

FORT BEND COUNTY, TEXAS COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Year Ended September 30, 2017



**Fort Bend County Justice Center and Annex
Annex completed April 2018
District Attorney, District Clerk, and County Clerk
Now located in new annex**

**Robert Ed Sturdivant, CPA
County Auditor**

COMPREHENSIVE ANNUAL FINANCIAL REPORT
For the Year Ended September 30, 2017



Prepared by:

County Auditor's Office

Robert Ed Sturdivant, CPA

County Auditor

FORT BEND COUNTY, TEXAS

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FORT BEND COUNTY, TEXAS

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COUNTY AUDITOR
Fort Bend County, Texas

Robert Ed Sturdivant
County Auditor

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March 31, 2018

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

According to Section 114.025 of the Local Government Code of the State of Texas, the County Auditor is required to submit an annual report to the Commissioners Court and District Judges of the County. This report is published to fulfill that requirement for the fiscal year ended September 30, 2017.

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

Whitley Penn, LLP has issued an unmodified ("clean") opinion on Fort Bend County's financial statements for the year ended September 30, 2017. The independent auditors' report is located at the front of the financial section of this report.

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

Profile of the Government

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

Fort Bend County has approximately 11 square miles of surface water in rivers, creeks and small lakes. The County is drained by the Brazos and San Bernard Rivers as well as Oyster Creek. The Brazos River formed a broad alluvial valley, up to ten miles wide in places. The resulting fertile soils have been a major contributing factor to the agricultural industry in the County. The three permanently floatable waterways in Fort Bend County are the Brazos River, the San Bernard River (south of Farm to Market Road 442), and

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

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

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

Additional information about the County is available on the Fort Bend County website: <http://www.fortbendcountytexas.gov/>.

Local Economy

Fort Bend County continues to experience growth in the local economy for fiscal year 2017. This is evident by the continued increases in new home sales, labor force, and employment rate. The demand for services regarding the governmental functions performed by the County increased again in 2017. The Commissioners Court remains conservative in its approach to the allocation of resources to serve the County’s needs to ensure that Fort Bend County is prepared as the local economy improves. This ongoing conservative approach will allow the County to meet the service demands of the residents in Fort Bend County.

Long-Term Financial Planning and Relevant Financial Policies

Budget

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

Long-Term Comprehensive Plan

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

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

Capital Improvement Program

The County maintains a multi-year Capital Projects Plan that includes two primary elements: facilities construction or remodeling and mobility projects. Mobility projects include all road projects fully or partially funded by the County and encompass county, municipal, and state roads.

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

The Commissioners Court presented a referendum to the voters in November 2015 to construct a judicial administration building, parking garage adjacent to the justice center, medical examiner's office, Sheriff's Office administration building, county-wide parks improvements, parks land acquisitions, Emergency Medical Services facility improvements, fairgrounds facilities, 5th Street community center expansion, Houston Community College Sienna campus acquisition, Missouri City branch library expansion/renovation, Sheriff's Office Katy area sub-station, and a new branch library west of Katy. The referendum was presented for a total of \$93.4 million and each proposition was passed by the voters as follows: Proposition 1 (parks and community centers) – 68.99%; proposition 2 (fairgrounds buildings, parking and improvements) – 60.82%; proposition 3 (library facilities) – 69.92%; and proposition 4 (justice and public safety facilities) – 59.62%. These projects will be funded from the authorized referendum with a phased plan to meet the needs of the governmental functions. The County issued \$57.2 million of this

authorization in June 2016. The remaining \$41.4 million will be issued during the summer of 2019.

Mobility Projects involve projects accomplished in cooperation with other entities, including the Texas Department of Transportation and other entities within Fort Bend County. The County's portion of these projects is being funded by bond authorizations approved in fiscal years 2013 and 2017. The County issued the \$57.1 million of the 2013 authorization in June 2016 and an additional \$60 million in January 2018 leaving an unissued balance of \$67.8 million. This balance is expected to be issued in 2020. The County presented a Mobility Bond referendum to the voters in November 2017 in the amount of \$218.5 million and was approved by 70% of the vote. The County has issued a total of \$359.1 million in unlimited tax road bonds since fiscal year 2001 as of the date of this report. Individual projects have been completed at a total cost of approximately \$316.3 million with the aid of additional resources from other entities. The remaining projects will be completed over the next ten years.

The Fort Bend County Toll Road Authority and the County began phase one of the Westpark Tollway extension in February 2017. The Authority issued \$64.4 million in first lien revenue bonds for the tolled lanes of phase one and preliminary construction of phase two in February 2016. The County issued \$47.5 million in combination tax and revenue bonds in August 2017 to fund the non-tolled lanes for phase one and phase two of the project. The debt service for this issue will be paid from a \$40 million commitment from Texas Department of Transportation with the balance paid from sales tax revenue from County Assistance District One.

Debt Policy

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

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

Major Initiatives

Mobility remains one of the top priorities as the County continues to grow and develop. With the major roadways already heavily congested, mobility has been, and continues to be, a primary concern. Continued residential and commercial expansion has increased the use of County roads. Right-of-way acquisitions for future roads have required more focus on future planning to prevent project delays. Completed road projects have proven to be effective in reducing congestion and enhancing safety within the County. As

noted above in “Capital Improvement Programs” on pages iii-iv, the County is continuing with its mobility project initiatives as well as the extension of the Westpark Tollway in cooperation with the Fort Bend County Toll Road Authority.

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (“GFOA”) awarded a Certificate of Achievement for Excellence in Financial Reporting to Fort Bend County, Texas, for its Comprehensive Annual Financial Report (“CAFR”) for the year ended September 30, 2016. This was the thirty first consecutive year that the County has received this prestigious award.

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

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

In addition, the County also received the GFOA's Distinguished Budget Presentation Award for its annual budget document dated September 30, 2016. In order to qualify for the Distinguished Budget Presentation Award, the government's budget document must be judged proficient as a policy document, a financial plan, an operations guide, and a communications device.

The preparation of this report could not be achieved without the efficient and dedicated services of the staff of the County Auditor's Office and Whitley Penn, LLP, our independent auditor.

Respectfully submitted,



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

FORT BEND COUNTY MISSION STATEMENT

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



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**Fort Bend County
Texas**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

September 30, 2016

Christopher P. Morill

Executive Director/CEO

FORT BEND COUNTY, TEXAS
LIST OF PRINCIPAL OFFICIALS
September 30, 2017

COMMISSIONERS COURT:

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

Robert Hebert
Vincent Morales
Grady Prestage
Andy Meyers
James Patterson

OTHER COUNTY OFFICIALS:

Tax Assessor-Collector
County Clerk
District Clerk
County Treasurer
County Auditor
County Sheriff
Purchasing Agent
Director of Finance & Investments

Patsy Shultz
Laura Richard
Annie Rebecca Elliot
Jeff Council
Robert Ed Sturdivant
Troy E. Nehls
Debbie Kaminski
Pamela Gubbels

DISTRICT COURTS:

Judge, 240th District Court
Judge, 268th District Court
Judge, 328th District Court
Judge, 387th District Court
Judge, 400th District Court
Judge, 434th District Court
Judge, 458th District Court
Judge, 505th District Court
District Attorney

Chad Bridges
Brady G. Elliott
Ronald R. Pope
Brenda G. Mullinix
Maggie Perez-Jaramillo
James H. Shoemaker
Kenneth S. Cannata
David S. Perwin
John F. Healey, Jr.

COUNTY COURT-AT-LAW:

Judge, County Court-at-Law #1
Judge, County Court-at-Law #2
Judge, County Court-at-Law #3
Judge, County Court-at-Law #4
Judge, County Court-at-Law #5
County Attorney

Christopher G. Morales
Jeffrey A. McMeans
Susan G. Lowery
Jerry W. Bussell
Ronald Cohen
Roy L. Cordes, Jr.

JUSTICES OF THE PEACE:

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

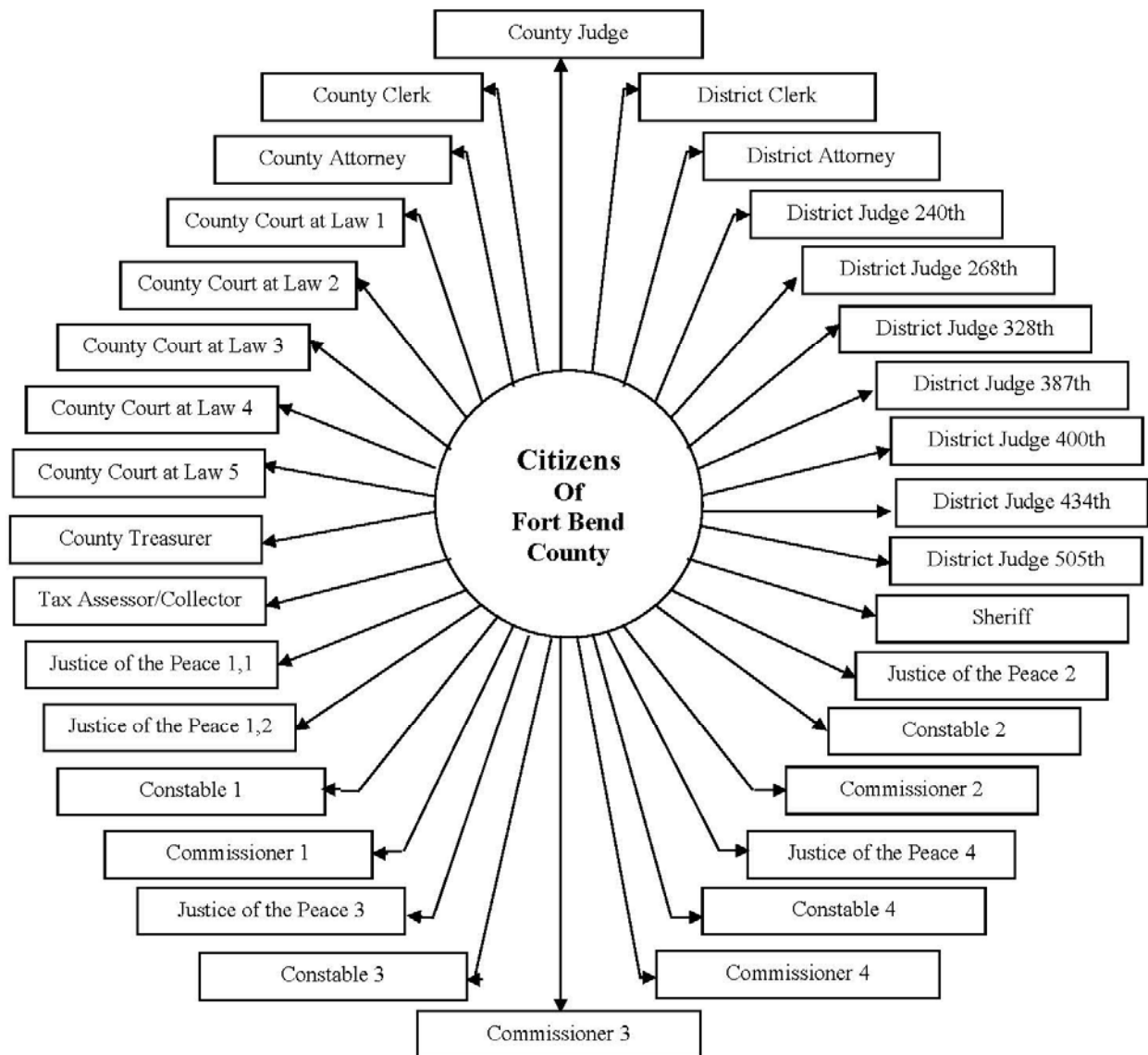
Gary Janssen
Mary S. Ward
Joel C. Clouser, Sr.
George Lawrence
Justin M. Joyce

CONSTABLES:

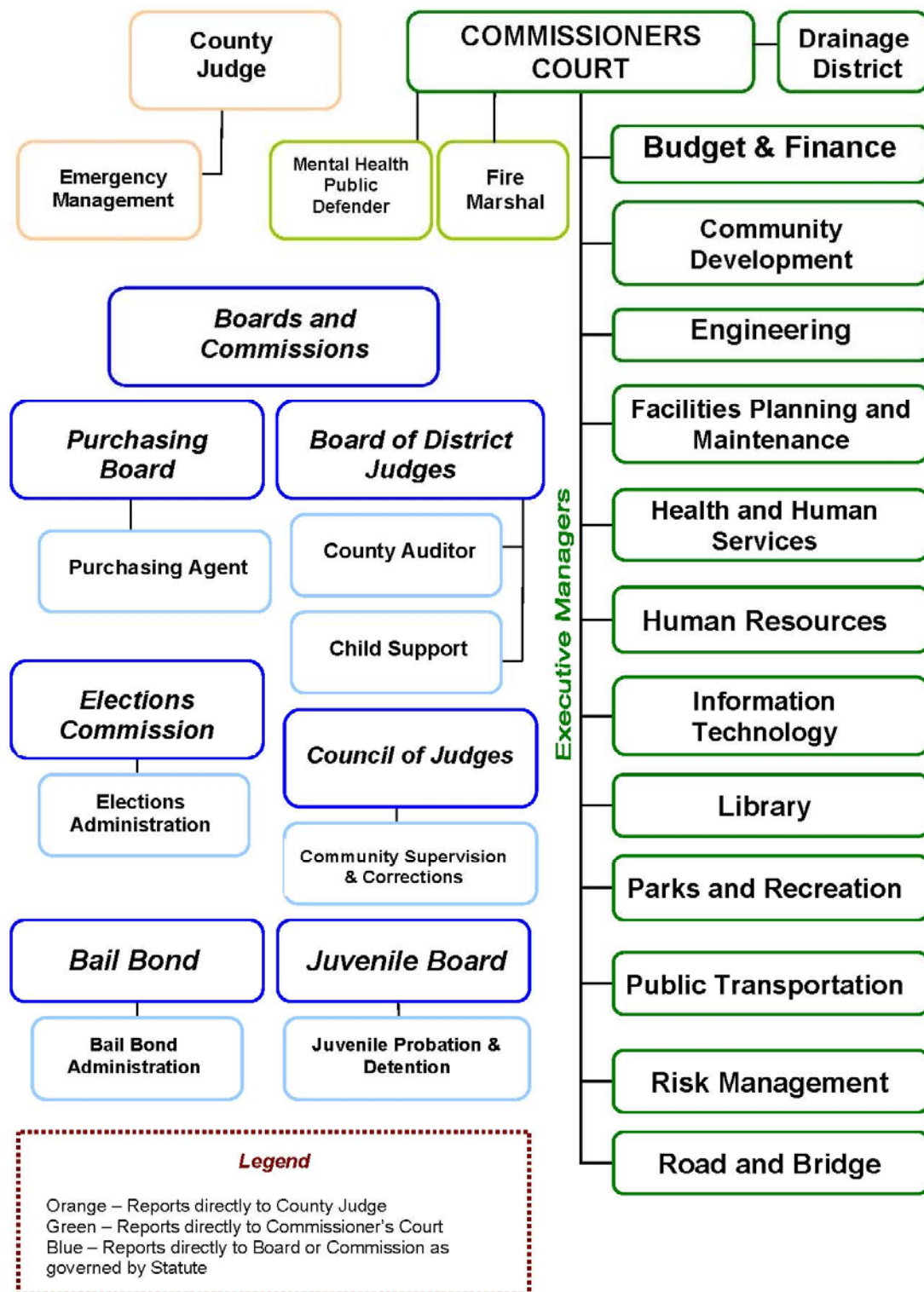
Constable, Precinct #1
Constable, Precinct #2
Constable, Precinct #3
Constable, Precinct #4

Mike Beard
Gary Majors
Wayne Thompson
Trevor J. Nehls

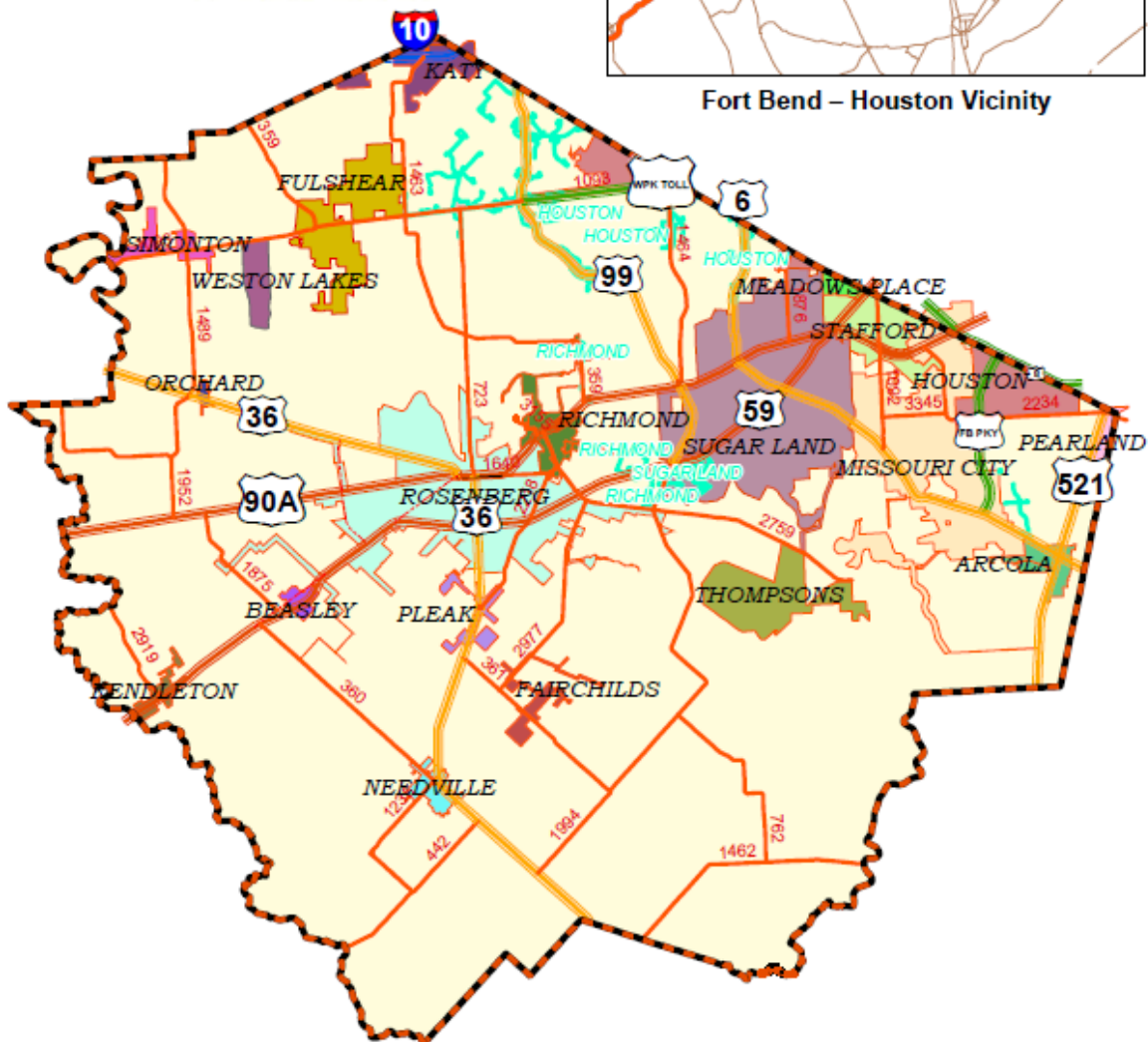
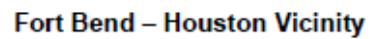
FORT BEND COUNTY, TEXAS
ORGANIZATIONAL CHART OF ELECTED OFFICIALS



FORT BEND COUNTY, TEXAS
ORGANIZATIONAL CHART OF COUNTY DEPARTMENTS



The seal of the State of Texas, Fort Bend County, is a circular emblem. It features a yellow five-pointed star in the center, surrounded by a wreath of green olive and oak branches. The words "THE STATE OF TEXAS" are inscribed in a circle around the top, and "FORT BEND COUNTY" is inscribed around the bottom. A small sunburst is visible at the bottom center of the wreath.



INDEPENDENT AUDITORS' REPORT

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

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Fort Bend County, Texas, (the "County"), as of and for the year ended September 30, 2017, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the County, as of September 30, 2017, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 5 through 12 and other required supplementary information, as listed in the table of contents, on pages 68 through 83 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

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

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

In our opinion, the combining and individual nonmajor fund financial statements and the budgetary comparison schedules are fairly stated in all material respects in relation to the basic financial statements as a whole.

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 31, 2018 on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "Whitley Penn LLP". The signature is written in a cursive, flowing style.

Houston, Texas
March 31, 2018

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FORT BEND COUNTY, TEXAS

MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of Fort Bend County, Texas (the "County"), we offer readers of the County's financial statements this narrative overview and analysis of the financial activities of the County for the fiscal year ended September 30, 2017. The following narrative includes approximate values and percentages in the wording to summarize the schedules and financials in this report that include the exact values. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages i-v of this report.

Financial Highlights

- The assets and deferred outflows of resources of the County exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$1.3 billion ("net position"). Of this amount, there is a deficit of \$227.2 million in unrestricted net position due to the continued increase in pension and other post-employment benefits ("OPEB") liabilities.
- The County's total net position increased by \$44.9 million.
- The County's total assets and deferred outflow of resources increased by \$166.8 million and total liabilities and deferred inflows of resources increased by \$121.9 million during the current fiscal year.
- As of the close of the current fiscal year, the County's governmental funds reported a combined ending fund balance of \$204 million, an increase of \$15.1 million from the prior year.
- At the end of the current fiscal year approximately \$44.7 million is available for spending at the government's discretion in the General Fund (unassigned fund balance). This unassigned fund balance amounts to 16.3% of total General Fund expenditures.

Overview of the Financial Statements

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

Government-wide financial statements

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

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

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

FORT BEND COUNTY, TEXAS
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

The government-wide financial statements present functions of the County that are principally supported by taxes (governmental activities). The governmental activities of the County include general administration, financial administration, administration of justice, construction and maintenance, health and welfare, cooperative services, public safety, parks and recreation, libraries and education, and interest on long-term debt.

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

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

The government-wide financial statements can be found on pages 15 through 17 of this report.

Fund financial statements

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

Governmental funds

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

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

The County maintains 40 individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for the major governmental funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this comprehensive annual financial report.

The basic governmental fund financial statements can be found on pages 18 through 21 of this report.

FORT BEND COUNTY, TEXAS
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

Proprietary funds

The County uses internal service funds to report activities that provide services for the County's other programs and activities. The Employee Benefits Fund and Other Self-Funded Insurance Fund are the County's internal service funds. Their purpose is to provide for the accumulation of money for insurance and employee benefits used in County operations. Because all of these services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

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

The proprietary fund financial statements can be found on pages 22 through 24 of this report.

Fiduciary funds

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

The fiduciary fund financial statement can be found on page 25 of this report.

Combining component unit financial statements

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

The combining component unit financial statements can be found on pages 27 through 29 of this report.

Notes to the financial statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to financial statements can be found on pages 30 through 66 of this report.

Other information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the County's progress in funding its obligation to provide pension benefits to its employees. The County adopts an annual appropriated budget for its General, Debt Service and certain special revenue funds. A budgetary comparison statement has been provided for the General Fund to demonstrate compliance with this budget. Required supplementary information can be found on pages 68 through 83 of this report.

FORT BEND COUNTY, TEXAS
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

Government-Wide Financial Analysis

The following table provides a summary of the County's net position at September 30, 2017 and 2016:

CONDENSED SCHEDULE OF NET POSITION
September 30, 2017 and 2016

	Primary Government Governmental Activities	
	2017	2016
Current and other assets	\$ 336,918,315	\$ 281,703,650
Capital assets, net	1,853,284,174	1,734,291,246
Total Assets	2,190,202,489	2,015,994,896
Deferred outflows of resources	56,736,501	64,146,670
Current liabilities	86,558,084	56,211,771
Long-term liabilities	826,198,743	737,098,199
Net pension liability	73,160,316	70,589,017
Total Liabilities	985,917,143	863,898,987
Deferred inflows of resources	4,075,462	4,233,692
Net Position:		
Net investment in capital assets	1,414,937,836	1,359,940,461
Restricted	69,185,967	51,713,877
Unrestricted	(227,177,418)	(199,645,451)
Total Net Position	\$ 1,256,946,385	\$ 1,212,008,887

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the County, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$1.3 billion at the close of the most recent fiscal year.

