

BRAZOS COUNTY, TEXAS

Comprehensive Annual Financial Report

For The Year Ended September 30, 2001



Prepared by:

**John T. Reynolds, C. P. A.
County Auditor**

BRAZOS COUNTY, TEXAS

Comprehensive Annual Financial Report For The Year Ended September 30, 2001

Prepared by:

**John T. Reynolds, C. P. A.
County Auditor**

BRAZOS COUNTY, TEXAS
Comprehensive Annual Financial Report
For the Fiscal Year Ended September 30, 2001

TABLE OF CONTENTS

	<u>Page No.</u>
Table of Contents	i-iv
 INTRODUCTORY SECTION	
County Auditor’s Letter of Transmittal	1-16
GFOA Certificate of Achievement	17
Principal Officials	18
Brazos County Organizational Chart	19
 FINANCIAL SECTION	
Financial Statement Responsibility	20
Independent Auditors’ Report	21-22
General Purpose Financial Statements:	
Combined Balance Sheet - All Fund Types and Account Groups	23-26
Combined Statement of Revenues, Expenditures and Changes in Fund Balances - All Governmental Fund Types and Expendable Trust Funds	27-28
Combined Statement of Revenues, Expenditures and Changes in Fund Balances - Budget (GAAP Basis) and Actual - General, Special Revenue, Debt Service and Capital Projects Fund Types	29-30
Combined Statement of Revenues, Expenses and Changes in Retained Earnings - All Proprietary Fund Types	31
Combined Statement of Cash Flows - All Proprietary Fund Types	32
Table of Contents – Notes to the General Purpose Financial Statements	33
Notes to the General Purpose Financial Statements	34-56
 Required Supplementary Information – Retirement System	 57
Combining Individual Fund And Account Group Statements And Schedules:	
General Fund:	
Balance Sheet	58
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget (GAAP Basis) and Actual	59-63

BRAZOS COUNTY, TEXAS
Comprehensive Annual Financial Report
For the Fiscal Year Ended September 30, 2001

TABLE OF CONTENTS

FINANCIAL SECTION (Continued)	<u>Page No.</u>
Combining Individual Fund And Account Group Statements And Schedules (Continued):	
Special Revenue Funds:	
Combining Balance Sheet	64-65
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	66-67
<hr/>	
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget (GAAP Basis) and Actual:	
State Lateral Road.....	68
Unclaimed Property	69
Law Library	70
Appellate Judicial	71
Alternative Dispute Resolution.....	72
Law Enforcement Education.....	73
County Records Management and Preservation.....	74
County Clerk Records Management and Preservation.....	75
Time Payment Fee	76
Courthouse Security.....	77
Special Forfeitures	78
Voter Registration.....	79
Vehicle Inventory Tax Interest	80
Sheriff Department Crime Fund	81
Grants.....	82
Debt Service Fund:	
Balance Sheet	83
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget (GAAP Basis) and Actual	84
<hr/>	
Capital Project Funds:	
Combining Balance Sheet	85-86
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	87-88
<hr/>	
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget (GAAP Basis) and Actual:	
Capital Improvement	89
Minimum Security Jail Expansion.....	90
Courthouse Improvements	91
Judicial Software.....	92
Right-Of-Way	93
Greens Prairie Road Extension (formerly Capital Roads).....	94

BRAZOS COUNTY, TEXAS
Comprehensive Annual Financial Report
For the Fiscal Year Ended September 30, 2001

TABLE OF CONTENTS

FINANCIAL SECTION (Continued)	<u>Page No.</u>
Combining Individual Fund And Account Group Statements And Schedules (Continued):	
Proprietary Fund Types:	
Internal Service Fund:	
Health and Life Insurance - Balance Sheet	95
Health and Life Insurance - Statement of Revenues, Expenses and Changes in Retained Earnings	96
Health and Life Insurance - Statement of Cash Flows	97
Enterprise Funds:	
Combining Balance Sheet	98
Combining Statement of Revenues, Expenses and Changes in Retained Earnings	99
Combining Statement of Cash Flows	100
Jail Commissary Fund - Statement of Revenues, Expenses and Changes in Retained Earnings	101
County Attorney Operating Fund - Statement of Revenues, Expenses and Changes in Retained Earnings	102
Fiduciary Fund Types:	
Trust and Agency Funds:	
Combining Balance Sheet	103-104
Trust Funds:	
Expendable Trust Funds - Combining Statement of Revenues, Expenditures and Changes in Fund Balances	105
Agency Funds:	
Combining Statement of Changes in Assets and Liabilities.....	106-108
Account Groups:	
General Fixed Assets Account Group:	
Schedule of General Fixed Assets - By Source	109
Schedule of Changes in General Fixed Assets - By Function and Activity	110-111
Schedule of General Fixed Assets - By Function and Activity	112-113
General Long-Term Debt Account Group:	
Schedule of General Long-Term Debt	114
Schedule of General Long-Term Debt to Maturity - By Type	115-116

BRAZOS COUNTY, TEXAS
Comprehensive Annual Financial Report
For the Fiscal Year Ended September 30, 2001

TABLE OF CONTENTS

STATISTICAL SECTION	<u>Table No.</u>	<u>Page No.</u>
General Governmental Operating Revenues by Source -		
Last Ten Fiscal Years	1	117
General Governmental Expenditures by Function -		
Last Ten Fiscal Years	2	118-119
Property Tax Levies and Collections - Last Ten Years	3	120-121
Schedule of Property Taxes Receivable	4	122
Assessed and Estimated Actual Value of Taxable Property -		
Last Ten Years	5	123
Property Tax Rates - All Direct and Overlapping Governments -		
Last Ten Years	6	124
Ten Largest Taxpayers.....	7	125
Computation of Legal Debt Margin.....	8	126
Ratio of Annual Debt Service Expenditures for General Bonded		
Debt to Total General Expenditures - Last Ten Years.....	9	127
Ratio of Net General Bonded Debt to Assessed Value and		
Net Bonded Debt Per Capita - Last Ten Years	10	128-129
Computation of Direct and Overlapping Debt.....	11	130
Miscellaneous Statistical Data	12	131-133
Property Value and Building Permits - Last Ten Years	13	134
Annual Compensation and Surety Bonds for Principal Officials	14	135
Salary and Wages by Function – Last Five Years	15	136
Annual Salary and Benefits by Function	16	137

**I
N
T
R
O
D
U
C
T
O
R
Y**

**S
E
C
T
I
O
N**



**Office of the Brazos County Auditor
Brazos County Courthouse**

**300 East 26th Street, Suite 314
Bryan, Texas 77803
(979) 361-4350
Fax (979) 361-4347
Email: Auditor@co.brazos.tx.us**

February 18, 2002

The Honorable Board of District Judges

J. D. Langley, Judge, 85th Judicial District
Rick Davis, Judge, 272nd Judicial District
Steve Smith, Judge, 361st Judicial District

The Honorable Commissioners' Court

Alvin W. Jones, County Judge
Tony Jones, Commissioner, Precinct 1
Bill Thornton, Commissioner, Precinct 2
Charles Jones, Commissioner, Precinct 3
Carey Cauley, Jr., Commissioner, Precinct 4

Honorable Judges and Commissioners of Brazos County, Texas:

In compliance with Section 114.025 of the Texas Local Government Code, the Comprehensive Annual Financial Report of Brazos County, Texas (the "County") for the fiscal year ended September 30, 2001, is hereby submitted.

The County Auditor's staff prepared this report. Responsibility for the accuracy of the data contained within this report, as well as the completeness and fairness of the presentation, including all the required disclosures rests with the County. It is the County Auditor's position that all data as presented is accurate in all material respects. The manner of presentation selected is designed to present fairly the financial position and the results of operations of the various funds and account groups of the County. Furthermore, all disclosures, both required and necessary, are present to enable the reader to gain an understanding of the County's financial activities.

REPORT FORMAT

The Comprehensive Annual Financial Report is composed of three sections: the introductory, financial and statistical.

1. The **introductory section** includes the transmittal letter; an organization chart, a list of the principal officials of the County, (both elected and appointed), and the Certificate of Achievement for Excellence in Financial Reporting for the year ended September 30, 2000.
2. The **financial section** includes the Independent Auditors' Report, the general-purpose financial statements, the combining and individual fund and account group financial statements, and schedules. The financial statements have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles.
3. The **statistical section** includes selected financial and demographic information, presented on a multi-year basis for reader comparability.

The notes to the general-purpose financial statements are required so that there may be adequate disclosure to the reader in order that the financial report may be fully understood. All significant accounting policies employed by the County are set out in the notes. All other matters relevant to a complete understanding of the financial statements are also disclosed. The notes are essential to the presentation and should be treated as an integral part of this report.

The County provides a full range of services as authorized by the Constitution and Statutes of the State of Texas. The primary functions include general government, justice system, law enforcement, juvenile services, public transportation, public health, human services, and debt service.

The Governmental Accounting Standards Board defines the reporting entity as the primary government and its component units. Brazos County is a primary governmental unit, and the financial statements include all funds, account groups, agencies, boards, commissions and authorities for which the elected officials of the County are financially accountable. The statements include all items that, by the nature and significance of the relationship between the entity and the County, are such that their exclusion from the financial reporting format would render the financial statements misleading or incomplete.

Brazos County does not have any reportable component units. There are, however, two entities that function under the umbrella and control of the Commissioners' Court, for which the Commissioners' Court has fiscal responsibility. Independent boards provide operational control of these entities. These entities are included in the operations and activities of the County's General Fund. They are Brazos County Juvenile Services and the Brazos Valley Narcotics Task Force. These entities are not legally separate from the County. Commissioners' Court approves the operating budgets and the expenditures of these entities. Operational funding is derived from State, Federal, and local funds.

FINANCIAL ADMINISTRATION

The officials having responsibility for the financial administration of the County are the County Judge and four Commissioners that make up the Commissioners' Court, the County Tax Assessor-Collector, the County Treasurer, and the County Auditor. Except for the County Auditor, the voters of Brazos County elect all. The presiding District Judges appoints the county auditor.

THE COUNTY JUDGE is the chief executive officer and the chief budget officer for the County, and is elected for a four-year term by the voters of the County.

THE COUNTY COMMISSIONERS represent the four precincts into which the County is divided, and are elected for four-year terms by the voters of the precinct that the Commissioner represents. Two commissioners are elected every two years.

THE TAX ASSESSOR-COLLECTOR is responsible for collecting all the ad valorem taxes assessed in the County. The Assessor-Collector's office collects various taxes and fees assessed by the State and County. The Assessor-Collector is also responsible for registering County voters. The County voters elect the Assessor-Collector for a term of four years.

THE COUNTY TREASURER as directed by Commissioners' Court has the sole power to disburse funds for the County. The Treasurer is the custodian of funds, and is responsible for the investing and managing of the County's money. The Commissioners' Court has appointed the Treasurer as the chief payroll officer for the County. The County voters elect the Treasurer to a four-year term.

THE COUNTY AUDITOR is the chief financial officer for the County. The auditor is responsible for the oversight of County finance and accounting controls. These include internal auditing, accounting system design, financial planning, budgetary oversight, and financial relations. The State District Judges appoint the Auditor for a two-year term.

Internal accounting controls are developed to evaluate the County's accounting system. Consideration is given to the adequacy of internal controls as well as the cost of implementation. Internal accounting controls are developed to provide a reasonable, but not an absolute, assurance regarding the following: (1) safeguarding of assets against loss from unauthorized use or disposition, (2) reliability of financial records used to prepare the financial statements and (3) maintaining accountability for assets. The concept of reasonable assurance recognizes that the cost of control should not exceed the benefits likely to be derived; the evaluation of costs and benefits requires estimates and judgments by management.

BUDGETARY CONTROL and ACCOUNTING SYSTEM

Management of the County is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the County are protected from loss theft or misuse and to ensure that adequate accounting data is compiled at regular intervals to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The County Auditor's office considers the County's internal control structure to be designed to provide reasonable assurance that these objectives are met. The concept of reasonable assurance recognizes that the cost of control should not exceed the benefits likely to be derived and the valuation of costs and benefits requires estimates and judgements by management.

The County employs a governmental accounting system for all accounting activity. Each operational fund is maintained as a separate group of accounts and is a distinct self-balancing accounting entity. The County uses various funds as described in Note 1 to the general-purpose financial statements.

The Commissioners' Court is responsible for adopting budgetary controls to be exercised over the operating departments. Appropriations for the total budget cannot exceed the total available resources that will be available for the year as estimated by the County Auditor. This is the legal level of control for the County budget. Expenditures may not exceed budgeted appropriations at the fund level except for the General Fund that is appropriated at the departmental level. In the General Fund, administrative control is maintained through the establishment of a classified budget for each department. The Commissioners' Court may authorize the transfer of available funds between various department classifications; however, at no time may a transfer increase the total appropriation of a fund without certified realized revenues. The County employs an encumbrance accounting system as a method of accomplishing budgetary control. At year-end all open purchase orders are reviewed and evaluated for propriety. Those encumbrances that have inadequate completion are cancelled. A new purchase order will be required for the new budget year should the department wish to pursue the expenditure. Those that have partial completion at year-end are held open for 30 days. If invoices for goods and/or services dated prior to year-end are not received within the 30 day period the purchase order is closed. Any goods or services not received may then need to be re-ordered in the new fiscal year. At year-end the County has no outstanding encumbrances.

ECONOMIC CONDITIONS

Overview

Brazos County is located in east central Texas, in an area bounded on all sides by large metropolitan areas. Dallas-Ft. Worth is 180 miles to the north, Houston 95 miles to the southeast, Austin 104 miles to the west, and San Antonio 166 miles to the southwest. Approximately 75 percent of the Texas and a portion of the Louisiana populations, a combined total of 15 million people, reside within a 200-mile radius of Brazos County. There are two major cities in the County that make up the business and cultural center, Bryan and College Station. They have a combined population of approximately 135,000.

Overview (con't)

For the last five years, the County has enjoyed the lowest unemployment rate in the State (1.6% for 2001). The official census for 2000 established the population of the County at 152,415 - there are 55,202 households; there is a labor force of 76,884; and that 75,639 are currently employed. Over the last 10 years the population in the County has grown 25% and 18,000 new jobs have been created. This is a 32.2% growth, and is the highest of all metro areas in the State.

In 1995 the gross sales reported for all retail and wholesale establishments in the County were \$2.3 billion. For the year ended 2000 the *Sales and Use Analysis Report* of the Comptroller of Public Accounts for the State of Texas reflected \$2.9 billion in gross sales from all retail and wholesale businesses, or a 26.1% increase over the five years. *Sales & Marketing Management* has projected that by 2004 the total effective buying income for the County should reach \$2.9 billion. Current economic forecasts indicate that the area will maintain the healthy economic growth it has enjoyed. This is attributed chiefly to an available work force, increasing retail sales, opportunity to recruit manufacturing and industry, the presence of a major university, excellent medical facilities and a high quality of life. The *Editor & Publisher Market Guide* has consistently listed the Bryan-College Station area as one of the top five livable metro areas in the United States. Bryan-College Station has consistently been listed by *Money* magazine as one of the top fifty "recession proof" metropolitan areas in the United States. *Kiplinger's Personal Finance* newsletter has reflected the Bryan/College Station Metro area to be the fifth fastest growing area in the United States (30% increase in 1980s and 18% increase in the 1990s). The Texas State Data Center is projecting the population to increase by 20% over the next decade.

The County has four local business parks, featuring affordable and conveniently located facilities for light industry, research and development, and high-tech industries. Two parks are in Bryan (340 and 610 acres) and two are in College Station (434 and 200 acres). There has been a good response to all economic incentives within the Brazos Valley. This has contributed to healthy competitive growth in all segments of the community.

Texas A&M University

Brazos County is the home of Texas A&M University, the fourth largest university in the United States. The University employs 20,000 permanent and part time employees and serves an enrollment of 44,000 on a 5,200-acre campus. The University directly contributes \$750 million dollars annually to the local economy. Texas A&M is ranked in the top ten nationally among public institutions in both enrollment and research grants. The University leads all universities in the Southwest in expenditures for research. The permanent plant for the university is valued at more than \$1.2 billion. The University records in excess of 600,000 visitors annually.

The University was selected as the location for the George Bush Presidential Library Center. The George Bush School of International Study, which is functions within the University and Library structure has now had four classes graduate. The Library was formally

Overview (con't)

opened in November 1997. The Library provides a tremendous research center, and is hosting in excess of 300,000 visitors annually. Since it has opened statisticians have indicated that the library has provided a direct economic impact of roughly \$28,000,000 to the Bryan/College Station area. This facility, along with the 434-acre University Research Park, provides an attraction for both national and international visitors. The University has expanded the Research Park by constructing 147,000 square feet of office and laboratory facilities, and an additional 48,000 square feet was added last year. The expansion added The Texas Transportation Institute and The Dairy Research Technology and Teaching Laboratory. Recent additions allowed for the Biomedical Research Center and the Health Care System to be added. The presence of Texas A&M has consistently provided incentive for residential development and growth, and offered the area some insulation from adverse economic effects.

Blinn Community College

In addition to Texas A&M University, the County has a campus of Blinn Community College supporting the needs of the part-time college student. Blinn is an accredited, state supported, two year college. The Blinn campus was first introduced into the County in 1970. Courses in arts and sciences are offered leading to an associate's degree. The College has recently moved into permanent facilities on a 50-acre campus. The College currently has an enrollment of 9,100 with administrative and instructional staff of 290. During 2000 the College completed construction of a \$9.5 million expansion project. The new construction added two buildings to the existing complex. The new buildings provide 30 classrooms and 9 laboratories. The completed construction brings the campus to five facilities. The master plan for the College is 11 buildings, two of which are to be dormitories. During 2001 Blinn completed negotiations for the acquisition of additional land, and plans are being made to build a dormitory and an additional education building.

The Work Force

The area work force has grown during the last ten years at an average annual rate of 2.5%. It is expected that this rate of growth will continue, due to internal expansion of existing businesses and the attraction of new businesses to the area. Unemployment rates over the past ten years have fallen from a high of 4.6% to 1.6%. The community has been able to attract a work force as fast as new jobs have been created. In Brazos County, 2,000 new jobs were created in 2000 alone.

The Work Force (con't)

The employment base of the area by industry classification is as follows:

<u>Employer Group</u>	<u>Number Of Employees</u>
State, Local, Federal Government Services	29,214
Retail Trade	10,560
Health Services	13,330
Manufacturing	5,330
Agriculture	5,200
Construction	3,690
Finance, Insurance, Real Estate	3,220
Transportation, Utilities	2,650
Wholesale Trade	1,610
Mining	1,420
	<u>660</u>
	<u>76,884</u>

The top ten employers (non-retail) in Brazos County are:

Texas A & M	20,000
Bryan Independent School District	2,090
Sanderson Farms	1,850
St. Joseph Hospital	1,560
College Station Independent School District	980
City of Bryan	771
Universal Computer Systems	750
City of College Station	715
Brazos County	696
Alenco Holding Corp. Inc.	560

**Civilian Labor Force
Brazos County 1997-2001**

	<u>1997</u>	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>
Labor Force	71,600	71,839	75,815	76,181	76,884
Unemployed	1,575	1,254	1,351	1,211	1,245
% Unemployed	2.2	1.8	1.8	1.6	1.6
Employed	70,025	70,585	74,464	74,970	75,639

Source: Texas Workforce Commission

Banking and Finance

In today's environment it is important to have an economic development program that includes supportive banks and financial institutions. The County is fortunate to have local as well as national and international banks that are committed to helping the business community. Financial services are being provided locally for small business, large business, corporate, procurement, export/import, manufacturing, agriculture and federal and state loan guarantee programs.

Over the last five years FDIC deposits in the County have increased an average of 6% per year. Currently there is an estimated \$1.41 billion on deposit with the area banks. The increase in deposits is primarily due to continual effort of the municipal entities in the County to seek quality and enduring economic development partners.

Industrial Facilities and Research Activities

Brazos County has enjoyed the re-location of new businesses to the area over the last decade. With the expansion of the local and national economy, existing businesses have elected to expand to take advantage of increase sales potential. Internal expansion of existing businesses has been relatively constant for the last 10 years. The community has three publicly owned industrial parks consisting of over 1,100 acres. Each has ingress and egress routes and each has full utility service. Businesses may purchase tracts within the sites or they may lease an area to fit their needs.

Adjacent to the Bryan-College Station Chamber of Commerce is the 13 suite, 8,000 square foot, Research & Development Incubator. Operated by the Chamber of Commerce, the incubator has been in existence at its present location since 1993. The incubator exists to foster and assist new business ventures through the critical first years of existence. These ventures must support product oriented research and development opportunities, and tax-based expansion in Bryan-College Station and Brazos County. The Incubator currently is fully occupied. A major source of incubator tenants, and prospective tenants has been Texas A & M University. The incubator is an excellent setting to provide the technological transfer from the university setting to the private for-profit business world.

Texas A&M is the number one research public institution of higher learning in the South and the Southwest. Research activities at A&M have increased 15% in the past four years. The University is expending \$400 million annually in research activity. The University over the last 20 years has invested \$1 billion in its research facilities on its 434-acre Research Park. Texas A&M has entered into formal agreements with 70 institutions in the United States and on all continents in an effort to create a multidisciplinary center for sharing information and for facilitating research. Currently, 14 departments have major research projects on-going.

Transportation

The County and both of the major cities are dedicated to providing superior transportation services. The Texas Department of Transportation is currently evaluating North-South and East-West arteries for additions and upgrades. The State recently completed work on an East-West bypass that connects the County with an Austin arterial route (State Highway 21). Expansion projects have begun to provide four-lane divided State highways to connect the County with ready access to Austin to the west, Houston to the South, Waco to the North, as well as Dallas via Interstate 35 and 45.

All major commercial trucking carriers serve the County on a daily basis. Many of these carriers authorized by the Texas Railroad Commission provide service to every part of the country. Commercial bus service is provided by the **Greyhound Bus Line**, which connects Brazos County with Dallas and Houston. There are three northbound and two southbound buses daily. **Union Pacific Railroad** system headquarters are located in Spring, Texas, with a regional freight terminal located in Bryan. Union Pacific now serves a 17-state area. Brazos County is provided with daily freight service. On an average the number of daily trains through the County has increased from 28 in 1996 to 52 in 2001. Union Pacific connects the community with major metropolitan areas: Houston, Dallas, Fort Worth, San Antonio, Los Angeles, Sacramento, San Diego, San Francisco, Portland, Salt Lake City, Little Rock, Tulsa, Omaha, Memphis, St. Louis, Kansas City, and Chicago.

The County has an airport facility, **Easterwood Airport**, which is owned and operated by Texas A&M University. The airport has two 5,150-foot runways and one 7,000-foot runway. All three are fully lighted and all weather and capable of handling a model 747 commercial aircraft. There is land available for the expansion of hanger space. Facilities at the airport include a FAA control tower, FAA radio communication and an Omni-Range-ILS Navigation Aid. In addition Easterwood offers all services normally associated with an airport. Easterwood now offers 304 seats a day to Dallas-Fort Worth International Airport (American Airlines) and 152 seats to Houston Intercontinental Airport (Continental Airlines). **Coulter Field** is located north of the City of Bryan and provides a 4,000-foot lighted runway for use by civil aviators. Coulter offers a full line of services for the private aircraft owner, including on-site maintenance, covered hangers, tie down facilities, and all types of fuel.

Health Care

As the population of the County continues to grow, so do the three largest medical providers in the community. The community has developed into a regional health provider due to the efforts of **St. Joseph Regional Health Center**, **College Station Medical Center** and the **Scott & White Clinic**. The expanded scope and sophistication of health care services offered in the County has eliminated the need to travel to major urban centers.

The College Station Medical Center recently completed an upgrade to its ambulatory services, and additional improvements to its cardiovascular care laboratory. The Med Center has completed a \$5,000,000 expansion phase providing a complete independent cancer treatment facility that was built adjacent to the existing hospital.

Health Care (con't)

St. Joseph's Hospital and Health Center has entered an alliance with various facilities located in other counties in the Brazos Valley. To complement this alliance, St. Joseph installed a computer network system (Meditech), allowing instant access to patient information by any of its neighboring hospital facilities. The Hospital recently completed a 15,800 square foot expansion of the Radiology-Oncology Department, and constructed a new rehabilitation center. The Hospital's new nursing home, assisted living center, and an Alzheimer's unit have all reached capacity.

Scott & White continues to expand services being provided locally. Scott & White (a primary medical service provider with their major hospital facility located in Temple, Texas) has completed the addition of a new ambulatory surgery center, and a new pharmacy to serve Scott & White health plan members.

In 2000 the Brazos Valley Physicians Organization opened the Physicians Center. A 30,000 square foot facility that provides residents with an ambulatory medical and surgical hospital that focuses on outpatient procedures. The new facility has 6 operating rooms and the capability of serving all diagnostic, pathology and pharmacy needs of its patients.

Currently there are 355 health care businesses in Brazos County, providing jobs for 5,633 employees and 228 physicians representing every specialty. The health service industry accounts for about \$780 million of gross revenues in the County. In addition there are 35 dentists in the County providing 5 specialties and employing a work force of 500.

Agriculture

Brazos County is fortunate to have the rich Brazos River bottomland within the western section of the County. Brazos County is the largest agri-business center on the Brazos River. The County is comprised of 376,678 acres with 265,163 (70%) devoted to both farming and ranching. The County has food processors such as Lilly Dairy, New Southwest Baking Co., Ruffino Meats, Feathercrest Farms and Sanderson Farms. There are 1,084 agri-businesses in the County, producing from 265,163 acres, and employing 3,690. The County is home to a variety of agricultural production - from Christmas trees and grapes, to hay and row crops, to beef and poultry. The economic impact on the County by agri-business is estimated at \$320 million by the Agricultural Extension Service.

Agriculture (con't)

Estimated volumes* of the major products per year are:

Beef	\$ 160,370,000
Poultry & Eggs	150,770,000
Cotton	3,080,000
Corn	2,360,000
Feed Production	1,550,000
Horses	990,000
Nursery	490,000

* U.S. Agriculture Census

With the addition of Sanderson Farms as an employer in 1995, the broiler industry has grown. Sanderson Farms invested \$68 million in a processing facility and contract growers have invested an additional \$56 million. Sanderson Farms is currently processing 1.2 million chickens per week, producing \$100 million of agricultural economy.

GENERAL GOVERNMENT FUNCTIONS

The general government functions of the County include the activities accounted for within the General Fund, Special Revenue Funds, Debt Service Fund, and the Capital Project Funds. For the year ended September 30, 2001, sources of revenues were \$41.2 million and uses of revenues were \$42.1 million. The undesignated fund balance was \$14.2 million at year-end. The following schedule summarizes the changes for the last two fiscal years.

	Year Ended <u>09/30/01</u>	Year Ended <u>09/30/00</u>	Increase <u>(Decrease)</u>	% of <u>Change</u>
Sources of Revenues:				
Taxes	\$ 27,943,430	\$ 26,345,581	\$ 1,597,849	6.1
Charges For Service	7,340,467	6,540,655	799,812	12.2
Intergovernmental	3,585,094	2,777,633	807,461	29.1
Interest	1,734,424	2,037,635	(303,211)	(14.9)
Other Revenue	<u>543,993</u>	<u>603,821</u>	<u>(59,828)</u>	<u>(9.9)</u>
Total Sources	<u>\$ 41,147,408</u>	<u>\$ 38,305,325</u>	<u>\$ 2,842,083</u>	<u>7.4</u>
Uses of Revenues:				
General Government	\$ 6,803,843	\$ 6,164,034	\$ 639,809	10.4
Justice System	7,351,632	6,900,094	451,538	6.5
Law Enforcement	8,904,725	8,153,475	751,250	9.2
Juvenile Services	4,386,392	3,576,044	810,348	22.7
Public Transportation	7,813,063	8,076,525	(263,462)	(3.3)
Public Health	1,629,373	1,477,284	152,089	10.3
Human Services	1,192,880	1,285,436	(92,556)	(7.2)
Capital Outlay	2,108,711	5,290,608	(3,181,897)	(60.1)
Debt Service	<u>1,833,627</u>	<u>1,827,141</u>	<u>6,486</u>	<u>0.3</u>
Total Uses	<u>\$ 42,024,246</u>	<u>\$ 42,750,641</u>	<u>\$ (726,395)</u>	<u>(1.7)</u>

GENERAL GOVERNMENT FUNCTIONS

Continued

The uses of revenues in excess of sources were properly budgeted by the Commissioners' Court, and available fund balances were reserved for the anticipated short fall.

Significant Changes in Revenue

The County realized an overall increase in operating revenues of 7.4% for the year ended September 30, 2001, compared to 3.9% for the year ended September 30, 2000. County assessed property valuations increased 9% and accordingly the County had 8% increase in ad valorem revenues. The County's mixed drink and sales tax revenue increased \$144,000 (2.0%) as compared to the prior year. The County has enjoyed five consecutive years of increases in sales tax revenue. The County's economic growth has continued to remain strong for the past ten years. The County has continued to improve internal controls and accountability related to fines and fees. For the past two years the County has been able to collect additional service related revenue. During the current year the County collected \$519,000 in fine revenue over the previous year, and \$376,000 in additional fee revenue. The County continued to apply for participation in both federal and state grant programs, which provided an additional \$800,000 in revenues. Interest income decreased during the year ended September 30, 2001, and is projected to decrease in the following year.

Significant Changes In Expenditures

Operating expenditures for the fiscal year (Total Expenditures less Capital Outlay) was \$39,915,535 compared to \$37,460,033 for the previous year. This reflects an overall increase in operating expenditures of 6.5% (\$2,455,502). The increases in expenditures were fairly well distributed across all County functions. The majority of the increases are attributed to employee salary and benefits and the additional cost incurred by the County to provide residential placement for juveniles ordered by the court to be placed out of county.

