.11000
0.30000	0.30000	0.30000	0.30000	0.30000
**N/A	**N/A	**N/A	**N/A	**N/A
0.12100	0.12100	0.12100	0.12100	1.05000
**N/A	**N/A	0.90000	0.95000	0.11100
0.13485	0.13485	0.13797	0.14666	0.14448
**N/A	**N/A	1.25000	1.25000	1.25000
0.20000	0.20000	0.19000	0.19000	0.19000
0.60000	0.60000	0.60000	0.60000	0.60000



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

Taxpayer	Fiscal Year 2011			Fiscal Year 2002		
	Assessed Value	Rank	Percentage of Total Net Assessed Valuation	Assessed Value	Rank	Percentage of Total Net Assessed Valuation
NRG Texas Power LLC	\$ 1,522,395,660	1	4.07 %	\$		
Centerpoint Energy Electric	247,014,730	2	0.66			
First Colony Mall Venture	97,210,240	3	0.26	49,935,380	9	0.32
Katy Mills Mall LTD Partnership	93,131,240	4	0.25			
Texas Instruments, Inc.	85,287,290	5	0.23	122,859,180	3	0.78
Tramontina USA Inc.	81,762,260	6	0.22			
Medistar Sugar Land Medical Center, Ltd.	80,466,920	7	0.22			
Conocophillips Company	79,504,360	8	0.21			
Fountains Dunhill LLC	77,643,350	9	0.21			
Lakepointe Assets LLC	74,000,000	10	0.20			
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
STC Manufacturing Group-SPC				65,252,440	7	0.41
FP Centre, LTD				50,297,870	8	0.32
Imperial Sugar Company				39,929,900	10	0.25
Subtotal	2,438,416,050		6.53 %	1,561,212,300		9.91 %
Other taxpayers	34,929,627,746		93.47	14,177,544,932		90.09
Total	\$37,368,043,796		100.00 %	\$15,738,757,232		100.00 %

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

Tax Year	Fiscal Year	Total Original Levy	Adjustments	Total Adjusted Levy	Collected within the Fiscal Year of the Levy	
					Amount	Percentage of Levy Collected
2001	2002	\$ 100,185,341	\$ 130,794	\$100,316,135	\$ 96,072,422	95.77%
2002	2003	104,518,809	(430,187)	104,088,622	101,547,672	97.56%
2003	2004	110,886,224	(47,753)	110,838,470	108,209,146	97.63%
2004	2005	122,022,393	217,941	122,240,334	119,664,754	97.89%
2005	2006	138,737,128	(693,315)	138,043,814	135,004,728	97.80%
2006	2007	150,171,810	(1,332,532)	148,839,278	146,154,761	98.20%
2007	2008	173,203,701	(1,433,036)	171,770,665	169,011,211	98.39%
2008	2009	190,430,794	(1,876,898)	188,553,896	186,012,685	98.65%
2009	2010	191,862,995	4,976,201	196,839,196	194,801,625	98.96%
2010	2011	193,704,140	931,803	194,635,943	192,870,063	99.09%

Collections in Subsequent Years	Total Tax Collections	Total Tax Collections as a Percentage of Current Levy	Outstanding Delinquent Taxes	Delinquent Taxes as a Percentage of Current Levy
\$ 4,094,818	\$ 100,167,240	99.85%	\$ 148,895	0.15%
2,397,832	103,945,504	99.86%	143,119	0.14%
2,499,636	110,708,783	99.88%	129,688	0.12%
2,431,390	122,096,144	99.88%	144,190	0.12%
2,828,908	137,833,636	99.85%	210,177	0.15%
2,440,807	148,595,567	99.84%	243,710	0.16%
2,243,782	171,254,993	99.70%	515,672	0.30%
1,927,450	187,940,135	99.67%	613,761	0.32%
1,082,044	195,883,670	99.51%	955,526	0.50%
	192,870,063	99.09%	1,765,880	0.91%