The County's capital assets (e.g., land, buildings, vehicles, machinery and equipment, office furniture and equipment, infrastructure, and construction in progress), less any related debt used to acquire those assets that is still outstanding, total \$1.4 billion. The County uses these capital assets to provide services to citizens. Consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

The deficit balance for unrestricted net position of \$227.2 million was primarily due to the growing OPEB and net pension liabilities.

The County's net position increased \$44.9 million from the prior year. This increase is primarily due to the following: increase in cash and investments of \$55 million primarily due to the issuance of bonds for road projects; increase in capital assets of \$119 million due to construction of new facilities and construction

FORT BEND COUNTY, TEXAS
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

and contribution of new roads; an increase in OPEB liability of \$36.2 million, and an increase of \$84 million in bonds payable.

The following table provides a summary of the County's operations for the years ended September 30, 2017 and 2016:

SCHEDULE OF CHANGES IN NET POSITION

For the years ended September 30, 2017 and 2016

	Primary Government Governmental Activities	
	2017	2016
Revenues		
Program revenues:		
Charges for services	\$ 51,501,215	\$ 51,970,902
Operating grants and contributions	43,581,664	38,115,985
Capital grants and contributions	120,393,977	126,855,630
General revenues:		
Property taxes	288,588,806	270,349,769
Sales taxes	6,858,009	6,958,956
Earnings on investments	3,460,544	1,761,994
Other	8,503,412	7,520,474
Total Revenues	522,887,627	503,533,710
Expenses		
General administration	\$ 67,508,837	\$ 61,923,654
Financial administration	11,263,933	10,668,228
Administration of justice	115,538,871	106,035,587
Construction and maintenance	124,089,221	78,151,431
Health and human services	47,679,907	43,153,506
Cooperative services	1,210,100	1,215,874
Public safety	69,963,634	64,704,958
Parks and recreation	5,217,764	4,545,562
Libraries and education	19,285,563	18,446,773
Interest on long-term debt	16,192,299	14,960,865
Total Expenses	477,950,129	403,806,438
Change in Net Position	44,937,498	99,727,272
Net Position, Beginning	1,212,008,887	1,112,281,615
Net Position, Ending	\$ 1,256,946,385	\$ 1,212,008,887

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

Governmental activities increased the County's net position by \$44.9 million primarily due to an increase in property taxes of \$18.2 million due to an increase in property valuations, offset by an increase in Construction and maintenance expenses of \$45.9 million due primarily to county expenses to construct state roads that were not capitalized, other increases were due to position and payroll related costs for a total of \$28 million. This increase is down from last year's increase of \$99.7 million.

FORT BEND COUNTY, TEXAS
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

Financial Analysis of the County's Funds

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

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

The combined governmental fund balance reached \$204 million. Of this, \$44.7 million is unassigned fund balance and available for day-to-day operations within the General Fund. \$11.8 million is committed fund balance for various purposes within the General Fund as listed in Note 13 of the financial statements. Fund balance of \$147.5 million is restricted for General (\$3.7 million), Debt Service (\$9.9 million), Capital Projects (\$76.9 million), and the non-major special revenue funds (\$57 million). \$174.2 thousand is non-spendable fund balance for the General Fund (\$152.9 thousand) and the non-major special revenue funds (\$21.3 thousand).

There was an increase in the combined fund balance of \$15.1 million from the prior year for the governmental funds. This overall increase was made up of a decrease in the Capital Projects Funds of \$12.6 million, an increase in the Debt Service Fund of \$8.8 million, an increase in Non-major Special Revenue Funds of \$5.2 million, and an increase in General Fund balance of \$13.7 million. This increase in fund balance for the General Fund is primarily due to the following factors:

- Increase in General Fund property tax allocation of \$10.6 million due to increased property valuations.
- Increase in fees of office collections of \$1.9 million due to increase in services from all the governmental functions.
- Increase in intergovernmental revenues of \$4.5 million primarily due to an increase in grant funding
- Increase in earnings on investments of \$0.4 million due to an increase in investable cash and more aggressive investing.
- The decrease of 11.1 million in capital outlay due to reduction in capital expenses funded from the County budget.
- The factors above were offset by an increase of 28.4 million is due to increase in positions, Cost of living adjustment, and increase in operating expenses

The Debt Service Fund balance increased by \$8.8 million as budgeted to increase to prepare for bond issues planned during the 2017 fiscal year.

Proprietary Funds - The County's proprietary funds consist of insurance related internal service funds.

The Employee Benefits Fund had a net position balance at fiscal year-end of \$11 million, which is an increase of \$6.6 million over the prior year's net position of \$4.4 million. This increase was primarily caused by a decrease in benefit claims paid during the fiscal year.

The Other Self-Funded Insurance Fund has a net position balance of \$3.4 million at fiscal year-end, which is an increase of \$2.8 million over the prior year's net position balance of \$0.5 million. This increase was primarily due to an increase in allocation for the Other Self-Funded Insurance Fund and a decrease in general administrative cost.

FORT BEND COUNTY, TEXAS
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

General Fund Budgetary Highlights

During the year there was a net decrease of \$20 million in expenditure appropriations between the original and final amended budget. The main components of this decrease were based on the following: \$13.8 million decrease for general administration primarily due to allocation for multi-year Capital projects that were transferred to multi-year funds budgeted for fiscal year 2017 along with residual personnel budgets allocated for projects to be initiated by Commissioners Court after fiscal year 2017; \$2.4 million decrease for health and welfare; \$0.4 million decrease in construction and maintenance; and \$3.0 million decrease for public safety. The decreases in health and welfare, construction and maintenance and public safety are primarily due to residual personnel budgets allocated to projects to be initiated by Commissioners Court after fiscal year 2017.

General Fund revenues exceeded the amended budget by \$7.5 million for the year. The primary reasons for this surplus are detailed as follows:

- Property taxes resulted in a \$5.5 million excess over budget due to increased collection rate and increased recover of delinquent taxes.
- Fees and fines resulted in \$1.1 million in excess revenues due to continued increased collections of fines, fees and court costs.

Capital Assets and Debt Administration

Capital Assets - At the end of fiscal year 2017, the County's governmental activities had invested \$1.9 billion in a variety of capital assets and infrastructure, as reflected in the following schedule. This represents an increase of approximately \$119 million over the previous fiscal year.

	Governmental Activities	
	2017	2016
Non-Depreciable Capital Assets		
Land	\$ 429,217,807	\$ 417,808,330
Construction in progress	69,903,094	48,223,387
Depreciable Capital Assets, Net		
Vehicles	14,883,581	14,564,064
Office furniture and equipment	4,569,040	5,510,222
Machinery and equipment	11,678,544	11,054,002
Buildings, facilities and improvements	275,610,916	262,624,295
Infrastructure	1,047,421,192	974,506,946
Totals	\$ 1,853,284,174	\$ 1,734,291,246

Construction in progress at year-end represents: Road & parking construction (\$46.7 million); facility and parks construction and improvements (\$21.7 million), and software projects (\$1.5 million).

FORT BEND COUNTY, TEXAS
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)

Long-Term Debt - The County had total bonds and notes outstanding of \$523.8 million at fiscal year-end. This is an increase of \$43.1 million from the prior year due to the issuance of the 2017 Unlimited Tax Road and Refunding Bonds and the 2017 Facilities Limited Tax Road and Refunding Bonds, offset by scheduled debt service payments made during fiscal year 2017. OPEB liability increased by \$36.2 million based on the latest actuarial valuation to a total balance of \$293.1 million.

	Governmental Activities	
	2017	2016
General obligation bonds	\$ 453,690,000	\$ 410,560,000
Tax notes	3,808,978	
Premiums on bonds	66,343,007	62,444,495
Accrued compensated absences	9,220,843	7,195,732
Other post-employment benefits ("OPEB") obligation	293,135,915	256,897,972
Totals	\$ 826,198,743	\$ 737,098,199

The County received an insured rating of Aaa from Moody's and Standard and Poors on issuances prior to 2009. Subsequent County issuances were not insured and therefore retained the uninsured ratings. The uninsured ratings were Aa1 from Moody's and AA+ from Fitch.

Additional information on capital assets and long-term debt is available in Notes 6 and 8, respectively.

Economic Factors and Next Year's Budgets and Rates

The County continues to enjoy growth in various demographic areas as the economy improves.

The population of the County is estimated at 741,237 in 2017 and is expected to grow to 824,340 by 2020.

The number of households has increased to 236,315 in 2017 and is expected to grow to 259,760 by 2020. Mean household income for 2016 is \$191,862 and is estimated to rise to \$204,735 by 2020. Income per capita is currently at \$60,117 and is expected to grow to \$64,840 by 2020.

The Commissioners Court approved a \$365.5 million total budget for the 2018 fiscal year. This is a 5.54% increase over the adopted 2017 fiscal year budget. The increase in the budget is primarily due to increased payroll costs and increased debt service. The overall tax rate decreased from \$0.474 per \$100 of assessed valuation for 2017 to \$0.469 per \$100 valuation for 2018.

Requests for Information

This financial report is designed to provide a general overview of Fort Bend County, Texas finances for all of those with an interest in the County's finances. Questions concerning this report or requests for additional financial information should be directed to Ed Sturdivant, County Auditor, 301 Jackson, Suite 701, Richmond, TX 77469, telephone (281) 341-3760.

BASIC FINANCIAL STATEMENTS



FORT BEND COUNTY, TEXAS**STATEMENT OF NET POSITION***September 30, 2017*

	Primary Government	
	Governmental Activities	Component Units
Assets		
Cash and cash equivalents	\$ 249,083,043	\$ 61,752,855
Investments	22,053,841	35,504,279
Receivables:		
Taxes, net	7,972,596	
Grants	13,736,977	
Fines and fees	27,563,627	
Other	11,432,355	7,719,118
Prepaid items	174,234	
Due from component units	4,901,642	
Due from primary government		15,423,326
Capital assets, not being depreciated	499,120,901	94,774,576
Capital assets, net of accumulated depreciation	1,354,163,273	319,658,278
Total Assets	2,190,202,489	534,832,432
Deferred Outflows of Resources		
Deferred charges-debt refunding	8,587,949	9,020,661
Deferred outflows related to pension activities	48,148,552	
Total Deferred Outflows of Resources	56,736,501	9,020,661
Liabilities		
Accounts payable and accrued expenses	59,768,211	8,702
Retainage payable	2,171,509	278,801
Accrued interest payable	1,818,239	1,564,374
Unearned revenues	6,646,667	
Due to component units	15,423,326	
Due to primary government		4,901,642
Due to other governments	730,132	
Long-term Liabilities:		
Long-term liabilities due within one-year	28,236,211	6,260,000
Long-term liabilities due in more than one-year	797,962,532	439,163,587
Net pension liability	73,160,316	
Total Liabilities	985,917,143	452,177,106
Deferred Inflows of Resources		
Deferred inflows related to pension activities	4,075,462	
Total Deferred Inflows of Resources	4,075,462	
Net Position (Deficit)		
Net investment in capital assets	1,414,937,836	5,432,140
Restricted for:		
Debt service	8,464,715	
Other	60,721,252	23,846,676
Unrestricted	(227,177,418)	62,397,171
Total Net Position	\$ 1,256,946,385	\$ 91,675,987

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

FORT BEND COUNTY, TEXAS
STATEMENT OF ACTIVITIES
For the Year Ended September 30, 2017

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary Government				
Governmental Activities:				
General administration	\$ 67,508,837	\$ 8,851,604	\$ 5,450,961	\$ 175,000
Financial administration	11,263,933	7,975,576		
Administration of justice	115,538,871	8,566,204	10,566,287	
Construction and maintenance	124,089,221	6,547,329	4,678,766	120,203,650
Health and human services	47,679,907	9,615,495	18,966,638	
Cooperative services	1,210,100			15,327
Public safety	69,963,634	9,538,600	3,760,913	
Parks and recreation	5,217,764	145,150	95,821	
Libraries and education	19,285,563	261,257	62,278	
Interest on long-term debt	16,192,299			
Total Primary Government	\$ 477,950,129	\$ 51,501,215	\$ 43,581,664	\$ 120,393,977
Component Units:				
FBC Toll Road Authority	\$ 24,279,031	\$ 27,059,416	\$	\$ 492,509
FB Grand Parkway Toll Road Authority	17,801,584	24,499,686		1,362,346
FBC Housing Finance Corporation	30,680	31,805		
FBC Industrial Development Corporation	35,982			
Total Component Units	\$ 42,147,277	\$ 51,590,907	\$	\$ 1,854,855

General Revenues:

Property taxes, penalties, and interest

Sales taxes

Earnings on investments

Miscellaneous

Total General Revenues

Changes in Net Position

Net Position, Beginning of Year

Net Position, End of Year

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

Net (Expense) Revenue and Changes in Net Position	
Primary Government	Component Units
Governmental Activities	
\$ (53,031,272)	\$
(3,288,357)	
(96,406,380)	
7,340,524	
(19,097,774)	
(1,194,773)	
(56,664,121)	
(4,976,793)	
(18,962,028)	
(16,192,299)	
<u>(262,473,273)</u>	
	\$ 3,272,894
	8,060,448
	1,125
	<u>(35,982)</u>
	<u>11,298,485</u>
288,588,806	
6,858,009	
3,460,544	1,180,052
8,503,412	
<u>307,410,771</u>	<u>1,180,052</u>
44,937,498	12,478,537
<u>1,212,008,887</u>	<u>79,197,450</u>
<u>\$ 1,256,946,385</u>	<u>\$ 91,675,987</u>

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

FORT BEND COUNTY, TEXAS

BALANCE SHEET

GOVERNMENTAL FUNDS

September 30, 2017

	General Fund	Debt Service Fund	Capital Project Funds	Non-major Special Revenue Funds	Totals Governmental Funds
Assets					
Cash and cash equivalents	\$ 54,677,568	\$ 7,720,007	\$ 106,986,918	\$ 65,426,991	\$ 234,811,484
Investments			22,053,841		22,053,841
Taxes receivable, net	5,383,137	430,199		2,159,260	7,972,596
Grants receivable	13,008,367			728,610	13,736,977
Fines and fees receivable	27,563,627				27,563,627
Other receivables	4,772,548	3,153,540	7,100	2,404,628	10,337,816
Due from other funds	53,839,817	2,094,096			55,933,913
Due from component units	4,887,642			14,000	4,901,642
Prepaid items	152,920			21,314	174,234
Total Assets	\$ 164,285,626	\$ 13,397,842	\$ 129,047,859	\$ 70,754,803	\$ 377,486,130
Liabilities and Fund Balances					
Liabilities					
Accounts payable	\$ 47,513,762	\$	\$	\$ 130,256	\$ 47,644,018
Accrued payroll	5,525,678				5,525,678
Retainage payable	133,837		2,037,672		2,171,509
Due to other funds	2,094,096		48,697,796	10,187,047	60,978,939
Due to component units	14,018,633		1,404,693		15,423,326
Due to other governments	638,793			91,339	730,132
Unearned revenues	1,015,444	3,114,888		2,516,124	6,646,456
Total Liabilities	70,940,243	3,114,888	52,140,161	12,924,766	139,120,058
Deferred Inflows of Resources					
Unavailable revenue-property taxes	5,383,137	430,199		951,204	6,764,540
Unavailable revenue-other	27,563,627				27,563,627
Total Deferred Inflows of Resources	32,946,764	430,199		951,204	34,328,167
Fund Balances					
Nonspendable	152,920			21,314	174,234
Restricted	3,736,150	9,852,755	76,907,698	56,985,102	147,481,705
Committed	11,792,299				11,792,299
Unassigned	44,717,250			(127,583)	44,589,667
Total Fund Balances	60,398,619	9,852,755	76,907,698	56,878,833	204,037,905
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 164,285,626	\$ 13,397,842	\$ 129,047,859	\$ 70,754,803	\$ 377,486,130

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

FORT BEND COUNTY, TEXAS
RECONCILIATION OF THE BALANCE SHEET TO
THE STATEMENT OF NET POSITION
September 30, 2017

Total fund balances, governmental funds \$ 204,037,905

Amounts reported for governmental activities in the Statement of Net Position are different because:

Capital assets used in governmental activities are not current financial resources and therefore are not reported in the fund financial statements, but are reported in the governmental activities of the Statement of Net Position. 1,852,670,759

Other long-term assets are not available to pay for current period expenditures and are therefore deferred in the funds. 34,328,166

Some liabilities are not due and payable in the current period and are not included in the fund financial statements, but are reported in the governmental activities of the Statement of Net Position.

Bonds and Notes payable	(457,498,978)
Deferred charges on debt refunding	8,587,949
Compensated absences	(9,220,843)
Other post-employment benefits ("OPEB") obligation	(293,135,915)
Premiums on issuance of debt	(66,343,007)
Accrued interest payable on bonds	(1,818,239)

Net pension liability and related deferred outflows and inflows do not represent assets or liabilities in the current period and are not recognized in the governmental fund financial statements.

Net pension liability	(73,160,316)
Deferred outflows related to pension activities	48,148,552
Deferred inflows related to pension activities	(4,075,462)

Internal Service Funds are used by management to charge the costs of certain activities, such as insurance, to individual funds. The assets and liabilities of the Internal Service Funds are included in governmental activities in the Statement of Net Position. 14,425,814

Net Position of Governmental Activities	<u>\$ 1,256,946,385</u>
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The accompanying notes are an integral part of these financial statements.

FORT BEND COUNTY, TEXAS

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

GOVERNMENTAL FUNDS

For the Year Ended September 30, 2017

	General Fund	Debt Service Fund	Capital Project Funds	Non-major Special Revenue Funds	Totals Governmental Funds
Revenues					
Property taxes	\$ 218,853,835	\$ 46,202,479	\$	\$ 22,926,718	\$ 287,983,032
Sales taxes				6,858,009	6,858,009
Fines and fees	40,359,184			11,377,320	51,736,504
Intergovernmental	32,049,215	649,091	3,987,578	11,048,799	47,734,683
Earnings on investments	1,584,578	155,115	916,211	778,993	3,434,897
Miscellaneous	4,665,143	2,094,096	25	2,464,010	9,223,274
Total Revenues	<u>297,511,955</u>	<u>49,100,781</u>	<u>4,903,814</u>	<u>55,453,849</u>	<u>406,970,399</u>
Expenditures					
Current:					
General administration	59,307,844		125,437	1,235,773	60,669,054
Financial administration	9,446,341			5,084	9,451,425
Administration of justice	72,802,991			23,254,181	96,057,172
Construction and maintenance	3,020,767		37,903,438	33,000,015	73,924,220
Health and human services	38,931,008			2,874,236	41,805,244
Cooperative services	1,048,609				1,048,609
Public safety	56,557,861			1,594,772	58,152,633
Parks and recreation	3,701,092				3,701,092
Libraries and education	15,822,200			67,747	15,889,947
Capital Outlay	14,115,424		49,744,143	2,680,632	66,540,199
Debt Service:					
Principal		21,420,000			21,420,000
Interest and fiscal charges		18,914,424			18,914,424
Debt issuance costs			599,813		599,813
Total Expenditures	<u>274,754,137</u>	<u>40,334,424</u>	<u>88,372,831</u>	<u>64,712,440</u>	<u>468,173,832</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>22,757,818</u>	<u>8,766,357</u>	<u>(83,469,017)</u>	<u>(9,258,591)</u>	<u>(61,203,433)</u>
Other Financing Sources (Uses)					
Transfers in	5,234,785			14,499,843	19,734,628
Transfers (out)	(14,282,458)		(5,430,401)	(21,769)	(19,734,628)
General obligation bonds issued			64,550,000		64,550,000
Premium on general obligation bonds issued			7,965,901		7,965,901
Tax Notes issued			3,808,978		3,808,978
Total Other Financing Sources (Uses)	<u>(9,047,673)</u>		<u>70,894,478</u>	<u>14,478,074</u>	<u>76,324,879</u>
Net Change in Fund Balances	13,710,145	8,766,357	(12,574,539)	5,219,483	15,121,446
Fund Balances, Beginning of Year	<u>46,688,474</u>	<u>1,086,398</u>	<u>89,482,237</u>	<u>51,659,350</u>	<u>188,916,459</u>
Fund Balances, End of Year	<u>\$ 60,398,619</u>	<u>\$ 9,852,755</u>	<u>\$ 76,907,698</u>	<u>\$ 56,878,833</u>	<u>\$ 204,037,905</u>

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

FORT BEND COUNTY, TEXAS**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN****FUND BALANCES (GOVERNMENTAL FUNDS) TO THE STATEMENT OF ACTIVITIES****For the Year Ended September 30, 2017**

Net change in fund balances - total governmental funds \$ 15,121,446

Adjustments for the Statement of Activities:

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which current year capital outlay (\$54,604,753) exceeded depreciation (\$50,949,369) in the current period. 3,655,384

Capital contributions of infrastructure are reported in the government-wide financial statements but not in the fund financial statements. 115,715,269

Governmental funds report the entire net sales prices (proceeds) from the sales of capital assets as revenue because they provide current financial resources. The change in net position differs from the change in fund balance by the cost of capital assets sold. (344,009)

The issuance of long-term debt (e.g. bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental current financial resources funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.

Debt issued:

General obligation bonds (64,550,000)

Premium on bonds issued (7,965,901)

Tax Notes (3,808,978)

Repayments:

Principal repayments 21,420,000

Pension contributions made during the year, are treated as expenditures in the governmental funds but are treated as a reduction in net pension liability in government wide financial statements. 17,417,913

Some expenses reported in the statement of activities do not require the use of current financial resources and therefore, are not reported as expenditures in the governmental funds.