Employee salary and benefit expenditures represented the largest major increase that the County experienced for the year. During fiscal year 2001, the County expended \$20.3 million for salary and benefits. For the same fiscal period in 2000, the County expended \$19.0 million. The increase in expenditures (\$1.3 million) represented a 6.8% increase over the previous year and is consistent with increase for the prior period.

During the year ended September 30, 2001 the County spent \$2.1 million in capital improvements. \$1.1 million was spent on vehicle replacement, heavy equipment replacement and upgrading existing electronic systems. \$1.0 million was spent in conjunction with a Federal and State grant. The Grant was provided to the County to have engineering and impact studies performed to evaluate the most economical path to follow in restructuring the path of the existing railroad lines. At year-end the study was still on going.

During the fiscal year the County continued construction of a major transportation connector in the southern part of the County (\$3.1 million). When completed the estimated cost of the entire project is \$6 million.

GENERAL FIXED ASSETS

The General Fixed Assets of the County are those fixed assets held by the County used in the performance of general governmental functions. At September 30, 2001, the County held General Fixed Assets with an original cost of \$42,385,436. In some instances, the County has been required to estimate original cost where actual historical cost was not available. The County invested \$2,116,000 during the year in additions and replacements of County equipment. The County does not record as a General Fixed Asset either its investment in rights-of-way, or investments made in road and bridge infrastructure. The County's governmental funds do not recognize depreciation within its accounting system. This is in keeping with generally accepted accounting principles. During the year the County recorded \$403,000 of retirements from its Fixed Asset ledger. In preparation for conversion to the New Reporting Model in 2002, the County conducted a detailed inventory of all General fixed Assets during the year and accordingly retired a net of \$1,750,000.

The County has begun a program to identify all infrastructures (roads, bridges and right-of-way) in the County in compliance with the Governmental Accounting Standards Board Statement Number 34. The County Auditor's office is working closely with Commissioners' Court and the County engineer to ensure that all infrastructure is correctly identified and that reasonable values are ascertained for inclusion in the Fixed Asset ledger.

CAPITAL IMPROVEMENT PROGRAM

In 2001, the Commissioners' Court of Brazos County continued the strategic planning program concerning capital improvements and expansion that was begun in 1996. This program focuses on meeting current and future needs of the County. During 2001 the County continued construction on a county road to connect two major State thoroughfares. The total cost of the project when complete will be approximately \$6,000,000. The County continued to upgrade the internal electronic network system during the year and to replace outdated computer equipment. The County entered into a contract during the year to provide the internal capability for the County to move forward with the imagery of documents for the courts' system. To compliment this activity the Commissioners' Court, after two years of evaluation, entered into a contract with The Software Group to completely overhaul the existing electronic criminal justice system. The contract is due for completion in November 2003, and the total anticipated cost for hardware, software and internal wiring will approximate \$2.8 million. The new system will allow for the full integration of all the courts, the sheriff's office and jail, community supervision, justices of the peace and constables, the county attorney, and the district attorney.

The Commissioners' Court continued the County's four-year road and bridge improvement program to upgrade and widen rural County roads. The program has been in place since 1996. Commissioners' Court appropriated a construction budget to be used. In addition to the \$2 million available from Certificates of Obligations, the Commissioners' Court appropriated \$3 million in the fiscal 2001 budget to continue the program. Unused funds will carry forward into fiscal 2002.

DEBT ADMINISTRATION

Debt administration is monitored through the Debt Service Fund and the General Long-Term Debt Account Group. The County has never defaulted on the payment of principal or interest on its bonds or certificates of obligation. The County currently enjoys a Moody's Investor Service rating of Aa, and a Standard and Poor rating of AA+. In compliance with the requirements of the bond order and certificate of obligation agreements, the County maintains separate accountability. The tax rate set each year is calculated to provide sufficient funding to meet current year obligations. The County has \$2.3 million reserved in the Debt Service Fund to meet future obligations. The County's debt per capita is \$119. However, there is \$2,246 of overlapping per capita debt. None of the current County debt is related to the issuance of general revenue bonds. In November 2001, the voters of Brazos County passed a proposition which allows Commissioners' Court to sell up to \$18.5 million in General Revenue Bonds to be used for the construction of a County Exposition Center. The Court will sell \$8,000,000 of the bonds in December 2001, \$8,000,000 in December 2002, and the final \$2,500,000 in 2003. The additional debt will probably raise the County's current debt service rate from \$0.0364 per \$100 valuation to approximately \$0.045 per \$100 valuation in 2003 and \$0.055 in 2004, assuming that there is no increase in property values during the period. At year end the County was still negotiating for land for the Exposition Center.

CASH MANAGEMENT

The County has adopted an investment policy as required by State law and in conformity with State investment statutes. The investment policy as adopted by the County employs the prudent person concept in that priorities were established as to the investment vehicles the County would use. Safety was established as the first priority, followed by liquidity, low risk and diversification. The County Treasurer is responsible for administering all of the investment of idle funds in the County. At September 30, 2001, investments being maintained by the County were approximately \$28.4 million – 66.2% was invested in money market mutual funds, 25.4% was invested in government backed securities, and 8.4% was invested in money market and time deposits. During the fiscal year, the County had an average of \$30.4 million invested, which earned approximately \$1.7 million.

The County is required by State statutes to solicit bids from banks for awarding of a depository contract biennially. The contract is awarded to the institution that offers the best value for price and service. The depository agreement requires collateralization of all funds on deposit. The collateral to be provided must have a fair market value equal to or greater than 105% of the value of County funds on deposit. The collateral is held by the Federal Home Loan Bank, Dallas and is pledged to Brazos County. All investments outside the designated depository are collateralized by the securities received.

RISK MANAGEMENT

The County's Risk Management Department is responsible for assessing exposure to risk that the County may have and is responsible for obtaining coverage against that risk. The County practices risk management through a combination of self-insurance and traditional insurance. The Commissioners' Court evaluates management risks and a prescribed direction is assessed. All insurance is purchased through the competitive bidding process. Property and casualty insurance are obtained at reasonable premium rates and purchased through traditional insurance carriers. The County's property and casualty insurance coverage includes general liability, auto liability, law enforcement, workers' compensation, fire, theft, and public officials' errors and omissions. The County, for the year ended September 30, 2001, did not reduce any of its insurance coverage, and all claims against the County had been settled or the underwriter had accepted responsibility for them. The County insures all its building at replacement cost.

For several years, Brazos County has been self insured with reinsurance available for major claims related to health insurance. This procedure allows the County to retain and invest all reserves and premium payments. The County has retained a third party administrator to handle all claims. The County's plan gives the employee the option to choose between conventional major medical coverage with a deductible or a plan similar to a health maintenance organization.

The County's workers' compensation insurance program is through the Texas Association of Counties. The program provides medical and indemnity payments as required by law for on-the-job related injuries. Each department is charged monthly for the cost to cover the employees. All department assessments are transferred to the Internal Service Fund (Health and Life Insurance). The Internal Service Fund is responsible for settling all claims.

The Commissioners' Court has developed a "safety loss control program" designed to reduce risks to County employees. Programs are developed and implemented by an established steering committee. To date the programs (defensive driving, facility safety audits, preventive maintenance for all buildings and grounds, personnel training classes and incentives for loss prevention) have been successful in reducing the number of injuries and the County's worker's compensation reimbursement rate for the past three years. Industry forecasts of future increases in the cost of insurance have prompted the Commissioners' Court to obtain the services of a "risk management consultant." The consultant's expertise will help the County reduce and/or hold increases to a minimum by adjusting liability limits and levels of self-insurance.

INDEPENDENT AUDIT

In accordance with state statute, the Commissioners' Court of Brazos County requires that an annual audit by independent certified public accountants be performed on the financial records of the County. The accounting firm of Ingram, Wallis, & Company, P. C., has been retained by the County to administer the engagement for the current year. The overall objective of the audit design is to meet the requirements of the Federal Single Audit Act, as Amended, and the related OMB Circular A-133. The auditors' report on the general-purpose financial statements and the combining and individual fund statements and schedules are included in the financial section of this report. The auditors' reports related specifically to the single audit are issued separately.

CERTIFICATE OF ACHIEVEMENT

This report has been prepared following the guidelines recommended by the Government Finance Officers Association (GFOA) of the United States and Canada. The GFOA awards a certificate of achievement to those governments whose annual financial reports are judged to conform substantially with high standards of public financial reporting, including generally accepted accounting principles promulgated by the Governmental Accounting Standards Board. The County has been awarded the Certificate of Achievement for its annual financial report since 1988. The report has historically presented the financial information of the County in an easily read and efficient manner. A Certificate of Achievement is valid for one year. This office believes that the current year report continues to meet the program standards, and it will be submitted to the GFOA to determine County eligibility for another certificate.

We wish to express our thanks to the District Judges and the Commissioners' Court for their support and interest in planning and conducting the financial affairs of the County in a responsible and professional manner. This report could not have been completed in a timely manner without the dedicated efforts of all County elected officials, Commissioners' Court, the County Auditor's staff, and the independent auditors Ingram, Wallis & Company, P. C.

Respectfully submitted,

A handwritten signature in black ink, consisting of a large, stylized initial 'J' followed by a long horizontal line that tapers to the right.

John T. Reynolds, CPA
County Auditor

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Brazos County,
Texas

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
September 30, 2000

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.



Timothy A. Drew
President

Jeffrey L. Esler
Executive Director

BRAZOS COUNTY, TEXAS
PRINCIPAL OFFICIALS
September 30, 2001

Commissioners' Court:

Alvin W. Jones
Tony Jones
Bill Thornton
Randy Sims
Carey Cauley, Jr.

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

District Court:

J. D. Langley
Rick Davis
Steve Smith

Judge, 85th Judicial District
Judge, 272nd Judicial District
Judge, 361st Judicial District

County Court-at-Law:

Randy Michel
James Locke

Judge, County Court-at-Law No. 1
Judge, County Court-at-Law No. 2

Law Enforcement and Correction:

Christopher C. Kirk
James Kuboviak
Bill Turner
E. A. Wentreck *
Arlene Parchman *

Sheriff
County Attorney
District Attorney
Chief Juvenile Probation Officer
Chief Adult Probation Officer

Financial Administration:

Kay Hamilton
Gerald L. Winn
John T. Reynolds *

Treasurer
Tax Assessor-Collector
Auditor

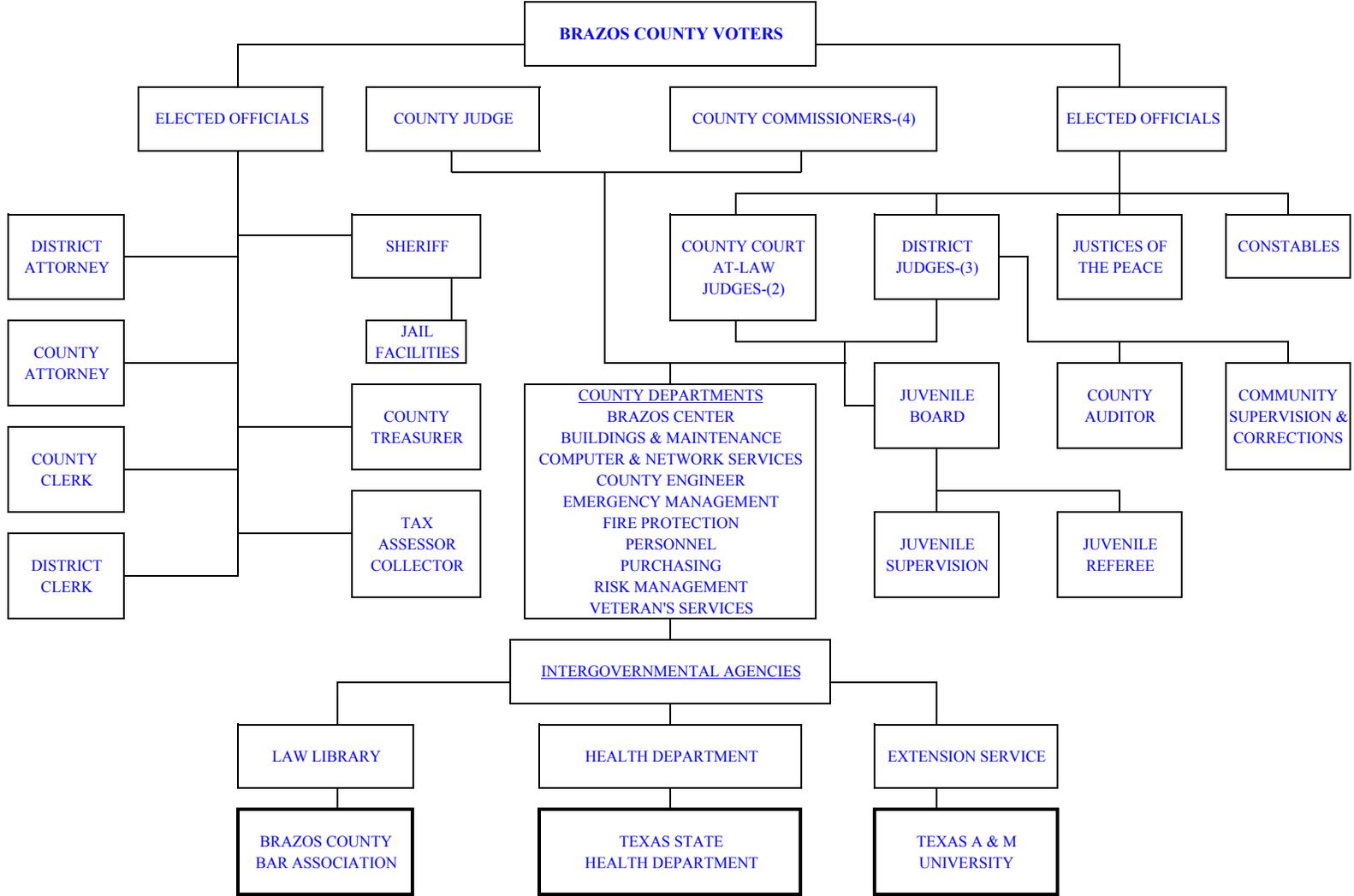
Recording Offices:

Karen McQueen
Marc Hamlin

County Clerk
District Clerk

* Designates appointed officials. All others listed are elected officials.

BRAZOS COUNTY ORGANIZATIONAL CHART



**F
I
N
A
N
C
I
A
L**

**S
E
C
T
I
O
N**



Office of the Brazos County Auditor Brazos County Courthouse

300 East 26th Street, Suite 314

Bryan, Texas 77803

(979) 361-4350

Fax (979) 361-4347

Email: Auditor@co.brazos.tx.us

FINANCIAL STATEMENT RESPONSIBILITY

The Brazos County Auditor is responsible for the preparation of the financial statements and supplemental information for the fiscal year ended September 30, 2001. The financial statements have been prepared in accordance with generally accepted accounting principles. The County Auditor is responsible for the integrity and objectivity of the data presented in the statements and schedules, including the making of informed judgments and estimates of the expected effects of events and transactions that are not concluded by year end.

The management of the County is responsible for maintaining an internal control system designed to ensure that the assets of the County are protected from loss or misuse and to provide reasonable assurance as to the integrity and reliability of the financial statements. The system of internal control provides for segregation of duties and is documented by written policies and procedures. To complement the system of internal control, the Brazos County Auditor's office also has an internal audit function to review the operations of the County for effective internal control and compliance with statutory requirements. To the best of our knowledge, management has considered the recommendations of the internal audit reports of the Brazos County Auditor's office in developing the system of internal controls. Management believes that the County's internal control system is, as of September 30, 2001, adequate to accomplish the specific objectives as set out above.

The County's combined financial statements, known as the *General Purpose Financial Statements*, have been audited by Ingram, Wallis & Company, P. C., independent certified public accountants. They were engaged by the Brazos County Commissioners' Court for the purpose of expressing an opinion on those statements. County management has made available to the independent auditors direct access to County officers, employees, all the County's financial records, related data, and the minutes of the Commissioners' Court meetings. Brazos County believes that all representations made to Ingram, Wallis & Company P.C., were valid and appropriate.

A handwritten signature in black ink, appearing to read "John T. Reynolds".

John T. Reynolds, C.P.A.
County Auditor

December 14, 2001

INGRAM, WALLIS & COMPANY

A PROFESSIONAL CORPORATION

Certified Public Accountants

2100 Villa Maria, Suite 100

BRYAN, TEXAS 77802

James D. Ingram, III
Thomas A. Wallis
James D. Ingram, IV
Richard L. Webb

Judith W. Childs
Kenneth W. Chumchal
Jennifer A. Stillman
Melanie R. Bingham
Melissa R. Meier
Donald B. Browning
Margine V. Porter

TELEPHONE
(979) 776-2600

TELECOPIER
(979) 774-7759

E:MAIL
iwc@ingram-wallis.com

INDEPENDENT AUDITORS' REPORT

Honorable Alvin W. Jones, County Judge
and the Honorable County Commissioners
Brazos County, Texas
Bryan, Texas

We have audited the accompanying general-purpose financial statements of Brazos County, Texas (the "County"), as of and for the year ended September 30, 2001, as listed in the table of contents. These general-purpose financial statements are the responsibility of the County's management. Our responsibility is to express an opinion on these general-purpose 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 general-purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general-purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall general-purpose financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general-purpose financial statements referred to above present fairly, in all material respects, the financial position of the County, as of September 30, 2001, and the results of its operations and the cash flows of its proprietary fund types 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 December 14, 2001 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 grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

Our audit was conducted for the purpose of forming an opinion on the general-purpose financial statements of the County, taken as a whole. The combining and individual fund and account group financial statements and schedules listed in the table of contents are presented for purposes of additional analysis and are not a required part of the general-purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the general-purpose financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the general-purpose financial statements taken as a whole.

The retirement system supplementary information on page 57 is not a required part of the general purpose financial statements but is supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.

The statistical section, listed in the table of contents, was not audited by us and, accordingly, we express no opinion thereon.

A handwritten signature in cursive script that reads "Ingram, Wallis Company".

Bryan, Texas
December 14, 2001

BRAZOS COUNTY, TEXAS
COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS
September 30, 2001
(With Comparative Totals For September 30, 2000)

	Governmental Fund Types			Proprietary Fund Types		Fiduciary Fund Types	Account Groups		Totals		
	General	Special	Debt	Capital	Internal Service	Enterprise	Trust and Agency	General	General	September 30, 2001	September 30, 2000
		Revenue	Service	Projects				Fixed Assets	Long-Term Debt		
ASSETS AND OTHER DEBITS											
Assets											
Cash and Cash Equivalents	\$ 15,462,081	\$ 1,655,206	\$ 903,000	\$ 3,429,946	\$ 766,265	\$ 103,570	\$ 4,640,011	\$ --	\$ --	\$ 26,960,079	\$ 5,832,517
Investments	6,082,740	--	1,155,525	--	--	--	2,726,310	--	--	9,964,575	31,812,576
Prepaid Expenditures	311,167	130	--	2,958	--	--	--	--	--	314,255	109,552
Receivables:											
Taxes	1,112,034	--	128,975	--	--	--	--	--	--	1,241,009	1,286,346
Officials	222,570	--	--	--	--	--	--	--	--	222,570	213,914
Interest	9,388	505	208	--	--	--	--	--	--	10,101	21,054
Accounts	167,242	7,313	--	--	114,853	198	52,503	--	--	342,109	334,879
State	1,026,938	358,856	--	--	--	--	--	--	--	1,385,794	1,469,039
Federal	83,511	--	--	--	--	--	--	--	--	83,511	144,017
Due From Other Funds	140,166	4,848	253,368	--	--	4,980	--	--	--	403,362	109,812
Inventories	326,073	--	--	--	--	10,340	--	--	--	336,413	165,933
Property, Plant and Equipment - Net	--	--	--	--	--	14,603	--	42,385,436	--	42,400,039	42,447,702
Other Debits											
Amount Available in Debt Service Funds	--	--	--	--	--	--	--	--	2,312,101	2,312,101	2,202,142
Amount to be Provided:											
For Certificates of Obligation	--	--	--	--	--	--	--	--	15,762,899	15,762,899	16,732,858
TOTAL ASSETS AND OTHER DEBITS	\$ 24,943,910	\$ 2,026,858	\$ 2,441,076	\$ 3,432,904	\$ 881,118	\$ 133,691	\$ 7,418,824	\$ 42,385,436	\$ 18,075,000	\$ 101,738,817	\$ 102,882,341

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

BRAZOS COUNTY, TEXAS
COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS
September 30, 2001
(With Comparative Totals For September 30, 2000)

	Governmental Fund Types			Proprietary Fund Types		Fiduciary Fund Types	Account Groups		Totals		
	General	Special Revenue	Debt Service	Capital Projects	Internal Service	Enterprise	Trust and Agency	General Fixed Assets	General Long-Term Debt	September 30, 2001	September 30, 2000
LIABILITIES, EQUITY AND OTHER CREDITS											
Liabilities											
Accounts Payable	\$ 2,015,115	\$ 372,188	\$ --	\$ 442,058	\$ 724,252	\$ 14,658	\$ 1,987,927	\$ --	\$ --	\$ 5,556,198	\$ 4,453,674
Accrued Salary and Compensated Leave	743,756	53,660	--	--	--	3,385	--	--	--	800,801	1,046,599
Accrued Expenditures	--	--	--	--	--	--	--	--	--	--	90,000
Contracts Payable	--	--	--	--	--	--	--	--	--	--	388,599
Unclaimed Funds	--	139,137	--	--	--	--	--	--	--	139,137	228,207
Due To Other Funds	253,368	129,510	--	544	--	79	19,861	--	--	403,362	109,812
Deferred Revenues	1,352,033	80,356	128,975	--	--	--	--	--	--	1,561,364	1,714,988
Certificates of Obligation Payable	--	--	--	--	--	--	--	--	18,075,000	18,075,000	18,935,000
Funds Held in Trust	--	--	--	--	--	--	5,325,408	--	--	5,325,408	4,475,384
Total Liabilities	4,364,272	774,851	128,975	442,602	724,252	18,122	7,333,196	--	18,075,000	31,861,270	31,442,263
Equity and Other Credits											
Investment in General Fixed Assets	--	--	--	--	--	--	--	42,385,436	--	42,385,436	42,422,791
Retained Earnings	--	--	--	--	156,866	115,569	--	--	--	272,435	983,988
Fund Balances:											
Reserved											
For Debt Service	--	--	2,312,101	--	--	--	--	--	--	2,312,101	2,202,142
For Prepaid Expenditures	311,167	--	--	--	--	--	--	--	--	311,167	109,552
For Inventories	326,073	--	--	--	--	--	--	--	--	326,073	156,998
For Trusts and Endowments	--	--	--	--	--	--	85,628	--	--	85,628	105,961
For Boonville Cemetery	6,224	--	--	--	--	--	--	--	--	6,224	6,135
For Title IV-E	452,212	--	--	--	--	--	--	--	--	452,212	--
For Texas Youth Commission	185,934	--	--	--	--	--	--	--	--	185,934	--
For Indigent Health Care	904,141	--	--	--	--	--	--	--	--	904,141	810,000
For Special Purpose Programs	--	1,252,007	--	--	--	--	--	--	--	1,252,007	1,132,356
Unreserved											
Designated for Capital Improvements	1,790,000	--	--	2,990,302	--	--	--	--	--	4,780,302	5,488,737
Designated for Health Endowment Fund	2,477,128	--	--	--	--	--	--	--	--	2,477,128	2,369,934
Undesignated	14,126,759	--	--	--	--	--	--	--	--	14,126,759	15,651,484
Total Equity and Other Credits	20,579,638	1,252,007	2,312,101	2,990,302	156,866	115,569	85,628	42,385,436	--	69,877,547	71,440,078
TOTAL LIABILITIES, EQUITY AND OTHER CREDITS	\$ 24,943,910	\$ 2,026,858	\$ 2,441,076	\$ 3,432,904	\$ 881,118	\$ 133,691	\$ 7,418,824	\$ 42,385,436	\$ 18,075,000	\$ 101,738,817	\$ 102,882,341

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

BRAZOS COUNTY, TEXAS
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS
For The Year Ended September 30, 2001
(With Comparative Totals For The Year Ended September 30, 2000)

	<u>Governmental Fund Types</u>		<u>Governmental Fund Types</u>		<u>Fiduciary</u>	<u>Totals</u>	
	<u>General</u>	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Expensible Trust</u>	<u>Memorandum Only</u>	<u>September 30, 2000</u>
						<u>September 30, 2001</u>	<u>September 30, 2000</u>
REVENUES							
Taxes	\$ 26,109,477	\$ --	\$ 1,833,953	\$ --	\$ --	\$ 27,943,430	\$ 26,345,581
Charges for Services	7,025,834	314,633	--	--	3,548	7,344,015	6,544,208
Intergovernmental	1,120,587	2,464,507	--	--	--	3,585,094	2,777,633
Interest	1,326,801	85,602	109,633	212,388	3,653	1,738,077	2,045,165
Other Revenue	543,993	--	--	--	6,494	550,487	660,050
TOTAL REVENUES	<u>36,126,692</u>	<u>2,864,742</u>	<u>1,943,586</u>	<u>212,388</u>	<u>13,695</u>	<u>41,161,103</u>	<u>38,372,637</u>
EXPENDITURES							
Current							
General Government	6,562,331	157,575	--	83,937	24,738	6,828,581	6,247,659
Justice System	7,091,177	260,455	--	--	--	7,351,632	6,900,094
Law Enforcement	7,950,132	954,593	--	--	--	8,904,725	8,153,475
Juvenile Services	3,707,391	679,001	--	--	--	4,386,392	3,576,044
Public Transportation	5,619,725	186,530	--	2,006,808	--	7,813,063	8,076,525
Public Health	1,629,373	--	--	--	--	1,629,373	1,477,284
Human Services	1,192,880	--	--	--	--	1,192,880	1,285,436
Capital Outlay	56,327	876,791	--	1,175,593	7,539	2,116,250	5,290,608
Debt Service							
Principal Retirement	--	--	860,000	--	--	860,000	800,000
Interest and Fiscal Agent Fees	--	--	973,627	--	--	973,627	1,027,141
TOTAL EXPENDITURES	<u>33,809,336</u>	<u>3,114,945</u>	<u>1,833,627</u>	<u>3,266,338</u>	<u>32,277</u>	<u>42,056,523</u>	<u>42,834,266</u>
Excess (Deficiency) of Revenues over Expenditures	<u>2,317,356</u>	<u>(250,203)</u>	<u>109,959</u>	<u>(3,053,950)</u>	<u>(18,582)</u>	<u>(895,420)</u>	<u>(4,461,629)</u>
OTHER FINANCING SOURCES (USES)							
Operating Transfers In	44,485	359,056	--	2,427,316	--	2,830,857	3,286,116
Operating Transfers Out	(957,305)	--	--	(1,871,801)	(1,751)	(2,830,857)	(3,286,116)
Proceeds From Sale of Fixed Assets	81,797	--	--	--	--	81,797	590,768
TOTAL OTHER FINANCING SOURCES (USES)	<u>(831,023)</u>	<u>359,056</u>	<u>--</u>	<u>555,515</u>	<u>(1,751)</u>	<u>81,797</u>	<u>590,768</u>
Excess (Deficiency) of Revenues and Other Sources Over (Under) Expenditures and Other (Uses)	<u>1,486,333</u>	<u>108,853</u>	<u>109,959</u>	<u>(2,498,435)</u>	<u>(20,333)</u>	<u>(813,623)</u>	<u>(3,870,861)</u>
FUND BALANCES, OCTOBER 1	19,104,103	1,132,356	2,202,142	5,488,737	105,961	28,033,299	31,904,160
Residual Equity Transfer -							
Transfer In	--	10,798	--	--	--	10,798	122,380
Transfer Out	(10,798)	--	--	--	--	(10,798)	(122,380)
FUND BALANCES, SEPTEMBER 30	<u>\$ 20,579,638</u>	<u>\$ 1,252,007</u>	<u>\$ 2,312,101</u>	<u>\$ 2,990,302</u>	<u>\$ 85,628</u>	<u>\$ 27,219,676</u>	<u>\$ 28,033,299</u>

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

BRAZOS COUNTY, TEXAS
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL
GENERAL, SPECIAL REVENUE, DEBT SERVICE AND CAPITAL PROJECTS FUND TYPES
For the Year Ended September 30, 2000