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

Tax Year	Fiscal Year	Population (1)	Net Assessed Value	Certificates of Obligation	General Obligation Bonds (2)	Total General Long-Term Debt (2)
2001	2002	398,817	\$ 17,736,202,696	\$ 200,000	\$ 87,060,000	\$ 87,260,000
2002	2003	420,170	19,359,719,295	150,000	80,985,000	81,135,000
2003	2004	442,389	21,136,607,510	100,000	75,410,000	75,510,000
2004	2005	463,650	23,259,410,747	50,000	69,770,000	69,820,000
2005	2006	493,187	26,049,121,823		94,190,000	94,190,000
2006	2007	507,110	29,024,172,030		239,875,000	239,875,000
2007	2008	531,660	33,481,333,449		231,800,000	231,800,000
2008	2009	547,876	38,064,280,267		343,160,000	343,160,000
2009	2010	581,830	38,405,455,145		331,410,000	331,410,000
2010	2011	606,786	37,368,043,796		318,265,000	318,265,000

(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.

Amounts Available in Debt Service Fund (2)	Net General Long-Term Debt	Personal Income	Percent of Personal Income	General Long-Term Debt to Assessed Value	Net General Long-Term Debt Per Capita
\$ 1,525,613	\$ 85,734,387	\$ 12,002,380,000	0.71%	0.48%	\$ 215
1,124,677	80,010,323	12,244,960,000	0.65%	0.41%	190
1,165,433	74,344,567	13,338,140,000	0.56%	0.35%	168
2,116,782	67,703,218	13,949,480,000	0.49%	0.29%	146
2,621,749	91,568,251	14,734,540,000	0.62%	0.35%	186
3,965,968	235,909,032	15,364,670,000	1.54%	0.81%	465
4,290,890	227,509,110	20,218,050,000	1.13%	0.68%	428
5,956,061	337,203,939	22,319,780,000	1.51%	0.89%	615
4,844,023	326,565,977	20,455,780,000	1.60%	0.85%	561
5,169,725	313,095,275	22,444,080,000	1.40%	0.84%	516

FORT BEND COUNTY, TEXAS
DIRECT AND OVERLAPPING DEBT
Fiscal Year 2011
(UNAUDITED)