Compensated absences (2,025,111)

Accrued interest (212,894)

Pension expense for the pension plan measurement year (26,657,627)

Other post-employment benefit ("OPEB") obligation (36,237,943)

Amortization of bond premiums 4,067,389

Amortization of deferred charge on refunding (583,523)

Revenues that do not provide current financial resources are not reported as revenues in the governmental funds. This adjustment reflects the net change in receivables on the accrual basis of accounting. 466,343

Internal service funds are used by management to charge the costs of certain activities, such as insurance and equipment replacement, to individual funds. The net revenues (expenses) are reported with governmental activities. 9,459,740

Change in net position of governmental activities \$ 44,937,498

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

FORT BEND COUNTY, TEXAS
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
September 30, 2017

	Governmental Activities
	Internal Service Funds
Assets	
Current Assets:	
Cash and cash equivalents	\$ 14,271,559
Due from other funds	6,209,873
Other receivables	1,094,539
Total Current Assets	<u>21,575,971</u>
Noncurrent Assets:	
Capital assets, net of accumulated depreciation	<u>613,415</u>
Total Noncurrent Assets	<u>613,415</u>
Total Assets	<u>22,189,386</u>
Liabilities	
Current Liabilities:	
Benefits payable	6,598,725
Due to other funds	1,164,847
Total Current Liabilities	<u>7,763,572</u>
Total Liabilities	<u>7,763,572</u>
Net Position	
Net investment in capital assets	613,415
Unrestricted	<u>13,812,399</u>
Total Net Position	<u>\$ 14,425,814</u>

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

FORT BEND COUNTY, TEXAS
STATEMENT OF REVENUES, EXPENSES, AND
CHANGES IN FUND NET POSITION (DEFICIT)
PROPRIETARY FUNDS
For the Year Ended September 30, 2017

	<u>Governmental Activities</u>
	<u>Internal Service Funds</u>
Operating Revenues	
Charges for services	\$ 50,802,481
Total Operating Revenues	<u>50,802,481</u>
Operating Expenses	
Contactual services	2,410,490
Benefits provided	38,924,181
Depreciation	33,717
Total Operating Expenses	<u>41,368,388</u>
Operating Income	9,434,093
Non-Operating Revenues	
Earnings on investments	25,647
Total Non-Operating Revenues	<u>25,647</u>
Change in Net Position	9,459,740
Total Net Position, Beginning of Year	<u>4,966,074</u>
Total Net Position, End of Year	<u>\$ 14,425,814</u>

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

FORT BEND COUNTY, TEXAS
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Year Ended September 30, 2017

	Governmental Activities
	Internal Service Funds
Cash Flows from Operating Activities	
Charges for services	\$ 43,835,857
Payment of benefits	(38,804,362)
Payment of general administration expenses	(1,861,722)
Net Cash Provided by Operating Activities	<u>3,169,773</u>
Cash Flows from Investing Activities	
Interest earned on investments	<u>25,647</u>
Net Cash Provided by Investing Activities	<u>25,647</u>
Net Increase in Cash and Cash Equivalents	3,195,420
Cash and Cash Equivalents, Beginning of Year	<u>11,076,139</u>
Cash and Cash Equivalents, End of Year	<u><u>\$ 14,271,559</u></u>
Reconciliation of Operating Income to Net Cash Provided by Operating Activities	
Operating Income	\$ 9,434,093
Adjustments to operations:	
Depreciation	33,717
Change in assets and liabilities:	
Decrease in other receivables	(792,841)
Decrease in due from other funds	(6,173,783)
Increase in due to other funds	548,768
Increase in benefits payable	119,819
Total Adjustments	<u>(6,264,320)</u>
Net Cash Provided by Operating Activities	<u><u>\$ 3,169,773</u></u>

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

FORT BEND COUNTY, TEXAS
STATEMENT OF FIDUCIARY NET POSITION
September 30, 2017

	<u>Agency Funds</u>
Assets	
Cash and cash equivalents	\$ 39,345,418
Investments	1,002,307
Miscellaneous receivables	<u>437,990</u>
Total Assets	<u><u>\$ 40,785,715</u></u>
Liabilities	
Due to others	<u>\$ 40,785,715</u>
Total Liabilities	<u><u>\$ 40,785,715</u></u>

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



FORT BEND COUNTY, TEXAS
STATEMENT OF NET POSITION (DEFICIT)
COMPONENT UNITS
September 30, 2017

	Fort Bend County Surface Water Supply Corporation	Fort Bend County Toll Road Authority	Fort Bend Grand Parkway Toll Road Authority	Fort Bend County Housing Finance Corporation	Fort Bend County Industrial Development Corporation	Totals
Assets						
Cash and cash equivalents	\$ 7,873	\$ 45,873,638	\$ 15,632,494	\$ 113,469	\$ 125,381	\$ 61,752,855
Investments		31,005,272	3,595,287	903,720		35,504,279
Due from primary government		15,423,326				15,423,326
Miscellaneous receivables		3,344,082	4,371,973	3,063		7,719,118
Capital assets, not being depreciated		80,874,474	13,900,102			94,774,576
Capital assets, net of accumulated depreciation		179,152,666	140,505,612			319,658,278
Total Assets	<u>7,873</u>	<u>355,673,458</u>	<u>178,005,468</u>	<u>1,020,252</u>	<u>125,381</u>	<u>534,832,432</u>
Deferred Outflows of Resources						
Deferred charges-debt refunding		9,020,661				9,020,661
Total Deferred Outflows of Resources		<u>9,020,661</u>				<u>9,020,661</u>
Liabilities						
Accounts payable and accrued expenses				8,702		8,702
Retainage payable			278,801			278,801
Due to primary government			4,897,142		4,500	4,901,642
Accrued interest payable		966,024	598,350			1,564,374
Long-term liabilities:						
Due within one year		6,260,000				6,260,000
Due in more than one year		268,088,234	171,075,353			439,163,587
Total Liabilities		<u>275,314,258</u>	<u>176,849,646</u>	<u>8,702</u>	<u>4,500</u>	<u>452,177,106</u>
Net Position (Deficit)						
Net investment in capital assets		19,141,803	(13,709,663)			5,432,140
Debt service		20,822,525	3,024,151			23,846,676
Unrestricted	7,873	49,415,533	11,841,334	1,011,550	120,881	62,397,171
Total Net Position (Deficit)	<u>\$ 7,873</u>	<u>\$ 89,379,861</u>	<u>\$ 1,155,822</u>	<u>\$ 1,011,550</u>	<u>\$ 120,881</u>	<u>\$ 91,675,987</u>

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

FORT BEND COUNTY, TEXAS**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION (DEFICIT)****COMPONENT UNITS***For the Year Ended September 30, 2017*

Functions/Programs	Expenses	Program Revenues	
		Charges for Services	Capital Grants and Contributions
Fort Bend County Toll Road Authority			
Toll road operations	\$ 13,504,405	\$ 27,059,416	\$ 492,509
Interest on long-term debt	10,748,626		
Debt service fees	26,000		
Total Fort Bend County Toll Road Authority	24,279,031	27,059,416	492,509
Fort Bend Grand Parkway Toll Road Authority			
Toll road operations	11,168,865	24,499,686	1,362,346
Interest on long-term debt	6,627,219		
Debt service fees	5,500		
Total Fort Bend Grand Parkway Toll Road Authority	17,801,584	24,499,686	1,362,346
Fort Bend County Housing Finance Corporation			
General administration	30,680	31,805	
Total Fort Bend County Housing Finance Corporation	30,680	31,805	
Fort Bend County Industrial Development Corporation			
General administration	35,982		
Total Fort Bend County Industrial Development Corporation	35,982		
Totals Component Units	\$ 42,147,277	\$ 51,590,907	\$ 1,854,855

General Revenues:

Earnings on investments

Total General Revenues

Changes in Net Position (Deficit)

Net Position (Deficit), Beginning of Year**Net Position (Deficit), End of Year***The accompanying notes are an integral part of these financial statements.*

Net (Expense) Revenue and Changes in Net Position					
Fort Bend County Surface Water Supply Corporation	Fort Bend County Toll Road Authority	Fort Bend Grand Parkway Toll Road Authority	Fort Bend County Housing Finance Corporation	Fort Bend County Industrial Development Corporation	Totals
\$	\$ 14,047,520 (10,748,626) (26,000)	\$	\$		\$ 14,047,520.0 (10,748,626) (26,000)
	3,272,894				3,272,894
		14,693,167 (6,627,219) (5,500)			14,693,167 (6,627,219) (5,500)
		8,060,448			8,060,448
			1,125		1,125
			1,125		1,125
				(35,982)	(35,982)
				(35,982)	(35,982)
	3,272,894	8,060,448	1,125	(35,982)	11,298,485
78	953,602	218,294	6,780	1,298	1,180,052
78	953,602	218,294	6,780	1,298	1,180,052
78	4,226,496	8,278,742	7,905	(34,684)	12,478,537
7,795	85,153,365	(7,122,920)	1,003,645	155,565	79,197,450
\$ 7,873	\$ 89,379,861	\$ 1,155,822	\$ 1,011,550	\$ 120,881	\$ 91,675,987

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

FORT BEND COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Financial Reporting Entity

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

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

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

Blended Component Units

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

Fort Bend County Drainage District ("District")

Established under Section 59 of Article XVI of the Constitution of Texas, the District includes all of the property within Fort Bend County. The District was created for the purpose of reclamation and drainage of its lands. The District's governing body is the same as the County's and there is a financial benefit relationship between the County and the District. Financial information for the District is available at the Fort Bend County Auditor's Office located at 301 Jackson, Suite 701, Richmond, Texas 77469.

FORT BEND COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

A. Financial Reporting Entity (continued)

Fort Bend County Assistance Districts (“CADs”)

The CADs are special districts authorized for creation by counties under chapter 387 of the Texas Local Government Code. CADs have the power to impose a sales and use tax for the following purposes: (1) the construction or maintenance of roads and highways; (2) provision of law enforcement and detention services; (3) maintenance or improvement of libraries, museums, parks or other recreational facilities; (4) provision of services that benefit the public health and welfare, including fire-fighting services; and (5) promotion of economic development and tourism. Currently there are ten CADs (#1, #2, #4, #5, #6, #7, #8, #9, #10 and #11) within Fort Bend County. CADs are political subdivisions of the state and each CAD has its own governing body, which is a five member Board of Directors. Each CADs’ governing body is the same as the County’s and there is a financial benefit relationship between the County and the CAD. Financial information is available at the Fort Bend County Auditor’s Office located at 301 Jackson, Suite 701, Richmond, Texas 77469.

Discretely Presented Component Units

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

Fort Bend County Toll Road Authority (“FBCTRA”)

The FBCTRA is organized under the Texas Transportation Corporation Act and the Texas Non-Profit Corporation Act. It was created to assist in the planning, designing, financing and building of county roads and highways. In particular, the FBCTRA is to assist in the building and operation of the Fort Bend Toll Road system that will extend from Sam Houston Parkway in Harris County to the Brazos River and the City of Fulshear in Fort Bend County. The County has financial accountability because it appoints a voting majority of the Board and the County can impose its will. Financial information is available at the Fort Bend County Auditor’s Office located at 301 Jackson, Suite 701, Richmond, Texas 77469.

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

The FBGPTRA is organized under the Texas Transportation Corporation Act and the Texas Non-Profit Corporation Act. It was created to assist in the planning, designing, financing and building of county roads and highways. In particular, the FBGPTRA is to assist in the building and operation of the Fort Bend Grand Parkway Toll Road that will extend from the Westpark Tollway along State Highway 99 to US 59. The County has financial accountability because it appoints a voting majority of the Board and the County can impose its will. Financial information is available at the Fort Bend County Auditor’s Office located at 301 Jackson, Suite 701, Richmond, Texas 77469.

FORT BEND COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

A. Financial Reporting Entity (continued)

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

The FBCSWSC was established for the purpose of conducting a feasibility study of a surface water facility in the area. Currently, its revenue sources are primarily from special districts, private corporations, and other entities interested in the study. The County has financial accountability because it appoints a voting majority of the Board and the County can impose its will. Financial information is available at the Fort Bend County Auditor’s Office located at 301 Jackson, Suite 701, Richmond, Texas 77469.

Fort Bend County Housing Finance Corporation (“FBCHFC”)

The FBCHFC was established under the Texas Housing Finance Corporation Act. It provides down payment assistance programs for individuals meeting certain income guidelines and serves as a conduit for activity related to bond issues for affordable housing in Fort Bend County. The tax-exempt bonds issued by the FBCHFC do not constitute a debt or a pledge of faith by the FBCHFC, but are payable by the user pursuant to terms defined in the loan agreements underlying each issue. The County has financial accountability because it appoints a voting majority of the Board and the County can impose its will. Financial information is available by contacting the Fort Bend County Housing Finance Corporation, Thomas Shirley – President, 2214 Avenue H, Rosenberg, Texas 77471.

Fort Bend County Industrial Development Corporation (“FBCIDC”)

The FBCIDC was established under the Development Corporation Act of 1979 (“Act”). It facilitates the issuance of obligations in the form of bonds to finance all or part of the cost of one or more projects as defined by the Act. The bonds issued by the FBCIDC do not constitute a debt or a pledge of faith by the FBCIDC, but are payable by the user pursuant to terms defined in the loan agreements underlying each issue. The County has financial accountability because it appoints a voting majority of the Board and the County can impose its will. Financial information is available at the Fort Bend County Auditor’s Office located at 301 Jackson, Suite 701, Richmond, Texas 77469.

B. Implementation of New Standards

In the current fiscal year, the County implemented the following new standard. The applicable provisions of these new standards are summarized here. Implementation is reflected in the financial statements and the notes to the financial statements.

GASB Statement No. 77, *Tax Abatement Disclosures*, requires disclosure of tax abatement information about a reporting government’s own tax abatement agreements and those that are entered into by other governments and that reduce the reporting government’s tax revenues.

GASB Statement 82, *Pension Issues-An amendment of GASB Statements No. 67, No. 68 and No. 73*, addresses the presentation of payroll-related measures in required supplementary information, selection of assumptions and the treatment of deviations from the guidance in an actuarial standard of practice for financial reporting purposes, and the classification of payments made by employers to satisfy employee contribution requirements.

FORT BEND COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Government-wide and Fund Accounting

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

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

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

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

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

The County reports the following major governmental funds:

General Fund

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

FORT BEND COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Government-wide and Fund Accounting (continued)

Debt Service Fund

This fund is used to account for the debt service transactions relating to the following bond issues: Unlimited Tax Road Bonds Series 2007, Fort Bend Flood Control Water Supply Corporation Refunding Bonds Series 2010, Facilities Limited Tax Bonds Series 2007, Unlimited Tax Road Bonds Series 2009, Justice Center Limited Tax Bonds Series 2009, Unlimited Tax Road Refunding Bonds Series 2009, Unlimited Tax Road Bonds Series 2012, Unlimited Tax Road Refunding Bonds Series 2014, Unlimited Tax Road and Refunding Bonds Series 2015, Facilities Refunding Bonds Series 2015, Unlimited Tax Road and Refunding Bonds Series 2016, and Facilities and Justice Center Refunding Bonds Series 2016. Revenues in this fund are comprised of property taxes levied against property located in the County. These funds are restricted for the payment of debt service obligations.

Capital Projects Funds

These funds are used to account for bond sale proceeds and other revenues, which are being used to finance the construction and/or expansion of numerous roads in the County or the construction or improvement of County facilities. These funds are restricted pursuant to bond covenant.

The County also reports the following nonmajor fund types:

Special Revenue Funds

These funds are used to account for resources restricted to, or committed for specific purposes.

Internal Service Funds

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

Agency Funds

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

FORT BEND COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Measurement Focus, Basis of Accounting and Financial Statement Presentation

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

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

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

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

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

Proprietary funds present operating revenues and expenses as well as non-operating revenues and expenses. Operating revenues and expenses are generally derived from providing services and producing goods as part of ongoing operations. The principal operating revenues of the County's internal service funds are charges to users for services. The operating expenses for the County's internal service funds include administrative expenses and all costs associated with providing services. All other revenue and expenses are reported as non-operating revenue.

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

FORT BEND COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

E. Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is used as an extension of formal budgetary control. Significant encumbrances outstanding at year-end are represented in aggregate within the respective fund balance category (restricted or committed) on the face of the balance sheet. Additional information regarding significant encumbrances is included in Note 13 on page 63 in the section entitled “Committed to”. Unencumbered appropriations lapse at the end of the fiscal year.

F. Cash and Cash Equivalents

The County’s cash and cash equivalents are considered to be cash on hand, demand deposits, balances in privately managed local government investment pools and short-term investments with original maturities of three months or less from the date of acquisition. The County’s local government investment pools are recorded at amortized cost, which approximates fair value, as permitted by GASB Statement No. 79, *Certain Investment Pools and Pool Participants*. For the purpose of the statement of cash flows, the proprietary fund types consider temporary investments with maturities of three months or less when purchased to be cash equivalents.

G. Investments

The County's investments, when held, are comprised primarily of U.S. Government Securities. The investments in U.S. Government Securities are generally held to maturity. The County reports investments at fair value.

The County categorizes fair value measurements of its investments based on the hierarchy established by generally accepted accounting principles. The fair value hierarchy, which has three levels, is based on the valuation inputs used to measure an asset’s fair value: Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs.

H. Receivables

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

I. Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

FORT BEND COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

J. Capital Assets

Capital assets used in governmental and proprietary fund types of the government are recorded as expenditures of the General, Special Revenue, Capital Projects, and Internal Service Funds and as capital assets in the government-wide financial statements to the extent the County's capitalization threshold (currently \$10,000 on new assets) is met. Betterments to existing assets are capitalized if they meet the \$10,000 threshold. Depreciation is recorded on capital assets on a government-wide basis. Major outlays for capital assets and improvements are capitalized as projects are constructed and subsequently depreciated over their estimated useful lives on a straight-line basis at the government-wide levels. All capital assets are valued at historical cost or estimated historical cost if actual cost was not available. Donated capital assets are recorded at acquisition value at the date of donation.

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

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

<u>Asset Description</u>	<u>Estimated Useful Life</u>
Vehicles	5 to 7 years
Office furniture and equipment	5 to 7 years
Machinery and equipment	7 to 15 years
Buildings, facilities and improvements	5 to 39 years
Infrastructure	20 to 45 years

K. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will *not* be recognized as an outflow of resources (expense/expenditure) until then. The County has two items that qualify for reporting in this category:

- Deferred charges on refunding - Reported in the government-wide statement of net position, this deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

FORT BEND COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

K. Deferred Outflows/Inflows of Resources (continued)

- Deferred outflows of resources for pension items - Reported in the government wide financial statement of net position, this deferred outflow results from pension plan contributions made after the measurement date of the net pension liability and the results of differences between expected and actual actuarial experiences. The deferred outflows of resources related to pensions resulting from County contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the next fiscal year. The other pension related deferred outflows will be amortized over the expected remaining service lives of all employees (active and inactive employees) that are provided with pensions through the pension plan which is currently 6 years for the County plan.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will *not* be recognized as an inflow of resources (revenue) until that time. The County has only two items that qualifies for reporting in this category:

- Deferred inflows of resources for unavailable revenues - Reported only in the governmental funds balance sheet, unavailable revenues from property taxes arise under the modified accrual basis of accounting. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.
- Deferred inflows of resources for pension – Reported by the County in the government-wide financial statement of net position, these deferred inflows result primarily from differences between projected and actual earnings on pension plan investments. These amounts will be amortized over a closed five year period.

L. Due To and Due From Other Funds

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

M. Accrued Compensated Absences

All full-time employees accumulate vacation benefits in varying annual number of days up to a maximum of twenty days a year. Accumulated vacation exceeding twenty days lapses on December 31 of each year. Compensatory time exceeding 80 hours is paid to nonexempt employees. In the event of termination, an employee is paid for all maximum allowable accumulation of vacation and compensatory time.

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

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

FORT BEND COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

N. Interfund Transfers

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

O. Net Position and Fund Balance

Net Position Classifications

Net position in government-wide financial statements are classified in three categories: 1) Net investment in capital assets, 2) Restricted net position, and 3) Unrestricted net position. Net position is shown as restricted if constraints placed on use are either (1) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments or (2) imposed by law through constitutional provisions or enabling legislation. It is the County's policy to consider restricted – net position to have been depleted before unrestricted – net position is applied.

Fund Balance Classifications

Governmental funds report fund balance in classifications based primarily on the extent to which the County is bound to honor constraints on the specific purposes for which amounts in the funds can be spent. Fund balances are required to be reported according to the following classifications:

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

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

Committed Fund Balance – includes amounts that can only be used for the specific purposes determined by the County's Board. The commitment of fund balance requires the highest level action of the Board to constitute a binding constraint on fund balance. This can only be achieved by majority vote of approval of the County's Board to transfer an amount from fund balance for a specific purpose. This order requires the County Auditor to establish a special project account to manage the use of the committed fund balance over the period for which the purpose is achieved or served. These allocations are primarily made for capital purposes that extend beyond the fiscal year of the County. Commitments may only be changed or lifted by majority vote of approval of the County's Board. The proposed action of the Board with regard to creation or modification of a commitment must also be clearly posted on the Board's agenda in advance of taking any action.

FORT BEND COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

O. Net Position and Fund Balance (continued)

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

Unassigned Fund Balance – is the residual classification for the General Fund and includes all amounts not contained in the other classifications. Unassigned amounts are technically available for any purpose. The General Fund is the only fund that reports a positive unassigned fund balance.

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

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

P. Reclassifications

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

Q. Estimates

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

R. Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the County’s defined benefit pension plan (the “Plan”) administered by the statewide Texas County and District Retirement System (“TCDRS”) and additions to/deductions from the Plan’s fiduciary net position have been determined on the same basis as they are reported by the Plan. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

FORT BEND COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 2 – DEPOSITS (CASH) AND INVESTMENTS

A. Authorization for Deposits and Investments

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

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

Commissioners Court has adopted a written investment policy regarding the investment of its funds as defined by the PFIA. The investments of the County are in compliance with this policy. State statutes authorize the County to invest in fully collateralized or insured time deposits, direct debt obligations of the United States, and certain repurchase agreements. Investments in security repurchase agreements are authorized when the investment has a defined termination date, is secured by obligations described in the PFIA, is pledged to the County, is deposited with a third party selected and approved by the entity, and is placed through a primary government securities dealer or national bank domiciled in the State of Texas. The County did not invest in repurchase agreements for the year ended September 30, 2017.

B. Deposit and Investment Amounts

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

As of September 30, 2017, the County’s cash deposits are either insured by FDIC or covered by collateral held by the County’s agent in the County’s name. The following schedule shows the County’s recorded cash and cash equivalents, and investments as of year-end.

Investments	Governmental Funds	Internal Service Funds	Totals Governmental Activities	Agency Fund
Cash deposits	\$ 205,445,249	\$ 14,271,559	\$ 219,716,808	\$ 24,492,300
Investment pools:				
LOGIC	20,346,947		20,346,947	
Texas CLASS	9,017,250		9,017,250	14,853,118
TexasTERM	2,038		2,038	
Totals cash and cash equivalents	234,811,484	14,271,559	249,083,043	39,345,418
Governmental securities:				
FHLMC	22,053,841		22,053,841	502,307
FFCB				500,000
Totals cash and Investments	\$ 256,865,325	\$ 14,271,559	\$ 271,136,884	\$ 40,347,725

FORT BEND COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 2 – DEPOSITS (CASH) AND INVESTMENTS (continued)

B. Deposit and Investment Amounts (continued)

Investment's fair value measurements are as follows as of September 30, 2017:

Governmental Activities	
Investments	Fair Value/ Amortized Cost
Cash deposits	\$ 219,716,808
Investment pools:	
LOGIC	20,346,947
Texas CLASS	9,017,250
Texas TERM	2,038
Totals cash and cash equivalents	249,083,043
FHLMC	22,053,841
Totals cash and Investments	\$ 271,136,884
 Agency Funds	
Investments	Fair Value/ Amortized Cost
Cash deposits	\$ 24,492,300
Investment pools:	
Texas CLASS	14,853,118
Totals cash and cash equivalents	39,345,418
FHLMC	502,307
FFCB	500,000
Totals cash and Investments	\$ 40,347,725

The fair values for all governmental securities are determined using Level 1 inputs.

Local Government Investment Cooperative (“LOGIC”) is a local government investment pool organized under the authority of the Interlocal Cooperation Act, chapter 791, Texas Government Code, and the PFIA. The Pool was created in April, 1994 through a contract among its participating governmental units, and is governed by a board of directors, to provide for the joint investment of participant's public funds and funds under their control. It maintains a Net Asset Value of approximately \$1 per share.

Texas Cooperative Liquid Assets Securities System Trust (“Texas CLASS”) is a local government investment pool organized under the authority of the Interlocal Cooperation Act, chapter 791, Texas Government Code, and the PFIA. Texas CLASS was established in 1996. Pursuant to the Trust Agreement, Texas CLASS is supervised by a Board of Trustees who are elected by the Participants. The Board of Trustees supervises the Trust and its affairs and acts as the liaison between the Participants, the Custodian and the Program Administrator. Cutwater Investor Services Corp. serves as Program Administrator. Cutwater Investor Services Corp. is a subsidiary of Cutwater Asset Management. It maintains a Net Asset Value of approximately \$1 per share.

FORT BEND COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 2 – DEPOSITS (CASH) AND INVESTMENTS (continued)

B. Deposit and Investment Amounts (continued)

The TexasTERM Local Government Investment Pool (“TexasTERM”) is organized in conformity with the PFIA. It provides for a fixed-rate, fixed-term investment for a period of 60 days to one year and includes TexasDAILY, a portfolio of the Local Government Pool, providing daily access to funds. An Advisory Board composed of participants in TexasTERM and other parties who do not participate in the Pool, has responsibility for the overall management of the Pool, including formulation and implementation of its investment and operating policies. PFM Asset Management LLC, a leading national financial and investment advisory firm, is the investment advisor to the pool. It maintains a Net Asset Value of approximately \$1 per share.

In accordance with GASB Statement No. 79, *Certain External Investment Pools and Pool Participants*, the local government investment pools do not have any limitations and restrictions on withdrawals such as notice periods or maximum transaction amounts. These pools do not impose any liquidity fees or redemption gates.