	General		Special Revenue		Debt Service		Capital Projects		Totals Memorandum Only	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
REVENUES										
Taxes	\$ 25,539,000	\$26,109,477	\$ --	\$ --	\$ 1,788,000	\$ 1,833,953	\$ --	\$ --	\$ 27,327,000	\$ 27,943,430
Charges for Services	5,798,900	7,025,834	296,040	314,633	--	--	--	--	6,094,940	7,340,467
Intergovernmental	580,954	1,120,587	3,139,449	2,464,507	--	--	--	--	3,720,403	3,585,094
Interest	1,240,000	1,326,801	62,370	85,602	62,000	109,633	300,000	212,388	1,664,370	1,734,424
Other Revenue	269,200	543,993	--	--	--	--	--	--	269,200	543,993
TOTAL REVENUES	33,428,054	36,126,692	3,497,859	2,864,742	1,850,000	1,943,586	300,000	212,388	39,075,913	41,147,408
EXPENDITURES										
Current										
General Government	6,879,976	6,562,331	426,815	157,575	--	--	226,000	83,937	7,532,791	6,803,843
Justice System	7,454,726	7,091,177	471,976	260,455	--	--	--	--	7,926,702	7,351,632
Law Enforcement	8,526,846	7,950,132	1,060,778	954,593	--	--	--	--	9,587,624	8,904,725
Juvenile Services	3,774,483	3,707,391	759,605	679,001	--	--	--	--	4,534,088	4,386,392
Public Transportation	6,692,267	5,619,725	245,267	186,530	--	--	3,079,705	2,006,808	10,017,239	7,813,063
Public Health	1,804,300	1,629,373	--	--	--	--	--	--	1,804,300	1,629,373
Human Services	1,344,487	1,192,880	--	--	--	--	--	--	1,344,487	1,192,880
Capital Outlay	58,410	56,327	1,463,074	876,791	--	--	2,468,719	1,175,593	3,990,203	2,108,711
Debt Service										
Principal Retirement	--	--	--	--	860,000	860,000	--	--	860,000	860,000
Interest and Fiscal Agent Fees	--	--	--	--	990,000	973,627	--	--	990,000	973,627
TOTAL EXPENDITURES	36,535,495	33,809,336	4,427,515	3,114,945	1,850,000	1,833,627	5,774,424	3,266,338	48,587,434	42,024,246
Excess (Deficiency) of Revenues Over Expenditures	(3,107,441)	2,317,356	(929,656)	(250,203)	--	109,959	(5,474,424)	(3,053,950)	(9,511,521)	(876,838)
OTHER FINANCING SOURCES (USES)										
Operating Transfers In	125,576	44,485	406,132	359,056	--	--	2,427,316	2,427,316	2,959,024	2,830,857
Operating Transfers Out	(998,193)	(957,305)	--	--	--	--	(1,952,892)	(1,871,801)	(2,951,085)	(2,829,106)
Proceeds From Sale of Fixed Assets	50,000	81,797	--	--	--	--	--	--	50,000	81,797
TOTAL OTHER FINANCING SOURCES (USES)	(822,617)	(831,023)	406,132	359,056	--	--	474,424	555,515	57,939	83,548
Excess (Deficiency) of Revenues and Other Sources Over (Under) Expenditures and Other (Uses)	(3,930,058)	1,486,333	(523,524)	108,853	--	109,959	(5,000,000)	(2,498,435)	(9,453,582)	(793,290)
FUND BALANCES, OCTOBER 1	19,104,103	19,104,103	1,132,356	1,132,356	2,202,142	2,202,142	5,488,737	5,488,737	27,927,338	27,927,338
Residual Equity Transfer - In	--	--	10,798	10,798	--	--	--	--	10,798	10,798
Residual Equity Transfer - Out	(10,798)	(10,798)	--	--	--	--	--	--	(10,798)	(10,798)
FUND BALANCES, SEPTEMBER 30	\$ 15,163,247	\$20,579,638	\$ 619,630	\$1,252,007	\$ 2,202,142	\$ 2,312,101	\$ 488,737	\$ 2,990,302	\$ 18,473,756	\$ 27,134,048

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

BRAZOS COUNTY, TEXAS
COMBINED STATEMENT OF REVENUES, EXPENSES AND CHANGES
IN RETAINED EARNINGS
ALL PROPRIETARY FUND TYPES
For The Year Ended September 30, 2001
(With Comparative Totals For The Year Ended September 30, 2000)

	Internal Service	Enterprise	Totals (Memorandum Only)	
			2001	2000
OPERATING REVENUES				
Fees of Service	\$ --	\$ 132,458	\$ 132,458	\$ 152,225
Commissary Sales	--	201,662	201,662	175,161
Employee Dependents	463,107	--	463,107	424,979
Self Pays	311,526	--	311,526	350,777
Excess Risk Benefits	1,037,281	--	1,037,281	102,873
Brazos County	2,329,920	--	2,329,920	2,255,200
Retirees	58,291	--	58,291	38,922
Other Revenue	190	--	190	1,151
TOTAL OPERATING REVENUES	4,200,315	334,120	4,534,435	3,501,288
OPERATING EXPENSES				
Personnel Services	--	190,016	190,016	202,371
Departmental Support	--	27,079	27,079	31,041
Cost of Goods Sold	--	112,524	112,524	87,706
Life Insurance	28,038	--	28,038	32,960
Stop Loss Premiums	263,159	--	263,159	204,359
Benefit Claims	4,565,474	--	4,565,474	3,075,087
Administrative Fees	109,325	--	109,325	88,636
Depreciation	--	10,308	10,308	12,453
TOTAL OPERATING EXPENSES	4,965,996	339,927	5,305,923	3,734,613
OPERATING LOSS	(765,681)	(5,807)	(771,488)	(233,325)
NONOPERATING REVENUES				
Interest	58,174	1,761	59,935	92,591
TOTAL NONOPERATING REVENUES	58,174	1,761	59,935	92,591
NET LOSS	(707,507)	(4,046)	(711,553)	(140,734)
RETAINED EARNINGS, OCTOBER 1	864,373	119,615	983,988	1,124,722
RETAINED EARNINGS, SEPTEMBER 30	\$ 156,866	\$ 115,569	\$ 272,435	\$ 983,988

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

BRAZOS COUNTY, TEXAS
COMBINED STATEMENT OF CASH FLOWS
ALL PROPRIETARY FUND TYPES
For The Year Ended September 30, 2001
(With Comparative Totals For The Year Ended September 30, 2000)

	Internal Service	Enterprise	Totals (Memorandum Only)	
			2001	2000
CASH FLOWS FROM OPERATING ACTIVITIES				
Net Operating (Loss)	\$ (765,681)	\$ (5,807)	\$ (771,488)	\$ (233,325)
(Increase) Decrease in Receivables	(80,432)	418	(80,014)	(29,383)
(Increase) in Inventory	--	(1,405)	(1,405)	(3,721)
(Increase) Decrease in Due From Other Funds	--	(1,174)	(1,174)	13,404
Increase (Decrease) in Accounts Payable	205,046	3,093	208,139	(25,482)
(Decrease) in Accrued Salary and Compensatory Leave	--	(4,883)	(4,883)	(4,962)
(Increase) Decrease in Due To Other Funds	--	79	79	(1,875)
Depreciation Expense	--	10,308	10,308	12,453
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>(641,067)</u>	<u>629</u>	<u>(640,438)</u>	<u>(272,891)</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Investment Income	<u>58,174</u>	<u>1,761</u>	<u>59,935</u>	<u>92,591</u>
NET CASH PROVIDED BY INVESTING ACTIVITIES	<u>58,174</u>	<u>1,761</u>	<u>59,935</u>	<u>92,591</u>
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS				
	(582,893)	2,390	(580,503)	(180,300)
CASH AND CASH EQUIVALENTS, OCTOBER 1	<u>1,349,158</u>	<u>101,180</u>	<u>1,450,338</u>	<u>1,630,638</u>
CASH AND CASH EQUIVALENTS, SEPTEMBER 30	<u>\$ 766,265</u>	<u>\$ 103,570</u>	<u>\$ 869,835</u>	<u>\$ 1,450,338</u>

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

BRAZOS COUNTY, TEXAS
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended September 30, 2001

TABLE OF CONTENTS

<u>Note</u>	<u>Page No.</u>	<u>Note</u>	<u>Page No.</u>
1 Summary of Significant Accounting Policies:		12 Post Employment and Retirement Benefits	50
A. Reporting Entity	34	13 Segment Information of Enterprise Funds	51
B. Basis for Presentation	34-36	14 Risk Management	51-52
C. Basis of Accounting	36	15 Contracts and Commitments	
D. Budget	37	A. Contracts	
E. Encumbrances	38	The Software Group	52
F. Fund Balance Designated for Health Endowment Fund	38	Greens Prairie Road Extension	53
G. Cash and Cash Equivalents	38	Exposition Center	53
H. Investments	38-39	Equipment Lease Purchase	53
I. Short term Interfund Receivables/Payables	39	B. Tax Increment Financing Zones	53-54
J. Inventory	39	City of Bryan	54
K. Prepaid Items	40	City of College Station	54-55
L. Fixes Assets	40	C. Tax Abatements	55-56
M. Compensated Absences	40-41		
N. Long Term Obligations	41		
O. Memorandum Only - Total Columns	41		
2 Budgetary Legal Compliance	41-42		
3 Cash and Investments			
A. Deposits	42		
B. Investments	43		
4 Property Taxes Receivable	43-44		
5 Changes in Fixed Assets	44		
6 Operating Leases	45		
7 Long Term Debt	45-46		
8 Contingent Liabilities	46		
9 Interfund Receivables and Payables	47-48		
10 Deferred Compensation	48		
11 Employee Retirement System			
A. Plan Description	48-49		
B. Funding Policy	49		
C. Annual Pension Cost	49-50		

BRAZOS COUNTY, TEXAS
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
SEPTEMBER 30, 2001

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of Brazos County, Texas ("County") have been developed to be in conformity with accounting principles generally accepted in the United States of America ("GAAP") for local government units. The Governmental Accounting Standards Board ("GASB") is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The most significant accounting and reporting policies of the County are described in the following notes to the financial statements.

A. Reporting Entity

Brazos County was created in 1841. The County is a public corporation and a political subdivision of the State of Texas. It performs governmental functions as required or authorized by the Texas Constitution and the Laws of the State. A Commissioners' Court composed of an elected County Judge and four elected Commissioners governs the County. The combined financial statements include all departments, funds or accounts for the County, the primary government.

The concept underlying the definition of the reporting entity is that elected officials are accountable to their constituents for their actions. The financial statements should allow users to distinguish between the primary government (the County) and its component units. Government Accounting Standards Board Statement 14 defines the reporting entity as the primary government and its component units. Brazos County is the primary governmental unit. The financial statements include all funds, account groups, agencies, boards, commissions, and authorities for which the elected officials of the County are financially accountable. The financial statements include those entities for which the nature and significance of the relationship between the entity and the County are such that to exclude the entity from the financial reporting entity would render the financial statements misleading or incomplete. The County is financially accountable if it appoints a voting majority of an organization's governing body and (1) it is able to impose its will on that organization or (2) there is potential for the organization to provide specific financial benefits to or impose specific financial burdens on the County. The County may be financially accountable if an organization is fiscally dependent on the County regardless of whether the organization has a separately elected or appointed board. There are no entities that meet the criteria as a component unit of Brazos County.

B. Basis For Presentation

The accounts of the County are organized on the basis of funds and account groups, 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. Government resources are

B. Basis for Presentation

continued

allocated to, and accounted for, in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The various funds are grouped in the financial statements into three broad fund categories. Each category is further subdivided into separate fund types, and two account groups as follows:

Governmental Funds are accounted for using a spending (or financial flow) measurement focus. Only current assets and current liabilities are generally included on their balance sheets. The operating statements present the sources and uses of these available resources during a given time period.

General Fund - The General Fund is the general operating fund of the County. It is used to account for all financial resources except those required to be accounted for in another fund. The fund accumulates reserves for future capital improvements and unforeseen catastrophic events.

Special Revenue Funds - Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than expendable trusts and capital projects) which are legally restricted to expenditures for a specified purpose.

Debt Service Funds – The Debt Service Fund is used to account for the accumulation of resources for the payment of general long-term debt principal, capitalized lease obligations, interest and related costs.

Capital Projects Fund - Capital Projects Funds are used to account for the acquisition or construction of major capital assets and infrastructure. Principal sources of funds for expenditure are general obligation bonds, proceeds from certificates of obligation, and interest income.

Proprietary Funds use an economic resources measurement focus, much as is seen in the private sector. The accounting objectives are determination of net income, financial position, and cash flows. The County's intent is that the cost of providing goods and services on a continuing basis be financed and recovered primarily through user charges. All assets and all liabilities (whether current or non-current) associated with a proprietary fund's activities are included on its balance sheet. Proprietary fund equity is shown as retained earnings, per GASB pronouncements on accounting and reporting for proprietary funds. The County follows all Financial Accounting Standards Board pronouncements as well as Accounting Principles Board opinions issued after November 30, 1989, with regard to proprietary activity.

Internal Service Fund - The Internal Service Fund is used to account for the financing of goods or services provided by one department to other departments of the County on a cost reimbursement basis.

Enterprise Fund - The Enterprise Funds are used to account for those operations that are financed and operated in a manner similar to private business or where the County has

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

continued

B. Basis for Presentation

continued

decided that the determination of revenues earned, costs incurred and/or net income is necessary for management accountability.

Fiduciary Funds are used to account for assets held by the County in a trustee capacity or as an agent for individuals, private organizations, and other governmental funds. These include Expendable Trust and Agency Funds.

Expendable Trust Funds are accounted for in essentially the same manner as governmental funds.

Agency Funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

Account Groups established by the County are primarily for control purposes and include the General Fixed Assets Account Group and the General Long-Term Debt Account Group. These two account groups are not “funds” in that they are concerned only with the measurement of financial position and do not involve measurement of results of operations.

General Fixed Asset Account Group is used to account for general government fixed assets having a useful life of longer than three years and a cost of \$1,000 or more.

General Long-Term Debt Account Group is used to account for outstanding general obligations of the County and certificates of obligation.

C. Basis Of Accounting

Basis of accounting refers to the time at which revenues and expenditures are recognized and reported in the financial statements. All governmental funds, expendable trust funds and agency funds are accounted for on the modified accrual basis of accounting. The governmental and expendable trust funds use a current financial resource measurement focus. Agency Funds are custodial in nature and do not involve measurement of operations. Under the modified accrual basis of accounting, certain revenues are recorded when susceptible to accrual, both measurable and available. In this context, “available” should be taken to mean collectible within the current period, or soon thereafter, so as to be “available” to pay liabilities of the current period. Grants in aid received from other governmental units are recognized as revenue in the period the related expenditures are incurred, or when the County is entitled to the aid. All other revenues are recognized as cash is received. Major revenues that have been accrued are charges for service and fee assessments, intergovernmental revenues, and interest earnings on cash and investments. Expenditures are recognized as incurred except for principal and interest on general long-term debt that are recognized as expenditures when due.

The Proprietary Fund is accounted for on a flow of economic resources measurement focus. The accrual basis of accounting is used recognizing revenues in the period when they are earned and become measurable. Expenses are recognized when they are incurred, if measurable. This means that all assets and liabilities associated with the activity being measured are included on its balance sheet. The operating statement presents increases and decreases in net assets.

D. Budget

Annual budgets are legally adopted for general, special revenue, debt service, and capital projects funds. Budgeted amounts represent the original budget for 2001 as subsequently amended by the Commissioners' Court. Budgets are adopted on a basis consistent with GAAP (modified accrual basis). The County employs an encumbrance accounting system as a method of accomplishing budgetary control. At year-end, open encumbrances are closed. The department is required to re-appropriate the funds within the following year's budget.

The County Judge is recognized by State statutes as the budget officer for the County and responsible for the preparation of the proposed budget. The proposed expenditures may not exceed the revenue estimates prepared by the County Auditor. The County in the preparation of the budget adheres to the following procedures:

- Departmental annual budget requests are submitted by the department head to the budget officer during the third quarter of the current fiscal year, for the fiscal year beginning October 1.
- The County Auditor prepares an estimate of available resources for the coming fiscal year and presents the estimates to the budget officer by July 15 each year.
- Informal departmental hearings are held with the budget officer.
- The budget officer prepares the proposed annual operating budget to be presented to the Commissioners' Court for consideration. The budget represents the financial plan for the new fiscal year.
- Formal public hearings are held on the proposed budget.
- The adopted budget must be balanced; i.e., available resources must be sufficient to support annual appropriations. The adopted budget must be approved by a majority of the Commissioners' Court on or before November 1 each year.
- The budget is adopted using classifications within each department. The operating department is the legal level of budgetary control.
- The budget may not be increased through the use of supplemental appropriations each year, unless the County Auditor certifies to the Commissioners' Court that supplemental receipts have been realized, and are available to support disbursements, which were not included in the budget for the fiscal year.
- Transfer of appropriations between departments requires the expressed permission of Commissioners' Court, and all appropriations lapse at year-end.

E. Encumbrances

Encumbrances represent commitments related to goods and services that were budgeted, appropriated and ordered at year end, but which had not been received or completed at that date. Encumbrance accounting is utilized in governmental funds and therefore encumbrances are recorded for these commitments to reserve that portion of the applicable appropriation. Encumbrances outstanding at year-end are recorded as reservations of fund balances. These amounts do not constitute expenditures or liabilities because the commitments will be honored during the subsequent year. As of September 30, 2001, there were no outstanding encumbrances.

F. Fund Balance Designated for Health Endowment Fund

During fiscal year 1998-1999, the County elected to create the Brazos County Community Healthcare Endowment Fund with the funds received from the statewide "Tobacco Settlement." Commissioner's Court has designated the corpus of the funds received (\$2,000,000) to be invested and the interest earned to be used to provide funding for various County health programs. Commissioner's Court has appropriated \$199,500 for anticipated program needs during the 2001-2002 fiscal year and has designated \$327,253 for future programs.

G. Cash And Cash Equivalents

The County defines all cash, money market accounts, and certificates of deposit that have an original maturity date of ninety days or less as cash or cash equivalents. Cash and cash equivalents related to restricted assets are also included. Cash and cash equivalents are short term, highly liquid investments, which may be converted to cash. The County maintains a cash and investment pool that is available for use by all funds. Equity in cash and cash equivalents and interest income from the cash pool is allocated to the participating funds on a monthly basis. The amount of the allocation is determined by calculating a ratio of each fund's equity in the pool to the total pool.

H. Investments

All County funds must be on deposit with the County depository unless the Commissioners' Court directs the County Treasurer to invest funds as otherwise provided by law. Investments are stated at fair value or amortized cost.

The County's investment policy is based on Section 116.112 of the Local Government Code and Government Code Chapter 2256, Subchapters A and B. This document sets forth (1) investment authority, scope of policy and investment objectives; (2) investment types and investment strategies; (3) investment responsibility, control, collateral, and investment safekeeping; and (4) investment reporting and performance evaluation.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

continued

H. Investments

continued

Investments authorized by the investment policy are those set forth in the Local Government Code. They are as follows:

- direct debt securities of the United States, its agencies and instrumentalities.
- fully collateralized security repurchase agreements with the County depository or with state or national banks domiciled in Texas.
- certificates of deposit if issued by a state or a national bank domiciled in this state, or a savings and loan association domiciled in this state, if the certificate is 102% collateralized.
- a bankers' acceptance if it has a stated maturity of 270 days or fewer from the date of issuance and is eligible for collateral for borrowing from a Federal Reserve Bank.
- commercial paper is an authorized investment if the commercial paper has a stated maturity of 90 days or fewer from the date of issuance and is rated not less than A-1 and P-1.
- money market funds if the Commissioners' Court by resolution authorizes investment in the fund with limitations.
- eligible investment pools if the Commissioners' Court by resolution authorizes investment in the particular pool.

To protect against fraud and embezzlement, the County's investment policy requires that the assets of the County shall be secured through third party custody and safekeeping procedures. Bearer instruments shall be held only through third party institutions. Investment officials shall be bonded to protect the public against possible embezzlement and malfeasance.

I. Short Term Interfund Receivables/Payables

The County has numerous transactions between funds, including expenditures and transfers of resources. These receivables and payables are classified as "due from other funds" or "due to other funds" on the balance sheet. Tax collections received prior to year-end are deposited into the general fund and "due to other fund" payables are appropriately recorded. Current interfund loans are classified as "interfund receivable/payables" (see Note 9).

Transactions that constitute reimbursements to a fund for expenditures and/or expenses initially made from it, which are properly applicable to another fund are recorded as expenditures and/or expenses in the reimbursing fund. They are recorded as reductions of expenditures and/or expenses in the fund that is reimbursed.

J. Inventory

The County maintains inventory at various levels. All inventory is valued at cost and is accounted for under the consumption method. Inventories of paper, copier supplies and road maintenance materials are maintained for all departments within the General Fund. An inventory of consumable food and personal items is maintained within the Jail Commissary Enterprise Fund.

K. Prepaid Items

Payments made to vendors for services that will benefit periods beyond September 30, 2001, are recorded as prepaid items, and amortized as expenditures as consumed.

L. Fixed Assets

The governmental funds reflect fixed asset acquisitions as expenditures and therefore are not capitalized within these funds. Fixed assets, other than public domain (infrastructure) assets such as roads, bridges and rights-of-way, etc., are recorded when acquired in the General Fixed Asset Account Group. This establishes continued control over and accountability for these assets. The general fixed assets are stated at historical cost or estimated historical cost if the actual is not known. Donated fixed assets are valued at their fair value on the date donated. Assets in the general fixed asset account group are not depreciated.

The County is in the process of accumulating data to report previously acquired infrastructure assets on an estimated or historical cost basis. The County believes that reporting infrastructure assets will help users of the financial statements to assess long and short-term capital needs. This will provide more accurate information about the County’s physical resources that have useful lives extending beyond the current period.

Fixed assets in the proprietary funds of the government are recorded at cost. Fixed assets are depreciated in the proprietary funds of the government using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Vehicles	5
Office equipment	5
Computer equipment	5

M. Compensated Absences

All full-time employees are granted vacation and sick leave benefits based on length of service. Non-exempt employees may earn compensatory time off for overtime worked. Employees are entitled to receive accumulated vacation pay earned in a lump sum payment if their employment is terminated. The related accrued vacation payable and accumulated compensatory time has been accrued as an expense and a liability at year-end in the appropriate fund. Accumulated sick leave benefits are not recorded, being lost upon termination of employment.

Non-exempt, non-law enforcement employees earn compensatory time at one and one-half times the excess of 40 hours per week worked. These employees can accrue a maximum of 240 hours. Non-exempt, law enforcement employees earn compensatory time at one and one-half times the excess of 171 hours per 28 days worked. Non-exempt, law enforcement

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

continued

M. Compensated Absences

continued

employees can accrue a maximum of 480 hours. At termination, all compensatory time is paid at the wage rate in place at termination. The maximum amount of vacation time an employee can accrue is 240 hours. At termination, an employee is paid for all vacation time earned up to the date of separation at the current wage rate.

N. Long Term Obligations

General obligation bonds and other forms of long-term debt are obligations of the County as a whole and not of specific funds. The proceeds of such debt are spent on facilities set out in bond resolutions and benefit the County's entire operation. Such debt is included in a separate self-balancing General Long-Term Debt Account Group. The County does not use long-term debt to support normal operations.

O. Obligation for Bond Arbitrage Rebate

Pursuant to Section 148(f) of the U.S. Internal Revenue Code, the County must rebate to the United States Government the excess of the interest earned from the investment of certain debt proceeds over the yield rate of the applicable debt. The County uses the "revenue reduction" approach in accounting for rebatable arbitrage. This approach treats excess earnings as a reduction of revenue. Based on arbitrage calculations for the year ended September 30, 2001 the County has a liability of \$196,950 recorded in the General Fund. Payment to the Federal Government is due in June 2003.

P. Memorandum Only - Total Columns

Total columns on the Combined Statements - Overviews are captioned "Memorandum Only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations, or cash flows in conformity with generally accepted accounting principles, and such data is not comparable to a consolidation. Interfund elimination's have not been made in aggregating the data.

Q. Reclassifications

Certain reclassifications have been made to the 2000 memorandum only total columns to conform to the 2001 financial statement presentation. Reclassifications include changes between expenditure categories and the reclassification of investments with a maturity of less than 90 days at year end.

NOTE 2 - BUDGETARY LEGAL COMPLIANCE

Appropriations for total budget cannot exceed total resources that will be available for the year as forecast by the County Auditor. This is the legal level of control for the County budget. Expenditures may not exceed budgeted appropriations at the fund level except for General Fund, which is appropriated at the department level. Administrative control is maintained through the establishment of more detailed line-item budgets. Amendments increasing budget appropriations are restricted to those for "emergency expenditures, in case of grave public necessity, to meet unusual and unforeseen conditions that could not, by reasonably diligent thought and attention,

NOTE 2 - BUDGETARY LEGAL COMPLIANCE**continued**

have been included in the original budget.” The Commissioners’ Court must approve the original budget appropriations and subsequent amendments and adjustments. The County Auditor is required to monitor the expenditures of all the funds in comparison to that which has been appropriated. The following schedule of changes in the original budget appropriations includes those funds for which the Commissioners’ Court has legally adopted a budget, as well as funds with managerial budgets.

	Original Budgeted Expenditures And Other Financing Uses	Supplemental Appropriations	Original As Amended
General	\$ 37,104,992	\$ 428,696	\$ 37,533,688
Special Revenue	4,287,452	140,063	4,427,515
Debt Service	1,850,000	--	1,850,000
Capital Projects	<u>5,900,000</u>	<u>1,827,316</u>	<u>7,727,316</u>
Totals	<u>\$ 49,142,444</u>	<u>\$ 2,396,075</u>	<u>\$ 51,538,519</u>

The Commissioners’ Court budgets by fund, department, and classification within each department. This report does not detail compliance at the classification level. Budgetary compliance at the classification level is presented in a supplementary report entitled “Budget Control Status” and is available upon request. The County Auditor’s office monitors the budget at the required level of legal compliance and will not approve requisitions, purchase orders, or invoices unless appropriated funds are available within the departmental classification. Supplemental appropriations during the year were due to realized revenues (as certified by the County Auditor) in excess of anticipated levels.

NOTE 3 – CASH AND INVESTMENTS**A. Cash and Cash Equivalents**

The County’s depository agreement with First American Bank requires collateralization for all funds on deposit. The Federal Deposit Insurance Corporation does not cover County deposits. The value of collateral must be equal to or greater than the average daily balance of funds on deposit or 105% of the prior month’s average deposit. State statutes require that the collateral be government securities that are acceptable to the Commissioners’ Court. All of the pledged collateral for the County’s demand deposits and time deposits is U. S. Government securities.

The GASB requires that deposits be classified as to credit risk by three categories. Category 1 deposits are insured or collateralized, with securities held by the County or its agent in the County’s name. Category 2 deposits are collateralized, with securities held by the counter party’s trust department or agent in the County’s name. Category 3 deposits are uncollateralized.

At September 30, 2001, bank balances of deposits were entirely collateralized with securities held with the County’s agent, the Federal Home Loan Bank in Dallas, Texas in a fiduciary account in the name of the County. These are classified as a Category 1 credit risk. All deposits and time deposits (less than 90 days) are stated at cost and reflected on the balance sheet as “Cash and Cash Equivalents”. Certificates of Deposits and Money Market accounts held by the Agency Funds are reflected on the balance sheet as “Investments” but are classified as Category 1 deposits.

NOTE 3 - CASH AND INVESTMENTS

continued

B. Investments

The GASB requires that investments represented by specific identifiable securities be classified as to credit risk by three categories as described below:

- Category 1 Insured or registered, with securities held by the County or its agent in the County's name.
- Category 2 Uninsured and unregistered, with securities held by the counterparty's trust department or agent in the County's name
- Category 3 Uninsured and unregistered, with securities held by the counterparty in the County's name, or held by the counterparty's trust department or agent, but not in the County's name.

The County is authorized (by the Texas Public Funds Investment Act, Texas Civil Statutes, Article 842a-2, as amended) to purchase, sell and invest its funds and funds under its control. During the year ended September 30, 2001, County investments included funds deposited in a local government investment pool, direct debt securities of the United States, and mutual funds. Investments in direct debt securities of the United States mature within one year of acquisition, and therefore are reported at amortized cost. The pooled investments are reported at fair value. Those subject to classification are Category 1 investments. The Money Market and Certificates of Deposit are classified as Category 1 deposits. The pooled investments are not identifiable investments and therefore not classified, in accordance with GASB Statement 3. The pooled investments are reflected as Cash and Cash Equivalents on the balance sheet.

Investments at September 30, 2001 are as follows:

Pooled Investments	\$ 18,419,323
FHLMC Note	2,009,310
FNMA Discount Note	3,169,469
Federal Farm Credit Bank Discount Note	2,059,486
Money Market and Certificates of Deposit	1,869,979
Property	<u>856,331</u>
Total Investments	<u>\$ 28,383,898</u>

The Money Market and Certificate of Deposit investments are recorded in the Agency Funds and are those funds held in a custodial relationship by the District Clerk as required by the District Courts and are categorized as Category 1 deposits. The listed property is that property recorded in the Bail Bond Board Expendable Trust Fund. The property is held by the County as security for the bail bondsman operating in the County and is not classified in accordance with GASB Statement 3.

NOTE 4 - PROPERTY TAXES RECEIVABLE

Property taxes attach as an enforceable lien on property as of January 1 of a given year. Taxes levied on October 1 are payable by January 31 of the following year, and by statute become delinquent on February 1. Estimated taxes to be collected are recorded as taxes receivable on October 1. When taxes are collected, they are recorded as revenue, and as a reduction of taxes receivable. For the year

NOTE 4 - PROPERTY TAXES RECEIVABLE**continued**

ended September 30, 2001, the tax rate to finance general governmental services was \$0.3736 per \$100.00 valuation. The tax rate for the payment of principal and interest on long-term debt was \$0.0364 per \$100.00 valuation. Under provisions adopted by the State, the maximum rate that can be set to service governmental services is \$0.80 per \$100 of assessed value.

At September 30, 2001, delinquent taxes receivable by fund are as follows:

General	\$ 1,112,034
Debt Service	<u>128,975</u>
Totals	<u>\$ 1,241,009</u>

The County reflects the receivable as an asset, but no allowance is provided for uncollectible taxes. Accordingly, the County has accounted for the receivable as deferred revenue, since it will be collected in some future period.

The Brazos County Appraisal District is responsible for the recording and appraisal of property for all taxing units in the County. The Appraisal District is required to assess property at 100% of its appraised value. Real property is subject to reappraisal on a four-year cycle.

The County's Tax Assessor-Collector acts as agent in the billing and collecting of taxes for the Brazos County Water Control Improvement District - Big Creek, the City of Bryan, the City of College Station, the Bryan Independent School District, the College Station Independent School District, Brazos County Education District, and Brazos County Rural Fire Prevention Districts 1, 2, 3, and 4. These transactions are recorded in an agency account.