<u>Taxing Jurisdiction</u>	<u>Long-Term Outstanding</u>	<u>Applicable Percentage</u>	<u>Overlapping Debt</u>
Fort Bend County	\$ 452,755,000 ⁽¹⁾	100.00%	\$ 452,755,000 ⁽¹⁾
Special Districts:			
Big Oaks MUD	\$ 22,918,514	100.00%	\$ 22,918,514
Brazoria-Fort Bend MUD 1	53,351,852	24.79%	13,225,924
Burney Road MUD	11,770,000	100.00%	11,770,000
Cinco MUD 1 (Contract)	3,200,000	100.00%	3,200,000
Cinco MUD 1	57,130,000	100.00%	57,130,000
Cinco MUD 2	3,035,000	100.00%	3,035,000
Cinco MUD 3	3,090,000	85.87%	2,653,383
Cinco MUD 5	4,230,000	100.00%	4,230,000
Cinco MUD 7	6,170,000	100.00%	6,170,000
Cinco MUD 8	9,970,000	100.00%	9,970,000
Cinco MUD 10	6,445,000	100.00%	6,445,000
Cinco MUD 12	850,000	100.00%	850,000
Cinco MUD 14	13,400,000	100.00%	13,400,000
Cinco Southwest MUD 2	26,645,000	100.00%	26,645,000
Cinco Southwest MUD 3	7,895,000	100.00%	7,895,000
Cinco Southwest MUD 4	18,520,000	100.00%	18,520,000
First Colony LID	138,477	100.00%	138,477
First Colony LID 2	1,935,000	100.00%	1,935,000
First Colony MUD 9	13,602,604	100.00%	13,602,604
First Colony MUD 10	15,090,957	100.00%	15,090,957
Fort Bend County LID 7	16,395,000	100.00%	16,395,000
Fort Bend County LID 10	11,740,000	100.00%	11,740,000
Fort Bend County LID 11	23,756,822	100.00%	23,756,822
Fort Bend County LID 12	14,288,104	100.00%	14,288,104
Fort Bend County LID 14	5,525,000	100.00%	5,525,000
Fort Bend County LID 15	20,443,953	100.00%	20,443,953
Fort Bend County LID 17	55,440,000	100.00%	55,440,000
Fort Bend County LID 19	3,961,184	100.00%	3,961,184
Fort Bend County MUD 2	9,105,018	100.00%	9,105,018
Fort Bend County MUD 19	999,809	100.00%	999,809
Fort Bend County MUD 21	10,450,193	100.00%	10,450,193
Fort Bend County MUD 23	55,590,251	100.00%	55,590,251
Fort Bend County MUD 24	4,144,058	100.00%	4,144,058
Fort Bend County MUD 25	75,731,131	100.00%	75,731,131
Fort Bend County MUD 26	12,515,572	100.00%	12,515,572
Fort Bend County MUD 30	38,698,278	99.98%	38,690,538
Fort Bend County MUD 34	17,392,120	100.00%	17,392,120
Fort Bend County MUD 35	38,887,456	100.00%	38,887,456
Fort Bend County MUD 41	4,124,277	100.00%	4,124,277
Fort Bend County MUD 42	9,570,000	100.00%	9,570,000
Fort Bend County MUD 46	14,818,148	100.00%	14,818,148
Fort Bend County MUD 47	35,943,321	100.00%	35,943,321
Fort Bend County MUD 48	7,924,682	100.00%	7,924,682
Fort Bend County MUD 49	2,262,332	100.00%	2,262,332
Fort Bend County MUD 50	32,693,771	100.00%	32,693,771

FORT BEND COUNTY, TEXAS**DIRECT AND OVERLAPPING DEBT***Fiscal Year 2011**(UNAUDITED)**page 2 of 4*