C. Interest Rate Risk

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

Governmental Activities	Fair Value/ Amortized Cost	Weighted Average Maturity (days)	Percentage of Total Portfolio
Investment pools:			
LOGIC	\$ 20,346,947	39	39.6%
Texas CLASS	9,017,250	56	17.5%
TexasTERM	2,038	55	0.00%
Governmental securities:			
FHLMC	22,053,841	167	42.9%
Total Fair Value/Amortized Cost	<u>\$ 51,420,076</u>		
Portfolio weighted average maturity		<u>97</u>	
 Agency Funds			
	Fair Value/ Amortized Cost	Weighted Average Maturity (days)	Percentage of Total Portfolio
Investment pools:			
Texas CLASS	\$ 14,853,118	56	93.7%
Governmental securities:			
FHLMC	502,307	272	3.2%
FFCB	500,000	643	3.2%
Total Fair Value/Amortized Cost	<u>\$ 15,855,425</u>		
Portfolio weighted average maturity		<u>81</u>	

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

FORT BEND COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 2 – DEPOSITS (CASH) AND INVESTMENTS (continued)

D. Credit Risk

The County's investment policy does not require investments to hold certain credit ratings issued by nationally recognized statistical rating organizations. As of September 30, 2017, the County's investments in Texas CLASS, TexasTERM, and LOGIC were rated "AAAm" by Standard and Poor's. The County's investments in the Wells Fargo Money Market Fund was rated "AAAm" and "Aaa-mf" by Standards and Poor's and Moody's Investments, respectively.

E. Concentration of Credit Risk

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

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

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

NOTE 3 - RECEIVABLES

Receivables, including applicable allowances for uncollectible accounts, as of September 30, 2017, were as follows:

	Governmental Activities				
	General Fund	Debt Service Fund	Capital Projects Funds	Non-major Funds	Totals
Receivables:					
Property taxes	\$ 5,981,263	\$ 477,999	\$	\$ 1,056,893	\$ 7,516,155
Sales taxes				1,208,056	1,208,056
Grants	13,008,682			728,610	13,737,292
Fines and fees	89,965,317				89,965,317
Other	4,772,548	3,153,540	7,100	2,404,628	10,337,816
Gross receivables	113,727,810	3,631,539	7,100	5,398,187	122,764,636
Less: allowance for uncollectibles	(63,000,131)	(47,800)		(105,689)	(63,153,620)
Totals	\$ 50,727,679	\$ 3,583,739	\$ 7,100	\$ 5,292,498	\$ 59,611,016

FORT BEND COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 4 – PROPERTY TAXES

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

A. 2016 Tax Year

Property taxes are prorated between the General, certain Special Revenue, and Debt Service Funds based on rates adopted for the year of the levy. For the 2017 fiscal year (2016 tax year), the County levied property taxes of \$0.47400 per \$100 of assessed valuation. The 2016 rates resulted in total adjusted tax levies of approximately \$286.6 million based on a total adjusted valuation of approximately \$60.5 billion. The total tax rate in the 2016 tax year was prorated as follows:

	<u>2016 Rate</u>	<u>2016 Limit</u>
General, certain Special Revenue and Debt Service Funds	\$ 0.45800	\$ 0.80000
Fort Bend County Drainage District	<u>\$ 0.01600</u>	<u>\$ 0.25000</u>
Total Tax Rate	<u><u>\$ 0.47400</u></u>	<u><u>\$ 1.05000</u></u>

B. Fort Bend Central Appraisal District

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

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

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

FORT BEND COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 5 – INTERFUND ACTIVITY

During the year, cash advances are occasionally made between funds for various projects and situations, which create receivables and payables between these funds. All of these interfund balances are expected to be paid within one year. As of September 30, 2017, the interfund receivables and payables were as follows:

Receivable Funds	Payable Funds			
	General	Capital Projects	Non-major	Totals
General	\$	\$ 48,697,796	\$ 5,142,021	\$ 53,839,817
Debt Service	2,094,096			2,094,096
Non-major			5,045,026	5,045,026
Total Governmental Activities	<u>\$ 2,094,096</u>	<u>\$ 48,697,796</u>	<u>\$ 10,187,047</u>	<u>\$ 60,978,939</u>

Transfers totaling approximately \$19.73 million were made during the year primarily for the purpose of moving unrestricted fund revenues to finance various programs that the government must account for in other funds in accordance with the budgetary authorizations, including amounts provided as subsidies or matching funds for various grant programs.

Transfers In	Transfers Out			
	General	Capital Projects	Non-major	Totals
General	\$	\$ 5,234,785	\$	\$ 5,234,785
Non-major	14,282,458	195,616	21,769	14,499,843
	<u>\$ 14,282,458</u>	<u>\$ 5,430,401</u>	<u>\$ 21,769</u>	<u>\$ 19,734,628</u>

FORT BEND COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 6 – CAPITAL ASSETS

A summary of changes in the primary government's capital assets for the year ended September 30, 2017, is as follows:

	Primary Government		
	Balances 10/1/16	Additions	Retirements/ Transfers
			Balances 9/30/17
Governmental activities:			
Capital assets not being depreciated:			
Land	\$ 417,808,330	\$ 11,409,477	\$ 429,217,807
Construction in progress	48,223,387	21,679,707	69,903,094
Total capital assets not being depreciated	466,031,717	33,089,184	499,120,901
Depreciable capital assets:			
Vehicles	38,225,408	4,399,180	(2,746,160)
Office furniture and equipment	31,517,694	1,247,837	(1,060,637)
Machinery and equipment	29,343,435	2,409,915	(443,232)
Buildings, facilities and improvements	364,573,714	23,553,862	(637,595)
Infrastructure	1,228,626,251	105,620,045	1,334,246,296
Total other capital assets	1,692,286,502	137,230,839	(4,887,624)
Accumulated depreciation for:			
Vehicles	(23,661,344)	(3,976,782)	2,643,279
Office furniture and equipment	(26,007,472)	(2,112,184)	983,802
Machinery and equipment	(18,289,433)	(1,759,373)	417,232
Buildings, facilities and improvements	(101,949,419)	(10,428,948)	499,302
Infrastructure	(254,119,305)	(32,705,799)	(286,825,104)
Total accumulated depreciation	(424,026,973)	(50,983,086)	4,543,615
Depreciable capital assets, net	1,268,259,529	86,247,753	(344,009)
Total governmental activities capital assets, net	\$ 1,734,291,246	\$ 119,336,937	\$ (344,009)

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

General administration	\$ 2,128,869
Financial administration	339,130
Administration of justice	5,535,456
Construction and maintenance	33,148,769
Drainage District	1,885,196
Health and welfare	1,916,790
Cooperative services	74,784
Public safety	3,112,238
Parks and recreation	1,171,552
Library	1,636,585
Capital assets held by the County's internal service funds are charged to the various functions based on their usage of the assets	33,717
Total Depreciation Expense	\$ 50,983,086

FORT BEND COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 6 – CAPITAL ASSETS (continued)

Construction in progress and remaining commitments under related construction contracts for general government construction projects as of September 30, 2017, is as follows:

2017 CONSTRUCTION COSTS					
Project	Balances 10/1/16	Increases- Retainage Included	Decreases Capitalizations and Adjustments	Balances 9/30/17	Remaining Commitments
Mobility Projects - Bonds	\$ 29,457,549	\$ 14,109,305	\$	\$ 43,566,854	44,288,696
Wespark B Frontage Roads	5,384,704		(5,384,704)		1,750
Congestion Mitigation	1,568,583	93,877	(1,662,460)		
Utility Relocation - Greenbusch	1,496,929		(1,496,929)		
Justice Center Expansion	1,190,718	12,364,235		13,554,953	3,390,984
Jail Energy Efficiency Project	1,049,540	4,701,845	(5,751,385)		
Justice Center Finish Out	973,377	1,776,777	(2,750,154)		6,437
Crabb River Road Expansion	965,620		(965,620)		
2011 Public Transportation Grant	762,278	512,791		1,275,069	
Parks Infrastructure 2016	632,670	87,170	(704,425)	15,415	37,440
Justice Center Structured Parking	587,920	4,226,281	(4,814,201)		7,299
Lawson Upgrade	506,040	1,691	(507,731)		83,915
2015 County-wide Parks Projects	487,354	800,000	(487,354)	800,000	737,088
Sheriff Txwam Tower Software	434,145			434,145	
Sheriff Helicopter Project	424,911		(424,911)		
Sheriff Vocational Building #2	312,708	524	(313,232)		74,000
FM762 Landscaping	221,754			221,754	
Document Management Steer Team	211,950	595,387		807,337	551,049
LJ Parkway	208,702			208,702	1
Four Corners Community Service Center	178,229	2,076,468		2,254,697	
Justice Center Security Upgrade	167,417	42,859		210,276	46,896
Justice Center Courtrooms Buildout	154,067	14,065	(168,132)		
Fairgrounds Livestock Building	152,606	4,364,399	(4,517,005)		11,036
Missouri City Library Expansion	147,287	215,165		362,452	114,756
Mission Bend Library	143,597	311,384		454,981	4,421,688
CSI Redaction Software	124,798	225		125,023	113
5th Street Community Center Expansion	82,794	541,822		624,616	275,590
Enotices Software	45,000	1,200	(46,200)		
Kitty Hollow Improvements	40,700	198,950		239,650	
West Bellfort Extension	31,706	1,351,369		1,383,075	155,089
Courthouse Renovation Project	29,550		(29,550)		
Precinct 4 Renovations	26,972			26,972	
Mission Bend Community Center	14,657	188,955		203,612	53,605
Sheriff Administratin Building	6,555	604,530		611,085	116,738
NIBRS Software		30,100		30,100	33,840
2016 EOC Technology		11,250	(11,250)		
Fulshear Bldg Repairs		10,304	(10,304)		162,721
Cash Receipt Software		90,924		90,924	243,262
HVAC Replacement Pct 4 Building		23,559	(23,559)		
Sienna Annex Buildout 2017		346,284	(346,284)		373
Video Surveillance Upgrade		261,298		261,298	7,625
Old Jail Re-Roof		195,917	(195,917)		1,065
Juv Det Schemat.Design Pkg		395,284	(395,284)		2,216
Old Jail Re-Roof 2017		225,000	(225,000)		
Juv Youth Ed Hvac Replace		14,335		14,335	
Jail Kitchen Floor Replcmt		258,198	(258,198)		
So Patrol Bldg Reroof 2017		41,875	(41,875)		
So Emerg. Medical Dispatch		95,481		95,481	16,777
Fair Renovations 2016		24,564		24,564	
Jc Park Admin & Dining Fac		484,084	(484,084)		
Fairgrounds Renov. 2017		305,058		305,058	
Jc Park Renovations		24,986		24,986	
Parks Restroom Renovations		326,829		326,829	6,692
2015 Mo City Gym Rehab		279,589		279,589	106,330
Cty Wide Parks Land/Impr.		817,819	(601,438)	216,381	737,088
Fg Park./Drain.Livest.Area		1,141,016	(1,141,016)		5,350
So Jail Upgrade Design Ser		78,760		78,760	8,240
Juvenile Gym Renovation		8,500	(8,500)		
Detention Fence Repair & R		53,866	(53,866)		
Traff Sig Spring Gm & Roe		39,718		39,718	68,870
Traff Sig Wst Bf & Mason R		39,718		39,718	5,826
Traff Sig Wst Bf & Old Ric		39,837		39,837	5,843
Big Creek		102,098	(102,098)		147,653
Upper Oyster Creek		160,797	(160,797)		99,206
Harlem U-Turn Lanes At Sh9		609,033		609,033	
Gml Renovations		92,981	(92,981)		
Sienna Annex		45,815		45,815	127
Gordon Ranch		7,700	(7,700)		
Fort Bend Senior Meals on Wheels		14,472	(14,472)		
Totals	\$ 48,223,387	\$ 55,878,323	\$ (34,198,616)	\$ 69,903,094	\$ 56,033,274

FORT BEND COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 7 – AMBULANCE SERVICES OVERPAYMENT LIABILITY

Fort Bend County identified a technical compliance deficiency regarding billing of ambulance services to Center for Medicare and Medicaid Services (“CMS”) and other federal payers. This was confirmed with a statistically valid random-sample audit performed in August of 2016. The variance rate was calculated at 26.6%. Based on this error rate, Fort Bend County was overpaid by CMS and other federal payers by approximately \$3 million over a period of six years. With the additional penalty, the County will be required to reimburse approximately \$4.5 million. The technical deficiency was corrected as of January 31, 2016 and controls have been implemented to ensure full compliance with regard to all requirements of all funding entities of ambulance services provided by Fort Bend County. This liability is included in accounts payable and accrued expenses in the financial statements; the amount is still outstanding as of September 30, 2017.

NOTE 8 - LONG-TERM DEBT

A. General Obligation Bonds and Long-Term Liabilities

Long-term liabilities applicable to the County’s governmental activities are not due and payable in the current period, and accordingly, are not reported as fund liabilities in the governmental funds. Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due. Long-term bonded debt as of September 30, 2017, is as follows:

<u>Original Issue</u>	<u>Description</u>	<u>Interest Rate</u> <u>%</u>	<u>Matures</u>	<u>Debt</u> <u>Outstanding</u>
\$ 48,940,000	Unlimited Tax Road Bonds, Series 2009	3.00 - 5.00	2029	\$ 2,165,000
73,430,000	Justice Center Limited Tax Bonds, Series 2009	3.00 - 5.25	2030	2,970,000
20,780,000	Unlimited Tax Road Refunding Bonds, Series 2009	3.00 - 5.00	2021	7,265,000
9,675,000	Fort Bend Flood Control Water Supply Refunding Bonds, Series 2010	2.50 - 4.00	2021	3,685,000
58,220,000	Unlimited Tax Road Bonds, Series 2012	2.00 - 5.00	2032	48,120,000
18,900,000	Unlimited Tax Road Refunding Bonds, Series 2014	1.00 - 5.00	2026	15,965,000
52,220,000	Unlimited Tax Road and Refunding Bonds, Series 2015A	2.00 - 5.00	2035	48,790,000
93,370,000	Facilities Limited Tax Refunding Bonds, Series 2015B	4.00 - 5.00	2031	93,370,000
75,340,000	Unlimited Tax Road and Refunding Bonds, Series 2016A	2.00 - 5.00	2036	73,915,000
94,420,000	Facilities Limited Tax and Refunding Bonds, Series 2016B	2.00 - 5.00	2036	92,895,000
17,000,000	Certificates of Obligation, Series 2017	2.36	2033	17,000,000
47,550,000	Combination Tax and Revenue Certificates of Obligation, Series 2017A	5	2029	47,550,000
Total General Obligation Bonds				<u><u>\$ 453,690,000</u></u>
Tax Notes				
3,808,978	Mobility Tax Note Series 2017	2.36	2023	<u>3,808,978</u>
Total Tax Notes				<u><u>\$ 3,808,978</u></u>

FORT BEND COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 8 - LONG-TERM DEBT (continued)

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

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

In August 2017, the County issued \$47,550,000 in Combination Tax and Revenue Certificates of Obligation, Series 2017A. The proceeds of this bond issue will fund the frontage road improvements to the Westpark B extension that will widen FM1093 eastbound and westbound lanes from SH99 to just east of Fulshear.

In July 2017, the County issued \$17,000,000 in Certificates of Obligation, Series 2017. The proceeds of this bond issue will fund the construction of a new Library along with two community centers in the Mission Bend/Four Corners area.

In January 2017, the County issued approximately \$3.8 million in tax notes to fund the construction of West Bellfort Road from Binion Lane to Harlem Road. The debt service on these notes will be paid from a Joint Participation agreement with the Municipal Utility District and a sales tax allocation from the Management District which the new road is located within.

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

A summary of long-term liability transactions of the County for the year ended September 30, 2017, follows:

	Balance 10/1/16	Additions	Retirements	Balance 9/30/17	Amounts Due Within One Year
Bonds payable:					
General obligation bonds	\$ 410,560,000	\$ 64,550,000	\$ (21,420,000)	\$ 453,690,000	\$ 25,425,000
Tax Notes		3,808,978		3,808,978	506,000
Premiums on bonds	62,444,495	7,965,901	(4,067,389)	66,343,007	
Total bonds payable	473,004,495	76,324,879	(25,487,389)	523,841,985	25,931,000
Accrued compensated absences	7,195,732	10,107,509	(8,082,398)	9,220,843	2,305,211
Other post-employment benefits ("OPEB") obligation	256,897,972	43,995,616	(7,757,673)	293,135,915	
Total Long-Term Liabilities	\$ 737,098,199	\$ 130,428,004	\$ (41,327,460)	\$ 826,198,743	\$ 28,236,211

Bonded debt is funded primarily by property taxes from the Debt Service Fund. Accrued compensated absences are payable by the fund in which the individual positions are budgeted. General Fund and the Drainage District Fund have been used to fund current OPEB costs. As of the date of this report, the long-term portion of the OPEB liability is not funded.

FORT BEND COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 8 - LONG-TERM DEBT (continued)

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

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

General Obligation Bonds			
	Principal	Interest	Totals
2018	\$ 25,425,000	\$ 20,596,304	\$ 46,021,304
2019	25,975,000	19,420,287	45,395,287
2020	27,100,000	18,147,394	45,247,394
2021	28,275,000	16,827,109	45,102,109
2022	26,880,000	15,504,332	42,384,332
2023-2027	154,035,000	55,924,940	209,959,940
2028-2032	128,295,000	20,026,388	148,321,388
2033-2037	37,705,000	3,101,379	40,806,379
Totals	\$ 453,690,000	\$ 169,548,133	\$ 623,238,133

Tax Notes			
	Principal	Interest	Totals
2018	\$ 506,000	\$ 83,921	\$ 589,921
2019	516,000	71,861	587,861
2020	527,000	59,554	586,554
2021	537,000	46,999	583,999
2022	548,000	34,196	582,196
2023-2027	1,174,978	27,930	1,202,908
Totals	\$ 3,808,978	\$ 324,461	\$ 4,133,439

B. Defeasance of Debt

In fiscal year 2015, the County defeased a large portion of the Facilities Limited Tax Bonds, Series 2007 by placing the proceeds of the refunding bonds in an irrevocable trust to provide for all future debt service on the refunded bonds. The trust account assets and the liability for the defeased bonds are not included in the County's basic financial statements. As of September 30, 2017, there is no remaining outstanding balance of the Facilities Limited Tax Bonds, Series 2007.

In fiscal year 2016, the County defeased a large portion of the Unlimited Tax Road Bonds, Series 2009 and a large portion of the Justice Center Limited Tax Bonds, Series 2009 by placing the proceeds of the refunding bonds in an irrevocable trust to provide for all future debt service on the refunded bonds. The trust account assets and the liability for the defeased bonds are not included in the County's basic financial statements. As of September 30, 2017, the outstanding balance of the Unlimited Tax Road Bonds, Series 2009 was \$32,045,000, and the outstanding balance of the Justice Center Limited Tax Bonds, Series 2009 was \$50,315,000.

FORT BEND COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 9 – EMPLOYEE RETIREMENT SYSTEM

General Information about the Pension Plan

A. Plan Description

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

B. Benefits Provided

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

Benefit amounts are determined by the sum of the employee's contributions to the plan, with interest, and County financed monetary credits. The level of these monetary credits is adopted by the County’s Commissioners Court within the actuarial constraints imposed by the TCDRS Act so that 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 Act.

All employees are eligible for non-duty disability benefits after 10 years of service and for duty-related disability benefits upon hire. Disability retirement benefits are determined in the same manner as retirement benefits but are payable immediately without an actuarial reduction. Death benefits equal two times the employee’s final full-year salary. An employee who leaves County service may withdraw his or her contributions, plus any accumulated interest.

Benefit terms provide for annual cost-of-living adjustments to each employee’s retirement allowance subsequent to the employee’s retirement date. The annual adjustments are one-half of the change in the Consumer Price Index, limited to a maximum increase in retirement allowance of 2 percent for general employees and 3 percent for public safety employees. The County’s Commissioners Court considers providing an additional cost-of-living adjustment after the employee’s retirement date beyond the terms of the plan during the budget process if sufficient funds are available.

FORT BEND COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 9 – EMPLOYEE RETIREMENT SYSTEM (continued)

General Information about the Pension Plan (continued)

C. Employees Covered by Benefit Terms

As of September 30, 2017, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	861
Inactive employees entitled to but not yet receiving benefits	1,776
Active employees	2,778
Total	<u>5,415</u>

D. Contributions

The 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 County based on the covered payroll of employee members. Under the TCDRS Act, the contribution rate of the employer is actuarially determined annually. It was 11.79% for calendar year 2016 and 11.95% for calendar year 2017. The contribution rate payable by the employee members is 7% as adopted by the governing body of the employer. The employee contribution rate and the employer contribution rate may be changed by the governing body of the employer within the options available in the TCDRS Act.

The County’s total payroll in fiscal year 2017 was \$148.6 million and the County’s contributions were based on a payroll of \$139.1 million. Contributions made by employees totaled \$10.4 million, and the County made contributions of \$17.7 million during the fiscal year ended September 30, 2017.

Net Pension Liability

The County’s net pension liability was measured as of December 31, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

A. Actuarial Assumptions

The total pension liability in the December 31, 2016 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

<u>Actuarial Information</u>	<u>12/31/2016</u>
Actuarial cost method	Entry age
Amortization method	level percentage of payroll, closed
Amortization period	13.9 years
Asset valuation method	5-year smoothed market
Assumptions:	
Investment return	8.0%
Projected salary increases	4.9%
Inflation	3.0%
Cost-of-living adjustments	0.0%

FORT BEND COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 9 – EMPLOYEE RETIREMENT SYSTEM (continued)

Net Pension Liability (continued)

A. Actuarial Assumptions (continued)

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

B. Discount rate

The discount rate is the single rate of return that, when applied to all projected benefit payments results in an actuarial present value of projected benefit payments equal to the total of the following:

1. The actuarial present value of benefit payments projected to be made in future periods in which (a) the amount of the pension plan's fiduciary net position is projected to be greater than the benefit payments that are projected to be made in that period and (b) pension plan assets up to that point are expected to be invested using a strategy to achieve the long-term rate of return, calculated using the long-term expected rate of return on pension plan investments.
2. The actuarial present value of projected benefit payments not included in (1), calculated using the municipal bond rate.

Therefore, if plan investments in a given future year are greater than projected benefit payments in that year and are invested such that they are expected to earn the long-term rate of return, the discount rate applied to projected benefit payments in that year should be the long-term expected rate of return on plan investments. If future years exist where this is not the case, then an index rate reflecting the yield on a 20-year, tax-exempt municipal bond should be used to discount the projected benefit payments for those years.

The determination of a future date when plan investments are not sufficient to pay projected benefit payments is often referred to as a depletion date projection. A depletion date projection compares projections of the pension plan's fiduciary net position to projected benefit payments and aims to determine a future date, if one exists, when the fiduciary net position is projected to be less than projected benefit payments. If an evaluation of the sufficiency of the projected fiduciary net position compared to projected benefit payments can be made with sufficient reliability without performing a depletion date projection, alternative methods to determine sufficiency may be applied.

In order to determine the discount rate to be used by the employer we have used an alternative method to determine the sufficiency of the fiduciary net position in all future years. Our alternative method reflects the funding requirements under the employer's funding policy and the legal requirements under the TCDRS Act.

1. TCDRS has a funding policy where the Unfunded Actuarial Accrued Liability ("UAAL") shall be amortized as a level percent of pay over 20-year closed layered periods.
2. Under the TCDRS Act, the employer is legally required to make the contribution specified in the funding policy.

FORT BEND COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 9 – EMPLOYEE RETIREMENT SYSTEM (continued)

Net Pension Liability (continued)

B. Discount Rate (continued)

3. The employer's assets are projected to exceed its accrued liabilities in 20 years or less. When this point is reached, the employer is still required to contribute at least the normal cost.
4. Any increased cost due to the adoption of a COLA is required to be funded over a period of 15 years, if applicable.

Based on the above, the projected fiduciary net position is determined to be sufficient compared to projected benefit payments. Based on the expected level of cash flows and investment returns to the system, the fiduciary net position as a percentage of total pension liability is projected to increase from its current level in future years.

Since the projected fiduciary net position is projected to be sufficient to pay projected benefit payments in all future years, the discount rate for purposes of calculating the total pension liability and net pension liability of the employer is equal to the long-term assumed rate of return on investments. This long-term assumed rate of return should be net of investment expenses, but gross of administrative expenses for GASB 68 purposes. Therefore, we have used a discount rate of 8.10%. This rate reflects the long-term assumed rate of return on assets for funding purposes of 8.00%, net of all expenses, increased by 0.10% to be gross of administrative expenses.