NOTE 5 – CHANGES IN FIXED ASSETS

A summary of changes in general fixed assets for the year ended September 30, 2001, is as follows:

	Balance 10/01/00	Additions	Retirements and Adjustments	Balance 09/30/01
Land	\$ 1,132,293	\$ --	\$ --	\$ 1,132,293
Buildings	29,798,449	1,416	660,665	30,460,530
Improvements	699,169	707,952	(30,758)	1,376,363
Machinery and Equipment	10,792,880	1,329,900	(2,783,512)	9,339,268
Construction Work in Progress	<u>--</u>	<u>76,982</u>	<u>--</u>	<u>76,982</u>
Totals	<u>\$ 42,422,791</u>	<u>\$ 2,116,250</u>	<u>\$(2,153,605)</u>	<u>\$ 42,385,436</u>

A summary of changes in fixed assets in the enterprise funds for the year ended September 30, 2001, is as follows:

	Balance 10/01/00	Additions	Retirements and Adjustments	Balance 09/30/01
Machinery and Equipment	\$ 86,348	\$ --	\$ --	\$ 86,348
Accumulated Depreciation	<u>(61,437)</u>	<u>(10,308)</u>	<u>--</u>	<u>(71,745)</u>
Totals	<u>\$ 24,911</u>	<u>\$ (10,308)</u>	<u>\$ --</u>	<u>\$ 14,603</u>

NOTE 6 - OPERATING LEASES

The County has entered into operating leases as both lessee and lessor. The County currently has facility leases in force that provide for cancellation at each annual anniversary date. These leases are for office space and ground storage having minimum annual lease payments of \$55,000. At September 30, 2001, the County had entered into three lease arrangements with outside non-profit entities to provide space within the Brazos Center, a public facility owned by the County. The County's lease arrangement with the Brazos Valley Museum, provides the Museum with space at the annual cost of \$2,448. The lease is a 50-year lease expiring in 2040. The County had entered a year to year lease with the Junior League of Bryan/College Station for \$7,200 per year. The lease was renewed in June 2001 for two years. The Brazos Valley Art League maintains an annual lease with the County, expiring each September in the amount of \$5,760.

The County has entered into four non-cancelable operating leases for the use of photocopying equipment. The leases are for a 60 month period at an annual cost of \$24,708. The future minimum lease payments for these lease are as follows:

<u>Year Ended September 30,</u>	<u>Amount</u>
2002	24,708
2003	24,708
2004	24,708
2005	6,705
Total	<u>\$ 80,829</u>

NOTE 7- LONG-TERM DEBT

The future annual requirements to amortize all certificates of obligation at September 30, 2001, including principal and interest payments, are as follows:

<u>FISCAL YEAR</u>	<u>TOTAL REQUIRED PRINCIPAL</u>	<u>TOTAL REQUIRED INTEREST</u>	<u>TOTAL REQUIREMENTS</u>
2002	935,000	914,904	1,849,904
2003	1,015,000	852,484	1,867,484
2004	1,100,000	789,702	1,889,702
2005	1,180,000	727,067	1,907,067
2006	1,260,000	663,417	1,923,417
2007	1,345,000	599,531	1,944,531
2008	1,430,000	532,008	1,962,008
2009	1,525,000	459,621	1,984,621
2010	1,620,000	382,339	2,002,339
2011	1,725,000	300,164	2,025,164
2012-2016	<u>4,940,000</u>	<u>534,661</u>	<u>5,474,661</u>
Totals	<u>\$ 18,075,000</u>	<u>\$ 6,755,898</u>	<u>\$ 24,830,898</u>

NOTE 7- LONG-TERM DEBT**continued**

The following is a summary of long-term debt transactions of the County for the year ended September 30, 2001:

	OUT- STANDING <u>10/01/00</u>	ADDITIONS <u>(RETIREMENTS)</u>	OUT- STANDING <u>09/30/01</u>
Certificates of Obligation, Series 1987 6.30% - 6.7%, due 12/01 and 06/01, original amount authorized and issued \$4,500,000	\$ 1,220,000	\$ (380,000)	\$ 840,000
Certificates of Obligation, Series 1996, 5.30%-7.25%, due 03/01and 09/01 original amount authorized and issued \$8,500,000	7,945,000	(305,000)	7,640,000
Certificates of Obligation, Series 1998, 4.6336%, due 03/01and09/01 original amount authorized and issued \$10,000,000	<u>9,770,000</u>	<u>(175,000)</u>	<u>9,595,000</u>
Totals	<u>\$ 18,935,000</u>	<u>\$ (860,000)</u>	<u>\$ 18,075,000</u>

NOTE 8- CONTINGENT LIABILITIES

The County is a defendant in various lawsuits, as well as matters in current litigation. All are matters that are pending and have arisen in the normal course of the County's operations. Although the outcome of these lawsuits is not presently determinable, the County's various legal counsel are of the opinion that the settlement of these claims and pending litigation will not have a material effect on the County's financial statements. Consequently, there has been no current provision to reserve funds for such claims.

The County became self-insured for employee and dependent health insurance on September 1, 1993. The County has completely reserved all funds in the Internal Service Fund for the purpose of funding current and future liabilities related to health insurance.

The County receives various grant moneys that are subject to audit and adjustment by the grantor agencies. Any disallowed expenditure will become a liability of the County. The amount cannot be determined at this time, but the County expects such amounts, if any, to be immaterial.

NOTE 9- INTERFUND RECEIVABLES AND PAYABLES

The composition of interfund balances at September 30, 2001 are as follows:

Due to/from other funds at September 30, 2001:

	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
General Fund	\$ 140,166	\$ 253,368
Special Revenue Funds:		
Unclaimed Property	4,848	114,994
County Records Management and Preservation	--	6
Courthouse Security	--	2
Grants	--	14,508
Debt Service Fund	253,368	--
Capital Project Funds		
Judicial Software	--	544
Proprietary Funds:		
Enterprise Funds:		
Jail Commissary	1,027	--
County Attorney Operating	3,953	79
Trust and Agency Funds:		
Brazos Center	--	10,033
County Attorney	--	3,953
Inmate	--	5,875
Totals	<u>\$ 403,362</u>	<u>\$ 403,362</u>

Individual operating transfers in and transfers out at September 30, 2001, are as follows:

	<u>Operating Transfers In</u>	<u>Operating Transfers Out</u>
General Fund		
Special Revenue Funds:		
Appellate Judicial System	\$ --	\$ 36,940
Alternative Dispute	--	5,000
County Records Management	--	200,000
Grants	--	115,365
Capital Project Funds:		
Capital Improvements	44,485	600,000
Sub-Total	<u>44,485</u>	<u>957,305</u>
Special Revenue		
Appellate Judicial System	36,940	--
Alternative Dispute	5,000	--
County Records Management	200,000	--
Grants	115,365	--
Trust and Agency Funds		
Expendable Trust Funds		
District Attorney Administration	1,751	--
Sub-Total	<u>359,056</u>	<u>--</u>

NOTE 9- INTERFUND RECEIVABLES AND PAYABLES

continued

	<u>Operating Transfers In</u>	<u>Operating Transfers Out</u>
Capital Projects		
Capital Improvement	600,000	844,485
Minimum Security Jail Expansion	--	220,114
Courthouse Improvement	--	235,104
Judicial Software	800,000	--
Right of Way	--	572,098
Capital Roads	<u>1,027,316</u>	<u>--</u>
Sub-Total	<u>2,427,316</u>	<u>1,871,801</u>
Trust and Agency Funds		
Expendable Trust Fund		
District Attorney Administration	<u>--</u>	<u>1,751</u>
Sub-Total	<u>--</u>	<u>1,751</u>
 Totals	 <u>\$ 2,830,857</u>	 <u>\$ 2,830,857</u>

NOTE 10 - DEFERRED COMPENSATION

The County offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The Plan, as amended, is available to all employees, and permits them to defer a portion of their salary until future years. The Plan funds are not available to employees until termination, retirement, death, or emergency. Brazos County is not the Plan administrator or the trustee, therefore the assets of the Plan are not a reportable fund within the County's financial statements.

NOTE 11- 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" or "System"). The Board of Trustees of the System is responsible for the administration of the statewide agent multiple-employer system consisting of over 500 nontraditional defined benefit pension plans. TCDRS in the aggregate issues a comprehensive annual financial report (CAFR) on a calendar year basis. This report includes the required six-year trend information. To obtain a copy send a written request for the CAFR to the TCDRS Board of Trustees at P. O. Box 2034, Austin, Texas 78768-2034.

The Commissioners' Court of Brazos County adopts the plan provisions, within the options available in the Texas State statutes governing TCDRS (TCDRS Act). Members can retire at ages 60 and above with 8 or more years of service or 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 accumulated contributions must be left in the plan. Members who withdraw their personal contributions in a lump sum are not entitled to any amounts contributed by the County.

NOTE 11- 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 County-financed monetary credits. The governing body of Brazos County, within the actuarial constraints imposed by the TCDRS Act, adopts the level of these monetary credits. Therefore, the resulting benefits can be expected to be adequately financed by the County’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 County-financed monetary credits to a monthly annuity using annuity purchase rates prescribed by the TCDRS.

B. Funding Policy

Brazos County 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. Brazos County contributed using the actuarially determined rate of 10.67% for fiscal year 2001. For 2002, the County’s rate is anticipated to remain at 10.67%. The employee’s member contribution rate remained at 7.00% for 2001.

C. Annual Pension Cost

For the County’s fiscal year ending September 30, 2001, the County’s annual pension cost for the TCDRS plan for its employees was \$1,741,765. The County’s annual required contributions were \$1,741,765, and the County’s actual contributions were \$1,741,765. The County’s annual pension cost for the fiscal year ended September 30, 2000, was \$1,669,144. The annual required contribution for 2001 was actuarially determined as a percent of the covered payroll of the participating employees, and, was in compliance with the GASB Statement No. 27 parameters based on the actuarial valuation as of December 31, 1998, and December 31, 1999, which is the basis for determining the contribution rate for calendar year 2000 and 2001 respectively. The December 31, 2000 actuarial valuation is the most recent valuation.

	<u>12/31/98</u>	<u>12/31/99</u>	<u>12/31/00</u>
Actuarial valuation date	Entry Age	Entry Age	Entry Age
Actuarial cost method	Level percentage	Level percentage	Level percentage
Amortization method	of payroll, open	of payroll, open	of payroll, open
Remaining amortization period	20 years	20 years	20 years
Asset valuation method	Long-term	Long-term	Long-term
	appreciation with	appreciation with	appreciation with
	adjustment	adjustment	adjustment
Actuarial assumptions:			
Investment return	8.0%	8.0%	8.0%
Projected salary increases	5.9%	5.9%	5.9%
Includes inflation at	4.0%	4.0%	4.0%
Cost-of-living adjustments	0.0%	0.0%	0.0%

NOTE 11- EMPLOYEE RETIREMENT SYSTEM

continued

C. Annual Pension Cost

continued

Trend Information for the Retirement Plan for the Employees of Brazos County

<u>Fiscal Year Ending</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
09/30/98	\$ 1,249,221	100%	None
09/30/99	\$ 1,505,335	100%	None
09/30/00	\$ 1,669,144	100%	None
09/30/01	\$ 1,741,765	100%	None

NOTE 12 - POST EMPLOYMENT AND RETIREMENT BENEFITS

The County provides health care benefits as required by the Federal government under the Consolidated Omnibus Budget Reconciliation Act of 1985 (“COBRA”). COBRA requires employers that sponsor group health plans to provide continuation of group coverage to terminated employees and their dependents in circumstances where coverage would normally end. The election to be covered is at the request of the employee. The employee is then required to pay the premium costs for themselves and their dependents. Expenditures are recognized as claims are submitted. COBRA participants are reimbursed at the same levels as active employees. At September 30, 2001, the County had been fully reimbursed for costs related to COBRA participants.

Effective January 1, 2000, Brazos County began offering post-retirement health care benefits to certain retirees. County policy allows employees to become eligible for post retirement health care benefits after meeting the service and retirement age requirements of the TCDRS retirement plan. County policy restricts post retirement health care benefits to those employees that qualified for health coverage during employment. Health care benefits are available to employees that normally work 1,664 or more hours annually. The County opted to extend health care benefits to retirees that maintained coverage through the County’s health care plan as of January 1, 2000. Funding for the post retirement health care benefits is provided by the County. The County recognizes expenditures for post retirement health care benefits as paid, which during fiscal year 2001 totaled \$50,342. At September 30, 2001 there were 12 retirees receiving benefits and 32 employees that qualify for retirement and health related benefits.

NOTE 13 – SEGMENT INFORMATION OF ENTERPRISE FUNDS

The County maintains enterprise funds that are intended to be self-supporting through user fees charged for services. Segment information for the fiscal year ended September 30, 2001, is as follows:

	Jail Commissary	County Attorney Operating	Total
Operating revenues	\$ 201,662	\$ 132,458	\$ 334,120
Depreciation expense	--	10,308	10,308
Operating income (loss)	7,221	(13,028)	(5,807)
Net income (loss)	8,982	(13,028)	(4,046)
Net working capital	73,110	27,856	100,966
Total assets	90,510	43,181	133,691
Total equity	73,110	42,459	115,569

NOTE 14 - RISK MANAGEMENT

The County participates in a worker's compensation pool administered by the Texas Association of Counties. The Texas Association of Counties handles claims adjusting and related administrative services for the program. Premiums are evaluated annually by position class code at actuarially determined rates. The County workers' compensation program provides medical and indemnity payments as required by law for on-the-job related injuries and is accounted for by the use of departmental expenditures, based on a percentage of payroll. The pool that the County participates in has provided for reinsurance coverage for excess workers' compensation and employer's liability. The County does not recognize any liability for outstanding losses for incurred but not reported claims. The Texas Association of Counties assumes this responsibility. The County is self-insured for medical claims only. The County has established a Health and Life Insurance Internal Service Fund to account for the costs associated with various health related insurance programs. The County currently provides medical and dental programs for its employees with basic prescription and life benefits attached. The County pays the full cost for all qualifying employees. The individual pays for dependent and retiree premium expenses.

The Internal Service Fund acts as a clearing account to collect the premium payments from the County, the employee, and the retiree. The fund pays all claims and administrative fees. The County has purchased reinsurance that provides a \$55,000 stop loss on an individual claim, and an aggregate at 125% of expected claims (\$4,400,000). All funds are available to pay claims and have been reserved for such purpose. The County experienced premium cost and claims of \$4,565,474 and \$3,075,087 for 2001 and 2000 respectively. At September 30, 2001, the County had accrued approximately \$586,000 for anticipated claims that had not been filed at year-end. This estimate is based on the number of claims filed subsequent to year-end that were for services rendered prior to year-end. The three months subsequent to the end of the fiscal year were used in this review. In addition, the County has accumulated \$156,866 in retained earnings to be used to offset unanticipated costs in future periods.

NOTE 14 - RISK MANAGEMENT**continued**

Changes in the balances of unpaid liability during fiscal years 2000 and 2001 were as follows:

	Beginning of Fiscal Year <u>Liability</u>	Current Year Claims and Changes in <u>Estimates</u>	<u>Claims Paid</u>	Balance at Fiscal <u>Year End</u>
2000	\$369,314	\$ 3,075,087	\$3,073,367	\$ 371,034
2001	371,034	4,565,474	4,349,681	586,827

The Commissioners' Court of Brazos County is aware that the County has risk of loss exposure to liability and accidental loss of real and personal property as well as human resources. County operations involve a variety of high-risk activities including, but not limited to, cash collections, road and bridge maintenance, law enforcement, and construction. The Commissioners' Court has created the office of Risk Management, whose responsibility it is to identify, evaluate, and manage risk in an effort to reduce the liability and accidental loss of property and human services. In the management process, the Risk Manager is assigned the responsibility of ensuring that all County employees are properly trained in safety. Brazos County employs risk financing activities to include the purchase of insurance for general liability, vehicle liability, and liability from property damage claims. In addition, the County purchases property insurance, errors and omission coverage, professional liability insurance, as well as crime and fidelity coverage. Any liability that arises from the operation of motorized equipment will be considered to fall within the confines of the Texas Tort Claims Act, and thereby limit the County's exposure. At September 30, 2001, all claims against the County had been paid or accrued for payment, or the County's underwriter had accepted responsibility for the claim.

The County has not made any significant reductions in insurance coverage from coverage in the previous fiscal year. No settlements exceeded insurance coverage for the past three fiscal years.

NOTE 15- CONTRACTS AND COMMITMENTS**A. Contracts*****The Software Group Inc.***

On August 21, 2001 the County entered into a contract with The Software Group Inc. for the purchase of a integrated criminal justice software package. The contract is for a term of 5 years with substantial completion of installation, training, and modifications within 18 months. The terms of the contract require the County to pay an approximate \$1,900,000 for the software, training, conversion of existing data, and modifications and \$186,000 annually for maintenance. Additionally, the County expects to expend approximately \$840,000 in support hardware, and network infrastructure costs. As of September 30, 2001 the County has not made any payments on this contract, but anticipates an outlay of approximately \$2,674,000 during the fiscal year ended September 30, 2002, with an additional expenditure of \$66,000 in 2003.

In December 2001, the County issued \$1,000,000 in Public Property Finance Contractual Obligations pursuant to the general laws of Texas, particularly Subchapter A, Chapter 271 of the Texas Local Government Code, to partially fund the expenditures for the judicial software project. The bonds were issued for a 20 year term with a true interest cost of 3.97%. The County has opted to fund the remainder of the judicial software project from the designated fund balance of the General Fund.

A. Contracts

continued

Greens Prairie Road Extension

During the fiscal year ended September 30, 2001 the County continued construction on the Greens Prairie Road extension in the southern part of the county that will connect two major State thoroughfares, State Highway 6 and State Highway 30. As of September 30, 2001, the County has expended approximately \$4,390,000 in right of way acquisition and construction costs and estimates another \$1,130,000 will be expended in the fiscal year ending September 30, 2002. The majority of the construction costs have been provided through the issuance of Certificates of Obligation.

County Exposition Center

At the November 2000 general election, the voters of Brazos County passed a proposition to allow the County to sell \$18.5 million in General Revenue Bonds to be used for the construction of a County Exposition Center. The County has entered into a contract with an architect for the design and construction of the Exposition Center. At September 30, 2001 the County had expended \$149,140 in legal and architectural fees related to this project. On December 11, 2001, the County sold \$8,000,000 in General Obligation Bonds with a true interest cost of 4.84% and a 20 year repayment schedule to be used for land acquisition and construction of the Center. It is anticipated that construction will begin in fiscal year 2002. The County plans to issue an additional \$8,000,000 in General Revenue Bonds in 2002, with the final \$2,500,000 to be issued in 2003.

Equipment Lease Purchase

In October 2001, the County entered into a 3 year, \$497,900 lease purchase agreement with Wells Fargo Bank for the purchase of 24 vehicles for various County departments. The terms of the agreement require the County to make 3 annual payments of \$177,643. The interest rate on this loan is 3.799%.

B. Tax Increment Financing Zones

As of September 30, 2001, the County had entered into several interlocal agreements with the Cities of Bryan and College Station for the creation of Tax Increment Financing Zones as allowed by Chapter 311 of the Texas Tax Code. Tax Increment Financing Zones (TIFZ) are statutory tools available to municipalities in Texas to promote development or redevelopment in an area that would not occur in the foreseeable future solely through private investment. TIFZ are also means to allow a community, both city and county, to enhance their ability to attract economic development or to allow businesses currently located within their area to expand. Once a city has designated a TIFZ, the Commissioners' Court must decide whether the County is to participate in the TIFZ and to what extent.

After the County has elected to participate, a base value for the property located within the TIFZ is established. At the date of creation the appraised value is normally accepted as the base value. As the property within the TIFZ develops the County collects taxes based on the appreciated appraised values at the rate established annually by Commissioner's Court. Once the taxes have been paid each year the County remits the amount of taxes attributable to the increase in the appraised values (captured value) to the Tax Increment Financing Zone to be used to fund the project plan. Project plans normally include

NOTE 15– CONTRACTS AND COMMITMENTS

continued

B. Tax Increment Financing Zones

continued

the creation of infrastructure such as roads, street improvements, light systems, sewer systems, landscaping, parks, etc. A TIFZ can be terminated either on the date designated in the ordinance creating the zone, or the date on which all project costs, tax increment bonds, and interest on the bonds have been paid.

City of Bryan

Brazos County has entered into two interlocal agreements with the City of Bryan to create Reinvestment Zone Number Eight -“Park Hudson” and Reinvestment Zone Number Ten – “Traditions”. Park Hudson represents approximately 450 acres located on the east side of the City of Bryan and is a 20 year contract. The Traditions zone is approximately 790 acres on the west side of the City of Bryan and is scheduled for 15 years of County participation. The following is a 3 year schedule of relevant data with regards to these TIFZ’s:

Zone	Base Value	Captured Value	Tax Rate*	Captured Tax Revenue
Park Hudson				
2001	\$ 35,803	\$ 34,357,265	\$.3857	\$ 132,516
2000	\$ 35,803	\$ 15,387,041	\$.3736	\$ 57,486
1999	\$ 35,803	\$ 1,396,581	\$.3777	\$ 5,275
Traditions				
2001	\$ 598,490	\$ --	\$.3857	\$ --
2000	\$ --	\$ --	\$.3736	\$ --
1999	\$ --	\$ --	\$.3777	\$ --

- *per \$100 valuation*

City of College Station

Brazos County has entered into two inter-local agreements with the City of College Station to create Reinvestment Zone Number One -“Wolf Pen Creek Corridor” and Reinvestment Zone Number Seven “Wolf Pen Creek Office, Hotel, and Conference Center”. The Wolf Pen Creek Corridor is commonly described as the area south of Harvey Road, bounded on the west by Texas Avenue, the east by Dartmouth Drive and on the south by Holleman Drive. The zone also includes the area south of Holleman Drive bounded on the east by the Highway 6, on the south by Colgate Drive and on the west by Dartmouth Drive. The Wolf Pen Creek Office, Hotel and Conference Center Reinvestment Zone consists of approximately 15 acres on the north by Holleman Drive and bounded on the east by Dartmouth Drive. Both TIFZ’s are schedules for a 20 year duration. The following is a schedule of relevant data with regards to these TIFZ’s for the fiscal year ended September 30, 2001:

NOTE 15– CONTRACTS AND COMMITMENTS

continued

B. Tax Increment Financing Zones

continued

City of College Station

Zone	Base Value	Captured Value	Tax Rate*	Captured Tax Revenue
Wolf Pen Creek Corridor				
2001	\$ 18,502,607	\$ 25,325,687	\$.4200	\$ 106,368
2000	\$ 18,502,607	\$ 23,743,340	\$.4100	\$ 97,348
1999	\$ 18,502,607	\$ 19,364,465	\$.4174	\$ 80,827
Wolf Pen Creek Hotel/Conference				
2001	\$ 313,640	\$ --	\$.3857	\$ --
2000	\$ 313,640	\$ --	\$.3736	\$ --
1999	\$ 313,640	\$ --	\$.3777	\$ --

* *per \$100 valuation*

C. Tax Abatements

Chapter 312 of the Texas Tax Code authorizes the County to provide property tax abatements for limited time periods to encourage development or expansion of property. The terms of each agreement are limited by the guidelines and criteria established by Commissioner’s Court. At September 30, 2001 the County had established abatement agreements with the following property owners.

Property Owner	Date of Abatement	2001 Appraised Values	2001 Taxable Value	2001 Taxes Levied
Conoco, Inc.	1995	\$ 11,176,140	\$ 4,064,500	\$ 17,071
Sanderson Farms	1995	\$ 45,691,210	\$ 4,650,300	\$ 19,531
Dealer Computer Services, Inc.	1997	\$ 443,405	\$ 37,135	\$ 156
O I Corporation	1997	\$ 2,156,480	\$ 1,087,000	\$ 4,565
Rental Systems, Inc.	1997	\$ 1,093,640	\$ 393,080	\$ 1,651
Saint-Gobain Norpro Corp.	1997	\$ 18,706,080	\$ 16,491,175	\$ 69,263
Universal Computer	1997	\$ 23,147,970	\$ 1,548,105	\$ 6,502

NOTE 15– CONTRACTS AND COMMITMENTS

continued

C. Tax Abatements

continued

Property Owner	Date of Abatement	2001 Appraised Values	2001 Taxable Value	2001 Taxes Levied
CS Development Group L.P.	1998	\$ 4,216,110	\$ 3,648,174	\$ 15,322
Hy-Line International	1998	\$ 4,600,145	\$ 2,244,945	\$ 9,429
Prodigene, Inc.	1998	\$ 1,023,620	\$ 411,250	\$ 1,727
B-CS Economic Development Corp.	1999	\$ 4,530,710	\$ 1,341,740	\$ 5,635
Decision One	1999	\$ 2,035,225	\$ 411,045	\$ 1,726
Stata Corporation	1999	\$ 1,395,460	\$ 448,010	\$ 1,881
Betco	2000	\$ 4,889,230	\$ 596,170	\$ 2,504
Heat Transfer Research	2001	\$ 924,600	\$ 341,430	\$ 1,434

NOTE 16 – RECENT ACCOUNTING PRONOUNCEMENT – GOVERNMENTAL ACCOUNTING STANDARDS BOARD STATEMENT 34 – “BASIC FINANCIAL STATEMENTS – AND MANAGEMENT DISCUSSION AND ANALYSIS – FOR STATE AND LOCAL GOVERNMENTS”

With the fiscal year ending September 30, 2003, the County will implement the provisions of Governmental Accounting Standards Board Statement 34. The County has not completed the process of evaluating the impact that will result from adopting Statement 34. The County is therefore unable to disclose the impact that adopting The New Reporting Model will have on the financial position and results of operations of the County when such statement is adopted.

REQUIRED SUPPLEMENTARY INFORMATION

BRAZOS COUNTY, TEXAS
 Required Supplementary Information - Retirement System
 September 30, 2001

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Unfunded AAL (UAAL)	Funded Ratio	Annual Covered Payroll (1)	UAAL as a Percentage of Covered Payroll
12/31/95	\$ 19,981,341	\$ 22,818,313	\$ 2,836,972	87.57%	\$ 12,604,354	22.51%
12/31/96	22,756,204	29,946,254	7,190,050	75.99%	13,287,813	54.11%
12/31/97 (2)	25,596,813	34,465,968	8,869,155	74.27%	14,554,927	60.94%
12/31/98	28,670,100	38,192,134	9,522,034	75.07%	15,418,101	61.76%
12/31/99	32,951,466	42,652,282	9,700,816	77.26%	16,620,858	58.37%
12/31/00	37,287,534	47,146,262	9,858,728	79.09%	17,804,155	55.37%

(1) The annual covered payroll is based on the employer contributions received by TCDRS for the year ending with the valuation date.

(2) Valuation reflects revised economic and demographic assumptions due to experience review.

The **General Fund** is used to account for all financial resources traditionally associated with governments related to general operations. Exceptions are those which are required to be accounted for in other separate funds as prescribed by the Commissioners' Court of Brazos County.