Taxing Jurisdiction	Long-Term Outstanding	Applicable Percentage	Overlapping Debt
Fort Bend County MUD 57	14,954,510	100.00%	14,954,510
Fort Bend County MUD 58	8,702,786	100.00%	8,702,786
Fort Bend County MUD 66	1,799,812	100.00%	1,799,812
Fort Bend County MUD 67	3,065,000	100.00%	3,065,000
Fort Bend County MUD 68	4,125,000	100.00%	4,125,000
Fort Bend County MUD 69	2,371,827	100.00%	2,371,827
Fort Bend County MUD 81	3,250,000	100.00%	3,250,000
Fort Bend County MUD 94	6,424,842	100.00%	6,424,842
Fort Bend County MUD 106	11,135,000	100.00%	11,135,000
Fort Bend County MUD 108	4,760,000	100.00%	4,760,000
Fort Bend County MUD 109	11,905,000	100.00%	11,905,000
Fort Bend County MUD 111	6,907,125	100.00%	6,907,125
Fort Bend County MUD 112	5,406,405	100.00%	5,406,405
Fort Bend County MUD 115	12,394,519	100.00%	12,394,519
Fort Bend County MUD 116	29,074,948	100.00%	29,074,948
Fort Bend County MUD 117	22,150,000	100.00%	22,150,000
Fort Bend County MUD 118	31,371,312	100.00%	31,371,312
Fort Bend County MUD 119	20,151,182	100.00%	20,151,182
Fort Bend County MUD 121	22,518,977	100.00%	22,518,977
Fort Bend County MUD 122	17,755,005	100.00%	17,755,005
Fort Bend County MUD 123	19,370,493	100.00%	19,370,493
Fort Bend County MUD 124	12,160,000	100.00%	12,160,000
Fort Bend County MUD 128	3,045,000	100.00%	3,045,000
Fort Bend County MUD 129	19,917,068	100.00%	19,917,068
Fort Bend County MUD 130	12,326,270	100.00%	12,326,270
Fort Bend County MUD 133	10,804,533	100.00%	10,804,533
Fort Bend County MUD 137	28,297,597	100.00%	28,297,597
Fort Bend County MUD 138	24,930,239	100.00%	24,930,239
Fort Bend County MUD 140	118,020,121	100.00%	118,020,121
Fort Bend County MUD 142	45,080,343	100.00%	45,080,343
Fort Bend County MUD 143	14,631,066	100.00%	14,631,066
Fort Bend County MUD 144	4,741,192	100.00%	4,741,192
Fort Bend County MUD 145	2,450,000	100.00%	2,450,000
Fort Bend County MUD 146	28,125,366	100.00%	28,125,366
Fort Bend County MUD 148	1,690,115	100.00%	1,690,115
Fort Bend County MUD 151	31,232,536	100.00%	31,232,536
Fort Bend County MUD 155	7,119,884	100.00%	7,119,884
Fort Bend County MUD 158	4,228,377	100.00%	4,228,377
Fort Bend County MUD 162	5,207,886	100.00%	5,207,886
Fort Bend County MUD 165	6,499,113	100.00%	6,499,113
Fort Bend County MUD 167	12,344,042	100.00%	12,344,042
Fort Bend County WC&ID 3	3,427,380	100.00%	3,427,380
Grand Lakes MUD 1	13,716,053	100.00%	13,716,053
Grand Lakes MUD 2	11,533,021	100.00%	11,533,021
Grand Lakes MUD 4	18,509,268	100.00%	18,509,268
Grand Lakes WC&ID	5,496,330	100.00%	5,496,330
Grand Mission MUD 1	29,328,014	100.00%	29,328,014
Grand Mission MUD 2	4,708,904	100.00%	4,708,904

FORT BEND COUNTY, TEXAS

DIRECT AND OVERLAPPING DEBT

Fiscal Year 2011

(UNAUDITED)

page 3 of 4

<u>Taxing Jurisdiction</u>	<u>Long-Term Outstanding</u>	<u>Applicable Percentage</u>	<u>Overlapping Debt</u>
North Mission Glen MUD	25,377,519	99.10%	25,149,121
Palmer Plantation MUD 1	4,625,000	100.00%	4,625,000
Palmer Plantation MUD 2	7,369,025	100.00%	7,369,025
Pecan Grove MUD	37,100,000	100.00%	37,100,000
Plantation MUD	5,181,612	100.00%	5,181,612
Sienna Plantation LID	73,946,525	100.00%	73,946,525
Sienna Plantation Mgmt Dist	16,405,116	100.00%	16,405,116
Sienna Plantation MUD 2	25,465,000	100.00%	25,465,000
Sienna Plantation MUD 3	41,370,534	100.00%	41,370,534
Sienna Plantation MUD 10	30,207,643	100.00%	30,207,643
Sienna Plantation MUD 12	8,744,439	100.00%	8,744,439
Woodcreek Reserve MUD	5,468,905	100.00%	5,468,905

County Line Special Districts:

Cinco MUD 6	3,175,000	63.56%	2,018,030
Cinco MUD 9	3,205,000	58.42%	1,872,361
Chelford City MUD	5,300,000	55.09%	2,919,770
Cornerstones MUD	3,779,096	18.03%	681,371
Fort Bend County WC&ID 2	52,006,810	99.19%	51,585,555
Harris - Fort Bend Cos. MUD 1	14,131,833	86.54%	12,229,688
Harris - Fort Bend Cos. MUD 3	10,317,632	0.38%	39,207
Harris - Fort Bend Cos. MUD 4	16,747,631	72.79%	12,190,601
Harris - Fort Bend Cos. MUD 5	12,658,321	93.42%	11,825,403
Kingsbridge MUD	28,067,340	97.09%	27,250,580
Renn Road MUD	8,350,197	32.84%	2,742,205
West Harris County MUD 4	4,825,000	18.98%	915,785
West Keegans Bayou Impv. Dist.	510,000	87.37%	445,587
Willow Fork Drainage Dist.	33,170,000	93.25%	30,931,025
Total Special District Debt (2)			<u><u>\$ 1,939,061,149</u></u>