C. Long-Term Expected Rate of Return

The long-term expected rate of return on TCDRS assets is determined by adding expected inflation to expected long-term real returns, and reflecting expected volatility and correlation. The capital market assumptions and information shown below are provided by TCDRS' investment consultant, Cliffwater LLC. The numbers shown are based on January 2016 information for a 7-10 year time horizon. Note that the valuation assumption for long-term expected return is re-assessed at a minimum of every four years, and is set based on a 30-year time horizon; the most recent analysis was performed in 2013.

FORT BEND COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 9 – EMPLOYEE RETIREMENT SYSTEM (continued)

Net Pension Liability (continued)

C. Long-Term Expected Rate of Return (continued)

Asset Class	Benchmark	Target Allocation (1)	Geometric Real Rate of Return (Expected minus Inflation)
U.S. Equities	Dow Jones U.S. Total Stock Market Index	13.50%	4.70%
Private Equity	Cambridge Associates Global Private Equity & Ven	16.00%	7.70%
Global Equities	MSCI World (net) Index	1.50%	5.00%
Int'l Equities - Developed Markets	MSCI World Ex USA (net)	10.00%	4.70%
Int'l Equities - Emerging Markets	MSCI EM Standard (net) Index	7.00%	5.70%
Investment-Grade Bonds	Bloomberg Barclays U.S. Aggregate Bond Index	3.00%	0.60%
High-Yield Bonds	Citigroup High-Yield Cash-Pay Capped Index	3.00%	3.70%
Opportunistic Credit	Citigroup High-Yield Cash-Pay Capped Index	2.00%	3.83%
Direct Lending	S&P/LSTA Leveraged Loan Index	10.00%	8.15%
Distressed Debt	Cambridge Associates Distressed Securities Index ⁽⁴⁾	3.00%	6.70%
REIT Equities	67% FTSE NAREIT Equity REITs Index + 33% FI EPRA/NAREIT Global Real Estate Index	2.00%	3.85%
Master Limited Partnerships (MLPs)	Alerian MLP Index	3.00%	5.60%
Private Real Estate Partnerships	Cambridge Associates Real Estate Index ⁽⁵⁾	6.00%	7.20%
Hedge Funds	Hedge Fund Research, Inc. (HFRI) Fund of Funds (	20.00%	3.85%

(1) Target asset allocation adopted at the April 2017 TCDRS Board meeting.

(2) Geometric real rates of return equal the expected return minus the assumed inflation rate of 2.0%, per Cliffwater's 2017 capital market assumptions.

(3) Includes vintage years 2006-present of Quarter Pooled Horizon IRRs.

(4) Includes vintage years 2005-present of Quarter Pooled Horizon IRRs.

(5) Includes vintage years 2007-present of Quarter Pooled Horizon IRRs.

FORT BEND COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 9 – EMPLOYEE RETIREMENT SYSTEM (continued)

Net Pension Liability (continued)

D. Changes in the Net Pension Liability

	Increase (Decrease)		
	Total Pension Liability	Fiduciary Net Position	Net Pension Liability
	(a)	(b)	(a) – (b)
Balances as of December 31, 2015	\$ 545,684,579	\$ 475,095,562	\$ 70,589,017
Changes for the year:			
Service cost	19,342,565		19,342,565
Interest on total pension liability	44,158,326		44,158,326
Effect of plan changes	-		-
Effect of economic/demographic gains or losses	(838,894)		(838,894)
Effect of assumptions changes or inputs	-		-
Refund of contributions	(1,037,730)	(1,037,730)	
Benefit payments	(19,365,607)	(19,365,607)	
Administrative expenses		(382,614)	382,614
Member contributions		9,752,784	(9,752,784)
Net investment income		35,146,589	(35,146,589)
Employer contributions		16,407,504	(16,407,504)
Other		(833,565)	833,565
Balances as of December 31, 2016	<u>\$ 587,943,239</u>	<u>\$ 514,782,923</u>	<u>\$ 73,160,316</u>

E. Sensitivity Analysis

The following presents the net pension liability of the county/district, calculated using the discount rate of 8.10%, as well as what the Fort Bend County net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (7.10%) or 1 percentage point higher (9.10%) than the current rate.

	1% Decrease 7.10%	Current Discount Rate 8.10%	1% Increase 9.10%
Total pension liability	\$ 669,011,314	\$ 587,943,239	\$ 520,772,483
Fiduciary net position	514,782,923	514,782,923	514,782,923
Net pension liability / (asset)	<u>\$ 154,228,391</u>	<u>\$ 73,160,316</u>	<u>\$ 5,989,560</u>

FORT BEND COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 9 – EMPLOYEE RETIREMENT SYSTEM (continued)

Net Pension Liability (continued)

F. Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

For the year ended September 30, 2017, the County recognized pension expense of \$26,657,627 as follows:

Pension Expense	Measurement Year 2016
Service cost	\$ 19,342,565
Interest on total pension liability	44,158,326
Effect of plan changes	-
Administrative expenses	382,614
Member contributions	(9,752,784)
Expected investment return net of investment expenses	(38,663,061)
Recognition of deferred inflows/outflows of resources	
Recognition of economic/demographic gains or losses	(997,123)
Recognition of assumption changes or inputs	870,232
Recognition of investment gains or losses	10,483,293
Other	833,565
Pension expense	<u><u>\$ 26,657,627</u></u>

Deferred Inflows / Outflows of Resources

As of the measurement date of December 31, 2016, the deferred inflows and outflows of resources are as follows:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$	\$ 4,075,462
Changes of assumptions	3,480,928	
Net difference between projected and actual earnings	30,897,379	
Contributions made subsequent to measurement date	13,770,245	
	<u><u>\$ 48,148,552</u></u>	<u><u>\$ 4,075,462</u></u>

FORT BEND COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 9 – EMPLOYEE RETIREMENT SYSTEM (continued)

Net Pension Liability (continued)

F. Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (continued)

Amounts currently reported as deferred outflows of resources and deferred inflows of resources related to pensions, excluding contributions made subsequent to the December 31 measurement date, will be recognized in pension expense as follows:

Year ended December 31:	
2017	\$ 10,356,403
2018	10,356,403
2019	9,100,606
2020	629,249
2021	(139,816)
Total	<u>\$ 30,302,845</u>

NOTE 10 – DEFERRED COMPENSATION PLAN

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

NOTE 11 – OTHER POST-EMPLOYMENT BENEFITS (“OPEB”)

A. Plan Description

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

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

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

FORT BEND COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 11 – OTHER POST-EMPLOYMENT BENEFITS (“OPEB”) (continued)

B. Funding Policy and Contribution Rates

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

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

The County recognizes its share of the costs of providing these benefits when paid, on a “pay-as-you-go” basis. These payments are budgeted annually. As of September 30, 2017, there were 801 retirees receiving benefits and approximately 2,122 active members not yet receiving benefits. Commencing in fiscal 2008, the County implemented GASB Statement No. 45 “Accounting and Financial Reporting by Employers for Post-employment Benefits Other Than Pensions.” The County has performed an actuarial valuation of its post-retirement benefit liability. The financial statement disclosures for 2017 are as follows:

C. Annual OPEB Costs and Net OPEB Obligation

For fiscal year 2017, the County’s annual OPEB cost for the Plan was \$43,995,616. The County’s annual OPEB cost, the percentage of annual OPEB cost contributed to the Plan, and the net OPEB obligation for the year ended September 30, 2017, were as follows:

	Fiscal Year Ending 9/30/17
Determination of Annual Required Contribution	
Normal Cost at Fiscal Year End	\$ 23,303,760
Amortization of Unfunded Actuarial Accrued Liability	24,700,971
Annual Required Contribution ("ARC")	<u>48,004,731</u>
Determination of Net OPEB Obligation	
Annual Required Contribution	48,004,731
Interest on prior-year Net OPEB Obligation	10,275,919
Adjustment to ARC	<u>(14,285,034)</u>
Annual OPEB Cost	43,995,616
Less Assumed Contributions Made	<u>(7,757,673)</u>
Estimated Increase in Net OPEB Obligation	36,237,943
Net OPEB Obligation - Beginning of Year	<u>256,897,972</u>
Net OPEB Obligation - End of Year	<u><u>\$ 293,135,915</u></u>
Percentage of OPEB Cost Contributed	17.63%

FORT BEND COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 11 – OTHER POST-EMPLOYMENT BENEFITS (“OPEB”) (continued)

D. Trend Information

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

Fiscal Year Ended	Discount Rate	Annual OPEB Cost	Percentage of OPEB Cost Contributed	Net OPEB Obligation
2015	4%	\$ 36,980,392	14.76%	\$ 221,281,360
2016	4%	42,570,952	16.34%	256,897,972
2017	4%	43,995,616	17.63%	293,135,915

E. Funded Status and Funding Progress

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

Actuarial valuation date	October 1, 2015
Actuarial value of plan assets (a)	\$ -
Actuarial accrued liability ("AAL") (b)	\$ 350,708,226
Unfunded/(Overfunded) actuarial accrued liability ("UAAL" or "OAAL") (b-a)	\$ 350,708,226
Funded Ratio (a/b)	0.0%
Annual Covered Payroll (c)	\$ 139,138,120
UAAL or OAAL as % of covered payroll ((b-a)/c)	252.06%

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

FORT BEND COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 11 – OTHER POST-EMPLOYMENT BENEFITS (“OPEB”) (continued)

F. Actuarial Methods and Assumptions

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

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

NOTE 12 – NET PENSION OBLIGATION AND OTHER POST-EMPLOYMENT BENEFITS FUNDING IN PRIOR YEARS

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

FORT BEND COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 13 – FUND BALANCES

Fund balances are presented in the following categories: nonspendable, restricted, committed, assigned, and unassigned, as described in Note 1. Fund balances for all the major and non-major governmental funds as of September 30, 2017, were distributed as follows:

	General Fund	Debt Service Fund	Capital Project Funds	Non-major Special Revenue Funds	Totals
Nonspendable:					
Prepaid items	\$ 152,920	\$	\$	\$ 21,314	\$ 174,234
Subtotal	<u>152,920</u>			<u>21,314</u>	<u>174,234</u>
Restricted for:					
General administration	2,085,160			3,520,676	5,605,836
Financial administration				22,260	22,260
Administration of justice	1,185,430			2,241,655	3,427,085
Construction and maintenance			76,907,698	47,282,458	124,190,156
Health and welfare	420,580			212,769	633,349
Public safety	44,980			2,366,321	2,411,301
Library				1,338,963	1,338,963
Debt service		9,852,755			9,852,755
Subtotal	<u>3,736,150</u>	<u>9,852,755</u>	<u>76,907,698</u>	<u>56,985,102</u>	<u>147,481,705</u>
Committed to:					
Facilities and Equipment	2,034,685				2,034,685
Construction & Maintenance	1,152,647				1,152,647
OPEB Liability Funding	2,549,200				2,549,200
IT Infrastructure and Software	4,878,434				4,878,434
Special Projects-Commissioners Court	296,103				296,103
Right-of-way acquisitions	881,230				881,230
Subtotal	<u>11,792,299</u>				<u>11,792,299</u>
Unassigned	<u>44,717,250</u>			<u>(127,583)</u>	<u>44,589,667</u>
Total Fund Balances	<u>\$ 60,398,619</u>	<u>\$ 9,852,755</u>	<u>\$ 76,907,698</u>	<u>\$ 56,878,833</u>	<u>\$ 204,037,905</u>

FORT BEND COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 14 – CONTINGENCIES AND COMMITMENTS

A. Construction Contract Commitments

The County had several capital improvement commitments as of September 30, 2017. A contract between two parties does not result immediately in the recognition of a liability. Instead, a liability is incurred when performance has occurred under the contract. Until such time as performance takes place, these contracts represent a commitment rather than a liability. These commitments and their related construction in progress are summarized in Note 6.

B. Litigation and Other Contingencies

The County is contingently liable with respect to lawsuits and other claims in the ordinary course of its operations. The settlement of such contingencies under the budgetary process would not materially affect the financial position of the County as of September 30, 2017.

NOTE 15 - RISK MANAGEMENT

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

Liabilities have been recorded for workers' compensation, auto liability, general liability, and employee benefits. These liabilities are recorded when it is probable that a loss has occurred and the amount can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported ("IBNR"). The result of the process to estimate the claims liability is not an exact amount as it depends on many complex factors, such as inflation, changes in legal doctrines, and damage awards. Accordingly, claims are reevaluated periodically to consider the effects of inflation, recent claim settlement trends, and other economic and social factors. The estimate of the claims liability also includes amounts for incremental claim adjustment expenses regardless of whether allocated to specific claims. Non-incremental claim adjustment expenses have not been included as part of the liability for claims and judgments. However, estimated recoveries, for example from salvage or subrogation, are another component of the claims liability estimate. A summary of the changes in the balances of claims liabilities for the years ended September 30, 2017 and 2016 is as follows:

	Year ended 9/30/17	Year ended 9/30/16
Unpaid claims, beginning of year	\$ 2,927,179	\$ 2,970,451
Incurred claims (including IBNRs)	30,476,536	29,534,115
Claim payments	(29,726,245)	(29,577,387)
Unpaid claims, end of year	<u>\$ 3,677,470</u>	<u>\$ 2,927,179</u>
Other Insurance:		
	Year ended 9/30/17	Year ended 9/30/16
Unpaid claims, beginning of year	\$ 3,551,727	\$ 3,475,912
Incurred claims (including IBNRs)	(278,265)	436,046
Claim payments	(352,207)	(360,231)
Unpaid claims, end of year	<u>\$ 2,921,255</u>	<u>\$ 3,551,727</u>
Amounts Due Within One Year	<u>\$ 2,921,255</u>	<u>\$ 3,551,727</u>

FORT BEND COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 16 – DEFICIT FUND BALANCE AND NET POSITION

As of September 30, 2017 the County reported a deficit in fund balance of \$130,256 in the East Fort Bend Development Authority Special Revenue Fund. The County plans to clear these deficits once the Authority initiates its capital program to begin the construction of infrastructure within its jurisdiction. This will allow the Authority to fully fund the amounts advanced by the County.

NOTE 17 – TAX ABATEMENTS

Fort Bend County provides property tax abatements for economic development pursuant to Chapter 312 of the Texas Property Tax Code in order to facilitate the creation and retention of job opportunities to the County. Under the terms of the County's tax abatement guidelines, an abatement may only be granted for the additional value of eligible Improvements made subsequent to and specified in an abatement agreement between the County and the property owner or lessee, subject to such limitations as the County may require. An abatement may be granted for new facilities and improvements to existing facilities for purposes of modernization or expansion.

Economic Qualifications: In order to be eligible for designation as a reinvestment zone and receive tax abatement the planned improvement:

1. Must be expected to have an increased appraised ad valorem tax value of at least \$1,000,000 based upon the Fort Bend Central Appraisal District's assessment of the eligible property; and
2. Must be expected to prevent the loss of payroll or retain, increase or create payroll on a permanent basis in the County.
3. Must not have the effect of transferring employment from one part of the County to another, unless there is a substantial threat of economic loss to the County.

Recapture: Any abatement agreement may be terminated and all taxes previously abated by virtue of the agreement will be recaptured and paid within thirty (30) days of the termination in the event that the company or individual:

1. Allows its ad valorem taxes owed the County to become delinquent and fails to timely and properly follow the legal procedures for their protest and /or contest;
2. Violates any of the terms and conditions of the abatement agreement; or
3. Vacates any of the improvements subject to the agreement before the term of the abatement; and fails to cure during the cure period.

Should the County determine that the company or individual is in default according to the terms and conditions of its agreement, the County shall notify the company or individual of such default in writing at the address stated in the agreement; and if such is not cured within thirty (30) days from the date of such notice ("Cure Period"), then the agreement may be terminated.

Taxes Abated: During the 2017 fiscal year the County tax abatement program resulted in the abatement of approximately \$1.6 million in property taxes as a result of lowered assessed values on qualified projects.

FORT BEND COUNTY, TEXAS
NOTES TO FINANCIAL STATEMENTS (continued)

NOTE 18 – SUBSEQUENT EVENTS

In October 2017 the County issued \$4,952,549 Tax and Revenue Certificates of Obligation, Taxable Series 2017B (QECB). The proceeds of this bond issue will fund the energy efficiency improvements to the County Jail. In February 2018 the County issued \$60,000,000 Unlimited Tax Road Bonds, Series 2018 to continue construction of the scheduled road improvements throughout the County over the next 2 years.

Hurricane Harvey resulted in the County incurring expenses of over \$15 million as of the date of this report. Capital repairs are expected to cost approximately \$40 million over the next 3 years. The County expects to recover 90% of these costs from FEMA under four programs.

Required Supplementary Information

FORT BEND COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND - BUDGETARY BASIS
For the Year Ended September 30, 2017

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	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts Budgetary Basis</u>	<u>Variance from Final Positive (Negative)</u>
Revenues				
Property taxes	213,301,442	\$ 213,301,442	\$ 218,853,835	\$ 5,552,393
Fines and fees	29,907,300	29,990,774	31,068,899	1,078,125
Intergovernmental	6,822,360	6,828,355	6,984,748	156,393
Earnings on investments	901,500	901,500	1,442,145	540,645
Miscellaneous	2,715,600	2,851,166	3,057,811	206,645
Total Revenues	<u>253,648,202</u>	<u>253,873,237</u>	<u>261,407,438</u>	<u>7,534,201</u>
Expenditures				
General Administration				
County Judge:				
Salaries and personnel costs	748,283	708,796	708,736	60
Operating costs	24,180	30,212	29,852	360
Information technology costs	1,252	1,427	1,172	255
Commissioner Precinct 1:				
Salaries and personnel costs	465,845	513,642	513,533	109
Operating costs	12,092	31,071	31,061	10
Information technology costs		1,656	802	854
Commissioner Precinct 2:				
Salaries and personnel costs	607,541	594,834	592,910	1,924
Operating costs	32,083	44,335	43,600	735
Information technology costs		275	273	2
Commissioner Precinct 3:				
Salaries and personnel costs	605,218	587,614	587,520	94
Operating costs	39,877	37,851	36,902	949
Information technology costs		2,500	2,275	225
Commissioner Precinct 4:				
Salaries and personnel costs	475,481	460,286	459,656	630
Operating costs	11,964	16,699	15,859	840
Information technology costs		60	60	
County Clerk:				
Salaries and personnel costs	4,529,873	4,268,895	4,268,456	439
Operating costs	113,816	197,482	196,112	1,370
Information technology costs	41,926	41,926	41,867	59
Non-Departmental:				
Salaries and personnel costs	5,588,305	5,866,545	5,865,806	739
Operating costs	11,096,653	9,074,398	8,987,961	86,437
Information technology costs		1,230		1,230
Capital acquisitions				
Risk Management/Insurance:				
Salaries and personnel costs	855,207	828,353	827,538	815
Operating costs	183,297	149,901	144,792	5,109
Information technology costs		2,250	2,004	246

FORT BEND COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND - BUDGETARY BASIS
For the Year Ended September 30, 2017

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	Original Budget	Final Budget	Actual Amounts Budgetary Basis	Variance from Final Positive (Negative)
Elections Administrator:				
Salaries and personnel costs	726,756	668,956	668,538	418
Operating costs	137,315	144,945	144,528	417
Elections Services:				
Salaries and personnel costs	245,663	271,103	271,102	1
Operating costs	318,368	282,368	277,260	5,108
Information technology costs	8,400	8,400	7,340	1,060
Human Resources:				
Salaries and personnel costs	859,587	840,370	839,591	779
Operating costs	126,557	120,574	119,207	1,367
Information technology costs		2,200	580	1,620
Capital acquisitions				
Vehicle Maintenance:				
Salaries and personnel costs	906,993	884,749	884,628	121
Operating costs	(911,278)	(890,285)	(903,835)	13,550
Information technology costs		395	395	
Capital acquisitions	36,600	31,797	31,796	1
Records Management:				
Salaries and personnel costs	399,993	392,459	391,292	1,167
Operating costs	16,243	23,546	22,837	709
Information technology costs		231	195	36
Capital acquisitions				
Central Mailroom:				
Salaries and personnel costs	225,994	221,594	220,876	718
Operating costs	568,938	570,097	569,929	168
Information technology costs				
Capital acquisitions				
Facilities Management and Planning:				
Salaries and personnel costs	628,301	619,128	619,052	76
Operating costs	39,391	47,103	46,350	753
Information technology costs		761		761
Facilities Maintenance:				
Salaries and personnel costs	1,086,612	1,047,562	1,047,560	2
Operating costs	979,307	925,617	922,147	3,470
Information technology costs	14,056	5,056	4,861	195
Capital acquisitions	131,790	100,690	66,000	34,690
Facilities Operations:				
Salaries and personnel costs	220,809	216,568	215,920	648
Operating costs	4,529,269	4,098,510	4,086,876	11,634
Janitorial:				
Salaries and personnel costs	601,456	567,050	566,127	923
Operating costs	676,112	678,728	678,478	250
Jail Maintenance:				
Salaries and personnel costs	723,824	701,964	701,584	380
Operating costs	779,596	674,976	673,217	1,759
Information technology costs	12,315	2,315	2,183	132

FORT BEND COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
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	Original Budget	Final Budget	Actual Amounts Budgetary Basis	Variance from Final Positive (Negative)
Interdepartmental Construction:				
Salaries and personnel costs	1,162,345	1,131,067	1,130,484	583
Operating costs	74,312	75,375	74,593	782
Capital acquisitions	24,500	24,975	24,975	
County Attorney:				
Salaries and personnel costs	2,553,020	2,386,754	2,386,358	396
Operating costs	146,879	191,850	141,238	50,612
Information technology costs	10,223	17,098	14,385	2,713
Capital acquisitions				
Information Technology:				
Salaries and personnel costs	5,370,584	5,107,047	5,106,728	319
Operating costs	3,452,345	3,385,606	3,369,448	16,158
Information technology costs	355,038	463,939	454,731	9,208
Capital acquisitions	58,583	43,769	32,215	11,554
Purchasing:				
Salaries and personnel costs	921,032	927,422	926,568	854
Operating costs	26,993	52,676	50,488	2,188
Information technology costs		2,500	1,825	675
Capital acquisitions		29,799	29,620	179
Capital Outlay-General Fund:				
Capital acquisitions	10,665,085			
Total General Administration	64,468,084	50,653,057	50,285,395	367,662
Financial Administration				
County Auditor:				
Salaries and personnel costs	2,276,025	2,218,246	2,217,211	1,035
Operating costs	27,120	98,478	97,980	498
Information technology costs	1,706	2,263	2,237	26
County Treasurer:				
Salaries and personnel costs	802,289	765,791	765,615	176
Operating costs	185,925	221,343	214,055	7,288
Information technology costs	2,523	9,468	8,536	932
Court Collections:				
Salaries and personnel costs	126,828	121,956	121,934	22
Operating costs	15,714	17,838	17,009	829
Information technology costs	381	631	627	4
EMS Collections:				
Salaries and personnel costs	442,020	141,374	141,370	4
Operating costs	164,618	40,882	40,879	3
Information technology costs				
Tax Assessor/Collector:				
Salaries and personnel costs	4,971,373	4,754,542	4,754,094	448
Operating costs	291,334	385,359	385,050	309
Information technology costs	11,350	13,183	13,083	100

FORT BEND COUNTY, TEXAS
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GENERAL FUND - BUDGETARY BASIS
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	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts Budgetary Basis</u>	<u>Variance from Final Positive (Negative)</u>
Budget Office:				
Salaries and personnel costs	613,482	599,083	598,825	258
Operating costs	13,852	19,248	19,230	18
Information technology costs	100	303	239	64
Total Financial Administration	9,946,640	9,409,988	9,397,974	12,014
Administration of Justice				
County Court-at-Law #1:				
Salaries and personnel costs	592,676	576,484	575,951	533
Operating costs	245,891	398,708	398,703	5
Information technology costs		400	236	164
County Court-at-Law #2:				
Salaries and personnel costs	587,467	581,110	580,204	906
Operating costs	243,671	408,573	403,152	5,421
County Court-at-Law #3:				
Salaries and personnel costs	592,403	553,096	552,356	740
Operating costs	243,281	531,893	531,892	1
County Court-at-Law #4:				
Salaries and personnel costs	597,668	550,254	549,637	617
Operating costs	243,574	769,148	769,041	107
County Court-at-Law #5:				
Salaries and personnel costs	575,085	588,092	587,742	350
Operating costs	248,653	595,091	594,617	474
Information technology costs		3,054	286	2,768
240th District Court:				
Salaries and personnel costs	259,864	263,747	263,413	334
Operating costs	235,373	825,218	824,942	276
Information technology costs		4,810	4,770	40
268th District Court:				
Salaries and personnel costs	279,121	274,041	274,040	1
Operating costs	249,546	589,346	589,344	2
Information technology costs		3,054	2,756	298
328th District Court:				
Salaries and personnel costs	455,600	446,264	445,318	946
Operating costs	234,025	416,112	416,111	1
387th District Court:				
Salaries and personnel costs	453,617	448,264	448,263	1
Operating costs	158,965	168,258	165,018	3,240