**G
E
N
E
R
A
L

F
U
N
D**

BRAZOS COUNTY, TEXAS
GENERAL FUND
BALANCE SHEET
September 30, 2001
(With Comparative Totals For September 30, 2000)

	September 30, 2001	September 30, 2000
	<u> </u>	<u> </u>
ASSETS		
Cash and Cash Equivalents	\$ 15,462,081	\$ 13,240,204
Investments	6,082,740	6,837,116
Prepaid Expenditures	311,167	109,552
Receivables:		
Taxes	1,112,034	1,145,188
Officials	222,570	213,914
Interest	9,388	11,573
Accounts	167,242	249,746
State	1,026,938	989,258
Federal	83,511	144,017
Due From Other Funds	140,166	17,428
Inventories	326,073	156,998
TOTAL ASSETS	<u><u>\$ 24,943,910</u></u>	<u><u>\$ 23,114,994</u></u>
LIABILITIES		
Accounts Payable	\$ 2,015,115	\$ 1,682,899
Accrued Salary and Compensated Leave	743,756	959,531
Due To Other Funds	253,368	79,123
Deferred Revenues	1,352,033	1,289,338
TOTAL LIABILITIES	<u><u>4,364,272</u></u>	<u><u>4,010,891</u></u>
FUND BALANCES		
Reserved:		
For Prepaid Expenditures	311,167	109,552
For Inventories	326,073	156,998
For Boonville Cemetery	6,224	6,135
For Title IV-E	452,212	247,645
For Texas Youth Commission	185,934	179,933
For Indigent Health Care	904,141	810,000
Unreserved		
Designated for Capital Improvements	1,790,000	--
Designated for Health Endowment Fund	2,477,128	2,369,934
Undesignated	14,126,759	15,223,906
TOTAL FUND BALANCES	<u><u>20,579,638</u></u>	<u><u>19,104,103</u></u>
TOTAL LIABILITIES AND FUND BALANCES	<u><u>\$ 24,943,910</u></u>	<u><u>\$ 23,114,994</u></u>

BRAZOS COUNTY, TEXAS
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
For The Year Ended September 30, 2001
(With Actual Amounts For The Year Ended September 30, 2000)

	<u>Budget</u>	<u>Actual</u>	<u>2000</u>
REVENUES			
Taxes			
Current Ad Valorem Taxes	\$ 17,939,000	\$ 17,871,156	\$ 16,664,826
Delinquent Ad Valorem Taxes	170,000	516,273	298,434
Penalties & Interest - Taxes	200,000	237,848	217,228
Mixed Drink Tax	230,000	265,230	245,346
County Sales Tax	7,000,000	7,218,970	7,094,138
Total Taxes	<u>25,539,000</u>	<u>26,109,477</u>	<u>24,519,972</u>
Charges For Services			
Licenses and Permits	20,000	23,600	21,680
Sheriff	60,000	70,458	69,522
Contracted Jail Services	91,500	107,890	111,588
Contracted Detention Services	130,000	58,594	170,620
Tax Assessor-Collector	375,000	481,079	480,667
County Clerk	375,000	483,820	397,268
County Attorney	100,000	82,414	89,694
Court Reporter	28,500	27,274	28,255
District Clerk	375,000	390,607	428,158
District Attorney	2,500	1,975	4,589
County Courts At Law	1,200	160	769
Arrest/Probate Fees	38,200	76,047	51,796
Brazos Center	130,000	150,488	160,583
Bond Service/Forfeitures	155,000	205,536	202,127
Justice of the Peace	655,000	1,021,290	747,330
Constables	55,000	101,110	76,814
License and Weights	9,000	19,190	13,520
Omnibus Crime Control Fees	50,000	75,158	65,277
Subdivision Participation	--	--	26,000
School Crossing Fees	16,000	17,494	17,348
Landfill Fees	19,000	26,650	25,050
Motor Carrier Weight	15,000	22,308	18,242
Optional License Fees	900,000	956,988	932,926
Vehicle Registration Fees	1,000,000	1,083,572	1,045,407
Technology Fees	--	1,347	--
Court Fines	1,198,000	1,540,785	1,021,725
Total Charges For Services	<u>5,798,900</u>	<u>7,025,834</u>	<u>6,206,955</u>

BRAZOS COUNTY, TEXAS
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
For The Year Ended September 30, 2001
(With Actual Amounts For The Year Ended September 30, 2000)

	<u>Budget</u>	<u>Actual</u>	<u>2000</u>
REVENUES (continued)			
Intergovernmental - Federal			
Department of Justice	\$ --	\$ 77,791	\$ 149,007
Department of Health & Human Services	150,000	596,281	315,468
Emergency Management Agency	31,500	31,555	31,555
Total Intergovernmental - Federal	<u>181,500</u>	<u>705,627</u>	<u>496,030</u>
Intergovernmental - State			
Department of Justice	135,850	141,503	141,149
D. A. Salary Supplement	34,450	34,450	32,883
Texas Juvenile Probation Commission	4,154	3,979	--
Texas Youth Commission	100,000	78,122	112,824
Tobacco Settlement	100,000	129,153	142,361
Total Intergovernmental - State	<u>374,454</u>	<u>387,207</u>	<u>429,217</u>
Intergovernmental - Other			
Crime Stoppers	25,000	27,753	21,550
Total Intergovernmental - Other	<u>25,000</u>	<u>27,753</u>	<u>21,550</u>
Total Intergovernmental	<u>580,954</u>	<u>1,120,587</u>	<u>946,797</u>
Interest	<u>1,240,000</u>	<u>1,326,801</u>	<u>1,295,265</u>
Other Revenue			
Road Crossing	--	500	1,000
Reimbursements	60,200	102,133	180,641
Leases and Rentals	14,000	15,730	14,243
Other	5,900	167,526	196,725
Estray Animal Sale/Fee	100	--	--
Phone System	180,000	243,185	192,608
Oil and Gas Lease	5,000	6,209	12,099
Informal Adjudication Probation	4,000	8,710	6,505
Total Other Revenue	<u>269,200</u>	<u>543,993</u>	<u>603,821</u>
TOTAL REVENUES	<u>\$ 33,428,054</u>	<u>\$ 36,126,692</u>	<u>\$ 33,572,810</u>

BRAZOS COUNTY, TEXAS
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
For The Year Ended September 30, 2001
(With Actual Amounts For The Year Ended September 30, 2000)

EXPENDITURES	Budget	Actual	2000
General Government			
Commissioners' Court	\$ 560,026	\$ 525,084	\$ 459,491
County Judge	125,693	123,782	120,909
County Treasurer	264,211	261,791	240,669
Tax Assessor-Collector	945,758	864,922	863,538
County Auditor	445,485	414,712	356,763
Personnel	121,082	109,716	106,325
Information Technology	679,484	638,935	527,338
Buildings and Grounds	880,214	830,185	786,763
Non-Departmental	945,100	909,958	822,936
Risk Management	98,416	94,206	94,659
Purchasing	163,173	157,775	147,646
Community Support	1,651,334	1,631,265	1,503,418
Total General Government	6,879,976	6,562,331	6,030,455
Justice System			
County Clerk	527,266	507,094	475,183
County Court at Law 1	321,676	312,117	306,200
County Court at Law 2	323,314	310,852	306,955
85th District Court	196,366	189,816	186,277
272nd District Court	185,884	179,563	133,839
361st District Court	194,375	186,731	182,806
Juvenile Court Referee	121,175	120,913	115,091
District Clerk	607,857	542,158	544,065
Court and Jury Services	166,516	148,894	147,368
Collections	112,605	100,678	91,501
District Attorney	1,317,867	1,277,598	1,160,584
Child Protective Services	24,025	14,351	4,470
County Attorney	1,364,730	1,322,096	1,283,113
Justice of the Peace - Precinct 2	149,619	148,253	132,925
Justice of the Peace - Precinct 3	135,481	129,545	126,210
Justice of the Peace - Precinct 4	180,129	153,012	151,449
Justice of the Peace - Precinct 5	117,497	113,388	108,162
Justice of the Peace - Precinct 6	198,988	193,258	181,529
Judicial Court Support	1,167,100	1,103,958	1,000,375
Community Supervision Support	42,256	36,902	38,583
Total Justice System	7,454,726	7,091,177	6,676,685

BRAZOS COUNTY, TEXAS
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
For The Year Ended September 30, 2001
(With Actual Amounts For The Year Ended September 30, 2000)

	<u>Budget</u>	<u>Actual</u>	<u>2000</u>
EXPENDITURES (continued)			
Law Enforcement			
Sheriff Administration	\$ 2,261,885	\$ 2,131,811	\$ 1,955,428
Sheriff Jail Administration	5,531,569	5,094,814	4,520,856
Constable - Precinct 2	141,893	141,490	93,898
Constable - Precinct 3	54,658	52,751	47,731
Constable - Precinct 4	183,969	180,222	193,866
Constable - Precinct 5	164,383	161,467	132,415
Constable - Precinct 6	188,489	187,577	178,895
Total Law Enforcement	<u>8,526,846</u>	<u>7,950,132</u>	<u>7,123,089</u>
Juvenile Services			
Juvenile Services	3,659,448	3,512,394	2,926,869
TYC - Parole	84,822	76,309	52,131
Juvenile - Title IV E	22,213	112,889	--
TDHS - Commodities	8,000	5,799	1,963
Total Juvenile Services	<u>3,774,483</u>	<u>3,707,391</u>	<u>2,980,963</u>
Public Transportation			
Road and Bridge Administration	6,692,267	5,619,725	5,904,354
Total Public Transportation	<u>6,692,267</u>	<u>5,619,725</u>	<u>5,904,354</u>
Public Health			
Environmental Protection	181,300	137,506	178,891
Indigent Health Care	1,473,000	1,375,617	1,157,733
Community Public Health	150,000	116,250	140,660
Total Public Health	<u>1,804,300</u>	<u>1,629,373</u>	<u>1,477,284</u>
Human Services			
Brazos Center	551,437	514,690	508,006
Agriculture Extension Service	226,983	182,829	190,582
Elections	145,710	81,315	77,122
Veteran Services	9,966	8,927	9,804
County Fire Protection	226,000	236,409	179,588
Emergency Management	87,321	81,753	72,969
Health Department	47,070	45,211	45,451
Child Protective Services	50,000	41,746	47,840
Brazos Valley Workforce	--	--	154,074
Total Human Services	<u>1,344,487</u>	<u>1,192,880</u>	<u>1,285,436</u>
Capital Outlay	<u>58,410</u>	<u>56,327</u>	<u>10,704</u>
TOTAL EXPENDITURES	<u>\$ 36,535,495</u>	<u>\$ 33,809,336</u>	<u>\$ 31,488,970</u>

BRAZOS COUNTY, TEXAS
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
For The Year Ended September 30, 2001
(With Actual Amounts For The Year Ended September 30, 2000)

	<u>Budget</u>	<u>Actual</u>	<u>2000</u>
Current Period Excess (Deficit)	(3,107,441)	2,317,356	2,083,840
Other Financing Sources (Uses)			
Operating Transfers In	125,576	44,485	207,903
Operating Transfers Out	(998,193)	(957,305)	(487,455)
Sale of Fixed Assets	50,000	81,797	590,768
Total Other Financing Sources (Uses)	<u>(822,617)</u>	<u>(831,023)</u>	<u>311,216</u>
Excess (Deficiency) of Revenues and Other Sources Over (Under) Expenditures and Other Uses	(3,930,058)	1,486,333	2,395,056
FUND BALANCE, OCTOBER 1	19,104,103	19,104,103	16,709,047
Residual Equity Transfer Out	(10,798)	(10,798)	--
FUND BALANCE, SEPTEMBER 30	<u>\$ 15,163,247</u>	<u>\$ 20,579,638</u>	<u>\$ 19,104,103</u>

SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are restricted by law or administrative action to be expended for specified purposes.

State Lateral Road Fund - A fund established to account for the funds received from the State for maintenance of County roads that join State highways.

Unclaimed Property Fund – A fund established to account for property with a value of \$100 or less that is presumed to be abandoned under the laws of the State of Texas. Expenditures of this fund are limited to the costs associated with publishing and postage of notices to the owners.

Law Library Fund - A fund established to account for fees (assessed and collected by various County Courts) that are used to maintain the County Law Library that is available to the public.

Appellate Judicial Fund - A fund is established to account for the \$5.00 fee assessed by County Courts in civil cases used to support the County’s participation in its appellate districts.

Alternative Dispute Resolution Fund - This fund is established to account for the \$10.00 fee assessed with each County and District Court civil case filed, used to support the Alternative Dispute Resolution Center. The purpose of the Center is to resolve disputes that do not require formal court action.

Law Enforcement Education Fund - This fund is established to account for funding received by the County from the State. The funds received are used to supplement the continuing education and training needs of those employees licensed under Chapter 415 of the Government Code, primarily law enforcement personnel.

County Records Management and Preservation Fund - This fund is established to account for fees assessed and collected by the County and District Courts for the expressed purpose of records management and preservation.. Receipt and expenditure of collected funds are monitored.

County Clerk Records Management and Preservation Fund - This fund is established to account for fees assessed for recording of documents in the County Clerk’s office. Filings for real estate transactions, criminal, probate, assumed names and civil court actions are included. Moneys are used for records management and preservation services performed by the County Clerk’s office.

S
P
E
C
I
A
L

R
E
V
E
N
U
E

F
U
N
D
S

SPECIAL REVENUE FUNDS

(continued)

Time Payment Fund – This fund is established to account for fees assessed and collected by the district, County and Justice courts for cases in which the defendant has opted to pay the ordered amounts in installments. These funds can be used to improve the efficiency of the administration of justice.

Courthouse Security Fund - This fund is created to account for the collection of fees charged as part of court costs to provide security services for buildings that house a District or County Court.

Special Forfeitures Fund - A fund established to account for forfeited property receipts as prescribed by Article 59 of the Code of Criminal Procedure. These funds can only be used to support law enforcement activities.

Voter Registration Fund - A fund established to account for funds received from the State (before 1991), which represent a fee earned for each voter registered. Funds received can only be used for voter registration activity, and are governed by the Tax Assessor-Collector, the designated Voter Registrar for the County.

VIT Interest Fund - A fund established to account for the interest earned on the Vehicle Inventory Tax collected monthly by the Tax Assessor-Collector. The Tax Assessor-Collector is allowed to collect the tax from vehicle dealers before the October 1 assessment date. The interest earned on the funds held by the Tax Assessor-Collector can only be used to support vehicle dealers with Vehicle Inventory Tax collections and payments. None of the funds can be used to support County operations.

Sheriff Department Crime Fund – A fund established to account for funds received from the City of Bryan, the City of College Station, and Brazos County in support of the Narcotics Trafficking Task Force grant administered by the Sheriff. These funds were previously accounted for in the District Attorney Administration Expendable Trust Fund.

Grants Fund – A fund established to account for the revenues and expenditures related to grant activities

S
P
E
C
I
A
L

R
E
V
E
N
U
E

F
U
N
D
S

BRAZOS COUNTY, TEXAS
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
September 30, 2001
(With Comparative Totals For September 30, 2000)

	State Lateral Road	Unclaimed Property	Law Library	Appellate Judicial	Alternative Dispute Resolution	Law Enforcement Education	County	County Clerk	Time Payment	Courthouse Security	Special Forfeitures	Voter Registration	Vehicle	Sheriff	Grants	Combined Totals		
							Records Management and Preservation	Records Management and Preservation					Inventory Tax Interest	Department Crime Fund		2001	2000	
ASSETS																		
Cash and Cash Equivalents	\$ 34,865	\$ 261,244	\$ 130,240	\$ 380	\$ 4,310	\$ 18,138	\$ 305,593	\$ 131,222	\$ 16,884	\$ 315,945	\$ 2,147	\$ 31,945	\$ 81,276	\$ 184,940	\$ 136,077	\$ 1,655,206	\$ 1,347,881	
Prepaid Expenditures	--	--	--	--	--	--	--	--	--	--	--	--	--	--	130	130		
Receivables:																		
Interest	--	--	--	--	--	--	--	--	--	--	--	--	--	404	101	505	6,575	
Accounts	--	--	--	--	--	18	--	--	--	--	--	--	--	--	7,295	7,313	7,715	
State	--	--	--	--	--	--	--	--	--	--	--	225	--	--	358,631	358,856	479,781	
Due From Other Funds	--	4,848	--	--	--	--	--	--	--	--	--	--	--	--	--	4,848	81,993	
TOTAL ASSETS	<u>\$ 34,865</u>	<u>\$ 266,092</u>	<u>\$ 130,240</u>	<u>\$ 380</u>	<u>\$ 4,310</u>	<u>\$ 18,156</u>	<u>\$ 305,593</u>	<u>\$ 131,222</u>	<u>\$ 16,884</u>	<u>\$ 315,945</u>	<u>\$ 2,147</u>	<u>\$ 32,170</u>	<u>\$ 81,276</u>	<u>\$ 185,344</u>	<u>\$ 502,234</u>	<u>\$ 2,026,858</u>	<u>\$ 1,923,945</u>	
LIABILITIES AND FUND BALANCES																		
Liabilities																		
Accounts Payable	\$ --	\$ --	\$ 9,832	\$ 5	\$ 4,310	\$ 3,875	\$ 29,189	\$ 11,980	\$ --	\$ 5	\$ --	\$ --	\$ --	\$ --	\$ 312,992	\$ 372,188	\$ 192,351	
Accrued Salary and Compensated Leave	--	--	--	--	--	--	--	1,007	--	4,259	--	--	215	--	48,179	53,660	78,800	
Unclaimed Funds	--	139,137	--	--	--	--	--	--	--	--	--	--	--	--	--	139,137	228,207	
Due to Other Funds	--	114,994	--	--	--	--	6	--	--	2	--	--	--	--	14,508	129,510	7,739	
Deferred Revenues	--	--	--	--	--	--	--	--	--	--	--	--	--	--	80,356	80,356	284,492	
Total Liabilities	<u>--</u>	<u>254,131</u>	<u>9,832</u>	<u>5</u>	<u>4,310</u>	<u>3,875</u>	<u>29,195</u>	<u>12,987</u>	<u>--</u>	<u>4,266</u>	<u>--</u>	<u>--</u>	<u>215</u>	<u>--</u>	<u>456,035</u>	<u>774,851</u>	<u>791,589</u>	
Fund Balances																		
Reserved																		
For Special Purpose Programs	34,865	11,961	120,408	375	--	14,281	276,398	118,235	16,884	311,679	2,147	32,170	81,061	185,344	46,199	1,252,007	1,132,356	
Total Fund Balances	<u>34,865</u>	<u>11,961</u>	<u>120,408</u>	<u>375</u>	<u>--</u>	<u>14,281</u>	<u>276,398</u>	<u>118,235</u>	<u>16,884</u>	<u>311,679</u>	<u>2,147</u>	<u>32,170</u>	<u>81,061</u>	<u>185,344</u>	<u>46,199</u>	<u>1,252,007</u>	<u>1,132,356</u>	
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 34,865</u>	<u>\$ 266,092</u>	<u>\$ 130,240</u>	<u>\$ 380</u>	<u>\$ 4,310</u>	<u>\$ 18,156</u>	<u>\$ 305,593</u>	<u>\$ 131,222</u>	<u>\$ 16,884</u>	<u>\$ 315,945</u>	<u>\$ 2,147</u>	<u>\$ 32,170</u>	<u>\$ 81,276</u>	<u>\$ 185,344</u>	<u>\$ 502,234</u>	<u>\$ 2,026,858</u>	<u>\$ 1,923,945</u>	

BRAZOS COUNTY, TEXAS
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
For The Year Ended September 30, 2001
(With Comparative Totals For The Year Ended September 30, 2000)

	State Lateral Road	Unclaimed Property	Law Library	Appellate Judicial	Alternative Dispute Resolution	Law Enforcement Education	County Records	County Clerk Records	Time Payment	Courthouse Security	Special Forfeitures	Voter Registration	Vehicle Inventory Tax Interest	Sheriff Department Crime Fund	Grants	Combined Totals		
							Management and Preservation	Management and Preservation								2001	2000	
REVENUES																		
Charges for Service	\$ --	\$ --	\$ 34,627	\$ 8,295	\$ 18,195	\$ --	\$ 67,711	\$ 60,660	\$ 5,571	\$ 86,018	\$ 116	\$ --	\$ --	\$ 33,440	\$ --	\$ 314,633	\$ 333,700	
Intergovernmental	24,918	--	--	--	--	19,560	--	--	--	--	--	225	--	--	2,419,804	2,464,507	1,830,836	
Interest	1,521	10,600	4,835	282	--	--	13,261	5,401	515	15,840	86	1,705	14,507	5,554	11,495	85,602	67,829	
TOTAL REVENUES	<u>26,439</u>	<u>10,600</u>	<u>39,462</u>	<u>8,577</u>	<u>18,195</u>	<u>19,560</u>	<u>80,972</u>	<u>66,061</u>	<u>6,086</u>	<u>101,858</u>	<u>202</u>	<u>1,930</u>	<u>14,507</u>	<u>38,994</u>	<u>2,431,299</u>	<u>2,864,742</u>	<u>2,232,365</u>	
EXPENDITURES																		
General Government	--	--	--	--	--	--	151,091	--	--	--	--	3,979	2,505	--	--	157,575	11,745	
Justice System	--	--	24,644	37,422	23,195	--	--	71,045	--	--	--	--	--	--	104,149	260,455	223,409	
Law Enforcement	--	--	--	--	--	26,861	--	--	--	108,371	--	--	--	4,473	814,888	954,593	982,274	
Juvenile Services	--	--	--	--	--	--	--	--	--	--	--	--	--	--	679,001	679,001	595,081	
Public Transportation	--	--	--	--	--	--	--	--	--	--	--	--	--	--	186,530	186,530	481,227	
Capital Outlay	--	--	--	--	--	--	--	--	--	--	--	--	--	23,958	852,833	876,791	63,364	
TOTAL EXPENDITURES	<u>--</u>	<u>--</u>	<u>24,644</u>	<u>37,422</u>	<u>23,195</u>	<u>26,861</u>	<u>151,091</u>	<u>71,045</u>	<u>--</u>	<u>108,371</u>	<u>--</u>	<u>3,979</u>	<u>2,505</u>	<u>28,431</u>	<u>2,637,401</u>	<u>3,114,945</u>	<u>2,357,100</u>	
Excess (Deficiency) of Revenues Over Expenditures	<u>26,439</u>	<u>10,600</u>	<u>14,818</u>	<u>(28,845)</u>	<u>(5,000)</u>	<u>(7,301)</u>	<u>(70,119)</u>	<u>(4,984)</u>	<u>6,086</u>	<u>(6,513)</u>	<u>202</u>	<u>(2,049)</u>	<u>12,002</u>	<u>10,563</u>	<u>(206,102)</u>	<u>(250,203)</u>	<u>(124,735)</u>	
OTHER FINANCING SOURCES																		
Operating Transfers In	--	--	--	36,940	5,000	--	200,000	--	--	--	--	--	--	--	117,116	359,056	88,213	
TOTAL OTHER FINANCING SOURCES	<u>--</u>	<u>--</u>	<u>--</u>	<u>36,940</u>	<u>5,000</u>	<u>--</u>	<u>200,000</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>117,116</u>	<u>359,056</u>	<u>88,213</u>	
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures	<u>26,439</u>	<u>10,600</u>	<u>14,818</u>	<u>8,095</u>	<u>--</u>	<u>(7,301)</u>	<u>129,881</u>	<u>(4,984)</u>	<u>6,086</u>	<u>(6,513)</u>	<u>202</u>	<u>(2,049)</u>	<u>12,002</u>	<u>10,563</u>	<u>(88,986)</u>	<u>108,853</u>	<u>(36,522)</u>	
FUND BALANCES, OCTOBER 1	<u>8,426</u>	<u>1,361</u>	<u>105,590</u>	<u>(7,720)</u>	<u>--</u>	<u>21,582</u>	<u>146,517</u>	<u>123,219</u>	<u>--</u>	<u>318,192</u>	<u>1,945</u>	<u>34,219</u>	<u>69,059</u>	<u>174,781</u>	<u>135,185</u>	<u>1,132,356</u>	<u>1,046,498</u>	
Residual Equity Transfers In	--	--	--	--	--	--	--	--	10,798	--	--	--	--	--	--	10,798	122,380	
FUND BALANCES, SEPTEMBER 30	<u>\$ 34,865</u>	<u>\$ 11,961</u>	<u>\$ 120,408</u>	<u>\$ 375</u>	<u>\$ --</u>	<u>\$ 14,281</u>	<u>\$ 276,398</u>	<u>\$ 118,235</u>	<u>\$ 16,884</u>	<u>\$ 311,679</u>	<u>\$ 2,147</u>	<u>\$ 32,170</u>	<u>\$ 81,061</u>	<u>\$ 185,344</u>	<u>\$ 46,199</u>	<u>\$ 1,252,007</u>	<u>\$ 1,132,356</u>	

BRAZOS COUNTY, TEXAS
STATE LATERAL ROAD
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
For the Year Ended September 30, 2001
(With Comparative Totals For The Year Ended September 30, 2000)

	Budget	Actual	2000
REVENUES			
Intergovernmental	\$ 24,000	\$ 24,918	\$ 24,995
Interest	2,700	1,521	5,231
TOTAL REVENUES	26,700	26,439	30,226
 EXPENDITURES			
Public Transportation			
Repairs and Maintenance	26,700	--	102,395
TOTAL EXPENDITURES	26,700	--	102,395
Excess (Deficiency) of Revenues Over Expenditures	--	26,439	(72,169)
FUND BALANCE, OCTOBER 1	8,426	8,426	80,595
FUND BALANCE, SEPTEMBER 30	\$ 8,426	\$ 34,865	\$ 8,426

BRAZOS COUNTY, TEXAS
UNCLAIMED PROPERTY
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
For the Year Ended September 30, 2001
(With Comparative Totals For The Year Ended September 30, 2000)

	Budget	Actual	2000
REVENUES			
Interest	\$ 12,000	\$ 10,600	\$ 1,361
TOTAL REVENUES	12,000	10,600	1,361
EXPENDITURES			
General Government			
Supplies and Other Charges	12,000	--	--
TOTAL EXPENDITURES	12,000	--	--
Excess of Revenues Over Expenditures	--	10,600	1,361
FUND BALANCE, OCTOBER 1	1,361	1,361	--
FUND BALANCE, SEPTEMBER 30	\$ 1,361	\$ 11,961	\$ 1,361

BRAZOS COUNTY, TEXAS
LAW LIBRARY
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
For the Year Ended September 30, 2001
(With Comparative Totals For The Year Ended September 30, 2000)

	<u>Budget</u>	<u>Actual</u>	<u>2000</u>
REVENUES			
Charges for Service	\$ 36,000	\$ 34,627	\$ 37,894
Interest	4,000	4,835	5,105
TOTAL REVENUES	<u>40,000</u>	<u>39,462</u>	<u>42,999</u>
EXPENDITURES			
Justice System			
Supplies and Other Charges	140,000	24,644	13,078
TOTAL EXPENDITURES	<u>140,000</u>	<u>24,644</u>	<u>13,078</u>
Excess (Deficiency) of Revenues Over Expenditures	(100,000)	14,818	29,921
FUND BALANCE, OCTOBER 1	<u>105,590</u>	<u>105,590</u>	<u>75,669</u>
FUND BALANCE, SEPTEMBER 30	<u><u>\$ 5,590</u></u>	<u><u>\$ 120,408</u></u>	<u><u>\$ 105,590</u></u>

BRAZOS COUNTY, TEXAS
APPELLATE JUDICIAL
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
For the Year Ended September 30, 2001
(With Comparative Totals For The Year Ended September 30, 2000)

	<u>Budget</u>	<u>Actual</u>	<u>2000</u>
REVENUES			
Charges for Service	\$ 8,030	\$ 8,295	\$ 8,770
Interest	400	282	348
TOTAL REVENUES	<u>8,430</u>	<u>8,577</u>	<u>9,118</u>
EXPENDITURES			
Justice System			
Supplies and Other Charges	<u>45,370</u>	<u>37,422</u>	<u>30,515</u>
TOTAL EXPENDITURES	<u>45,370</u>	<u>37,422</u>	<u>30,515</u>
Deficiency of Revenues Over Expenditures	<u>(36,940)</u>	<u>(28,845)</u>	<u>(21,397)</u>
OTHER FINANCING SOURCES			
Operating Transfers In	<u>36,940</u>	<u>36,940</u>	<u>2,000</u>
TOTAL OTHER FINANCING SOURCES	<u>36,940</u>	<u>36,940</u>	<u>2,000</u>
Deficiency of Revenues and Other Financing Sources Over (Under) Expenditures	--	8,095	(19,397)
FUND BALANCE, OCTOBER 1	<u>(7,720)</u>	<u>(7,720)</u>	<u>11,677</u>
FUND BALANCE, SEPTEMBER 30	<u><u>\$ (7,720)</u></u>	<u><u>\$ 375</u></u>	<u><u>\$ (7,720)</u></u>

BRAZOS COUNTY, TEXAS
ALTERNATIVE DISPUTE RESOLUTION
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
For the Year Ended September 30, 2001
(With Comparative Totals For The Year Ended September 30, 2000)

	<u>Budget</u>	<u>Actual</u>	<u>2000</u>
REVENUES			
Charges for Service	<u>\$ 19,000</u>	<u>\$ 18,195</u>	<u>\$ 18,960</u>
TOTAL REVENUES	<u>19,000</u>	<u>18,195</u>	<u>18,960</u>
EXPENDITURES			
Justice System			
Supplies and Other Charges	<u>24,000</u>	<u>23,195</u>	<u>23,960</u>
TOTAL EXPENDITURES	<u>24,000</u>	<u>23,195</u>	<u>23,960</u>
Deficiency of Revenues Over Expenditures	(5,000)	(5,000)	(5,000)
OTHER FINANCING SOURCES			
Operating Transfers In	<u>5,000</u>	<u>5,000</u>	<u>5,000</u>
TOTAL OTHER FINANCING SOURCES	<u>5,000</u>	<u>5,000</u>	<u>5,000</u>
Deficiency of Revenues and Other Financing Sources Over (Under) Expenditures	--	--	--
FUND BALANCE, OCTOBER 1	<u>--</u>	<u>--</u>	<u>--</u>
FUND BALANCE, SEPTEMBER 30	<u><u>\$ --</u></u>	<u><u>\$ --</u></u>	<u><u>\$ --</u></u>

BRAZOS COUNTY, TEXAS
LAW ENFORCEMENT EDUCATION
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
For the Year Ended September 30, 2001
(With Comparative Totals For The Year Ended September 30, 2000)

	<u>Budget</u>	<u>Actual</u>	<u>2000</u>
REVENUES			
Intergovernmental	<u>\$ 16,100</u>	<u>\$ 19,560</u>	<u>\$ 15,735</u>
TOTAL REVENUES	<u>16,100</u>	<u>19,560</u>	<u>15,735</u>
EXPENDITURES			
Law Enforcement			
Supplies and Other Charges	<u>37,600</u>	<u>26,861</u>	<u>10,336</u>
TOTAL EXPENDITURES	<u>37,600</u>	<u>26,861</u>	<u>10,336</u>
Excess (Deficiency) of Revenues Over Expenditures	(21,500)	(7,301)	5,399
FUND BALANCE, OCTOBER 1	<u>21,582</u>	<u>21,582</u>	<u>16,183</u>
FUND BALANCE, SEPTEMBER 30	<u><u>\$ 82</u></u>	<u><u>\$ 14,281</u></u>	<u><u>\$ 21,582</u></u>

BRAZOS COUNTY, TEXAS
COUNTY RECORDS MANAGEMENT AND PRESERVATION
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
For the Year Ended September 30, 2001
(With Comparative Totals For The Year Ended September 30, 2000)