Cities:

Arcola	\$ 1,655,000	100.00%	\$ 1,655,000
Beasley	370,000	100.00%	370,000
Kendleton	64,000	100.00%	64,000
Meadows Place	3,645,000	100.00%	3,645,000
Needville	85,000	100.00%	85,000
Orchard	37,000	100.00%	37,000
Richmond	10,645,000	100.00%	10,645,000
Rosenberg	52,029,000	100.00%	52,029,000
Sugar Land	248,415,000	100.00%	248,415,000

County Line Cities:

Houston	3,408,440,000	0.61%	20,791,484
Katy	11,865,000	39.36%	4,670,064
Missouri City	159,340,000	95.65%	152,408,710
Pearland	307,985,000	1.61%	4,958,559
Stafford	635,000	100.00%	635,000
Total Cities			<u><u>\$ 500,408,817</u></u>

FORT BEND COUNTY, TEXAS
DIRECT AND OVERLAPPING DEBT
Fiscal Year 2011
(UNAUDITED)

<u>Taxing Jurisdiction</u>	<u>Long-Term Outstanding</u>	<u>Applicable Percentage</u>	<u>Overlapping Debt</u>
<u>School Districts:</u>			
Fort Bend ISD	\$ 951,714,425	100.00%	\$ 951,714,425
Lamar Consolidated ISD	453,390,000	100.00%	453,390,000
Needville ISD	72,240,000	100.00%	72,240,000
<u>County Line School Districts:</u>			
Brazos ISD	16,769,993	73.16%	12,268,927
Katy ISD	1,077,256,064	36.98%	398,369,292
Stafford MSD	63,840,000	99.62%	63,597,408
Total School Districts			<u><u>\$ 1,951,580,052</u></u>
<u>Other:</u>			
Houston Community College District	\$ 181,000,000	2.91%	\$ 5,267,100
Total Other			<u><u>\$ 5,267,100</u></u>
<u>Summary of Total Estimated Overlapping Debt:</u>			
Special Districts			\$ 1,939,061,149
Cities			500,408,817
School Districts			1,951,580,052
Other			5,267,100
Estimated Overlapping Debt			<u><u>4,396,317,118</u></u>
<u>Fort Bend County</u>			
Fort Bend County - Direct Obligations			452,755,000 ⁽¹⁾
Total Direct and Estimated Overlapping Debt			<u><u>\$ 4,849,072,118</u></u>

(1) County debt outstanding as of September 30, 2011. Includes the Fort Bend Flood Control Water Supply Corporation debt.

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

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
(UNAUDITED)

	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>
Assessed value of real property	\$ 14,931,047,882	\$ 16,339,347,766	\$ 18,075,649,455	\$ 19,783,716,194
Assessed value of personal and other property	<u>2,805,154,814</u>	<u>3,020,371,529</u>	<u>3,060,958,055</u>	<u>3,475,694,553</u>
Total assessed value	<u>\$ 17,736,202,696</u>	<u>\$ 19,359,719,295</u>	<u>\$ 21,136,607,510</u>	<u>\$ 23,259,410,747</u>
Debt Limit, 25% of real property	\$ 3,732,761,971	\$ 4,084,836,942	\$ 4,518,912,364	\$ 4,945,929,049
Amount of debt applicable to debt limit	87,260,000	81,135,000	75,510,000	69,820,000
Less: Assets available in Debt Service Funds for payment of principal	<u>1,525,613</u>	<u>1,124,677</u>	<u>1,165,433</u>	<u>2,116,782</u>
Total amount of debt applicable to debt limit	<u>85,734,387</u>	<u>80,010,323</u>	<u>74,344,567</u>	<u>67,703,218</u>
Legal Debt Margin	<u>\$ 3,647,027,584</u>	<u>\$ 4,004,826,619</u>	<u>\$ 4,444,567,797</u>	<u>\$ 4,878,225,831</u>
Total net debt applicable to to the limit as a percentage of debt limit	2.30%	1.96%	1.65%	1.37%