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SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
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	Original Budget	Final Budget	Actual Amounts Budgetary Basis	Variance from Final Positive (Negative)
400th District Court:				
Salaries and personnel costs	259,911	265,064	265,061	3
Operating costs	213,127	1,033,559	1,033,254	305
Information technology costs				
434th District Court:				
Salaries and personnel costs	285,515	270,997	270,026	971
Operating costs	239,862	1,343,194	1,341,732	1,462
Information technology costs				
Capital acquisitions				
505th District Court:				
Salaries and personnel costs	455,733	438,667	437,100	1,567
Operating costs	252,836	142,589	138,527	4,062
Information technology costs	1,799	4,853	4,178	675
458th District Court:				
Salaries and personnel costs		13,522	12,588	934
Operating costs		41,575	41,318	257
Information technology costs		4,513	4,480	33
Child Support:				
Salaries and personnel costs	487,665	441,746	441,673	73
Operating costs	17,571	22,840	18,445	4,395
District Clerk:				
Salaries and personnel costs	4,415,572	4,347,453	4,346,533	920
Operating costs	234,021	279,552	276,951	2,601
Information technology costs	3,333	46,374	41,632	4,742
District Clerk Jury Payments:				
Operating costs	275,000	268,000	267,525	475
Justice of the Peace Precinct #1, Place 1:				
Salaries and personnel costs	530,729	520,479	518,476	2,003
Operating costs	11,800	22,050	21,809	241
Justice of the Peace Precinct #1, Place 2:				
Salaries and personnel costs	674,345	629,749	628,966	783
Operating costs	22,476	31,772	31,423	349
Information technology costs				
Capital acquisitions				
Justice of the Peace Precinct #2:				
Salaries and personnel costs	552,434	550,700	550,337	363
Operating costs	19,969	31,658	31,658	
Justice of the Peace Precinct #3:				
Salaries and personnel costs	645,553	633,213	631,493	1,720
Operating costs	11,790	24,130	23,023	1,107
Justice of the Peace Precinct #4:				
Salaries and personnel costs	556,515	540,977	540,935	42
Operating costs	12,649	23,487	23,000	487
Bail Bond Board:				
Salaries and personnel costs	93,018	91,675	90,625	1,050
Operating costs	3,551	5,669	5,596	73
Information technology costs	70	70	55	15

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SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
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	Original Budget	Final Budget	Actual Amounts Budgetary Basis	Variance from Final Positive (Negative)
District Attorney:				
Salaries and personnel costs	10,831,240	10,571,321	10,570,574	747
Operating costs	663,697	635,505	631,902	3,603
Information technology costs	17,418	17,418	16,764	654
Capital acquisitions	17,900	17,900	16,550	1,350
Public Defender - Mental Health:				
Salaries and personnel costs	815,296	791,213	790,295	918
Operating costs	409,854	38,568	38,536	32
Information technology costs	750	1,100	993	107
District Judges Fees/Services:				
Operating costs	2,915,104			
Sheriff Detention Operating:				
Salaries and personnel costs	24,653,489	24,233,428	24,230,149	3,279
Operating costs	6,615,276	7,362,457	7,361,702	755
Information technology costs	53,060	50,060	49,953	107
Capital acquisitions	159,121	88,121	87,605	516
Sheriff - Bailiffs:				
Salaries and personnel costs	3,153,716	3,133,314	3,133,312	2
Operating costs	60,914	117,506	116,961	545
Information technology costs	10,941	10,941	10,447	494
240th,400th Dist Ct Assoc Jdg:				
Salaries and personnel costs	256,315	263,187	260,576	2,611
Operating costs	11,784	17,388	14,790	2,598
Information technology costs	264	264	9	255
Indigent Defense Program:				
Salaries and personnel costs	230,032	224,866	224,379	487
Operating costs	60,592	56,022	55,535	487
Information technology costs		805	802	3
Behavioral Health Services:				
Salaries and personnel costs	506,601	490,527	490,462	65
Operating costs	12,256	22,220	21,660	560
Information technology costs	1,415	1,415	1,274	141
268th,434th Dist Ct Assoc Jdg:				
Salaries and personnel costs	256,457	267,028	265,755	1,273
Operating costs	18,699	21,351	20,510	841
Information technology costs	1,601	1,643	1,635	8
Courts Administration				
Salaries and personnel costs	160,506	55,035	54,826	209
Operating costs	12,910	14,041	13,509	532
Information technology costs	2,412	2,412	1,721	691
Associate County Court at Law A				
Salaries and personnel costs	250,453	258,438	258,435	3
Operating costs	15,615	16,184	14,511	1,673
Associate County Court at Law A				
Salaries and personnel costs	246,925	219,035	216,892	2,143
Operating costs	16,818	17,918	17,700	218
Information technology costs	2,799	5,853	5,162	691
Death Investigators:				
Salaries and personnel costs		15,536	15,535	1
Operating costs	70,100	54,070	53,210	860
Information technology costs		30	12	18
Adult Probation Operating:				
Salaries and personnel costs	81,984	81,718	80,108	1,610
Operating costs	79,430	64,696	64,220	476
CSR Program:				
Salaries and personnel costs	319,804	317,206	315,628	1,578
Operating costs	28,640	31,238	30,517	721
Drug Court - County:				
Operating costs	103,000	105,183	105,182	1

FORT BEND COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND - BUDGETARY BASIS
For the Year Ended September 30, 2017

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	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts Budgetary Basis</u>	<u>Variance from Final Positive (Negative)</u>
Juvenile Truancy Court:				
Salaries and personnel costs	310,430	126,699	126,699	
Operating costs	10,400	6,420	6,069	351
Total Administration of Justice	<u>70,219,342</u>	<u>70,892,424</u>	<u>70,809,277</u>	<u>83,147</u>
Construction and Maintenance				
Engineering:				
Salaries and personnel costs	2,231,628	2,076,148	2,075,415	733
Operating costs	398,606	299,631	283,208	16,423
Information technology costs	20,315	9,315	8,930	385
Capital acquisitions	58,000	50,200	50,198	2
Landfill:				
Salaries and personnel costs	40,761	26,832	26,674	158
Operating costs	81,044	81,973	95,400	(13,427)
Capital acquisitions	60,000	60,000	59,396	604
Recycling Center:				
Salaries and personnel costs	142,765	170,288	169,348	940
Operating costs	55,179	101,639	100,769	870
Capital acquisitions	20,000	20,000	19,244	756
Household/Ag Waste Program:				
Salaries and personnel costs	36,072			
Operating costs	54,911			
Information technology costs				
Capital acquisitions				
Total Construction and Maintenance	<u>3,199,281</u>	<u>2,896,026</u>	<u>2,888,582</u>	<u>7,444</u>
Health and Human Services:				
Ambulance - EMS:				
Salaries and personnel costs	12,397,269	12,545,091	12,543,854	1,237
Operating costs	1,617,449	1,843,890	1,840,240	3,650
Information technology costs	30,560	77,445	77,407	38
Capital acquisitions	1,106,700	1,070,660	1,070,659	1
Public Transportation:				
Operating costs	2,586,842	24,363	24,243	120
Health Department - County:				
Salaries and personnel costs	515,256	528,003	527,882	121
Operating costs	44,576	108,882	108,881	1
Information technology costs				
Clinical Health Immunization:				
Salaries and personnel costs	498,968	477,139	477,092	47
Operating costs	14,766	15,683	15,670	13
Animal Control:				
Salaries and personnel costs	1,113,167	1,006,413	1,005,468	945
Operating costs	188,579	178,761	160,000	18,761
Information technology costs	1,078	1,078	984	94
Capital acquisitions	38,600	27,100	27,073	27

FORT BEND COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND - BUDGETARY BASIS
For the Year Ended September 30, 2017

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	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts Budgetary Basis</u>	<u>Variance from Final Positive (Negative)</u>
Health and Human Services:				
Salaries and personnel costs	524,499	509,701	509,656	45
Operating costs	742,707	769,815	759,372	10,443
Information technology costs		5,960	5,960	
Senior Center:				
Salaries and personnel costs	281,490	263,489	262,953	536
Operating costs	19,468	24,829	22,851	1,978
Information technology costs				
Environmental Services:				
Salaries and personnel costs	1,437,313	1,353,969	1,353,005	964
Operating costs	126,959	133,680	132,834	846
Information technology costs	1,483	1,483	1,471	12
Capital acquisitions	82,500	75,000	74,945	55
CIHC Coordinator - County:				
Salaries and personnel costs	625,646	586,358	585,639	719
Operating costs	1,570,482	1,519,187	1,513,326	5,861
Information technology costs				
Social Services:				
Salaries and personnel costs	841,780	826,098	826,096	2
Operating costs	376,011	362,057	361,263	794
Information technology costs		2,682	2,026	656
Total Health and Welfare	<u>26,785,200</u>	<u>24,341,140</u>	<u>24,303,498</u>	<u>37,642</u>
Cooperative Services				
Extension Service:				
Salaries and personnel costs	512,609	476,295	475,631	664
Operating costs	363,743	355,124	352,456	2,668
Information technology costs	400	400	384	16
Capital acquisitions				
Veterans Service:				
Salaries and personnel costs	221,958	209,358	209,330	28
Operating costs	10,958	14,082	10,510	3,572
Information technology costs		1,200	297	903
Total Cooperative Services	<u>1,109,668</u>	<u>1,056,459</u>	<u>1,048,608</u>	<u>7,851</u>
Public Safety				
Civil Service Commission:				
Salaries and personnel costs	87,831	86,093	85,790	303
Operating costs	10,695	8,559	8,202	357
Information technology costs		374	374	
Fire Marshal:				
Salaries and personnel costs	1,264,673	1,164,016	1,163,781	235
Operating costs	1,722,316	1,657,366	1,657,145	221
Information technology costs	5,476	14,623	14,010	613
Capital acquisitions	146,400	182,400	182,176	224

FORT BEND COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND - BUDGETARY BASIS
For the Year Ended September 30, 2017

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	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual Amounts Budgetary Basis</u>	<u>Variance from Final Positive (Negative)</u>
Department of Public Safety:				
Salaries and personnel costs	124,518	132,237	132,124	113
Operating costs	18,503	17,964	16,980	984
Information technology costs	10,693	11,193	9,338	1,855
DPS - License and Weight:				
Operating costs	5,673	5,673	3,597	2,076
Information technology costs	954	954	695	259
Constable Precinct #1:				
Salaries and personnel costs	1,661,527	1,692,210	1,691,726	484
Operating costs	274,587	152,545	150,906	1,639
Information technology costs		400	288	112
Capital acquisitions	219,600	203,400	203,400	
Constable Precinct #2:				
Salaries and personnel costs	1,664,051	1,631,602	1,631,602	
Operating costs	224,223	182,098	176,062	6,036
Information technology costs		900	396	504
Capital acquisitions	73,200	67,900	67,645	255
Constable Precinct #3:				
Salaries and personnel costs	1,128,621	1,095,887	1,095,881	6
Operating costs	155,021	137,246	136,840	406
Information technology costs	930	1,254	1,223	31
Capital acquisitions	26,097	31,797	31,576	221
Constable Precinct #4:				
Salaries and personnel costs	1,169,565	1,144,990	1,144,986	4
Operating costs	174,925	128,967	128,138	829
Information technology costs		1,100	523	577
Capital acquisitions	73,200	67,800	67,800	
Sheriff Enforcement Operating:				
Salaries and personnel costs	32,081,642	30,872,554	30,871,954	600
Operating costs	4,517,511	3,742,730	3,716,062	26,668
Information technology costs	232,075	130,660	127,948	2,712
Capital acquisitions	2,217,412	1,698,380	1,729,856	(31,476)
Commissary Administration:				
Operating costs		6,391	6,390	1
Emergency Management - County:				
Salaries and personnel costs	618,177	593,354	593,006	348
Operating costs	115,298	106,057	103,220	2,837
Information technology costs	300	4,830	2,392	2,438
Capital acquisitions				
Total Public Safety	<u>50,025,694</u>	<u>46,976,504</u>	<u>46,954,032</u>	<u>22,472</u>

FORT BEND COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND - BUDGETARY BASIS
For the Year Ended September 30, 2017

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	Original Budget	Final Budget	Actual Amounts Budgetary Basis	Variance from Final Positive (Negative)
Parks and Recreation				
Fairgrounds:				
Salaries and personnel costs	557,699	530,270	530,149	121
Operating costs	127,385	122,834	120,870	1,964
Information technology costs				
Capital acquisitions	77,000	167,450	167,450	
Jones Creek Ranch:				
Salaries and personnel costs	439,164	402,392	402,198	194
Operating costs	107,910	95,267	93,211	2,056
Information technology costs	5,930	5,930	3,074	2,856
Capital acquisitions	24,500	44,675	57,321	(12,646)
Parks Department:				
Salaries and personnel costs	1,358,342	1,282,015	1,279,595	2,420
Operating costs	656,639	612,737	608,027	4,710
Information technology costs				
Capital acquisitions	52,700	52,700	51,999	701
Total Parks and Recreation	3,407,269	3,316,270	3,313,894	2,376
Libraries and Education				
County Library Operating:				
Salaries and personnel costs	12,363,632	11,734,726	11,728,872	5,854
Operating costs	3,521,292	3,784,853	3,784,499	354
Information technology costs	221,941	310,352	306,901	3,451
Capital acquisitions	211,184	125,603	254,495	(128,892)
Total Libraries and Education	16,318,049	15,955,534	16,074,767	(119,233)
Total Expenditures	245,479,227	225,497,402	225,076,044	421,375
Excess of Revenues Over Expenditures	8,168,975	28,375,835	36,331,394	7,955,559
Other Financing (Uses)				
Transfers (out)	(15,677,684)	(14,436,628)	(14,282,458)	154,170
Total Other Financing (Uses)	(15,677,684)	(14,436,628)	(14,282,458)	154,170
Net Change in Fund Balance- Budgetary Basis	(7,508,709)	13,939,207	22,048,936	8,109,729
Net Adjustment to Reflect Operations in Accordance with GAAP (a)			(8,338,791)	
Fund Balance, Beginning of Year	46,688,474	46,688,474	46,688,474	
Fund Balance, End of Year	\$ 39,179,765	\$ 60,627,681	\$ 60,398,619	\$ 8,109,729

(a) See reconciliation on page 81.

FORT BEND COUNTY, TEXAS
NOTES TO BUDGETARY REQUIRED SUPPLEMENTARY INFORMATION
For the Year Ended September 30, 2017

Budgets

Formal budgets are legally adopted on a GAAP basis for the General Fund, certain Special Revenue Funds and all Debt Service Funds except for the Fort Bend Parkway Road District Unlimited Tax Bonds Debt Service Fund. The debt service requirements relating to the Parkway bonds are funded solely from property taxes levied on property within the Road District. The County does not present any major Special Revenue Funds as of September 30, 2017, regardless of whether there is a legally adopted budget.

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

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

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

Budgetary Basis

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

FORT BEND COUNTY, TEXAS**NOTES TO BUDGETARY REQUIRED SUPPLEMENTARY INFORMATION (continued)****For the Year Ended September 30, 2017**

	Actual Amounts Budgetary Basis	Actual Multi-Year	Actual Amounts GAAP Basis
General Fund			
Revenues	\$ 261,407,438	\$ 36,104,517	\$ 297,511,955
Expenditures	225,076,044	49,678,093	274,754,137
Excess (Deficiency) of Revenues Over (Under) Expenditures	36,331,394	(13,573,576)	22,757,818
Other Financing Sources (Uses)			
Transfers in		5,234,785	5,234,785
Transfers (out)	(14,282,458)		(14,282,458)
Total Other Financing Sources (Uses)	(14,282,458)	5,234,785	(9,047,673)
Net Change in Fund Balance	22,048,936	(8,338,791)	13,710,145
Fund Balance, Beginning of Year			46,688,474
Fund Balance, End of Year			<u>\$ 60,398,619</u>

Excess of Expenditures over Appropriations

For the year ended September 30, 2017, significant variances where expenditures exceeded appropriations in the following budget categories are detailed below:

General Fund:**Construction and Maintenance**

Operating Costs	\$ 13,427
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Parks and Recreation

Capital acquisition	12,646
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Libraries and Education

Capital acquisition	128,892
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Landfill Operating expenditures exceeded appropriations due to unplanned landfill maintenance. Jones Creek Ranch Park and County Library capital acquisitions exceeded appropriations due to reclassification of capital expenditures that should have been capitalized. Procedures have been put in place to prevent these occurrences in the future.

FORT BEND COUNTY, TEXAS
REQUIRED PENSION SUPPLEMENTARY INFORMATION
SCHEDULE OF FUNDING PROGRESS
TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM
September 30, 2017

FORT BEND COUNTY, TEXAS
TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM (UNAUDITED)
Schedule of Changes in Net Pension Liability and Related Ratios
Last Three Measurement Years

	2016	2015	2014
Total pension liability:			
Service cost	\$ 19,342,565	\$ 17,634,188	\$ 16,523,133
Interest on total pension liability	44,158,326	41,231,027	38,158,329
Effect of plan changes		(3,757,840)	
Effect of assumptions changes or inputs		5,221,392	
Effect of economic/demographic gains or losses	(838,894)	(4,826,769)	(317,076)
Benefit payments, including refunds of employee contributions	(20,403,337)	(18,596,903)	(16,821,825)
Net change in total pension liability	42,258,660	36,905,095	37,542,561
Total pension liability - Beginning of Year	545,684,579	508,779,484	471,236,923
Total pension liability - End of Year (a)	<u>\$ 587,943,239</u>	<u>\$ 545,684,579</u>	<u>\$ 508,779,484</u>
Plan fiduciary net position:			
Member contributions	\$ 9,752,784	\$ 8,950,888	\$ 8,374,898
Employer contributions	16,407,504	15,499,968	14,592,621
Net investment income	35,146,589	(3,695,830)	29,818,164
Benefit payments, including refunds of employee contributions	(20,403,337)	(18,596,903)	(16,821,825)
Administrative expenses	(382,614)	(341,868)	(351,781)
Other	(833,565)	(697,460)	(187,536)
Net change in plan fiduciary net position	39,687,361	1,118,795	35,424,541
Plan fiduciary net position - Beginning of Year	475,095,562	473,976,767	438,552,226
Plan fiduciary net position - End of Year (b)	<u>514,782,923</u>	<u>475,095,562</u>	<u>473,976,767</u>
Net pension liability - End of Year (a) - (b)	<u>\$ 73,160,316</u>	<u>\$ 70,589,017</u>	<u>\$ 34,802,717</u>
Plan fiduciary net position as a percentage of total pension liability	87.56%	87.06%	93.16%
Covered employee payroll (measurement year)	\$ 139,138,120	\$ 127,676,972	\$ 119,513,775
Net pension liability as a percentage of covered employee payroll	52.58%	55.29%	29.12%

Note: GASB 68 requires 10 years of net pension liability and related ratios information. This information is not available and has not been calculated prior to the first measurement year ended December 31, 2014. In the future, such information will be used to populate this schedule as it becomes available.

FORT BEND COUNTY, TEXAS
REQUIRED PENSION SUPPLEMENTARY INFORMATION
SCHEDULE OF FUNDING PROGRESS
TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM
September 30, 2017

TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM (UNAUDITED)
Schedule of Contributions
Last Ten Fiscal Years

Year ending September 30	Actuarially determined contribution	Actual contributions	Contribution deficiency (excess)	Covered employee payroll	Contributions as a percentage of covered employee payroll
2017	\$ 17,706,379	\$ 17,706,379		\$ 148,617,583	11.9%
2016	16,282,073	16,282,073		141,373,051	11.5%
2015	15,237,042	15,237,042		125,320,314	12.2%
2014	14,139,360	14,139,360		117,481,100	12.0%
2013	12,681,672	12,681,672		110,913,229	11.4%
2012	12,127,523	12,127,523		110,352,543	11.0%
2011	11,418,711	11,418,711		106,734,729	10.7%
2010	11,235,138	11,235,138		105,310,643	10.7%
2009	10,187,718	10,187,718		99,913,522	10.2%
2008	9,110,858	9,110,858		89,502,142	10.2%

FORT BEND COUNTY, TEXAS
NOTES TO PENSION REQUIRED SUPPLEMENTARY INFORMATION
For the Year Ended September 30, 2017

Methods and assumptions used to determine contribution rates:

Actuarial Cost Method	Entry Age
Amortization Method	Level percentage of payroll, closed
Remaining Amortization Period	13.9 years (based on contribution rate calculated in 12/31/2016 valuation)
Asset Valuation Method	5-year smoothed market
Inflation	3.00%
Salary Increases	Varies by age and service. 4.9% average over career including inflation.
Investment rate of Return	8.00%, net of investment expenses, including inflation
Retirement Age	Members who are eligible for service retirement are assumed to commence receiving benefit payments based on age. The average age at service retirement for recent retirees is 61.
Mortality	In the 2015 actuarial valuation, assumed life expectancies were adjusted as a result of adopting a new projection scale (110% of the MP-2014 Ultimate Scale) for 2014 and later. Previously Scale AA had been used. The base table is the RP-2000 table projected with Scale AA to 2014.
Changes in Plan Provisions Reflected in the Schedule of Employer Contributions	2015: No changes in plan provisions. 2016: No changes in plan provisions.

FORT BEND COUNTY, TEXAS
REQUIRED OTHER POST EMPLOYMENT BENEFIT SUPPLEMENTARY INFORMATION
SCHEDULE OF FUNDING PROGRESS
FORT BEND COUNTY EMPLOYEE BENEFIT PLAN
September 30, 2017

Actuarial Valuation Date	Actuarial Value of Assets (a)	Discount Rate	Actuarial Accrued Liability ("AAL") (b)	Unfunded Actuarial Accrued Liability ("UAAL") (b-a)	Funded Ratio (a/b)	Covered Payroll	UAAL as % of Covered Payroll
10/1/2007	\$ 0	4.0%	\$ 207,157,655	\$ 207,157,655	0.0%	\$ 92,096,921	224.9%
10/1/2009	\$ 0	4.0%	\$ 240,282,297	\$ 240,282,297	0.0%	\$ 104,983,019	228.9%
10/1/2011	\$ 0	4.0%	\$ 255,897,447	\$ 255,897,447	0.0%	\$ 108,712,740	235.4%
10/1/2013	\$ 0	4.0%	\$ 283,630,840	\$ 283,630,840	0.0%	\$ 112,043,745	253.1%
10/1/2015	\$ 0	4.0%	\$ 350,708,226	\$ 350,708,226	0.0%	\$ 127,676,972	274.7%

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



Other Supplementary Information



**Combining and Individual Fund
Statements and Schedules**



FORT BEND COUNTY, TEXAS
NON-MAJOR FUND DESCRIPTIONS

Special Revenue Funds

Fort Bend County Assistance Districts

This fund is used to account for the receipts and disbursements of the Fort Bend County Assistance Districts. Revenues are derived mainly from sales tax. These funds are restricted by state statute. This includes Funds 130, 131, 133, 134, 135, 136, 137, 138, 139 and 140.

Fort Bend County ESD 100 Agreement

This fund is used to account for the receipts and disbursements from the sales tax allocation derived from the agreement with the Fort Bend County Emergency Services District 100; the term of the agreement is 15 years beginning with Calendar 2010 and extending through Calendar 2025. The District is a political subdivision of Texas that is entrusted with providing emergency medical and fire services to within its District boundaries. These funds are restricted by the interlocal agreement for capital mobility improvements along FM 1093 within the District, to promote efficient traffic flow and enhanced safety of the citizens traveling through the District. This includes Fund 145.