	<u>Budget</u>	<u>Actual</u>	<u>2000</u>
REVENUES			
Charges for Service	\$ 45,000	\$ 67,711	\$ 53,767
Interest	5,000	13,261	7,142
TOTAL REVENUES	<u>50,000</u>	<u>80,972</u>	<u>60,909</u>
EXPENDITURES			
General Government			
Personnel Services	40,000	--	--
Supplies and Other Charges	59,000	1,399	699
Repairs and Maintenance	4,000	3,903	--
Contract Services	46,400	(655)	10,000
Professional Services	219,000	146,444	--
Capital Outlay	6,600	--	--
TOTAL EXPENDITURES	<u>375,000</u>	<u>151,091</u>	<u>10,699</u>
Excess (Deficiency) of Revenues Over Expenditures	(325,000)	(70,119)	50,210
OTHER FINANCING SOURCES			
Operating Transfers In	<u>200,000</u>	<u>200,000</u>	<u>--</u>
TOTAL OTHER FINANCING SOURCES	<u>200,000</u>	<u>200,000</u>	<u>--</u>
Excess of Revenues and Other Financing Sources Over Expenditures	(125,000)	129,881	50,210
FUND BALANCE, OCTOBER 1	<u>146,517</u>	<u>146,517</u>	<u>96,307</u>
FUND BALANCE, SEPTEMBER 30	<u><u>\$ 21,517</u></u>	<u><u>\$ 276,398</u></u>	<u><u>\$ 146,517</u></u>

BRAZOS COUNTY, TEXAS
COUNTY CLERK RECORDS MANAGEMENT AND PRESERVATION
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
For the Year Ended September 30, 2001
(With Comparative Totals For The Year Ended September 30, 2000)

	<u>Budget</u>	<u>Actual</u>	<u>2000</u>
REVENUES			
Charges for Service	\$ 58,000	\$ 60,660	\$ 59,231
Interest	8,000	5,401	7,676
TOTAL REVENUES	<u>66,000</u>	<u>66,061</u>	<u>66,907</u>
EXPENDITURES			
Justice System			
Personnel Services	42,110	42,063	35,882
Supplies and Other Charges	22,068	722	8,279
Minor Equipment	1,100	--	--
Contract Services	56,000	28,260	39,535
Capital Outlay	<u>6,500</u>	<u>--</u>	<u>--</u>
TOTAL EXPENDITURES	<u>127,778</u>	<u>71,045</u>	<u>83,696</u>
Deficiency of Revenues Over Expenditures	(61,778)	(4,984)	(16,789)
FUND BALANCE, OCTOBER 1	<u>123,219</u>	<u>123,219</u>	<u>140,008</u>
FUND BALANCE, SEPTEMBER 30	<u><u>\$ 61,441</u></u>	<u><u>\$ 118,235</u></u>	<u><u>\$123,219</u></u>

**BRAZOS COUNTY, TEXAS
TIME PAYMENT FEE FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
For the Year Ended September 30, 2001**

	Budget	Actual
REVENUES		
Charges for Service	\$ 5,000	\$ 5,571
Interest	200	515
TOTAL REVENUES	5,200	6,086
EXPENDITURES		
Justice System		
Supplies and Other Charges	5,200	--
TOTAL EXPENDITURES	5,200	--
Excess of Revenues Over Expenditures	--	6,086
FUND BALANCE, OCTOBER 1	--	--
Residual Equity Transfer In	10,798	10,798
FUND BALANCE, SEPTEMBER 30	\$ 10,798	\$ 16,884

BRAZOS COUNTY, TEXAS
COURTHOUSE SECURITY
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
For the Year Ended September 30, 2001
(With Comparative Totals For The Year Ended September 30, 2000)

	<u>Budget</u>	<u>Actual</u>	<u>2000</u>
REVENUES			
Charges for Service	\$ 75,000	\$ 86,018	\$ 78,054
Interest	12,000	15,840	17,360
TOTAL REVENUES	<u>87,000</u>	<u>101,858</u>	<u>95,414</u>
EXPENDITURES			
Law Enforcement			
Personnel Services	118,356	104,017	98,414
Supplies and Other Charges	10,000	4,354	284
TOTAL EXPENDITURES	<u>128,356</u>	<u>108,371</u>	<u>98,698</u>
Deficiency of Revenues Over Expenditures	(41,356)	(6,513)	(3,284)
FUND BALANCE, OCTOBER 1	<u>318,192</u>	<u>318,192</u>	<u>321,476</u>
FUND BALANCE, SEPTEMBER 30	<u><u>\$ 276,836</u></u>	<u><u>\$ 311,679</u></u>	<u><u>\$ 318,192</u></u>

BRAZOS COUNTY, TEXAS
SPECIAL FORFEITURES
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
For the Year Ended September 30, 2001
(With Comparative Totals For The Year Ended September 30, 2000)

	<u>Budget</u>	<u>Actual</u>	<u>2000</u>
REVENUES			
Charges for Service	\$ --	\$ 116	\$ --
Interest	240	86	185
TOTAL REVENUES	<u>240</u>	<u>202</u>	<u>185</u>
EXPENDITURES			
Law Enforcement			
Supplies and Other Charges	1,140	--	2,540
Capital Outlay	<u>1,000</u>	<u>--</u>	<u>--</u>
TOTAL EXPENDITURES	<u>2,140</u>	<u>--</u>	<u>2,540</u>
Excess (Deficiency) of Revenues Over Expenditures	(1,900)	202	(2,355)
FUND BALANCE, OCTOBER 1	<u>1,945</u>	<u>1,945</u>	<u>4,300</u>
FUND BALANCE, SEPTEMBER 30	<u><u>\$ 45</u></u>	<u><u>\$ 2,147</u></u>	<u><u>\$ 1,945</u></u>

BRAZOS COUNTY, TEXAS
VOTER REGISTRATION
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
For the Year Ended September 30, 2001
(With Comparative Totals For The Year Ended September 30, 2000)

	<u>Budget</u>	<u>Actual</u>	<u>2000</u>
REVENUES			
Intergovernmental	\$ --	\$ 225	\$ --
Interest	1,830	1,705	2,026
TOTAL REVENUES	<u>1,830</u>	<u>1,930</u>	<u>2,026</u>
EXPENDITURES			
General Government			
Supplies and Other Charges	13,830	3,979	1,046
Capital Outlay	<u>20,000</u>	<u>--</u>	<u>--</u>
TOTAL EXPENDITURES	<u>33,830</u>	<u>3,979</u>	<u>1,046</u>
Excess (Deficiency) of Revenues Over Expenditures	(32,000)	(2,049)	980
FUND BALANCE, OCTOBER 1	<u>34,219</u>	<u>34,219</u>	<u>33,239</u>
FUND BALANCE, SEPTEMBER 30	<u><u>\$ 2,219</u></u>	<u><u>\$ 32,170</u></u>	<u><u>\$ 34,219</u></u>

BRAZOS COUNTY, TEXAS
VEHICLE INVENTORY TAX INTEREST
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
For the Year Ended September 30, 2001
(With Comparative Totals For The Year Ended September 30, 2000)

	<u>Budget</u>	<u>Actual</u>	<u>2000</u>
REVENUES			
Interest	\$ 15,000	\$ 14,507	\$ 15,133
TOTAL REVENUES	<u>15,000</u>	<u>14,507</u>	<u>15,133</u>
EXPENDITURES			
General Government			
Personnel Services	2,585	2,505	--
Professional Services	30,000	--	--
Capital Outlay	50,415	--	--
TOTAL EXPENDITURES	<u>83,000</u>	<u>2,505</u>	<u>--</u>
Excess (Deficiency) of Revenues Over Expenditures	(68,000)	12,002	15,133
FUND BALANCE, OCTOBER 1	<u>69,059</u>	<u>69,059</u>	<u>53,926</u>
FUND BALANCE, SEPTEMBER 30	<u>\$ 1,059</u>	<u>\$ 81,061</u>	<u>\$ 69,059</u>

BRAZOS COUNTY, TEXAS
SHERIFF DEPARTMENT CRIME FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
For the Year Ended September 30, 2001
(With Comparative Totals For The Year Ended September 30, 2000)

	<u>Budget</u>	<u>Actual</u>	<u>2000</u>
REVENUES			
Charges for Services	\$ 50,010	\$ 33,440	\$ 77,024
Interest	--	5,554	1,242
TOTAL REVENUES	<u>50,010</u>	<u>38,994</u>	<u>78,266</u>
EXPENDITURES			
Law Enforcement			
Supplies and Other Charges	33,450	3,700	9,315
Repairs and Maintenance	10,000	(10)	--
Minor Equipment	4,000	--	--
Contract Services	1,000	783	--
Professional Services	2,950	--	300
Capital Outlay	<u>70,600</u>	<u>23,958</u>	<u>16,250</u>
TOTAL EXPENDITURES	<u>122,000</u>	<u>28,431</u>	<u>25,865</u>
Excess (Deficiency) of Revenues Over Over (Under) Expenditures	(71,990)	10,563	52,401
FUND BALANCE, OCTOBER 1	174,781	174,781	--
Residual Equity Transfer In	<u>--</u>	<u>--</u>	<u>122,380</u>
FUND BALANCE, SEPTEMBER 30	<u>\$ 102,791</u>	<u>\$ 185,344</u>	<u>\$ 174,781</u>

BRAZOS COUNTY, TEXAS
GRANTS
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
For the Year Ended September 30, 2001
(With Comparative Totals For The Year Ended September 30, 2000)

	<u>Budget</u>	<u>Actual</u>	<u>2000</u>
REVENUES			
Intergovernmental - Federal			
Department of Justice	\$ 90,222	\$ 67,003	\$ --
Department of Transportation	1,240,193	797,503	408,514
U. S. Federal Transit Administration	39,937	39,253	38,678
Narcotics Task Force	584,225	575,537	562,216
Narcotics Control Program	--	--	115,935
Juvenile Accountability Incentive	87,509	38,410	668
Total Intergovernmental - Federal	<u>2,042,086</u>	<u>1,517,706</u>	<u>1,126,011</u>
Intergovernmental - State			
Texas Juvenile Probation Commission	546,926	546,470	497,592
Texas Office of the Attorney General	30,000	22,477	9,735
Total Intergovernmental - State	<u>576,926</u>	<u>568,947</u>	<u>507,327</u>
Intergovernmental - Other			
Matching Funds	480,337	333,151	156,768
Total Intergovernmental - Other	<u>480,337</u>	<u>333,151</u>	<u>156,768</u>
Interest	<u>1,000</u>	<u>11,495</u>	<u>5,020</u>
TOTAL REVENUES	<u>3,100,349</u>	<u>2,431,299</u>	<u>1,795,126</u>
EXPENDITURES			
Justice System	136,128	104,149	72,160
Law Enforcement	842,282	814,888	861,085
Juvenile Services	759,605	679,001	595,081
Public Transportation	218,567	186,530	378,832
Capital Outlay	1,307,959	852,833	47,114
TOTAL EXPENDITURES	<u>3,264,541</u>	<u>2,637,401</u>	<u>1,954,272</u>
Deficiency of Revenues Over Expenditures	(164,192)	(206,102)	(159,146)
OTHER FINANCING SOURCES			
Operating Transfers In	164,192	117,116	81,213
TOTAL OTHER FINANCING SOURCES	<u>164,192</u>	<u>117,116</u>	<u>81,213</u>
Deficiency of Revenues and Other Financing Sources Over Expenditures	--	(88,986)	(77,933)
FUND BALANCE, OCTOBER 1	<u>135,185</u>	<u>135,185</u>	<u>213,118</u>
FUND BALANCE, SEPTEMBER 30	<u>\$ 135,185</u>	<u>\$ 46,199</u>	<u>\$ 135,185</u>

**D
E
B
T**

**S
E
R
V
I
C
E**

**F
U
N
D**

The **Debt Service Fund** is used to account for the accumulation of resources for the payment of general long-term debt principal and interest related to general obligation bonds and certificates of obligation.

BRAZOS COUNTY, TEXAS
DEBT SERVICE FUND
BALANCE SHEET
September 30, 2001
(With Comparative Totals For September 30, 2000)

	2001	2000
ASSETS		
Cash and Cash Equivalents	\$ 903,000	\$ 1,063,683
Investments	1,155,525	1,131,867
Receivable-Taxes	128,975	141,158
Receivable-Interest	208	7
Due From Other Funds	253,368	6,585
TOTAL ASSETS	\$ 2,441,076	\$ 2,343,300
 LIABILITIES AND FUND BALANCE		
Liabilities		
Deferred Revenues	\$ 128,975	\$ 141,158
Total Liabilities	128,975	141,158
Fund Balance		
Reserved For Debt Service	2,312,101	2,202,142
Total Fund Balance	2,312,101	2,202,142
TOTAL LIABILITIES AND FUND BALANCE	\$ 2,441,076	\$ 2,343,300

BRAZOS COUNTY, TEXAS
DEBT SERVICE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
For The Year Ended September 30, 2001
(With Comparative Totals For The Year Ended September 30, 2000)

	<u>Budget</u>	<u>Actual</u>	<u>2000</u>
REVENUES			
Taxes	\$ 1,788,000	\$ 1,833,953	\$ 1,825,609
Interest	62,000	109,633	132,604
TOTAL REVENUES	<u>1,850,000</u>	<u>1,943,586</u>	<u>1,958,213</u>
EXPENDITURES			
Debt Service:			
C.O. Principal	860,000	860,000	800,000
C.O. Interest	984,575	972,192	1,025,123
Agent Fees	5,425	1,435	2,018
TOTAL EXPENDITURES	<u>1,850,000</u>	<u>1,833,627</u>	<u>1,827,141</u>
Excess of Revenues Over Expenditures	--	109,959	131,072
FUND BALANCE, OCTOBER 1	<u>2,202,142</u>	<u>2,202,142</u>	<u>2,071,070</u>
FUND BALANCE, SEPTEMBER 30	<u>\$ 2,202,142</u>	<u>\$ 2,312,101</u>	<u>\$ 2,202,142</u>

CAPITAL PROJECT FUNDS

Capital Project Funds are used to account for the use of certificate of obligation proceeds and other financial resources that have been aggregated for the acquisition of major capital facilities and/or improvements of the County.

Capital Improvement Fund - This fund is established to provide funding for the construction and acquisition of fixed assets to support the County’s general governmental, judicial, law enforcement, and public transportation functions. Resources for the fund have been provided by residual equity transfers from the General Fund.

Minimum Security Jail Expansion Fund - This fund is used to account for the expenditures for expansion of the Minimum Security Jail. The expansion is financed through the issuance of Certificates of Obligation and other financial resources.

Courthouse Improvements Fund - This fund is established to account for the expenditures for improvements to the Courthouse. The improvements are financed through the issuance of Certificates of Obligation and other financial resources.

Judicial Software Fund – This fund is established to account for the expenditures for acquisition and installation of the criminal justice software system. The expenditures are financed through the issuance of Certificates of Obligation and other financial resources.

Right-of-Way Acquisition Fund - This fund is established to account for the expenditures for the expansion and extension of County thoroughfares. The improvements are financed through the issuance of Certificates of Obligation and other financial resources.

Greens Prairie Road Extension Fund (formerly Capital Roads) - This fund is established to account for expenditures for new construction and upgrading of the County’s road and bridge infrastructure, financed through the issuance of Certificates of Obligation and related financial resources.

**BRAZOS COUNTY, TEXAS
CAPITAL PROJECT FUNDS
COMBINING BALANCE SHEET
September 30, 2001**

(With Comparative Totals For September 30, 2000)

	Capital Improvement	Minimum Security Jail Expansion	Courthouse Improvement	Judicial Software	Right-of- Way	Greens Prairie Road Extension	Combined Totals	
							2001	2000
ASSETS								
Cash and Cash Equivalents	\$ 1,217,942	\$ --	\$ --	\$ 751,723	\$ --	\$ 1,460,281	\$ 3,429,946	\$ 6,261,499
Receivables:								
Accounts	--	--	--	--	--	2,958	2,958	2,899
Deferred Expenditures	--	--	--	--	--	--	--	--
TOTAL ASSETS	<u>\$ 1,217,942</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 751,723</u>	<u>\$ --</u>	<u>\$ 1,463,239</u>	<u>\$ 3,432,904</u>	<u>\$ 6,264,398</u>
LIABILITIES AND FUND BALANCES								
Liabilities								
Accounts Payable	\$ 23,164	\$ --	\$ --	\$ 35,727	\$ --	\$ 383,167	\$ 442,058	\$ 297,062
Accrued Expenditures	--	--	--	--	--	--	--	90,000
Due to Other Funds	--	--	--	544	--	--	544	388,599
Total Liabilities	<u>23,164</u>	<u>--</u>	<u>--</u>	<u>36,271</u>	<u>--</u>	<u>383,167</u>	<u>442,602</u>	<u>775,661</u>
Fund Balances								
Unreserved								
Designated For Capital Improvements	1,194,778	--	--	715,452	--	1,080,072	2,990,302	5,488,737
Total Fund Balances	<u>1,194,778</u>	<u>--</u>	<u>--</u>	<u>715,452</u>	<u>--</u>	<u>1,080,072</u>	<u>2,990,302</u>	<u>5,488,737</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 1,217,942</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 751,723</u>	<u>\$ --</u>	<u>\$ 1,463,239</u>	<u>\$ 3,432,904</u>	<u>\$ 6,264,398</u>

BRAZOS COUNTY, TEXAS
CAPITAL PROJECT FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
For The Year Ended September 30, 2001
(With Comparative Totals For The Year Ended September 30, 2000)

	Capital Improvement	Minimum Security Jail Expansion	Courthouse Improvement	Judicial Software	Right-of- Way	Green Prairie Road Extension	Combined Totals	
							2001	2000
REVENUES								
Interest	\$ 59,040	\$ --	\$ --	\$ 12,560	\$ --	\$ 140,788	\$ 212,388	\$ 541,937
TOTAL REVENUES	<u>59,040</u>	<u>--</u>	<u>--</u>	<u>12,560</u>	<u>--</u>	<u>140,788</u>	<u>212,388</u>	<u>541,937</u>
EXPENDITURES								
General Government	63,811	--	--	20,126	--	--	83,937	121,834
Law Enforcement	--	--	--	--	--	--	--	48,112
Public Transportation	--	--	--	--	--	2,006,808	2,006,808	1,690,944
Capital Outlay	1,072,645	--	--	76,982	--	25,966	1,175,593	5,216,540
TOTAL EXPENDITURES	<u>1,136,456</u>	<u>--</u>	<u>--</u>	<u>97,108</u>	<u>--</u>	<u>2,032,774</u>	<u>3,266,338</u>	<u>7,077,430</u>
Deficiency of Revenues Over Expenditures:	(1,077,416)	--	--	(84,548)	--	(1,891,986)	(3,053,950)	(6,535,493)
OTHER FINANCING SOURCES (USES)								
Operating Transfers In	600,000	--	--	800,000	--	1,027,316	2,427,316	2,990,000
Operating Transfer Out	(844,485)	(220,114)	(235,104)	--	(572,098)	--	(1,871,801)	(2,797,903)
TOTAL OTHER FINANCING SOURCES (USES)	<u>(244,485)</u>	<u>(220,114)</u>	<u>(235,104)</u>	<u>800,000</u>	<u>(572,098)</u>	<u>1,027,316</u>	<u>555,515</u>	<u>192,097</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(1,321,901)	(220,114)	(235,104)	715,452	(572,098)	(864,670)	(2,498,435)	(6,343,396)
FUND BALANCES, OCTOBER 1	2,516,679	220,114	235,104	--	572,098	1,944,742	5,488,737	11,832,133
FUND BALANCES, SEPTEMBER 30	<u>\$ 1,194,778</u>	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 715,452</u>	<u>\$ --</u>	<u>\$ 1,080,072</u>	<u>\$ 2,990,302</u>	<u>\$ 5,488,737</u>

BRAZOS COUNTY, TEXAS
CAPITAL IMPROVEMENT FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
For The Year Ended September 30, 2001
(With Comparative Totals For The Year Ended September 30, 2000)

	<u>Budget</u>	<u>Actual</u>	<u>2000</u>
REVENUES			
Interest	\$ 125,000	\$ 59,040	\$ 207,903
TOTAL REVENUES	<u>125,000</u>	<u>59,040</u>	<u>207,903</u>
EXPENDITURES			
General Government			
Supplies and Other Charges	--	--	103,762
Repairs and Maintenance	--	45,624	--
Minor Acquisitions	--	18,187	--
Capital Outlay	<u>1,799,424</u>	<u>1,072,645</u>	<u>1,814,444</u>
TOTAL EXPENDITURES	<u>1,799,424</u>	<u>1,136,456</u>	<u>1,918,206</u>
Deficiency of Revenues Over Expenditures	(1,674,424)	(1,077,416)	(1,710,303)
OTHER FINANCING SOURCES (USES)			
Operating Transfers In	600,000	600,000	400,000
Operating Transfers Out	<u>(925,576)</u>	<u>(844,485)</u>	<u>(207,903)</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>(325,576)</u>	<u>(244,485)</u>	<u>192,097</u>
Deficiency of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(2,000,000)	(1,321,901)	(1,518,206)
FUND BALANCE, OCTOBER 1	<u>2,516,679</u>	<u>2,516,679</u>	<u>4,034,885</u>
FUND BALANCE, SEPTEMBER 30	<u>\$ 516,679</u>	<u>\$ 1,194,778</u>	<u>\$ 2,516,679</u>

BRAZOS COUNTY, TEXAS
MINIMUM SECURITY JAIL EXPANSION FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
For The Year Ended September 30, 2001
(With Comparative Totals For The Year Ended September 30, 2000)

	<u>Budget</u>	<u>Actual</u>	<u>2000</u>
REVENUES			
Interest	\$ --	\$ --	\$ 196,574
TOTAL REVENUES	<u>--</u>	<u>--</u>	<u>196,574</u>
EXPENDITURES			
Law Enforcement			
Supplies and Other Charges	--	--	48,112
Capital Outlay	<u>--</u>	<u>--</u>	<u>3,258,493</u>
TOTAL EXPENDITURES	<u>--</u>	<u>--</u>	<u>3,306,605</u>
Deficiency of Revenues Over Expenditures	--	--	(3,110,031)
OTHER FINANCING USES			
Operating Transfers Out	<u>(220,114)</u>	<u>(220,114)</u>	<u>(2,590,000)</u>
TOTAL OTHER FINANCING USES	<u>(220,114)</u>	<u>(220,114)</u>	<u>(2,590,000)</u>
Deficiency of Revenues Over (Under)			
Expenditures and Other Financing Uses	(220,114)	(220,114)	(5,700,031)
FUND BALANCE, OCTOBER 1	<u>220,114</u>	<u>220,114</u>	<u>5,920,145</u>
FUND BALANCE, SEPTEMBER 30	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 220,114</u>

BRAZOS COUNTY, TEXAS
COURTHOUSE IMPROVEMENT FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
For The Year Ended September 30, 2001
(With Comparative Totals For The Year Ended September 30, 2000)

	<u>Budget</u>	<u>Actual</u>	<u>2000</u>
REVENUES			
Interest	\$ --	\$ --	\$ 18,055
TOTAL REVENUES	<u>--</u>	<u>--</u>	<u>18,055</u>
EXPENDITURES			
General Government			
Supplies and Other Charges	--	--	18,072
Capital Outlay	<u>--</u>	<u>--</u>	<u>143,603</u>
TOTAL EXPENDITURES	<u>--</u>	<u>--</u>	<u>161,675</u>
Deficiency of Revenues Over Expenditures	--	--	(143,620)
OTHER FINANCING USES			
Operating Transfers Out	<u>(235,104)</u>	<u>(235,104)</u>	<u>--</u>
TOTAL OTHER FINANCING USES	<u>(235,104)</u>	<u>(235,104)</u>	<u>--</u>
Deficiency of Revenues Over (Under) Expenditures and Other Financing Uses	(235,104)	(235,104)	(143,620)
FUND BALANCE, OCTOBER 1	<u>235,104</u>	<u>235,104</u>	<u>378,724</u>
FUND BALANCE, SEPTEMBER 30	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 235,104</u>

BRAZOS COUNTY, TEXAS
JUDICIAL SOFTWARE FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
For The Year Ended September 30, 2001

	<u>Budget</u>	<u>Actual</u>
REVENUES		
Interest	\$ --	\$ 12,560
TOTAL REVENUES	<u> --</u>	<u> 12,560</u>
EXPENDITURES		
General Government		
Personnel Services	15,000	--
Supplies and Other Charges	56,000	18,320
Minor Acquisitions	10,000	1,806
Professional Services	145,000	--
Capital Outlay	<u>574,000</u>	<u> 76,982</u>
TOTAL EXPENDITURES	<u> 800,000</u>	<u> 97,108</u>
Deficiency of Revenues Over Expenditures	(800,000)	(84,548)
OTHER FINANCING SOURCES		
Operating Transfers In	<u> 800,000</u>	<u> 800,000</u>
TOTAL OTHER FINANCING SOURCES	<u> 800,000</u>	<u> 800,000</u>
Excess of Revenues and Other Financing Sources Over Expenditures	--	715,452
FUND BALANCE, OCTOBER 1	<u> --</u>	<u> --</u>
FUND BALANCE, SEPTEMBER 30	<u><u> \$ --</u></u>	<u><u> \$ 715,452</u></u>

BRAZOS COUNTY, TEXAS
RIGHT-OF-WAY ACQUISITION FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
For The Year Ended September 30, 2001
(With Comparative Totals For The Year Ended September 30, 2000)

	<u>Budget</u>	<u>Actual</u>	<u>2000</u>
REVENUES			
Interest	\$ --	\$ --	\$ 40,093
TOTAL REVENUES	<u>--</u>	<u>--</u>	<u>40,093</u>
EXPENDITURES			
Public Transportation			
Right of Way Acquisition	--	--	71,796
TOTAL EXPENDITURES	<u>--</u>	<u>--</u>	<u>71,796</u>
Deficiency of Revenues Over Expenditures	--	--	(31,703)
OTHER FINANCING SOURCES			
Operating Transfers Out	(572,098)	(572,098)	--
TOTAL OTHER FINANCING SOURCES	<u>(572,098)</u>	<u>(572,098)</u>	<u>--</u>
Deficiency of Revenues and Other Financing Sources Over Expenditures	(572,098)	(572,098)	(31,703)
FUND BALANCE, OCTOBER 1	<u>572,098</u>	<u>572,098</u>	<u>603,801</u>
FUND BALANCE, SEPTEMBER 30	<u>\$ --</u>	<u>\$ --</u>	<u>\$ 572,098</u>

BRAZOS COUNTY, TEXAS
GREENS PRAIRIE ROAD EXTENSION FUND
(FORMERLY TITLED CAPITAL ROADS)
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
For The Year Ended September 30, 2001
(With Comparative Totals For The Year Ended September 30, 2000)

	Budget	Actual	2000
REVENUES			
Interest	\$ 175,000	\$ 140,788	\$ 79,312
TOTAL REVENUES	175,000	140,788	79,312
EXPENDITURES			
Public Transportation			
Supplies and Other Charges	190	--	--
Minor Acquisitions	--	216	--
Right of Way Acquisition	483,780	216,422	--
Road and Bridge Cost	2,595,735	1,790,170	1,619,148
Capital Outlay	95,295	25,966	--
TOTAL EXPENDITURES	3,175,000	2,032,774	1,619,148
Deficiency of Revenues Over Expenditures	(3,000,000)	(1,891,986)	(1,539,836)
OTHER FINANCING SOURCES			
Operating Transfers In	1,027,316	1,027,316	2,590,000
TOTAL OTHER FINANCING SOURCES	1,027,316	1,027,316	2,590,000
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures	(1,972,684)	(864,670)	1,050,164
FUND BALANCE, OCTOBER 1	1,944,742	1,944,742	894,578
FUND BALANCE, SEPTEMBER 30	\$ (27,942)	\$ 1,080,072	\$ 1,944,742

PROPRIETARY FUNDS

A **Proprietary Fund** is established to account for activities that are similar to those found in the private sector. All assets, liabilities, equities, revenues, expenses, and transfers relating to these activities are accounted for through proprietary funds.

Internal Service Fund - This fund is established to account for the financing of goods and services provided by one department to another department or agency of County government, on a cost reimbursement basis.

Health and Life Insurance Fund - This fund has been created to account for Brazos County's self-insured health insurance program and its group life insurance plan.

Enterprise Fund - This fund is established to account for operations that are financed and operated in a manner similar to private businesses. The intent of the governing body is to ensure that the costs of providing goods and services on a continuing basis to the general public are financed or recovered through user charges.

Jail Commissary Fund - This fund is used to account for the Sheriff's operation of a commissary for jail inmates. Monies belonging to inmates are held in a separate trust fund by the Sheriff, and used by inmates to purchase goods and services offered by the commissary. The commissary is funded entirely through profits on sales of commissary items. Medical services provided to inmates are paid for at cost.

County Attorney Operating Fund - This fund is used to account for the collection of fees associated with the County Attorney's effort to assist merchants in the collection of insufficient checks delivered to the merchants. The fees collected are used to support the costs of both collection efforts, and the County Attorney's office.