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

2006	2007	2008	2009	2010	2011
\$ 22,343,399,407	\$ 25,226,420,176	\$ 28,931,048,114	\$ 33,294,278,049	\$ 33,574,551,064	\$ 32,877,992,163
<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>4,490,051,633</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>	<u>\$ 37,368,043,796</u>
\$ 5,585,849,852	\$ 6,306,605,044	\$ 7,232,762,029	\$ 8,323,569,512	\$ 8,393,637,766	\$ 8,219,498,041
94,190,000	239,875,000	231,800,000	343,160,000	331,410,000	318,265,000
<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>5,169,725</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>313,095,275</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>	<u>\$ 7,906,402,766</u>
1.64%	3.74%	3.15%	4.05%	3.89%	3.81%

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

Year	Population	Personal Income	Per Capita Personal Income	Unemployment Rate
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%
2011	606,786	22,444,080,000	36,988	7.7%

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 2011</u>		<u>Fiscal Year 2002</u>	
	<u>Local Employees</u>	<u>Rank</u>	<u>Local Employees</u>	<u>Rank</u>
Fort Bend ISD	9,492	1	7,300	1
Lamar CISD	2,884	2	2,210	3
Fluor Corporation	2,500	3	3,200	2
Fort Bend County	2,225	4	1,827	4
Schlumberger Technology Corp.	2,150	5	1,800	5
Richmond State School	1,446	6	1,370	7
Methodist Sugar Land Hospital	1,400	7		
Texas Instruments	1,150	8	1,500	6
Texas Department of Criminal Justice	1,109	9	1,175	8
United Parcel Service	924	10	1,092	9
Unocal			800	10
	<u>25,280</u>		<u>22,274</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)

Function	2002	2003	2004	2005	2006
General administration	\$ 31,384,561	\$ 36,123,320	\$ 40,686,743	\$ 45,429,863	\$ 48,134,688
Financial administration	368,294	144,789	138,384	120,649	137,631
Administration of justice	7,989,581	8,254,198	9,130,798	8,917,365	9,412,781
Construction and maintenance	286,062,070	331,719,299	384,114,997	414,310,100	509,090,685
Health and welfare	2,417,759	2,883,636	2,945,590	3,191,960	3,892,667
Cooperative services	2,256,864	2,225,741	2,269,466	2,265,188	2,279,410
Public safety	41,018,327	41,818,081	40,894,945	42,236,819	45,546,963
Parks and recreation	10,484,455	11,238,730	12,215,320	12,035,812	13,352,992
Libraries and education	18,239,711	20,712,701	24,951,010	27,712,732	28,166,263
Total	\$400,221,622	\$455,120,495	\$517,347,253	\$556,220,488	\$660,014,080

2007	2008	2009	2010	2011
\$ 24,886,374	\$ 25,143,119	\$ 21,386,052	\$ 27,725,376	\$ 28,124,554
1,951,989	1,889,426	6,375,329	8,103,759	8,303,420
28,459,912	35,161,552	147,292,804	189,617,993	214,283,856
647,221,647	703,697,692	791,157,372	850,839,272	919,860,415
4,160,584	4,908,807	12,995,437	16,185,268	19,994,453
2,287,024	2,287,024	2,256,940	2,300,936	2,312,616
50,123,838	97,267,937	26,227,701	29,744,390	31,771,633
15,882,914	17,342,600	17,436,639	18,276,965	18,918,042
28,047,190	29,238,712	37,076,054	41,604,572	48,638,370
\$803,021,472	\$916,936,870	\$1,062,204,328	\$1,184,398,531	\$1,292,207,359