Juvenile Operations

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

Road and Bridge

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

Drainage District

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

Lateral Road

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

County Historical Commission

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

Utility Assistance

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

FORT BEND COUNTY, TEXAS
NON-MAJOR FUND DESCRIPTIONS (continued)

Special Revenue Funds (continued)

County Law Library

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

Gus George Law Academy

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

Library Donations

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

Probate Court Training

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

Juvenile Alert Program

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

Juvenile Probation Special

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

District Attorney Bad Check Collection Fee

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

Gus George Memorial

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

District Attorney Special Fun Run

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

FORT BEND COUNTY, TEXAS
NON-MAJOR FUND DESCRIPTIONS (continued)

Special Revenue Funds (continued)

County Attorney Salary Supplement

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

Records Management - County

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

VIT Interest

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

Elections Contract

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

Asset Forfeitures

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

County Child Abuse Prevention

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

Law Enforcement Officer's Standards Education Grant

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

Juvenile Title IV-E Foster Care

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

Child Protective Services

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

FORT BEND COUNTY, TEXAS
NON-MAJOR FUND DESCRIPTIONS (continued)

Special Revenue Funds (continued)

Community Development Combined Funds

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

HOPE 3 Implementation and Program Sales

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

Child Support Title IV-D Reimbursement

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

Local Law Enforcement Block Grants

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

Juvenile Justice Alternative Education

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

Juvenile Probation - State Funds

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

CSCD – Pre-trial Bond

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

Adult Probation - State Funds

This fund is used to account for revenues received from the Texas Department of Criminal Justice - Criminal Justice Assistance Division (“TDCJ-CJAD”), as well as probation fees collected by the Fort Bend County Community Supervision & Corrections Department (“CSCD”). The funds are disbursed and restricted in accordance with TDCJ-CJAD regulations. This includes Funds 440, 441, 442, 443, 444, 445, 447, 448, 450, 451, 453 and 454.

FORT BEND COUNTY, TEXAS
NON-MAJOR FUND DESCRIPTIONS (continued)

Special Revenue Funds (continued)

Fort Bend County Historical Commission

This fund is used to account for funds donated for the purpose of encouraging and assisting historical awareness and appreciation within Fort Bend County. The commission maintains a survey of the county's historical buildings, sites, cemeteries, archeological sites and other historic features within the county and assists and advises in the application process for Texas historical markers. This fund includes Fund 207.

East Fort Bend County Development Authority

This fund is used to account for the operating activity of the Authority. These funds are restricted pursuant to state statute with the exception of the nonspendable portion of fund balance which is due to prepaid items.

Internal Service Funds

Employee Benefits

This fund is used to account for allocations from various County budgets and employee contributions to administer the self-funded medical/dental benefits plan. This includes Fund 850.

Other Self-Funded Insurance

This fund is used to account for allocations from various County budgets to administer the self-funded pool for the administration of workers' compensation, property and casualty insurance, and unemployment insurance. Unemployment insurance is administered through Texas Association of Counties' self-funded consortium. This includes Fund 855.

Fiduciary Funds

Agency Funds

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

FORT BEND COUNTY, TEXAS
COMBINING BALANCE SHEET
NON-MAJOR SPECIAL REVENUE FUNDS
September 30, 2017

	FBC Assistance Districts	FBC ESD 100 Agreement	Juvenile Operations	Road and Bridge
Assets				
Cash and cash equivalents	\$ 20,783,996	\$ 4,819,750	\$ 4,039,195	\$ 10,606,519
Taxes receivable, net	1,208,056			687,953
Grants receivable			14,156	
Other receivables		375,471	10,972	1,592,898
Due from component units				14,000
Prepaid items			725	
Total Assets	\$ 21,992,052	\$ 5,195,221	\$ 4,065,048	\$ 12,901,370
Liabilities and Fund Balances				
Liabilities				
Accounts payable	\$	\$	\$	\$
Due to other funds			3,141,044	3,222,225
Due to other governments				
Unearned revenues				
Total Liabilities			3,141,044	3,222,225
Deferred Inflows of Resources				
Unavailable revenue-property taxes				687,953
Total Deferred Inflows of Resources				687,953
Fund Balances:				
Nonspendable			725	
Restricted	21,992,052	5,195,221	923,279	8,991,192
Unassigned				
Total Fund Balances	21,992,052	5,195,221	924,004	8,991,192
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 21,992,052	\$ 5,195,221	\$ 4,065,048	\$ 12,901,370

Drainage District	Lateral Road	County Historical Commission	Utility Assistance	County Law Library	Gus George Law Academy
\$ 12,696,515 263,251	\$ 812,494	\$ 4,356	\$ 142,151	\$ 1,251,957	\$ 504,412
8,615				31,567	17,930
7,300					3,640
<u>\$ 12,975,681</u>	<u>\$ 812,494</u>	<u>\$ 4,356</u>	<u>\$ 142,151</u>	<u>\$ 1,283,524</u>	<u>\$ 525,982</u>
\$ 2,413,631	\$	\$	\$ 8,631	\$ 53,935	\$ 14,454
<u>2,413,631</u>			<u>8,631</u>	<u>53,935</u>	<u>14,454</u>
<u>263,251</u> <u>263,251</u>					
7,300 10,291,499	812,494	4,356	133,520	1,229,589	3,640 507,888
<u>10,298,799</u>	<u>812,494</u>	<u>4,356</u>	<u>133,520</u>	<u>1,229,589</u>	<u>511,528</u>
<u>\$ 12,975,681</u>	<u>\$ 812,494</u>	<u>\$ 4,356</u>	<u>\$ 142,151</u>	<u>\$ 1,283,524</u>	<u>\$ 525,982</u>

FORT BEND COUNTY, TEXAS
COMBINING BALANCE SHEET
NON-MAJOR SPECIAL REVENUE FUNDS (continued)
September 30, 2017

	Library Donations	Probate Court Training	Juvenile Alert Program	Juvenile Probation Special
Assets				
Cash and cash equivalents	\$ 111,019	\$ 101,556	\$ 52,193	\$ 140,241
Taxes receivable, net				
Grants receivable				
Other receivables	41	880		428
Due from component units				
Prepaid items				
Total Assets	<u>\$ 111,060</u>	<u>\$ 102,436</u>	<u>\$ 52,193</u>	<u>\$ 140,669</u>
Liabilities and Fund Balances				
Liabilities				
Accounts payable	\$	\$	\$	\$
Due to other funds	1,686			
Due to other governments				
Unearned revenues				
Total Liabilities	<u>1,686</u>			
Deferred Inflows of Resources				
Unavailable revenue-property taxes				
Total Deferred Inflows of Resources				
Fund Balances:				
Nonspendable				
Restricted	109,374	102,436	52,193	140,669
Unassigned				
Total Fund Balances	<u>109,374</u>	<u>102,436</u>	<u>52,193</u>	<u>140,669</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 111,060</u>	<u>\$ 102,436</u>	<u>\$ 52,193</u>	<u>\$ 140,669</u>

District Attorney Bad Check Collection Fee	Gus George Memorial	District Attorney Special Fun Run	County Attorney Salary Supplement	Records Management- County	VIT Interest
\$ 52,637	\$ 4,748	\$ 18,090	\$ 173,535	\$ 2,714,215	\$ 16,837
86				70,376	5,423
<u>\$ 52,723</u>	<u>\$ 4,748</u>	<u>\$ 18,090</u>	<u>\$ 173,535</u>	<u>\$ 2,784,591</u>	<u>\$ 22,260</u>
\$ 1,703	\$	\$	\$ 3,319	\$ 41,194	\$
<u>1,703</u>			<u>3,319</u>	<u>41,194</u>	
51,020	4,748	18,090	170,216	2,743,397	22,260
<u>51,020</u>	<u>4,748</u>	<u>18,090</u>	<u>170,216</u>	<u>2,743,397</u>	<u>22,260</u>
<u>\$ 52,723</u>	<u>\$ 4,748</u>	<u>\$ 18,090</u>	<u>\$ 173,535</u>	<u>\$ 2,784,591</u>	<u>\$ 22,260</u>

FORT BEND COUNTY, TEXAS
COMBINING BALANCE SHEET
NON-MAJOR SPECIAL REVENUE FUNDS (continued)
September 30, 2017

	Elections Contract	Asset Forfeitures	County Child Abuse Prevention	Law Enforcement Officers' Standards Education Grant
Assets				
Cash and cash equivalents	\$ 616,233	\$ 1,708,814	\$ 16,165	\$ 175,143
Taxes receivable, net				
Grants receivable				
Other receivables	4,822	10,975		
Due from component units				
Prepaid items		9,200		
Total Assets	\$ 621,055	\$ 1,728,989	\$ 16,165	\$ 175,143
Liabilities and Fund Balances				
Liabilities				
Accounts payable	\$ 18,348	\$ 41,247	\$	\$
Due to other funds				
Due to other governments				
Unearned revenues				
Total Liabilities	18,348	41,247		
Deferred Inflows of Resources				
Unavailable revenue-property taxes				
Total Deferred Inflows of Resources				
Fund Balances:				
Nonspendable		9,200		
Restricted	602,707	1,678,542	16,165	175,143
Unassigned				
Total Fund Balances	602,707	1,687,742	16,165	175,143
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 621,055	\$ 1,728,989	\$ 16,165	\$ 175,143

Juvenile Title IV-E Foster Care	Child Protective Services	Community Development Combined Funds	HOPE 3 Implementation and Program Sales	Child Support Title IV-D Reimbursement	Local Law Enforcement Block Grants
\$ 409,347	\$ 55,596	\$	\$ 5,534	\$ 261,204	\$ 15,844
	22,347	213,970			
	367	18,138		1,538	
		449			
<u>\$ 409,347</u>	<u>\$ 78,310</u>	<u>\$ 232,557</u>	<u>\$ 5,534</u>	<u>\$ 262,742</u>	<u>\$ 15,844</u>
\$	\$ 15,226	\$ 232,557	\$	\$	\$ 1,176
409,347			5,534	262,742	14,668
<u>409,347</u>	<u>15,226</u>	<u>232,557</u>	<u>5,534</u>	<u>262,742</u>	<u>15,844</u>
		449			
	63,084				
		(449)			
	<u>63,084</u>				
<u>\$ 409,347</u>	<u>\$ 78,310</u>	<u>\$ 232,557</u>	<u>\$ 5,534</u>	<u>\$ 262,742</u>	<u>\$ 15,844</u>

FORT BEND COUNTY, TEXAS
COMBINING BALANCE SHEET
NON-MAJOR SPECIAL REVENUE FUNDS (continued)
September 30, 2017

	Juvenile Justice Alternative Education	Juvenile Probation - State Funds	CSCD Pre- trial Bond	Adult Probation - State Funds
Assets				
Cash and cash equivalents	\$	\$ 300,525	\$ 960,910	\$ 1,851,040
Taxes receivable, net				
Grants receivable	64,523	413,614		
Other receivables			54,549	199,552
Due from component units				
Prepaid items				
Total Assets	<u>\$ 64,523</u>	<u>\$ 714,139</u>	<u>\$ 1,015,459</u>	<u>\$ 2,050,592</u>
Liabilities and Fund Balances				
Liabilities				
Accounts payable	\$	\$	\$	\$
Due to other funds	64,523	487,828	61,491	361,731
Due to other governments				91,339
Unearned revenues		226,311		1,597,522
Total Liabilities	<u>64,523</u>	<u>714,139</u>	<u>61,491</u>	<u>2,050,592</u>
Deferred Inflows of Resources				
Unavailable revenue-property taxes				
Total Deferred Inflows of Resources				
Fund Balances:				
Nonspendable				
Restricted			953,968	
Unassigned				
Total Fund Balances			<u>953,968</u>	
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 64,523</u>	<u>\$ 714,139</u>	<u>\$ 1,015,459</u>	<u>\$ 2,050,592</u>

FBC Historical Commission	East Fort Bend County Development Authority	Totals Non- major Special Revenue Funds
\$ 4,220	\$	\$ 65,426,991
		2,159,260
		728,610
		2,404,628
		14,000
		21,314
<u>\$ 4,220</u>	<u>\$</u>	<u>\$ 70,754,803</u>
\$ 1,098	\$ 130,256	\$ 130,256
		10,187,047
		91,339
		2,516,124
<u>1,098</u>	<u>130,256</u>	<u>12,924,766</u>
		951,204
		951,204
		21,314
		56,985,102
<u>3,122</u>	<u>(130,256)</u>	<u>(127,583)</u>
<u>3,122</u>	<u>(130,256)</u>	<u>56,878,833</u>
<u>\$ 4,220</u>	<u>\$</u>	<u>\$ 70,754,803</u>

FORT BEND COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES
NON-MAJOR SPECIAL REVENUE FUNDS
For the Year Ended September 30, 2017

	FBC Assistance Districts	FBC ESD 100 Agreement	Juvenile Operations	Road and Bridge
Revenues				
Property taxes	\$	\$	\$	\$ 13,374,578
Sales taxes	6,858,009			
Fines and fees				6,919,984
Intergovernmental		1,465,871	248,396	255,765
Earnings on investments	204,057	46,172	89,736	186,628
Miscellaneous			15,319	534,843
Total Revenues	<u>7,062,066</u>	<u>1,512,043</u>	<u>353,451</u>	<u>21,271,798</u>
Expenditures				
Current:				
General administration				
Financial administration				
Administration of justice			13,946,699	
Construction and maintenance	3,159,845			21,962,743
Health and human services				
Public safety				
Libraries and education				
Capital Outlay		93,877	76,359	1,121,447
Total Expenditures	<u>3,159,845</u>	<u>93,877</u>	<u>14,023,058</u>	<u>23,084,190</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	3,902,221	1,418,166	(13,669,607)	(1,812,392)
Other Financing Sources (Uses)				
Transfers in	180,959		14,218,884	
Transfers (out)				
Total Other Financing Sources (Uses)	<u>180,959</u>		<u>14,218,884</u>	
Net Change in Fund Balances	4,083,180	1,418,166	549,277	(1,812,392)
Fund Balances, Beginning of Year	<u>17,908,872</u>	<u>3,777,055</u>	<u>374,727</u>	<u>10,803,584</u>
Fund Balances, End of Year	<u>\$ 21,992,052</u>	<u>\$ 5,195,221</u>	<u>\$ 924,004</u>	<u>\$ 8,991,192</u>

<u>Drainage District</u>	<u>Lateral Road</u>	<u>County Historical Commission</u>	<u>Utility Assistance</u>	<u>County Law Library</u>	<u>Gus George Law Academy</u>
\$ 9,552,140	\$	\$	\$	\$	\$
93,603				382,305	68,400
	62,635				144,802
142,310	8,050	43	946	12,112	4,784
184,960			123,855		
<u>9,973,013</u>	<u>70,685</u>	<u>43</u>	<u>124,801</u>	<u>394,417</u>	<u>217,986</u>
				361,926	
7,877,427			31,538		164,445
<u>1,258,818</u>	<u></u>	<u></u>	<u></u>	<u></u>	<u>16,550</u>
<u>9,136,245</u>	<u></u>	<u></u>	<u>31,538</u>	<u>361,926</u>	<u>180,995</u>
836,768	70,685	43	93,263	32,491	36,991
<u></u>	<u></u>	<u></u>	<u></u>	<u></u>	<u></u>
<u></u>	<u></u>	<u></u>	<u></u>	<u></u>	<u></u>
836,768	70,685	43	93,263	32,491	36,991
9,462,031	741,809	4,313	40,257	1,197,098	474,537
<u>\$ 10,298,799</u>	<u>\$ 812,494</u>	<u>\$ 4,356</u>	<u>\$ 133,520</u>	<u>\$ 1,229,589</u>	<u>\$ 511,528</u>

FORT BEND COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES
NON-MAJOR SPECIAL REVENUE FUNDS (continued)
For the Year Ended September 30, 2017

	Library Donations	Probate Court Training	Juvenile Alert Program	Juvenile Probation Special
Revenues				
Property taxes	\$	\$	\$	\$
Sales taxes				
Fines and fees		9,705		
Intergovernmental				
Earnings on investments	1,287	965	517	
Miscellaneous	56,283		660	14,954
Total Revenues	<u>57,570</u>	<u>10,670</u>	<u>1,177</u>	<u>14,954</u>
Expenditures				
Current:				
General administration				
Financial administration				
Administration of justice				
Construction and maintenance				
Health and human services				
Public safety				
Libraries and education	67,747			
Capital Outlay				
Total Expenditures	<u>67,747</u>			
Excess (Deficiency) of Revenues Over (Under) Expenditures	(10,177)	10,670	1,177	14,954
Other Financing Sources (Uses)				
Transfers in				
Transfers (out)				
Total Other Financing Sources (Uses)				
Net Change in Fund Balances	(10,177)	10,670	1,177	14,954
Fund Balances, Beginning of Year	<u>119,551</u>	<u>91,766</u>	<u>51,016</u>	<u>125,715</u>
Fund Balances, End of Year	<u>\$ 109,374</u>	<u>\$ 102,436</u>	<u>\$ 52,193</u>	<u>\$ 140,669</u>

District Attorney Bad Check Collection Fee	Gus George Memorial	District Attorney Special Fun Run	County Attorney Salary Supplement	Records Management- County	VIT Interest
\$	\$	\$	\$	\$	\$
13,044				926,585	
17,546					
	47	180	1,963		18,335
					8,036
<u>30,590</u>	<u>47</u>	<u>180</u>	<u>1,963</u>	<u>926,585</u>	<u>26,371</u>
			61,033	484,689	
					5,084
26,669				4,200	
<u>26,669</u>	<u></u>	<u></u>	<u>61,033</u>	<u>488,889</u>	<u>5,084</u>
3,921	47	180	(59,070)	437,696	21,287
3,921	47	180	(59,070)	437,696	21,287
47,099	4,701	17,910	229,286	2,305,701	973
<u>\$ 51,020</u>	<u>\$ 4,748</u>	<u>\$ 18,090</u>	<u>\$ 170,216</u>	<u>\$ 2,743,397</u>	<u>\$ 22,260</u>

FORT BEND COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES
NON-MAJOR SPECIAL REVENUE FUNDS (continued)
For the Year Ended September 30, 2017

	Elections Contract	Asset Forfeitures	County Child Abuse Prevention	Law Enforcement Officers' Standards Education Grant
Revenues				
Property taxes	\$	\$	\$	\$
Sales taxes				
Fines and fees			1,837	
Intergovernmental		155,491		53,345
Earnings on investments	8,082	17,845		1,677
Miscellaneous	196,373	1,167,919		
Total Revenues	<u>204,455</u>	<u>1,341,255</u>	<u>1,837</u>	<u>55,022</u>
Expenditures				
Current:				
General administration	452,899			
Financial administration				
Administration of justice		77,038		
Construction and maintenance				
Health and human services				
Public safety		1,350,146		27,298
Libraries and education				
Capital Outlay		67,421		
Total Expenditures	<u>452,899</u>	<u>1,494,605</u>		<u>27,298</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(248,444)	(153,350)	1,837	27,724
Other Financing Sources (Uses)				
Transfers in				
Transfers (out)				
Total Other Financing Sources (Uses)				
Net Change in Fund Balances	(248,444)	(153,350)	1,837	27,724
Fund Balances, Beginning of Year	<u>851,151</u>	<u>1,841,092</u>	<u>14,328</u>	<u>147,419</u>
Fund Balances, End of Year	<u>\$ 602,707</u>	<u>\$ 1,687,742</u>	<u>\$ 16,165</u>	<u>\$ 175,143</u>

Juvenile Title IV-E Foster Care	Child Protective Services	Community Development Combined Funds	HOPE 3 Implementatio n and Program Sales	Child Support Title IV-D Reimbursement	Local Law Enforcement Block Grants
\$	\$	\$	\$	\$	\$
	17,131	2,639,976		3,891	65,535
	703			2,575	408
	1,900	23,403			
	19,734	2,663,379		6,466	65,943
				6,466	
	179,319	2,663,379			52,883
					13,060
	179,319	2,663,379		6,466	65,943
	(159,585)				
	100,000				
	100,000				
	(59,585)				
	122,669				
\$	\$ 63,084	\$	\$	\$	\$

FORT BEND COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES
NON-MAJOR SPECIAL REVENUE FUNDS (continued)
For the Year Ended September 30, 2017

	Juvenile Justice Alternative Education	Juvenile Probation - State Funds	CSCD Pre- trial Bond	Adult Probation - State Funds
Revenues				
Property taxes	\$	\$	\$	\$
Sales taxes				
Fines and fees			760,254	2,201,603
Intergovernmental	223,940	2,412,589		3,281,886
Earnings on investments				29,538
Miscellaneous			7,998	12,341
Total Revenues	<u>223,940</u>	<u>2,412,589</u>	<u>768,252</u>	<u>5,525,368</u>
Expenditures				
Current:				
General administration				
Financial administration				
Administration of justice	223,940	2,412,589	724,155	5,470,499
Construction and maintenance				
Health and human services				
Public safety				
Libraries and education				
Capital Outlay				33,100
Total Expenditures	<u>223,940</u>	<u>2,412,589</u>	<u>724,155</u>	<u>5,503,599</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures			44,097	21,769
Other Financing Sources (Uses)				
Transfers in				
Transfers (out)				(21,769)
Total Other Financing Sources (Uses)				(21,769)
Net Change in Fund Balances			44,097	
Fund Balances, Beginning of Year			909,871	
Fund Balances, End of Year	<u>\$</u>	<u>\$</u>	<u>\$ 953,968</u>	<u>\$</u>

FBC Historical Commission	East Fort Bend County Development Authority	Totals Non- major Special Revenue Funds
\$	\$	\$ 22,926,718
		6,858,009
		11,377,320
		11,048,799
8	25	778,993
15,166	100,000	2,464,010
15,174	100,025	55,453,849
12,052	225,100	1,235,773
		5,084
		23,254,181
		33,000,015
		2,874,236
		1,594,772
		67,747
		2,680,632
12,052	225,100	64,712,440
3,122	(125,075)	(9,258,591)
		14,499,843
		(21,769)
		14,478,074
3,122	(125,075)	5,219,483
	(5,181)	51,659,350
\$ 3,122	\$ (130,256)	\$ 56,878,833

FORT BEND COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
ROAD AND BRIDGE - BUDGETARY BASIS
For the Year Ended September 30, 2017

	Original Budget	Final Budget	Actual Amounts Budgetary Basis	Variance from Final Positive (Negative)
Revenues				
Property taxes	\$ 13,098,421	\$ 13,098,421	\$ 13,374,578	\$ 276,157
Fines and fees	6,235,000	6,235,000	6,919,984	684,984
Intergovernmental	300,000	300,000	241,765	(58,235)
Earnings on investments	50,000	50,000	186,628	136,628
Miscellaneous	310,000	310,000	534,843	224,843
Total Revenues	19,993,421	19,993,421	21,257,798	1,264,377
Expenditures				
Current:				
Salaries and personnel costs	4,024,093	9,655,489	9,649,117	6,372
Operating costs	13,247,654	12,164,773	11,915,448	249,325
Information technology costs	5,700	11,350	11,315	35
Capital acquisitions	1,006,677	986,677	985,174	1,503
Total Expenditures	18,284,124	22,818,289	22,561,054	257,235
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,709,297	(2,824,868)	(1,303,256)	1,521,612
Other Financing Sources (Uses)				
Transfers (out)			(14,000)	(14,000)
Total Other Financing Sources (Uses)			(14,000)	(14,000)
Net Change in Fund Balances - Budgetary Basis	1,709,297	(2,824,868)	(1,317,256)	1,507,612
Net Adjustment to Reflect Operations in Accordance with GAAP (a)			(495,136)	
Fund Balances, Beginning of Year	10,803,584	10,803,584	10,803,584	
Fund Balances, End of Year	\$ 12,512,881	\$ 7,978,716	\$ 8,991,192	\$ 1,012,476

(a) See reconciliation below.