P
R
O
P
R
I
E
T
A
R
Y

F
U
N
D

**BRAZOS COUNTY, TEXAS
INTERNAL SERVICE FUND
HEALTH AND LIFE INSURANCE
BALANCE SHEET**

September 30, 2001

(With Comparative Totals For September 30, 2000)

	2001	2000
ASSETS		
Current Assets		
Cash and Cash Equivalents	\$ 766,265	\$ 1,349,158
Accounts Receivable	114,853	34,421
TOTAL ASSETS	\$ 881,118	\$ 1,383,579
 LIABILITIES AND FUND EQUITY		
Current Liabilities		
Accounts Payable	\$ 724,252	\$ 519,206
Total Liabilities	724,252	519,206
Fund Equity		
Retained Earnings	156,866	864,373
Total Fund Equity	156,866	864,373
TOTAL LIABILITIES AND FUND EQUITY	\$ 881,118	\$ 1,383,579

**BRAZOS COUNTY, TEXAS
INTERNAL SERVICE FUND
HEALTH AND LIFE INSURANCE
STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN RETAINED EARNINGS
For The Year Ended September 30, 2001**

(With Comparative Totals For The Year Ended September 30, 2000)

	2001	2000
OPERATING REVENUES		
Employee Dependents	\$ 463,107	\$ 424,979
Self Pays	311,526	350,777
Excess Risk Benefits	1,037,281	102,873
Brazos County	2,329,920	2,255,200
Retirees	58,291	38,922
Other Revenue	190	1,151
	4,200,315	3,173,902
OPERATING EXPENSES		
Life Insurance	28,038	32,960
Stop Loss Premiums	263,159	204,359
Benefit Claims	4,565,474	3,075,087
Administrative Fees	109,325	88,636
	4,965,996	3,401,042
OPERATING LOSS	(765,681)	(227,140)
NONOPERATING REVENUES		
Interest	58,174	90,788
	58,174	90,788
NET LOSS	(707,507)	(136,352)
RETAINED EARNINGS, OCTOBER 1	864,373	1,000,725
RETAINED EARNINGS, SEPTEMBER 30	\$ 156,866	\$ 864,373

**BRAZOS COUNTY, TEXAS
INTERNAL SERVICE FUND
HEALTH AND LIFE INSURANCE
STATEMENT OF CASH FLOWS
For The Year Ended September 30, 2001**
(With Comparative Totals For The Year Ended September 30, 2000)

	<u>2001</u>	<u>2000</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Net Operating Income (Loss)	\$ (765,681)	\$ (227,140)
(Increase) Decrease In Receivables	(80,432)	(28,914)
(Increase) Decrease In Due From Other Funds	--	440
Increase (Decrease) in Accounts Payable	205,046	(21,106)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>(641,067)</u>	<u>(276,720)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Investment Income	<u>58,174</u>	<u>90,788</u>
NET CASH PROVIDED BY INVESTING ACTIVITIES	<u>58,174</u>	<u>90,788</u>
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(582,893)	(185,932)
CASH AND CASH EQUIVALENTS, OCTOBER 1	<u>1,349,158</u>	<u>1,535,090</u>
CASH AND CASH EQUIVALENTS, SEPTEMBER 30	<u>\$ 766,265</u>	<u>\$ 1,349,158</u>

**BRAZOS COUNTY, TEXAS
ENTERPRISE FUNDS
COMBINING BALANCE SHEET
September 30, 2001**

(With Comparative Totals For September 30, 2000)

	Jail Commissary Fund	County Attorney Operating Fund	Combined 2001	Combined 2000
ASSETS				
Current Assets				
Cash and Cash Equivalents	\$ 79,010	\$ 24,560	\$ 103,570	\$ 101,180
Accounts Receivable	133	65	198	616
Due From Other Funds	1,027	3,953	4,980	3,806
Inventory	10,340	--	10,340	8,935
Fixed Assets				
Machinery and Equipment	--	86,348	86,348	86,348
Accumulated Depreciation Machinery and Equipment	--	(71,745)	(71,745)	(61,437)
TOTAL ASSETS	\$ 90,510	\$ 43,181	\$ 133,691	\$ 139,448
LIABILITIES AND FUND EQUITY				
Current Liabilities				
Accounts Payable	\$ 14,658	\$ --	\$ 14,658	\$ 11,565
Accrued Salary and Compensatory Leave	2,742	643	3,385	8,268
Due To Other Funds	--	79	79	--
Total Liabilities	17,400	722	18,122	19,833
Fund Equity				
Retained Earnings	73,110	42,459	115,569	119,615
Total Fund Equity	73,110	42,459	115,569	119,615
TOTAL LIABILITIES AND FUND EQUITY	\$ 90,510	\$ 43,181	\$ 133,691	\$ 139,448

BRAZOS COUNTY, TEXAS
ENTERPRISE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS
For The Year Ended September 30, 2001
(With Comparative Totals For The Year Ended September 30, 2000)

	Jail Commissary Fund	County Attorney Operating Fund	Combined 2001	Combined 2000
OPERATING REVENUES				
Fees of Services	\$ --	\$ 132,458	\$ 132,458	\$ 152,225
Commissary Sales	201,662	--	201,662	175,161
TOTAL OPERATING REVENUES	<u>201,662</u>	<u>132,458</u>	<u>334,120</u>	<u>327,386</u>
OPERATING EXPENSES				
Personnel Services	55,338	134,678	190,016	202,371
Departmental Support	26,579	500	27,079	31,041
Cost of Goods Sold	112,524	--	112,524	87,706
Depreciation Expense	--	10,308	10,308	12,453
TOTAL OPERATING EXPENSES	<u>194,441</u>	<u>145,486</u>	<u>339,927</u>	<u>333,571</u>
OPERATING INCOME (LOSS)	<u>7,221</u>	<u>(13,028)</u>	<u>(5,807)</u>	<u>(6,185)</u>
NONOPERATING REVENUES				
Interest Revenue	1,761	--	1,761	1,803
TOTAL NONOPERATING REVENUES	<u>1,761</u>	<u>--</u>	<u>1,761</u>	<u>1,803</u>
NET INCOME (LOSS)	8,982	(13,028)	(4,046)	(4,382)
RETAINED EARNINGS, OCTOBER 1,	<u>64,128</u>	<u>55,487</u>	<u>119,615</u>	<u>123,997</u>
RETAINED EARNINGS, SEPTEMBER 30	<u>\$ 73,110</u>	<u>\$ 42,459</u>	<u>\$ 115,569</u>	<u>\$ 119,615</u>

BRAZOS COUNTY, TEXAS
ENTERPRISE FUNDS
COMBINING STATEMENT OF CASH FLOWS
For The Year Ended September 30, 2001
(With Comparative Totals For The Year Ended September 30, 2000)

	Jail Commissary Fund	County Attorney Operating Fund	Combined 2001	Combined 2000
CASH FLOWS FROM OPERATING ACTIVITIES				
Net Operating Income (Loss)	\$ 7,221	\$ (13,028)	\$ (5,807)	\$ (6,185)
(Increase) Decrease In Accounts Receivable	128	290	418	(469)
(Increase) Decrease In Inventory	(1,405)	--	(1,405)	(3,721)
(Increase) Decrease In Due From Other Funds	(1,027)	(147)	(1,174)	12,964
Increase (Decrease) In Accounts Payable	3,093	--	3,093	(4,376)
Increase (Decrease) In Accrued Salary/Compensatory Leave	(477)	(4,406)	(4,883)	(4,962)
Increase (Decrease) In Due To Other Funds	--	79	79	(1,875)
Depreciation Expense	--	10,308	10,308	12,453
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>7,533</u>	<u>(6,904)</u>	<u>629</u>	<u>3,829</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Investment Income	<u>1,761</u>	<u>--</u>	<u>1,761</u>	<u>1,803</u>
NET CASH PROVIDED BY INVESTING ACTIVITIES	<u>1,761</u>	<u>--</u>	<u>1,761</u>	<u>1,803</u>
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	9,294	(6,904)	2,390	5,632
CASH AND CASH EQUIVALENTS, OCTOBER 1	<u>69,716</u>	<u>31,464</u>	<u>101,180</u>	<u>95,548</u>
CASH AND CASH EQUIVALENTS, SEPTEMBER 30	<u><u>\$ 79,010</u></u>	<u><u>\$ 24,560</u></u>	<u><u>\$ 103,570</u></u>	<u><u>\$ 101,180</u></u>

BRAZOS COUNTY, TEXAS
JAIL COMMISSARY FUND
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS
For The Year Ended September 30, 2001
(With Comparative Totals For The Year Ended September 30, 2000)

	2001	2000
OPERATING REVENUES		
Commissary Sales	\$ 201,662	\$ 175,161
TOTAL OPERATING REVENUES	201,662	175,161
OPERATING EXPENSES		
Personnel Services	55,338	50,392
Departmental Support	26,579	28,466
Cost of Goods Sold	112,524	87,706
TOTAL OPERATING EXPENSES	194,441	166,564
OPERATING INCOME	7,221	8,597
NONOPERATING REVENUES		
Interest	1,761	1,803
TOTAL NONOPERATING REVENUES	1,761	1,803
NET INCOME	8,982	10,400
RETAINED EARNINGS, OCTOBER 1	64,128	53,728
RETAINED EARNINGS, SEPTEMBER 30	\$ 73,110	\$ 64,128

BRAZOS COUNTY, TEXAS
COUNTY ATTORNEY OPERATING FUND
STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN RETAINED EARNINGS
For The Year Ended September 30, 2001
(With Comparative Totals For The Year Ended September 30, 2000)

	2001	2000
REVENUES		
Fees of Services	\$ 132,458	\$ 152,225
TOTAL REVENUES	132,458	152,225
EXPENSES		
Personnel Services	134,678	151,979
Supplies and Other Charges	500	2,575
Depreciation Expense	10,308	12,453
TOTAL EXPENSES	145,486	167,007
NET LOSS	(13,028)	(14,782)
RETAINED EARNINGS, OCTOBER 1	55,487	70,269
RETAINED EARNINGS, SEPTEMBER 30	\$ 42,459	\$ 55,487

FIDUCIARY FUNDS

Trust Funds are used by Brazos County to account for assets held by the County in capacity as trustee for individuals and for other governmental units.

EXPENDABLE TRUST FUNDS

District Attorney Administration – This trust is used to provide accountability for a drug enforcement and prevention program the District Attorney maintains. Funding is provided through confiscations taking place in drug raids, and is made available by the State of Texas. In addition, the Trust is used to account for the collection of returned checks processed by the District Attorney’s office and the related collection fees.

Bail Bond Board - This trust is used to account for fees collected, and administration costs related to licensing bail bond agents’ doing business in the County.

Agency Funds are used to account for assets held by the County in a fiduciary capacity as custodian or agent for individuals and other governmental units.

Narcotics’ Seizure - This fund is used to account for moneys and materials that are seized during narcotics interdiction activities. The District Attorney’s office evaluates each case and files a civil case to have the seized funds forfeited. Upon receipt of a court judgment, the seized funds are disbursed.

Payroll - This fund is used to account for all payroll and related costs for the entire County. Funds are transferred in at the end of each payroll period. The fund is required to make distributions that include: payroll, Federal taxes withheld, retirement, deferred compensation, group insurance premiums and other employee benefit deductions.

Brazos Center - This fund was created to account for and maintain the room rental deposits at the County-maintained convention center. Deposits are refunded at the completion of the function.

**T
R
U
S
T

A
N
D

A
G
E
N
C
Y

F
U
N
D
S**

FIDUCIARY FUNDS

(continued)

T
R
U
S
T

A
N
D

A
G
E
N
C
Y

F
U
N
D
S

Agency Funds (continued)

Bail Bonds - This fund was created to account for and monitor the cash bail bonds collected by the District Clerk, County Clerk, and the Justices of the Peace in Brazos County. Once a case is disposed, the bond is either refunded or transferred to revenue in satisfaction of court ordered costs and fines.

District Clerk - This fund is used to account for funds placed with the District Clerk by the District Court(s) and to be held until the Court(s) direct the distribution of the funds.

County Clerk - This fund is used to account for funds placed with the County Clerk by the County Courts-at-Law and the Probate Court. These funds are to be held until the Court(s) directs distribution of the funds.

Community Supervision - This fund is used to account for restitution, court costs, fines, fees, and attorney fees that are collected from probationers and subsequently distributed to victims of crime and the respective fee offices.

Juvenile Services - This fund is used to account for restitution, court costs, fines, fees, and attorney fees that are collected from probationers and subsequently distributed to the victims of crime and the respective fee offices.

Tax Assessor-Collector - This fund is used to account for tax revenues, license and permit fees collected for the County and other governmental units within the County. These funds are subsequently audited and disbursed to the applicable governmental jurisdictions.

County Attorney - This fund is used to account for the funds collected and distributed on behalf of the victims of returned checks.

Inmate Trust - This fund is used to account for the funds received on behalf of inmates housed in the County Jail. Funds are returned to the inmate upon leaving the County Jail. Funds are used to support inmate purchases through the Commissary.

**BRAZOS COUNTY, TEXAS
TRUST AND AGENCY FUNDS
COMBINING BALANCE SHEET
September 30, 2001**

(With Comparative Totals For September 30, 2000)

	<u>Cash and Cash Equivalents</u>	<u>Investments</u>	<u>Accounts Receivable</u>	<u>Total Assets</u>
ASSETS				
Expendable Trust Funds				
District Attorney Administration	\$ 132,931	\$ --	\$ 43,683	\$ 176,614
Bail Bond Board	62,887	856,331	--	919,218
Agency Funds				
Narcotics Seizure	114,989	--	228	115,217
Payroll	431,253	--	588	431,841
Brazos Center	60,198	--	--	60,198
Bail Bonds	698,189	--	--	698,189
District Clerk	296,855	1,869,979	--	2,166,834
County Clerk	1,238,168	--	--	1,238,168
Juvenile Services	3,295	--	--	3,295
Tax Assessor-Collector	1,551,525	--	--	1,551,525
County Attorney	32,453	--	8,004	40,457
Inmate Trust	17,268	--	--	17,268
Combining Totals - September 30, 2001	<u>\$ 4,640,011</u>	<u>\$ 2,726,310</u>	<u>\$ 52,503</u>	<u>\$ 7,418,824</u>
Combining Totals - September 30, 2000	<u>\$ 3,713,568</u>	<u>\$ 2,598,937</u>	<u>\$ 42,381</u>	<u>\$ 6,354,886</u>

**BRAZOS COUNTY, TEXAS
TRUST AND AGENCY FUNDS
COMBINING BALANCE SHEET
September 30, 2001**

(With Comparative Totals For September 30, 2000)

	<u>Accounts Payable</u>	<u>Due To Other Funds</u>	<u>Funds Held In Trust</u>	<u>Total Liabilities</u>	<u>Fund Balances Reserved for Trusts and Endowments</u>	<u>Total Liabilities And Fund Balances</u>
LIABILITIES AND FUND BALANCES						
Expendable Trust Funds						
District Attorney Administration	\$ 4,510	\$ --	\$ 149,363	\$ 153,873	\$ 22,741	\$ 176,614
Bail Bond Board	--	--	856,331	856,331	62,887	919,218
Agency Funds						
Narcotics Seizure	--	--	115,217	115,217	--	115,217
Payroll	431,841	--	--	431,841	--	431,841
Brazos Center	--	10,033	50,165	60,198	--	60,198
Bail Bonds	--	--	698,189	698,189	--	698,189
District Clerk	--	--	2,166,834	2,166,834	--	2,166,834
County Clerk	--	--	1,238,168	1,238,168	--	1,238,168
Juvenile Services	--	--	3,295	3,295	--	3,295
Tax Assessor-Collector	1,551,525	--	--	1,551,525	--	1,551,525
County Attorney	51	3,953	36,453	40,457	--	40,457
Inmate Trust	--	5,875	11,393	17,268	--	17,268
Combining Totals - September 30, 2001	<u>\$ 1,987,927</u>	<u>\$ 19,861</u>	<u>\$ 5,325,408</u>	<u>\$ 7,333,196</u>	<u>\$ 85,628</u>	<u>\$ 7,418,824</u>
Combining Totals - September 30, 2000	<u>\$ 1,750,591</u>	<u>\$ 22,950</u>	<u>\$ 4,475,384</u>	<u>\$ 6,248,925</u>	<u>\$ 105,961</u>	<u>\$ 6,354,886</u>

BRAZOS COUNTY, TEXAS
EXPENDABLE TRUST FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
For The Year Ended September 30, 2001
(With Comparative Totals For The Year Ended September 30, 2000)

	District Attorney Administration	Bail Bond Board	Totals	
			2001	2000
REVENUES				
Charges for Services	\$ 320	\$ 3,228	\$ 3,548	\$ 3,553
Interest	947	2,706	3,653	7,530
Other Revenue	6,494	--	6,494	56,229
TOTAL REVENUES	<u>7,761</u>	<u>5,934</u>	<u>13,695</u>	<u>67,312</u>
EXPENDITURES				
Personnel Services	6,452	4,105	10,557	1,682
Supplies and Other Charges	9,452	625	10,077	75,493
Repairs and Maintenance	105	--	105	--
Minor Acquisitions	3,999	--	3,999	--
Capital Outlay	7,539	--	7,539	6,450
TOTAL EXPENDITURES	<u>27,547</u>	<u>4,730</u>	<u>32,277</u>	<u>83,625</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(19,786)</u>	<u>1,204</u>	<u>(18,582)</u>	<u>(16,313)</u>
OTHER FINANCING USES				
Operating Transfers Out	<u>(1,751)</u>	<u>--</u>	<u>(1,751)</u>	<u>(758)</u>
TOTAL OTHER FINANCING USES	<u>(1,751)</u>	<u>--</u>	<u>(1,751)</u>	<u>(758)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures and Other Financing Uses	(21,537)	1,204	(20,333)	(17,071)
FUND BALANCES, OCTOBER 1	44,278	61,683	105,961	245,412
Residual Equity Transfer Out	<u>--</u>	<u>--</u>	<u>--</u>	<u>(122,380)</u>
FUND BALANCES, SEPTEMBER 30	<u>\$ 22,741</u>	<u>\$ 62,887</u>	<u>\$ 85,628</u>	<u>\$ 105,961</u>

BRAZOS COUNTY, TEXAS
AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
For The Year Ended September 30, 2001

	Balance October 1, 2000	Additions	Deductions	Balance September 30, 2001
NARCOTICS SEIZURE				
Assets				
Cash and Cash Equivalents	\$ 107,640	\$ 95,876	\$ 88,527	\$ 114,989
Accounts Receivable	202	228	202	228
Total Assets	<u>107,842</u>	<u>96,104</u>	<u>88,729</u>	<u>115,217</u>
Liabilities				
Funds Held In Trust	107,842	96,104	88,729	115,217
Total Liabilities	<u>107,842</u>	<u>96,104</u>	<u>88,729</u>	<u>115,217</u>
PAYROLL				
Assets				
Cash and Cash Equivalents	95,830	11,999,763	11,664,340	431,253
Accounts Receivable	1,025	--	437	588
Total Assets	<u>96,855</u>	<u>11,999,763</u>	<u>11,664,777</u>	<u>431,841</u>
Liabilities				
Accounts Payable	96,465	11,999,763	11,664,387	431,841
Due To Other Funds	390	--	390	--
Total Liabilities	<u>96,855</u>	<u>11,999,763</u>	<u>11,664,777</u>	<u>431,841</u>
BRAZOS CENTER				
Assets				
Cash and Cash Equivalents	68,019	201,896	209,717	60,198
Accounts Receivable	--	110	110	--
Total Assets	<u>68,019</u>	<u>202,006</u>	<u>209,827</u>	<u>60,198</u>
Liabilities				
Due To Other Funds	16,479	166,219	172,665	10,033
Funds Held In Trust	51,540	35,105	36,480	50,165
Total Liabilities	<u>68,019</u>	<u>201,324</u>	<u>209,145</u>	<u>60,198</u>
BAIL BONDS				
Assets				
Cash and Cash Equivalents	601,319	940,894	844,024	698,189
Total Assets	<u>601,319</u>	<u>940,894</u>	<u>844,024</u>	<u>698,189</u>
Liabilities				
Funds Held In Trust	601,319	940,715	843,845	698,189
Total Liabilities	<u>601,319</u>	<u>940,715</u>	<u>843,845</u>	<u>698,189</u>

BRAZOS COUNTY, TEXAS
AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
For The Year Ended September 30, 2001

	Balance October 1, 2000	Additions	Deductions	Balance September 30, 2001
DISTRICT CLERK TRUST				
Assets				
Cash and Cash Equivalents	\$ 195,476	\$ 883,420	\$ 782,041	\$ 296,855
Investments	1,805,288	348,152	283,461	1,869,979
Total Assets	<u>2,000,764</u>	<u>1,231,572</u>	<u>1,065,502</u>	<u>2,166,834</u>
Liabilities				
Funds Held In Trust	2,000,764	1,231,572	1,065,502	2,166,834
Total Liabilities	<u>2,000,764</u>	<u>1,231,572</u>	<u>1,065,502</u>	<u>2,166,834</u>
COUNTY CLERK TRUST				
Assets				
Cash and Cash Equivalents	685,105	1,463,681	910,618	1,238,168
Total Assets	<u>685,105</u>	<u>1,463,681</u>	<u>910,618</u>	<u>1,238,168</u>
Liabilities				
Funds Held In Trust	685,105	1,463,681	910,618	1,238,168
Total Liabilities	<u>685,105</u>	<u>1,463,681</u>	<u>910,618</u>	<u>1,238,168</u>
COMMUNITY SUPERVISION				
Assets				
Cash and Cash Equivalents	67,678	--	67,678	--
Total Assets	<u>67,678</u>	<u>--</u>	<u>67,678</u>	<u>--</u>
Liabilities				
Funds Held In Trust	67,678	--	67,678	--
Total Liabilities	<u>67,678</u>	<u>--</u>	<u>67,678</u>	<u>--</u>
JUVENILE SERVICES				
Assets				
Cash and Cash Equivalents	3,769	13,040	13,514	3,295
Total Assets	<u>3,769</u>	<u>13,040</u>	<u>13,514</u>	<u>3,295</u>
Liabilities				
Funds Held In Trust	3,769	13,040	13,514	3,295
Total Liabilities	<u>3,769</u>	<u>13,040</u>	<u>13,514</u>	<u>3,295</u>

BRAZOS COUNTY, TEXAS
AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
For The Year Ended September 30, 2001

	<u>Balance October 1, 2000</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance September 30, 2001</u>
TAX ASSESSOR-COLLECTOR				
Assets				
Cash and Cash Equivalents	\$1,653,093	\$150,009,738	\$150,111,306	\$ 1,551,525
Total Assets	<u>1,653,093</u>	<u>150,009,738</u>	<u>150,111,306</u>	<u>1,551,525</u>
Liabilities				
Accounts Payable	1,653,093	150,009,738	150,111,306	1,551,525
Total Liabilities	<u>1,653,093</u>	<u>150,009,738</u>	<u>150,111,306</u>	<u>1,551,525</u>
COUNTY ATTORNEY				
Assets				
Cash and Cash Equivalents	6,722	618,661	592,930	32,453
Accounts Receivable	9,903	--	1,899	8,004
Total Assets	<u>16,625</u>	<u>618,661</u>	<u>594,829</u>	<u>40,457</u>
Liabilities				
Accounts Payable	557	--	506	51
Due To Other Funds	1,402	2,551	--	3,953
Funds Held In Trust	14,666	616,110	594,323	36,453
Total Liabilities	<u>16,625</u>	<u>618,661</u>	<u>594,829</u>	<u>40,457</u>
INMATE TRUST				
Assets				
Cash and Cash Equivalents	17,527	472,320	472,579	17,268
Total Assets	<u>17,527</u>	<u>472,320</u>	<u>472,579</u>	<u>17,268</u>
Liabilities				
Due To Other Funds	4,679	1,755	559	5,875
Funds Held In Trust	12,848	471,293	472,748	11,393
Total Liabilities	<u>17,527</u>	<u>473,048</u>	<u>473,307</u>	<u>17,268</u>
COMBINED AGENCY FUNDS				
Assets				
Cash and Cash Equivalents	\$3,502,178	\$166,699,289	\$165,757,274	\$ 4,444,193
Investments	1,805,288	348,152	283,461	1,869,979
Accounts Receivable	11,130	338	2,648	8,820
Total Assets	<u>\$5,318,596</u>	<u>\$167,047,779</u>	<u>\$166,043,383</u>	<u>\$ 6,322,992</u>
Liabilities				
Accounts Payable	\$1,750,115	\$162,009,501	\$161,776,199	\$ 1,983,417
Due To Other Funds	22,950	170,525	173,614	19,861
Funds Held In Trust	3,545,531	4,867,620	4,093,437	4,319,714
Total Liabilities	<u>\$5,318,596</u>	<u>\$167,047,646</u>	<u>\$166,043,250</u>	<u>\$ 6,322,992</u>

**A
C
C
O
U
N
T**

The **General Fixed Asset Account Group** is used to account for the County's investment in fixed assets. An account group is a self balancing set of accounts used to establish management control and system accountability for the County's investment. General fixed assets are not subject to depreciation.

The **General Long-Term Debt Account Group** is a self balancing set of accounts used to account for the County's long-term debt that is to be financed with expendable financial resources available to the governmental funds.

**G
R
O
U
P
S**

BRAZOS COUNTY, TEXAS
SCHEDULE OF GENERAL FIXED ASSETS
BY SOURCE
September 30, 2001
(With Comparative Totals For September 30, 2000)

	2001	2000
GENERAL FIXED ASSETS		
Land	\$ 1,132,293	\$ 1,132,293
Buildings	30,460,530	29,798,449
Improvements Other than Buildings	1,376,363	699,169
Machinery and Equipment	9,339,268	10,792,880
Construction Work in Progress	76,982	--
TOTAL GENERAL FIXED ASSETS	\$ 42,385,436	\$ 42,422,791
 INVESTMENT IN GENERAL FIXED ASSETS		
General Fund	\$ 8,651,784	\$ 10,899,447
Special Revenue Funds	1,337,142	234,637
Capital Project Funds	32,303,601	31,195,798
Donations	58,086	58,086
Trust and Agency Funds	34,823	34,823
TOTAL INVESTMENT IN GENERAL FIXED ASSETS	\$ 42,385,436	\$ 42,422,791

BRAZOS COUNTY, TEXAS
SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS
BY FUNCTION AND ACTIVITY
For The Year Ended September 30, 2001

FUNCTION AND ACTIVITY	General Fixed Assets 10/01/00	Additions	Retirements	Adjustments And Transfers	General Fixed Assets 9/30/01
General Government					
County Judge	\$ 7,950	\$ 2,942	\$ 5,697	\$ 2,974	\$ 8,169
Commissioners' Court	203,939	1,436	--	(188,070)	17,305
County Treasurer	11,852	4,716	1,000	10,700	26,268
Tax Assessor-Collector	57,344	--	--	(23,382)	33,962
Information Technology	910,431	184,409	9,385	(261,912)	823,543
Personnel	22,753	--	--	(19,145)	3,608
County Auditor	34,115	2,746	3,353	(248)	33,260
Building Maintenance	544,220	18,396	12,548	(458,462)	91,606
Criminal Justice Information System	2,358	--	--	(2,358)	--
Risk Management	16,985	7,189	--	(4,087)	20,087
Purchasing Administration	368,509	5,105	1,289	(340,377)	31,948
Total General Government	2,180,456	226,939	33,272	(1,284,367)	1,089,756
Justice System					
County Attorney	142,462	10,855	--	(53,202)	100,115
Sale to Intoxicated Persons	3,945	--	--	(3,945)	--
District Attorney	142,297	12,804	1,427	(24,805)	128,869
Child Protective Services	2,475	--	--	190	2,665
District Clerk	111,609	35,072	--	(26,877)	119,804
Court and Jury Services	8,725	--	--	(6,725)	2,000
Collections	--	--	--	3,000	3,000
County Clerk	113,151	3,256	1,048	(58,942)	56,417
County Clerk Records Preservation	17,322	--	--	(8,946)	8,376
85th District Court	43,692	2,296	--	(14,479)	31,509
272nd District Court	36,221	2,806	1,312	797	38,512
361st District Court	1,636	--	--	15,502	17,138
County Court-At-Law #1	25,131	--	--	(10,983)	14,148
County Court-At-Law #2	17,069	1,753	--	(1,937)	16,885
Justices of the Peace (5)	71,198	2,860	--	(24,692)	49,366
Community Supervision	40,440	--	--	--	40,440
Law Library	4,531	--	--	--	4,531
Total Justice System	781,904	71,702	3,787	(216,044)	633,775
Law Enforcement					
Sheriff/Jail	1,382,269	311,401	78,609	(226,602)	1,388,459
Courthouse Security	--	--	--	100,972	100,972
Sheriff Crime Fund	16,250	--	--	--	16,250
Constables (6)	232,976	--	27,050	59,975	265,901
Narcotics Task Force	204,681	82,164	--	169,622	456,467
District Attorney Crime Fund	34,823	7,539	--	(7,539)	34,823
Total Law Enforcement	1,870,999	401,104	105,659	96,428	2,262,872

BRAZOS COUNTY, TEXAS
SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS
BY FUNCTION AND ACTIVITY
For The Year Ended September 30, 2001

FUNCTION AND ACTIVITY	General Fixed Assets 10/01/00	Additions	Retirements	Adjustments And Transfers	General Fixed Assets 09/30/01
Juvenile Services					
Juvenile Probation	544,418	24,305	--	(24,516)	544,207
Juvenile Court Referee	--	--	--	3,807	3,807
Total Juvenile Services	<u>544,418</u>	<u>24,305</u>	<u>--</u>	<u>(20,709)</u>	<u>548,014</u>
Public Transportation					
Metropolitan Planning	77,528	7,494	--	(26,178)	58,844
Road & Bridge	4,916,753	670,663	260,725	(738,308)	4,588,383
Total Public Transportation	<u>4,994,281</u>	<u>678,157</u>	<u>260,725</u>	<u>(764,486)</u>	<u>4,647,227</u>
Public Health					
Environmental Protection	24,189	--	--	--	24,189
Total Public Health	<u>24,189</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>24,189</u>
Human Services					
Emergency Management	42,627	1,174	--	3,510	47,311
Brazos Center	768,847	2,408	--	(646,128)	125,127
Veteran Services	--	--	--	3,645	3,645
Elections	--	1,093	--	21,880	22,973
Agricultural Extension Service	19,272	--	--	(7,911)	11,361
Total Human Services	<u>830,746</u>	<u>4,675</u>	<u>--</u>	<u>(625,004)</u>	<u>210,417</u>
Capital Projects					
General Permanent Improvement	31,195,798	709,368	--	1,064,020	32,969,186
Total Capital Projects	<u>31,195,798</u>	<u>709,368</u>	<u>--</u>	<u>1,064,020</u>	<u>32,969,186</u>
TOTAL FIXED ASSETS	<u>\$ 42,422,791</u>	<u>\$ 2,116,250</u>	<u>\$ 403,443</u>	<u>\$ (1,750,162)</u>	<u>\$ 42,385,436</u>