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

<u>Function</u>	Full-time Equivalent				
	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
General administration	169	174	178	182	193
Financial administration	79	79	82	83	88
Administration of justice	183	184	197	204	215
Construction and maintenance	223	234	236	238	241
Health and welfare	117	120	138	145	146
Cooperative services	15	17	17	17	10
Public safety	493	514	553	563	606
Parks and recreation	19	18	18	19	19
Libraries and education	96	96	113	113	113
Total Full-Time Equivalents	<u>1,394</u>	<u>1,436</u>	<u>1,532</u>	<u>1,564</u>	<u>1,631</u>

Employees as of September 30

2007	2008	2009	2010	2011
193	208	211	211	220
88	100	112	114	115
218	244	253	255	257
241	258	263	264	266
146	160	150	153	156
11	13	14	14	14
631	624	786	778	781
19	20	21	21	21
117	119	144	144	148
<u>1,664</u>	<u>1,746</u>	<u>1,954</u>	<u>1,954</u>	<u>1,978</u>

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

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

Source of data: various County departments

Note: These annual operating indicators by function are only available back to 2005.

2009	2010	2011
218.45	222.89	239.80
339,335	326,919	260,017
72,120	72,300	66,852
22,396	18,394	26,020
6,605	6,960	7,519
51,121	57,433	64,517
156	177	116
29,026	20,579	20,972
70.6%	61.2%	30.7%
213	317	317
95	97	104
81	60	101
42	38	36
33	17	31
10	15	19
3	2	7
1	0	1
12,244	15,266	15,266
1,600,000	1,800,000	1,800,000
306	306	330
107	124	90
15,360	13,469	12,830
193,095	180,409	247,324
211	276	284
13,856	12,704	12,800
111.01	116.58	118.58
8,250	7,800	7,656
120,000	120,000	120,000
-8.00%	-9.00%	-7.00%
Yes	Yes	TBD
Yes	Yes	TBD
10	10	10
2,000	1,000	950

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

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

2009	2010	2011
256.35	261.90	266.60
50,758	49,635	52,100
3,500	2,792	2,144
\$ 87,500	\$ 69,805	\$ 53,600
83.60%	97.80%	84.40%
87.70%	101.20%	93.50%
99.50%	N/A	N/A
104.3	96.6	116.6
75,652	77,578	79,000
5,341	5,592	5,990
11,771	9,377	10,568
6,102	7,577	7,000
23,409	19,952	18,726
8,959	8,517	9,100
4,537	6,262	4,876
11,713	8,537	9,472
4,789	5,275	5,100
16,015	16,215	15,724
6,973	7,502	8,400
272.49	275.21	276.06
4,500	4,826	4,260
732	676	785
171,109	160,450	160,500
1,988	2,150	2,075
1,404	1,600	1,636
35	N/A	3
157.90	160.42	160.52
8,888	6,012	6,612
14,398	11,776	12,500
1,893	3,175	3,300
825	787	834
330	361	173
5,896	6,203	6,358
2,521	3,500	1,773
28,603	26,677	27,897
3,615	4,323	3,700
2,798	3,599	2,300
817	727	700
1,314	2,996	2,622

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

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

<u>2009</u>	<u>2010</u>	<u>2011</u>
14.00	14.00	13.00
458	645	619
228	348	225
784.63	776.07	779.87
15,000	16,093	16,434
8,827	5,550	6,921
7,635	8,963	6,765
86%	78%	85%
974	1,014	1,203
\$ 3,917,747	\$ 5,004,054	\$ 3,267,876
6,927	5,584	4,772
22.43	22.25	22.67
845	651	611
955	955	918
170.00	172.00	218.00
4,385,041	4,732,773	4,850,862
1.61	1.65	1.59

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