BRAZOS COUNTY, TEXAS
SCHEDULE OF GENERAL FIXED ASSETS
BY FUNCTION AND ACTIVITY
September 30, 2001

FUNCTION AND ACTIVITY	Land	Buildings	Other Improvements	Machinery And Equipment	Construction Work in Progress	Total
General Government						
County Judge	\$ --	\$ --	\$ --	\$ 8,169	\$ --	\$ 8,169
Commissioners' Court	--	--	--	17,305	--	17,305
County Treasurer	--	--	--	26,268	--	26,268
Tax Assessor-Collector	--	--	--	33,962	--	33,962
Information Technology	--	--	--	746,561	76,982	823,543
Personnel	--	--	--	3,608	--	3,608
County Auditor	--	--	--	33,260	--	33,260
Building Maintenance	--	--	--	91,606	--	91,606
Criminal Justice Information System	--	--	--	--	--	--
Risk Management	--	--	--	20,087	--	20,087
Purchasing Administration	--	--	--	31,948	--	31,948
Total General Government	--	--	--	1,012,774	76,982	1,089,756
Justice System						
County Attorney	--	--	--	100,115	--	100,115
Sale to Intoxicated Persons	--	--	--	--	--	--
District Attorney	--	--	--	128,869	--	128,869
Child Protective Services	--	--	--	2,665	--	2,665
District Clerk	--	--	--	119,804	--	119,804
Court and Jury Services	--	--	--	2,000	--	2,000
Collections	--	--	--	3,000	--	3,000
County Clerk	--	--	--	56,417	--	56,417
County Clerk Records Preservation	--	--	--	8,376	--	8,376
District Courts	--	--	--	87,159	--	87,159
County Courts-At-Law	--	--	--	31,033	--	31,033
Justices of the Peace (7)	--	--	--	49,366	--	49,366
Community Supervision	--	--	--	40,440	--	40,440
Law Library	--	--	--	4,531	--	4,531
Total Justice System	--	--	--	633,775	--	633,775
Law Enforcement						
Sheriff/Jail	--	--	--	1,388,459	--	1,388,459
Courthouse Security	--	--	--	100,972	--	100,972
Sheriff Crime Fund	--	--	--	16,250	--	16,250
Constables (6)	--	--	--	265,901	--	265,901
Narcotics Task Force	--	--	--	456,467	--	456,467
District Attorney Crime Fund	--	--	--	34,823	--	34,823
Total Law Enforcement	--	--	--	2,262,872	--	2,262,872

BRAZOS COUNTY, TEXAS
SCHEDULE OF GENERAL FIXED ASSETS
BY FUNCTION AND ACTIVITY
September 30, 2001

FUNCTION AND ACTIVITY	Land	Buildings	Other Improvements	Machinery And Equipment	Construction Work in Progress	Total
Juvenile Services						
Juvenile Probation	--	--	--	544,207	--	544,207
Juvenile Court Referee	--	--	--	3,807	--	3,807
Total Juvenile Services	--	--	--	548,014	--	548,014
Public Transportation						
Metropolitan Planning	--	--	--	58,844	--	58,844
Road & Bridge	--	--	--	4,588,383	--	4,588,383
Total Public Transportation	--	--	--	4,647,227	--	4,647,227
Public Health						
Environmental Protection	--	--	--	24,189	--	24,189
Total Public Health	--	--	--	24,189	--	24,189
Human Services						
Emergency Management	--	--	--	47,311	--	47,311
Brazos Center	--	--	--	125,127	--	125,127
Veteran Services	--	--	--	3,645	--	3,645
Elections	--	--	--	22,973	--	22,973
Agricultural Extension Service	--	--	--	11,361	--	11,361
Total Human Services	--	--	--	210,417	--	210,417
Capital Projects	1,132,293	30,460,530	1,376,363	--	--	32,969,186
TOTAL FIXED ASSETS	<u>\$ 1,132,293</u>	<u>\$ 30,460,530</u>	<u>\$ 1,376,363</u>	<u>\$ 9,339,268</u>	<u>\$ 76,982</u>	<u>\$ 42,385,436</u>

BRAZOS COUNTY, TEXAS
SCHEDULE OF GENERAL LONG-TERM DEBT
September 30, 2001
(With Comparative Totals For September 30, 2000)

	2001	2000
OTHER DEBITS		
Amount Available in Debt Service Fund	\$ 2,312,101	\$ 2,202,142
Amount to be Provided for the Retirement of Certificates of Obligation	15,762,899	16,732,858
OTHER DEBITS	\$ 18,075,000	\$ 18,935,000
 GENERAL LONG-TERM DEBT		
Certificates of Obligation Payable	\$ 18,075,000	\$ 18,935,000
TOTAL GENERAL LONG-TERM DEBT	\$ 18,075,000	\$ 18,935,000

BRAZOS COUNTY, TEXAS
SCHEDULE OF GENERAL LONG-TERM DEBT TO MATURITY
BY TYPE
September 30, 2001

The following schedule reflects the debt service requirements as of September 30, 2001 by type and in total.

Certificates Of Obligation

Fiscal Year	Series 1987		Total Debt Service
	Principal	Interest	
2002	405,000	42,510	447,510
2003	435,000	14,572	449,572
Total	\$ 840,000	\$ 57,082	\$ 897,082

Fiscal Year	Series 1996		Total Debt Service
	Principal	Interest	
2002	325,000	432,549	757,549
2003	345,000	408,261	753,261
2004	365,000	382,524	747,524
2005	385,000	355,336	740,336
2006	410,000	329,798	739,798
2007	435,000	306,688	741,688
2008	465,000	282,605	747,605
2009	495,000	256,438	751,438
2010	525,000	228,388	753,388
2011	555,000	198,688	753,688
2012-2016	3,335,000	480,564	3,815,564
Total	\$ 7,640,000	\$ 3,661,839	\$ 11,301,839

BRAZOS COUNTY, TEXAS
SCHEDULE OF GENERAL LONG-TERM DEBT TO MATURITY
BY TYPE
September 30, 2001

Certificates Of Obligation

Fiscal Year	Series 1998		Total Debt Service
	Principal	Interest	
2002	205,000	439,845	644,845
2003	235,000	429,651	664,651
2004	735,000	407,178	1,142,178
2005	795,000	371,731	1,166,731
2006	850,000	333,619	1,183,619
2007	910,000	292,843	1,202,843
2008	965,000	249,403	1,214,403
2009	1,030,000	203,183	1,233,183
2010	1,095,000	153,951	1,248,951
2011	1,170,000	101,476	1,271,476
2012-2016	1,605,000	54,097	1,659,097
Total	\$ 9,595,000	\$ 3,036,977	\$ 12,631,977

Total Debt Service Requirements

Fiscal Year	Certificates of Obligation		Total Debt Service
	Principal	Interest	
2002	935,000	914,904	1,849,904
2003	1,015,000	852,484	1,867,484
2004	1,100,000	789,702	1,889,702
2005	1,180,000	727,067	1,907,067
2006	1,260,000	663,417	1,923,417
2007	1,345,000	599,531	1,944,531
2008	1,430,000	532,008	1,962,008
2009	1,525,000	459,621	1,984,621
2010	1,620,000	382,339	2,002,339
2011	1,725,000	300,164	2,025,164
2012-2016	4,940,000	534,661	5,474,661
Total	\$ 18,075,000	\$ 6,755,898	\$ 24,830,898

**S
T
A
T
I
S
T
I
C
A
L**

The statistical tables and related data provide detail on the physical, economic, social and political characteristics of Brazos County.

**S
E
C
T
I
O
N**

BRAZOS COUNTY, TEXAS
 General Governmental Operating Revenues by Source (1)
 Last Ten Fiscal Years

Year	Taxes	Charges For Services	Inter- Governmental	Other Revenues	Total Revenues
1992	\$ 17,886,331	\$ 2,674,200	\$ 3,161,364	\$ 3,332,605	\$ 27,054,500
1993	18,822,279	3,076,604	3,989,146	1,958,980	27,847,009
1994	19,408,073	4,313,812	4,588,937	2,546,202	30,857,024
1995	19,973,481	4,495,882	2,764,068	1,652,919	28,886,350
1996	20,947,817	4,532,552	1,606,924	1,677,282	28,764,575
1997	22,241,409	4,905,587	1,772,849	1,941,429	30,861,274
1998	23,604,383	5,385,904	1,726,895	1,984,415	32,701,597
1999	24,758,878	5,826,637	4,119,599	2,171,859	36,876,973
2000	26,345,581	6,540,655	2,777,633	2,641,456	38,305,325
2001	27,943,430	7,340,467	3,585,094	2,278,417	41,147,408

NOTE: (1) Includes all governmental fund types.

BRAZOS COUNTY, TEXAS
General Governmental Expenditures by Function (1)
Last Ten Fiscal Years

Year	General Government	Justice System	Law Enforcement	Juvenile Services	Public Transportation	Public Health	Human Services	Capital Outlay	Debt Service	Total Expenditures
1992	\$ 7,870,679	\$ 3,799,885	\$ 6,612,844	\$ --	\$ 2,550,851	\$ 784,619	\$ 376,001	\$ 450,958	\$ 1,635,322	\$ 24,081,159
1993	6,869,949	4,579,125	5,683,857	1,994,743	3,235,030	569,202	1,365,631	770,049	1,589,830	26,657,416
1994	7,464,834	4,725,449	5,839,144	2,068,168	3,398,544	975,604	1,526,784	920,575	1,625,183	28,544,285
1995	5,840,390	4,998,729	6,300,471	2,402,581	5,099,246	772,347	1,538,417	1,524,802	1,800,958	30,277,941
1996	5,089,108	5,003,765	5,846,936	2,095,425	5,107,220	710,274	1,419,807	2,552,377	1,626,479	29,451,391
1997	6,323,514	5,370,526	6,044,899	2,629,158	4,475,856	696,832	1,316,479	5,829,926	1,831,620	34,518,810
1998	8,215,152	5,984,026	5,881,313	2,971,105	4,519,192	687,894	1,090,016	1,059,773	2,074,517	32,482,988
1999	8,022,647	6,358,865	6,502,196	3,298,091	5,593,200	932,440	1,081,526	4,653,824	1,809,843	38,252,632
2000	6,164,034	6,900,094	8,153,475	3,576,044	8,076,525	1,477,284	1,285,436	5,290,608	1,827,141	42,750,641
2001	6,803,843	7,351,632	8,904,725	4,386,392	7,813,063	1,629,373	1,192,880	2,108,711	1,833,627	42,024,246

NOTE: (1) Includes all governmental fund types

**BRAZOS COUNTY, TEXAS
Property Tax Levies and Collections
Last Ten Years**

<u>Tax Year/ Fiscal Year</u>	<u>Total Tax Levy</u>	<u>Current Tax Collections</u>	<u>Current Collections as Percent of Tax Levy</u>	<u>Delinquent Tax Changes and Collections (1)</u>	<u>Total Collections</u>	<u>Total Collections as Percent of Tax Levy</u>	<u>Outstanding Delinquent Taxes</u>	<u>Outstanding Delinquent Taxes as Percent of Tax Levy</u>
1945 through 1991/1992 (2)	\$ --	\$ --	--	\$ --	\$ --	--	\$ 210,851	\$ --
1992/1993	12,759,112	12,330,319	96.64%	388,158	12,718,477	99.68%	40,635	0.32%
1993/1994	13,374,337	13,083,556	97.83%	251,239	13,334,795	99.70%	39,542	0.30%
1994/1995	14,212,104	13,878,216	97.65%	290,297	14,168,513	99.69%	43,591	0.31%
1995/1996	15,071,727	14,794,691	98.16%	226,463	15,021,154	99.66%	50,573	0.34%
1996/1997	15,968,203	15,671,528	98.14%	228,819	15,900,347	99.58%	67,856	0.42%
1997/1998	17,061,045	16,625,071	97.44%	335,156	16,960,227	99.41%	100,818	0.59%
1998/1999	17,749,856	17,360,005	97.80%	292,415	17,652,420	99.45%	97,436	0.55%
1999/2000	18,933,265	18,552,512	97.99%	301,079	18,853,591	99.58%	220,375	1.16%
2000/2001	20,732,000 (3)	20,004,504	96.49%	358,164	20,362,668	98.22%	369,332	1.78%
						Balance:	<u>1,241,009</u>	

NOTE: (1) Changes in Tax Roll since issued.
 (2) Amount of delinquent taxes from 1945 to 1990.
 (3) Total Tax Levy for 2000 plus \$430,253 of roll back taxes

BRAZOS COUNTY, TEXAS
 Schedule of Property Taxes Receivable
 September 30, 2001

Fiscal Year	General And Debt Service
1945-92	\$ 210,851
1993	40,635
1994	39,542
1995	43,591
1996	50,573
1997	67,856
1998	100,818
1999	97,436
2000	220,375
2001	369,332
	\$ 1,241,009
Taxes receivable by fund:	
General	\$ 1,112,034
Debt Service	128,975
Total	\$ 1,241,009

BRAZOS COUNTY, TEXAS
Assessed and Estimated Actual Value of Taxable Property (1-2)
Last Ten Years

Tax Year/ Fiscal Year	Actual Assessed Value		
	Real Property	Personal Property	Total
1991/1992	\$ 2,289,486,639	\$ 481,058,023	\$ 2,770,544,662
1992/1993	2,380,903,368	519,554,614	2,900,457,982
1993/1994	2,359,823,632	720,374,124	3,080,197,756
1994/1995	2,662,916,207	733,810,212	3,396,726,419
1995/1996	2,906,482,819	769,522,658	3,676,005,477
1996/1997	3,033,968,634	783,526,598	3,817,495,232
1997/1998	3,234,530,962	846,057,029	4,080,587,991
1998/1999	3,396,189,264	856,281,069	4,252,470,333
1999/2000	3,665,546,939	866,662,574	4,532,209,513
2000/2001	4,026,600,490	920,553,658	4,947,154,148

NOTE: (1) The assessed value is the total adjusted assessed valuation net of exempt properties as certified by the Appraisal Review Board.

(2) All property assessed at 100 percent of value as certified by the Central Appraisal District.

BRAZOS COUNTY, TEXAS
Property Tax Rates - All Direct and Overlapping Governments
Last Ten Years

TAX RATES *							
Tax Year/ Fiscal Year	Brazos County	City of Bryan	Bryan I. S. D.	City of College Station	College Station I. S. D.	County Education District	Total
1991/1992	\$ 0.4400	\$ 0.5796	\$ 0.4695	\$ 0.4000	\$ 1.6800	\$ 0.7800	\$ 4.3491
1992/1993	0.4399	0.6092	0.4695	0.4125	1.6800	0.8500	4.4611
1993/1994	0.4342	0.6092	1.4850	0.4450	1.6300	--	4.6034
1994/1995	0.4184	0.6100	1.5200	0.4450	1.6100	--	4.6034
1995/1996	0.4100	0.6100	1.5200	0.4450	1.6100	--	4.5950
1996/1997	0.4180	0.6324	1.5340	0.4427	1.6900	--	4.7171
1997/1998	0.4174	0.6295	1.6440	0.4293	1.7400	--	4.8602
1998/1999	0.4174	0.6367	1.5880	0.4329	1.7800	--	4.8550
1999/2000	0.4174	0.6367	1.6150	0.4293	1.7500	--	4.8484
2000/2001	0.4100	0.6364	1.6680	0.4293	1.7500	--	4.8937

* Per \$100 of Assessed Value

TABLE 7

BRAZOS COUNTY, TEXAS
 Ten Largest Taxpayers
 September 30, 2001

Taxpayer	Type of Business	Assessed Values (1)	% of Assessed Value to Total Assessed Values (2)
Verizon Communications	Communications	\$ 77,678,120	1.57%
C B L & Associates	Mall Development	48,617,375	0.98%
W9/JP-M Real Estate LTD	Apartment Holdings	40,630,000	0.82%
RME Petroleum Co	Gas Production	36,161,810	0.73%
Wal-Mart/Sam's	Retail/Wholesale	35,391,760	0.72%
Alkossler/Weinberg Etal	Apartment Holdings	31,035,815	0.63%
Mitchell Energy	Gas Production	27,591,300	0.56%
College Station Hospital LP	Health Care	26,866,605	0.54%
G G Enterprises	Investment	20,436,910	0.41%
University Commons-CS	Apartment Holdings	18,408,250	0.37%
Total Assessed Values		<u>\$ 362,817,945</u>	<u>7.33%</u>

NOTE: (1) Brazos County Appraisal District
 (2) Total adjusted assessed valuation net of exempt properties as certified by the Appraisal Review Board - \$4,947,154,148.

BRAZOS COUNTY, TEXAS
 Computation of Legal Debt Margin
 September 30, 2001

Assessed Value (Note 1)		<u>\$ 4,947,154,148</u>
Debt Limit (Note 2)		1,006,650,123
Less amount of debt applicable to debt limit		
Gross bonded debt (Note 3)	--	
Less available from Debt Service Fund	<u> --</u>	
Total applicable to debt limit		<u> --</u>
Legal Debt Margin		<u><u>\$ 1,006,650,123</u></u>

NOTE: (1) Total adjusted assessed valuation net of exempt properties as certified by the Appraisal Review Board.

(2) Debt Limit 25% of assessed value of real property - \$4,026,600,490
 Article 3, Section 52, of the Texas Constitution.

(3) Includes only general obligation bonds.

TABLE 9

BRAZOS COUNTY, TEXAS
 Ratio of Annual Debt Service Expenditures for
 General Bonded Debt to Total General Expenditures
 Last Ten Years

Fiscal Year	(1) Principal	Interest	Total Debt Service	Total General Expenditures (1)	Ratio of Debt Service To Total General Expenditures
1992	\$ 705,000	\$ 470,633	\$ 1,175,633	\$ 24,081,159	4.9%
1993	705,000	332,864	1,037,864	26,657,416	3.9%
1994	945,000	221,587	1,166,587	28,544,285	4.1%
1995	980,000	183,280	1,163,280	30,277,941	3.8%
1996	1,025,000	138,880	1,163,880	29,451,391	4.0%
1997	1,075,000	87,893	1,162,893	34,518,810	3.4%
1998	1,080,000	30,240	1,110,240	32,482,988	3.4%
1999	--	--	--	38,252,632	--
2000	--	--	--	42,750,641	--
2001	--	--	--	42,024,246	--

NOTE: (1) Includes all governmental fund types.

BRAZOS COUNTY, TEXAS
Ratio of Net General Bonded Debt
to Assessed Value and Net Bonded Debt Per Capita
Last Ten Years

<u>Tax Year/ Fiscal Year</u>	<u>Population</u>		<u>Assessed Value</u>	<u>General Obligation Bonded Debt</u>	<u>Debt Service Funds Available</u>	<u>Net Bonded Debt</u>	<u>Ratio of Net Bonded Debt to Assessed Value</u>	<u>Net Bonded Debt Per Capita</u>
1991/1992	128,289	(1)	\$ 2,770,544,662	\$ 5,615,000	\$ 786,474	\$ 4,828,526	0.17%	\$ 37.64
1992/1993	134,558	(1)	2,900,457,982	5,105,000	943,382	4,161,618	0.14%	30.93
1993/1994	134,750	(1)	3,080,197,756	4,160,000	937,661	3,222,339	0.10%	23.91
1994/1995	135,003	(1)	3,396,726,419	3,180,000	898,049	2,281,951	0.07%	16.90
1995/1996	138,093	(1)	3,676,005,477	2,155,000	302,705	1,852,295	0.05%	13.41
1996/1997	138,985	(1)	3,817,495,232	1,080,000	182,540	897,460	0.02%	6.46
1997/1998	140,025	(1)	4,080,587,991	--	--	--	--	--
1998/1999	143,436	(1)	4,252,470,333	--	--	--	--	--
1999/2000	143,533	(1)	4,532,209,513	--	--	--	--	--
2000/2001	152,415	(2)	4,947,154,148	--	--	--	--	--

NOTE: (1) As estimated by the Texas State Data Center
(2) Official Census Data

BRAZOS COUNTY, TEXAS
 Computation of Direct and Overlapping Debt
 September 30, 2001

<u>Taxing Jurisdiction</u>	<u>Total Direct and Overlapping Funded Debt (1)</u>	<u>Estimated Percent Applicable</u>
Brazos County	\$ --	100%
City of Bryan	20,000,000	100%
City of College Station	135,817,359	100%
Independent School Districts (2)	<u>151,085,530</u>	100%
Total estimated overlapping funded debt	<u>\$ 306,902,889</u>	
Ratio overlapping debt to 100% assessed valuation	<u>6.20%</u>	
Per capita overlapping funded debt	<u>\$ 2,246.64</u>	

(1) General Obligation Bonds outstanding less amount available in Debt Service Fund

(2) Independent School District debt includes:

College Station Independent School District - \$ 66,917,802.

Bryan Independent School District - \$ 84,167,728.

BRAZOS COUNTY, TEXAS
Miscellaneous Statistical Data
September 30, 2001

Organization	Brazos County was created in 1841 and named for the Brazos River, which is the southwest border of the County.
Government	The County is governed by four (4) elected Commissioners and one (1) County Judge. It is audited by the County Auditor who is appointed by the 85th, 272nd, and 361st Judicial District Judges of the State of Texas.
Area	586 square miles, bounded by the Brazos River on the southwest, the Old San Antonio Road on the northwest, and the Navasota River on the east.
Miles of Roads	441 miles of County maintained roads.
Fire Protection	Each precinct has a voluntary Fire Department, and when needed, has the assistance of the Bryan and College Station Fire Departments.
Police Protection	The County Sheriff's Department, 5 precinct constables, the Cities of Bryan and College Station Police Departments, Campus Security at Texas A & M University, Campus Security at Blinn College and the Texas Department of Public Safety comprise most of the law enforcement of the County. The County maintains the jail at the courthouse, a minimum security jail on Sandy Point Road and a juvenile detention facility.
Education	Independent School Districts of: Bryan College Station Navasota Texas A & M University Blinn Junior College at Bryan Private Schools: Aggieland Country School Allen Academy St. Michael's Academy St. Joseph Schools Bethel Temple Christian School Brazos Christian School Montessori School House Keystone Montessori School, Inc.

BRAZOS COUNTY, TEXAS
Miscellaneous Statistical Data
September 30, 2001

Population		
1940	Census	26,977
1950	Census	38,390
1960	Census	44,895
1970	Census	57,978
1980	Census	93,588
1990	Census	121,862
2001	Census	152,415

(1) Population as estimated by the Texas State Data Center.

<u>General Election</u>	<u>Registered Voters</u>	<u>Voted in Election</u>	<u>Percent Participation</u>
11/05/91	57,240	12,778	22.32%
11/03/92	62,421	49,906	79.95%
11/02/93	62,984	6,027	9.57%
11/08/94	58,036	32,884	56.66%
11/07/95	61,663	9,219	14.95%
11/07/96	70,204	39,422	56.15%
11/04/97	73,389	8,094	11.03%
11/03/98	75,516	26,981	35.73%
11/02/99	72,182	5,449	7.55%
11/07/00	84,945	47,606	56.04%

BRAZOS COUNTY, TEXAS
Miscellaneous Statistical Data
September 30, 2001

Labor Force Statistics *

	1996	1997	1998	1999	2000	2001
Labor Force	71,618	71,600	71,839	75,815	76,181	76,884
Unemployed	1,588	1,575	1,254	1,351	1,211	1,245
% Unemployed	2.2	2.2	1.8	1.8	1.6	1.6
Employed	70,030	70,025	70,585	74,464	74,970	75,639

* Includes resident wage and salary workers, self-employed, unpaid family workers and domestics in private households, agricultural workers and workers involved in labor-management disputes. Source: Texas Workforce Commission, Bryan, Texas.

Major Employers (Non Retail)**	Employees
Texas A&M University & System	20,000
Bryan Independent School District	2,090
Sanderson Farms	1,850
St. Joseph Regional Hospital	1,560
College Station Independent School District	980
City of Bryan	771
Universal Computer Systems	750
City of College Station	715
Brazos County	***696
Alenco Holding Corporation, INC.	560

** Figures provided by Bryan/College Station Chamber of Commerce.

*** Figure provided by Brazos County records.

Employed by the County	Elected Officials	Appointed Officials	Employees
On September 30, 1992	31	1	542
On September 30, 1993	30	1	545
On September 30, 1994	30	1	575
On September 30, 1995	30	1	596
On September 30, 1996	30	1	644
On September 30, 1997	30	1	627
On September 30, 1998	30	1	635
On September 30, 1999	27	1	661
On September 30, 2000	27	1	651
On September 30, 2001	27	1	668

BRAZOS COUNTY, TEXAS
Property Value and Building Permits
Last Ten Years

Fiscal Year	Property Value (1)	Building Permits (2)
1991	\$ 2,787,181,483	\$ 58,066,361
1992	2,770,544,662	56,630,446
1993	2,900,457,982	118,630,145
1994	3,080,197,756	121,754,509
1995	3,396,726,419	134,304,842
1996	3,676,005,477	146,821,676
1997	3,817,495,232	193,363,182
1998	4,080,587,991	188,890,435
1999	4,252,470,333	255,218,735
2000	4,532,209,513	274,644,286
2001	4,947,154,148	201,458,617

- NOTE: (1) Net as certified by the Appraisal Review Board.
(2) Total value of all building permits issued by the City of Bryan and the City of College Station.

BRAZOS COUNTY, TEXAS
 Annual Compensation and Surety Bonds for Principal Officials
 For the Twelve Month Period Ended September 30, 2001

Elected Official	Title	Annual Salary	Amount of Surety Bond
Alvin Jones	County Judge	\$ 62,496	\$ 5,000
J.D. Langley	85th District Court Judge	8,290	--
John M. Delaney	272nd District Court Judge	7,570	--
Steven Smith	361st District Court Judge	7,810	--
James Locke	County Court-at-Law Judge	110,296	5,000
Randy Michel	County Court-at-Law Judge	110,776	5,000
Tony Jones	Precinct 1 Commissioner	53,144	3,000
Bill Thornton	Precinct 2 Commissioner	53,144	3,000
Randy Sims	Precinct 3 Commissioner	53,864	3,000
Carey Cauley, Jr.	Precinct 4 Commissioner	53,384	3,000
Karen McQueen	County Clerk	52,154	180,000
Gerald L. Winn	Tax Assessor-Collector	54,916	100,000
Marc Hamlin	District Clerk	54,346	100,000
Bill Turner	District Attorney	8,550	5,000
James Kuboviak	County Attorney	92,995	2,500
Kay Hamilton	County Treasurer	50,394	25,000
Christopher C. Kirk	County Sheriff	65,258	5,000
Justices of the Peace:			
Charles Ellis	Precinct 2	43,082	3,000
Ray M. Truelove	Precinct 3	43,802	5,000
Patrick Meece	Precinct 4	43,082	5,000
Ramero Quintero	Precinct 5	43,082	5,000
George H. Boyett	Precinct 6	43,562	5,000
Constables:			
James Marrow	Precinct 2	38,310	1,500
Donald Lampo	Precinct 3	37,830	2,000
E. Duane Peters	Precinct 4	38,070	5,000
Isaac Butler, Jr.	Precinct 5	38,310	5,000
Phil Sikes	Precinct 6	38,310	5,000
Appointed Official			
John T. Reynolds	County Auditor	63,621	5,000

BRAZOS COUNTY, TEXAS
Salary and Wages By Function
Last Five Fiscal Years

	<u>2001</u>	<u>2000</u>	<u>1999</u>	<u>1998</u>	<u>1997</u>
General Government	\$ 2,705,066	\$ 2,516,478	\$ 2,397,625	\$ 2,267,073	\$ 2,175,593
Justice System	4,083,747	3,869,961	3,512,730	3,146,544	2,693,389
Law Enforcement	5,079,575	4,588,267	4,164,488	3,738,597	3,399,037
Juvenile Services	1,621,877	1,542,051	1,377,786	1,183,293	1,047,557
Public Transportation	1,473,654	1,441,536	1,393,649	1,359,679	1,318,660
Human Services	<u>448,487</u>	<u>456,193</u>	<u>431,398</u>	<u>433,603</u>	<u>377,189</u>
TOTALS	<u><u>15,412,406</u></u>	<u><u>14,414,486</u></u>	<u><u>13,277,676</u></u>	<u><u>12,128,789</u></u>	<u><u>11,011,425</u></u>

BRAZOS COUNTY, TEXAS
 Annual Salary and Benefits By Function
 For the Year Ended September 30, 2001

	<u>Salary</u>	<u>Social Security</u>	<u>Retirement</u>	<u>Health Insurance</u>	<u>Worker's Compensation</u>	<u>TOTAL</u>
General Government	\$ 2,705,066	\$ 198,827	\$ 286,604	\$ 324,300	\$ 12,989	\$ 3,527,786
Justice System	4,083,747	300,371	431,441	457,759	8,819	5,282,137
Law Enforcement	5,079,575	378,421	546,196	657,306	75,523	6,737,021
Juvenile Services	1,621,877	121,608	161,768	196,202	4,075	2,105,530
Public Transportation	1,473,654	109,298	151,131	197,440	38,314	1,969,837
Human Services	448,487	29,041	34,953	58,400	3,923	574,804
TOTALS	<u><u>15,412,406</u></u>	<u><u>1,137,566</u></u>	<u><u>1,612,093</u></u>	<u><u>1,891,407</u></u>	<u><u>143,643</u></u>	<u><u>20,197,115</u></u>