	Actual Amounts Budgetary Basis	Actual Multi-Year	Actual Amounts GAAP Basis
Revenues	\$ 21,257,798	\$ 14,000	\$ 21,271,798
Expenditures	22,561,054	523,136	23,084,190
Excess of Revenues Over Expenditures	(1,303,256)	(509,136)	(1,812,392)
Other Financing Sources			
Transfers (out)	(14,000)	14,000	
Total Other Financing Sources	(14,000)	14,000	
Net Change in Fund Balance	(1,317,256)	(495,136)	(1,812,392)
Fund Balance, Beginning of Year			10,803,584
Fund Balance, End of Year			\$ 8,991,192

FORT BEND COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
DRAINAGE DISTRICT - BUDGETARY BASIS
For the Year Ended September 30, 2017

	Original Budget	Final Budget	Actual Amounts Budgetary Basis	Variance from Final Positive (Negative)
Revenues				
Property taxes	\$ 9,428,642	\$ 9,428,642	\$ 9,552,140	\$ 123,498
Fines and fees	100,000	100,000	93,603	(6,397)
Earnings on investments	50,000	50,000	142,310	92,310
Miscellaneous	85,000	85,000	184,960	99,960
Total Revenues	<u>9,663,642</u>	<u>9,663,642</u>	<u>9,973,013</u>	<u>309,371</u>
Expenditures				
Current:				
Salaries and personnel costs	6,228,441	5,974,995	5,774,419	200,576
Operating costs	2,518,226	2,781,672	2,008,447	773,225
Information technology costs	21,150	21,150	14,043	7,107
Capital acquisitions	1,041,000	1,031,000	995,923	35,077
Total Expenditures	<u>9,808,817</u>	<u>9,808,817</u>	<u>8,792,832</u>	<u>1,015,985</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(145,175)	(145,175)	1,180,181	1,325,356
Other Financing Sources (Uses)				
Transfers (out)	(1,255,000)			
Total Other Financing Sources (Uses)	<u>(1,255,000)</u>			
Net Change in Fund Balances - Budgetary Basis	(1,400,175)	(145,175)	1,180,181	1,325,356
Net Adjustment to Reflect Operations in Accordance with GAAP (a)			(343,413)	
Fund Balances, Beginning of Year	9,462,031	9,462,031	9,462,031	
Fund Balances, End of Year	<u>\$ 8,061,856</u>	<u>\$ 9,316,856</u>	<u>\$ 10,298,799</u>	<u>\$ 981,943</u>

(a) See reconciliation below

	Actual Amounts Budgetary Basis	Actual Multi-Year	Actual Amounts GAAP Basis
Revenues	\$ 9,973,013	\$	\$ 9,973,013
Expenditures	8,792,832	343,413	9,136,245
Net Change in Fund Balance	1,180,181	(343,413)	836,768
Fund Balance, Beginning of Year			9,462,031
Fund Balance, End of Year			<u>\$ 10,298,799</u>

FORT BEND COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
DEBT SERVICE - BUDGETARY BASIS
For the Year Ended September 30, 2017

	Original Budget	Final Budget	Actual Amounts Budgetary Basis	Variance from Final Positive (Negative)
Revenues				
Property taxes	\$ 44,948,638	\$ 44,948,638	\$ 46,202,479	\$ 1,253,841
Intergovernmental			649,091	649,091
Earnings on investments	30,000	30,000	155,115	125,115
Miscellaneous			2,094,096	2,094,096
Total Revenues	<u>44,978,638</u>	<u>44,978,638</u>	<u>49,100,781</u>	<u>4,122,143</u>
Expenditures				
Debt Service:				
Principal	21,920,000	21,920,000	21,420,000	500,000
Interest and fiscal charges	18,850,363	18,850,363	18,914,424	(64,061)
Total Expenditures	<u>40,770,363</u>	<u>40,770,363</u>	<u>40,334,424</u>	<u>435,939</u>
Net Change in Fund Balances -				
Budgetary Basis	4,208,275	4,208,275	8,766,357	4,558,082
Fund Balances, Beginning of Year	<u>1,086,398</u>	<u>1,086,398</u>	<u>1,086,398</u>	
Fund Balances, End of Year	<u><u>\$ 5,294,673</u></u>	<u><u>\$ 5,294,673</u></u>	<u><u>\$ 9,852,755</u></u>	<u><u>\$ 4,558,082</u></u>

FORT BEND COUNTY, TEXAS
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
September 30, 2017

	Employee Benefits	Other Self- Funded Insurance	Totals
Assets			
Current Assets:			
Cash and cash equivalents	\$ 8,574,735	\$ 5,696,824	\$ 14,271,559
Due from other funds	5,380,282	829,591	6,209,873
Other receivables	<u>1,072,679</u>	<u>21,860</u>	<u>1,094,539</u>
Total Current Assets	<u>15,027,696</u>	<u>6,548,275</u>	<u>21,575,971</u>
Noncurrent Assets:			
Capital assets, net of accumulated depreciation	<u>613,415</u>	<u></u>	<u>613,415</u>
Total Noncurrent Assets	<u>613,415</u>	<u></u>	<u>613,415</u>
Total Assets	<u>15,641,111</u>	<u>6,548,275</u>	<u>22,189,386</u>
Liabilities			
Current Liabilities:			
Benefits payable	3,677,470	2,921,255	6,598,725
Due to other funds	<u>913,751</u>	<u>251,096</u>	<u>1,164,847</u>
Total Current Liabilities	<u>4,591,221</u>	<u>3,172,351</u>	<u>7,763,572</u>
Total Liabilities	<u>4,591,221</u>	<u>3,172,351</u>	<u>7,763,572</u>
Net Position			
Net investment in capital assets	613,415		613,415
Unrestricted	<u>10,436,475</u>	<u>3,375,924</u>	<u>13,812,399</u>
Total Net Position	<u>\$ 11,049,890</u>	<u>\$ 3,375,924</u>	<u>\$ 14,425,814</u>

FORT BEND COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENSES, AND
CHANGES IN FUND NET POSITION (DEFICIT)
INTERNAL SERVICE FUNDS
For the Year Ended September 30, 2017

	Employee Benefits	Other Self- Funded Insurance	Totals
Operating Revenues			
Charges for services	\$ 44,700,210	\$ 6,102,271	\$ 50,802,481
Total Operating Revenues	<u>44,700,210</u>	<u>6,102,271</u>	<u>50,802,481</u>
Operating Expenses			
Contactual services	1,292,453	1,118,037	2,410,490
Benefits provided	36,777,909	2,146,272	38,924,181
Depreciation	33,717		33,717
Total Operating Expenses	<u>38,104,079</u>	<u>3,264,309</u>	<u>41,368,388</u>
Operating Income (Loss)	6,596,131	2,837,962	9,434,093
Non-Operating Revenues			
Earnings on investments	25,647		25,647
Total Non-Operating Revenues	<u>25,647</u>		<u>25,647</u>
Change in Net Position	6,621,778	2,837,962	9,459,740
Total Net (Deficit), Beginning of Year	<u>4,428,112</u>	<u>537,962</u>	<u>4,966,074</u>
Total Net Position, End of Year	<u>\$ 11,049,890</u>	<u>\$ 3,375,924</u>	<u>\$ 14,425,814</u>

FORT BEND COUNTY, TEXAS
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
For the Year Ended September 30, 2017

	Employee Benefits	Other Self- Funded Insurance	Totals
Cash Flows from Operating Activities			
Charges for services	\$ 38,569,544	\$ 5,266,313	\$ 43,835,857
Payment of benefits	(36,027,618)	(2,776,744)	(38,804,362)
Payments for services	(570,855)	(1,290,867)	(1,861,722)
Net Cash Provided by Operating Activities	<u>1,971,071</u>	<u>1,198,702</u>	<u>3,169,773</u>
Cash Flows from Investing Activities:			
Interest earned on investments	25,647		25,647
Net Cash Provided by Investing Activities	<u>25,647</u>		<u>25,647</u>
Net Increase in Cash and Cash Equivalents	1,996,718	1,198,702	3,195,420
Cash and Cash Equivalents, Beginning of Year	<u>6,578,017</u>	<u>4,498,122</u>	<u>11,076,139</u>
Cash and Cash Equivalents, End of Year	<u>\$ 8,574,735</u>	<u>\$ 5,696,824</u>	<u>\$ 14,271,559</u>
Reconciliation of Operating Income to Net Cash Provided by Operating Activities			
Operating Income	\$ 6,596,131	\$ 2,837,962	\$ 9,434,093
Adjustments to operations:			
Depreciation	33,717		33,717
Change in assets and liabilities:			
Decrease (Increase) in other receivables	(781,210)	(11,631)	(792,841)
Decrease in due from other funds	(5,349,456)	(824,327)	(6,173,783)
Increase (Decrease) in due to other funds	721,598	(172,830)	548,768
Increase (Decrease) in benefits payable	750,291	(630,472)	119,819
Total Adjustments	<u>(4,625,060)</u>	<u>(1,639,260)</u>	<u>(6,264,320)</u>
Net Cash Provided by Operating Activities	<u>\$ 1,971,071</u>	<u>\$ 1,198,702</u>	<u>\$ 3,169,773</u>

FORT BEND COUNTY, TEXAS**STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - AGENCY FUNDS***For the Year Ended September 30, 2017*

	Balances 10/1/16	Increases	Decreases	Balances 9/30/17
Assets				
Cash and cash equivalents	\$ 40,588,013	\$ 1,704,454,693	\$ 1,705,697,288	\$ 39,345,418
Investments	1,002,295	12		1,002,307
Miscellaneous receivables	1,008,260	1,220,839	1,791,109	437,990
Total Assets	<u>\$ 42,598,568</u>	<u>\$ 1,705,675,544</u>	<u>\$ 1,707,488,397</u>	<u>\$ 40,785,715</u>
Liabilities				
Due to others	42,598,568	\$ 1,705,675,544	\$ 1,707,488,397	40,785,715
Total Liabilities	<u>\$ 42,598,568</u>	<u>\$ 1,705,675,544</u>	<u>\$ 1,707,488,397</u>	<u>\$ 40,785,715</u>

UNAUDITED STATISTICAL SECTION

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

Contents	Pages
Financial Trends <i>These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.</i>	118-127
Revenue Capacity <i>These schedules contain information to help the reader assess the County's most significant local revenue source, the property tax.</i>	128-145
Debt Capacity <i>These schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future.</i>	146-153
Demographic and Economic Information <i>These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.</i>	154-157
Operating Information <i>These schedules contain service and infrastructure data to help the reader understand how the information in the County's financial report relates to the services the County provides and the activities it performs.</i>	158-165

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

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

	Fiscal Year			
	2008	2009	2010	2011
Governmental Activities				
Net investment in capital assets	\$617,510,083	\$679,586,900	\$714,396,078	\$742,381,602
Restricted	19,619,706	28,484,196	27,075,799	34,045,913
Unrestricted	26,704,786	(45,217)	(25,626,789)	(58,294,310)
Total Governmental Activities Net Position	\$663,834,575	\$708,025,879	\$715,845,088	\$718,133,205
Primary Government:				
Total Primary Government Net Position	\$663,834,575	\$708,025,879	\$715,845,088	\$718,133,205

Notes:

GASB 65 was implemented in fiscal year 2013, and only fiscal year 2013 has been restated.

GASB 68 was implemented in fiscal year 2015, and only fiscal year 2014 ending balances have been restated.

The beginning carrying value of capital assets were restated in fiscal year 2016, and only fiscal year 2016 ending balances have been restated.

Fiscal Year					
2012	2013	2014	2015	2016	2017
\$ 778,060,953	\$ 808,054,656	\$ 751,094,000	\$ 1,237,335,552	\$ 1,359,940,461	\$ 1,414,937,836
25,297,612	26,557,346	33,701,957	45,671,162	51,713,877	69,185,967
<u>(87,762,987)</u>	<u>(118,726,937)</u>	<u>(173,039,698)</u>	<u>(170,725,099)</u>	<u>(199,645,451)</u>	<u>(227,177,418)</u>
<u>\$ 715,595,578</u>	<u>\$ 715,885,065</u>	<u>\$ 611,756,259</u>	<u>\$ 1,112,281,615</u>	<u>\$ 1,212,008,887</u>	<u>\$ 1,256,946,385</u>
<u>\$ 715,595,578</u>	<u>\$ 715,885,065</u>	<u>\$ 611,756,259</u>	<u>\$ 1,112,281,615</u>	<u>\$ 1,212,008,887</u>	<u>\$ 1,256,946,385</u>

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

	Fiscal Year			
	2008	2009	2010	2011
Expenses				
Governmental Activities:				
General administration	\$ 35,066,142	\$ 42,900,684	\$ 40,543,784	\$ 42,795,907
Financial administration	7,581,878	8,841,189	8,059,389	9,441,048
Administration of justice	63,851,167	73,811,398	76,268,255	84,507,797
Construction and maintenance	47,535,293	47,188,776	46,946,163	45,632,055
Health and welfare	21,592,759	25,623,533	28,566,454	30,104,991
Cooperative services	1,143,390	1,188,580	1,123,951	1,177,426
Public safety	50,016,288	61,126,911	55,269,509	55,315,591
Parks and recreation	2,128,502	1,879,525	2,263,280	2,917,574
Libraries and education	12,325,097	12,956,363	13,468,700	14,800,838
Interest on long-term debt	10,621,067	12,338,352	15,494,994	14,887,908
Total Governmental Activities Expenses	\$ 251,861,583	\$ 287,855,311	\$ 288,004,479	\$ 301,581,135
Program Revenues				
Governmental Activities:				
Charges for services:				
General administration	\$ 6,962,663	\$ 6,991,778	\$ 7,023,114	\$ 7,054,198
Financial administration	1,976,033	2,451,191	3,273,137	3,988,371
Administration of justice	6,692,111	6,828,228	7,032,374	7,222,932
Construction and maintenance	8,305,998	8,442,746	6,737,542	6,679,429
Health and human services	4,036,821	5,057,246	5,652,201	6,396,645
Public safety	3,946,125	4,887,245	5,060,714	5,621,993
Parks and recreation	189,273	187,724	136,864	141,893
Libraries and education	262,957	256,730	240,719	246,699
Operating grants and contributions:				
General administration	6,457,536	6,274,615	2,161,046	5,420,407
Administration of justice	5,924,346	7,225,796	6,679,626	7,556,661
Construction and maintenance	1,137,555	1,509,761	356,447	1,381,572
Health and human services	4,663,836	4,982,855	8,188,534	12,506,581
Cooperative services	1,936		13,136	
Public safety	5,754,025	13,784,334	4,464,349	8,623,225
Parks and recreation	102,738	61,023	1,255,743	157,468
Libraries and education	141,938	97,403	194,400	174,204
Capital grants and contributions:				
General administration				
Administration of justice			2,934	
Construction and maintenance	33,540,586	62,012,765	30,355,407	25,214,312
Health and human services		45,000		
Cooperative services				
Public safety				
Parks and recreation				
Libraries and education		1,917,000		
Total Governmental Activities				
Program Revenues	\$ 90,096,477	\$ 133,013,440	\$ 88,828,287	\$ 98,386,590

Fiscal Year					
2012	2013	2014	2015	2016	2017
\$ 41,702,254	\$ 42,034,040	\$ 47,178,578	\$ 49,953,700	\$ 61,923,654	\$ 67,508,837
8,344,714	8,849,251	9,809,215	9,923,190	10,668,228	11,263,933
88,819,892	94,210,925	96,510,853	97,317,659	106,035,587	115,538,871
46,468,925	50,078,091	57,430,317	80,574,657	78,151,431	124,089,221
30,677,345	34,630,163	34,976,018	36,721,273	43,153,506	47,679,907
1,118,341	1,067,104	1,152,222	1,150,926	1,215,874	1,210,100
54,954,201	55,866,404	58,412,120	63,537,941	64,704,958	69,963,634
2,578,555	2,069,935	3,379,366	4,133,419	4,545,562	5,217,764
15,708,114	16,156,200	17,170,818	17,638,589	18,446,773	19,285,563
15,037,346	15,536,759	14,836,824	14,108,075	14,960,865	16,192,299
<u>\$ 305,409,687</u>	<u>\$ 320,498,872</u>	<u>\$ 340,856,331</u>	<u>\$ 375,059,429</u>	<u>\$ 403,806,438</u>	<u>\$ 477,950,129</u>
\$ 7,558,755	\$ 8,181,551	\$ 8,323,648	\$ 8,579,034	\$ 8,561,186	\$ 8,851,604
4,695,710	5,762,439	6,497,643	7,541,956	8,143,353	7,975,576
7,522,930	8,918,247	8,400,556	8,485,619	8,700,278	8,566,204
7,466,798	7,562,523	6,759,102	7,078,136	7,121,643	6,547,329
6,138,679	7,047,993	7,371,859	7,762,002	10,263,992	9,615,495
5,642,978	6,140,083	7,125,686	7,721,948	8,733,631	9,538,600
183,406	175,619	193,631	188,437	158,626	145,150
269,015	279,570	276,635	280,973	288,193	261,257
4,428,089	3,597,784	3,626,019	3,849,997	4,380,173	\$ 5,450,961
6,560,970	8,311,676	10,213,349	10,292,737	10,823,506	10,566,287
949,663	293,441	372,129	1,713,376	390,265	4,678,766
10,899,781	16,191,142	14,782,021	16,106,462	18,361,326	18,966,638
	1,000	200	350	21,586	
6,252,054	4,758,606	3,932,646	4,427,337	3,994,478	3,760,913
104,002	86,260	100,286	346,283	98,583	95,821
438,841	64,483	69,806	104,658	46,068	62,278
	2,052,920	3,500,000		89,000	\$ 175,000
27,234					
23,872,205	28,068,322	32,683,107	32,920,374	125,334,640	120,203,650
					15,327
	10,965	357,373	64,000	28,000	
				1,403,990	
<u>\$ 93,011,110</u>	<u>\$ 107,504,624</u>	<u>\$ 114,585,696</u>	<u>\$ 117,463,679</u>	<u>\$ 216,942,517</u>	<u>\$ 215,476,856</u>

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

	Fiscal Year			
	2008	2009	2010	2011
Net (Expense)/Revenue				
Governmental Activities	<u>\$ (161,765,106)</u>	<u>\$ (154,841,871)</u>	<u>\$ (199,176,192)</u>	<u>\$ (203,194,545)</u>
Total Primary Government Net (Expense)/Revenue	<u><u>\$ (161,765,106)</u></u>	<u><u>\$ (154,841,871)</u></u>	<u><u>\$ (199,176,192)</u></u>	<u><u>\$ (203,194,545)</u></u>
General Revenues and Other Changes in Net Position				
Governmental Activities:				
Property taxes, penalties, and interest	\$ 171,832,680	\$ 191,467,403	\$ 198,888,176	\$ 196,820,339
Sales taxes				
Earnings on investments	8,082,178	3,664,184	3,870,155	2,925,202
Miscellaneous	<u>3,486,452</u>	<u>3,901,588</u>	<u>4,237,069</u>	<u>5,954,640</u>
Total Governmental Activities/Primary Government	<u><u>\$ 183,401,310</u></u>	<u><u>\$ 199,033,175</u></u>	<u><u>\$ 206,995,400</u></u>	<u><u>\$ 205,700,181</u></u>
Change in Net Position				
Total Governmental Activities/Primary Government	<u><u>\$ 21,636,204</u></u>	<u><u>\$ 44,191,304</u></u>	<u><u>\$ 7,819,208</u></u>	<u><u>\$ 2,505,636</u></u>

Note: GASB 65 was implemented in fiscal year 2013, and only fiscal year 2013 has been restated.

Fiscal Year					
2012	2013	2014	2015	2016	2017
<u>\$ (212,398,577)</u>	<u>\$ (212,994,248)</u>	<u>\$ (226,270,635)</u>	<u>\$ (257,595,750)</u>	<u>\$ (186,863,921)</u>	<u>\$ (262,473,273)</u>
<u>\$ (212,398,577)</u>	<u>\$ (212,994,248)</u>	<u>\$ (226,270,635)</u>	<u>\$ (257,595,750)</u>	<u>\$ (186,863,921)</u>	<u>\$ (262,473,273)</u>
\$ 199,213,697	\$ 207,458,672	\$ 222,838,642	\$ 264,741,926	\$ 270,349,769	288,588,806
1,099,103	2,956,560	4,214,553	5,789,362	6,958,956	6,858,009
2,584,776	963,652	880,712	904,359	1,761,994	3,460,544
<u>6,745,855</u>	<u>5,537,404</u>	<u>4,373,699</u>	<u>7,138,231</u>	<u>7,520,474</u>	<u>8,503,412</u>
<u>\$ 209,643,431</u>	<u>\$ 216,916,288</u>	<u>\$ 232,307,606</u>	<u>\$ 278,573,878</u>	<u>\$ 286,591,193</u>	<u>\$ 307,410,771</u>
<u>\$ (2,755,146)</u>	<u>\$ 3,922,040</u>	<u>\$ 6,036,971</u>	<u>\$ 20,978,128</u>	<u>\$ 99,727,272</u>	<u>\$ 44,937,498</u>

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

	Fiscal Year		
	2008	2009	2010
General Fund			
Reserved:			
Prepaid Items	\$ 197,806	\$ 100,233	\$ 111,184
Unreserved	38,547,536	34,463,474	43,269,189
Total General Fund	<u>\$ 38,745,342</u>	<u>\$ 34,563,707</u>	<u>\$ 43,380,373</u>

All Other Governmental Funds			
Reserved:			
Debt service	\$ 4,370,499	\$ 6,057,482	\$ 4,849,712
Prepaid items	7,879	11,224	4,305
Capital projects	106,937,644	154,475,649	76,694,711
Unreserved, reported in:			
Special revenue funds	15,585,100	23,120,456	22,906,854
Capital project funds	4,857,926		
Total All Other Governmental Funds	<u>\$ 131,759,048</u>	<u>\$ 183,664,811</u>	<u>\$ 104,455,582</u>

	Fiscal Year			
	2011	2012	2013	2014
General Fund				
Nonspendable	\$ 136,007	\$ 36,826	\$ 1,233,591	\$ 386,965
Restricted		246,021	277,783	209,080
Committed	33,106,759	24,179,874	22,857,602	22,676,941
Unassigned	10,816,215	11,563,846	13,037,646	14,251,514
Total General Fund	<u>\$ 44,058,981</u>	<u>\$ 36,026,567</u>	<u>\$ 37,406,622</u>	<u>\$ 37,524,500</u>
All Other Governmental Funds				
Nonspendable	\$ 69,379	\$ 54,201	\$ 10,963	\$ 45,408
Restricted	39,683,423	78,702,294	55,371,174	41,583,667
Unassigned	(4,419,144)		(1,663)	(3,169)
Total All Other Governmental Funds	<u>\$ 35,333,658</u>	<u>\$ 78,756,495</u>	<u>\$ 55,380,474</u>	<u>\$ 41,625,906</u>

Note:

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

Fiscal Year		
2015	2016	2017
\$ 359,792	\$ 270,023	\$ 152,920
217,488	257,923	3,736,150
14,766,773	8,278,285	11,792,299
30,590,003	37,882,243	44,717,250
<u>\$ 45,934,056</u>	<u>\$ 46,688,474</u>	<u>\$ 60,398,619</u>
\$ 44,468	\$ 28,044	\$ 21,314
584,412,209	142,212,451	143,745,555
(1,883)	(12,510)	(127,583)
<u>\$584,454,794</u>	<u>\$142,227,985</u>	<u>\$ 143,639,286</u>

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

	Fiscal Year			
	2008	2009	2010	2011
Revenues				
Property taxes	\$173,947,606	\$190,558,904	\$199,229,197	\$197,406,898
Sales taxes (a)				
Fees and fines	28,948,356	34,591,324	35,306,339	37,371,124
Intergovernmental	27,189,804	35,910,436	28,400,145	36,971,987
Earnings on investments	7,875,929	3,509,046	3,744,027	2,798,039
Miscellaneous	5,397,431	8,396,202	7,256,967	6,635,261
Total Revenues	<u>243,359,126</u>	<u>272,965,912</u>	<u>273,936,675</u>	<u>281,183,309</u>
Expenditures				
Current:				
General administration	37,890,706	40,284,501	42,633,073	44,312,741
Financial administration	6,330,272	7,162,814	6,725,826	7,176,186
Administration of justice	37,064,764	66,125,857	65,405,264	69,878,942
Construction and maintenance	28,584,504	30,896,400	26,775,517	29,542,425
Health and human services	20,369,042	22,539,945	21,124,782	22,067,744
Cooperative services	975,720	1,049,985	933,519	986,392
Public safety	63,081,120	44,578,722	40,895,974	44,156,502
Parks and recreation	1,739,346	1,815,986	2,231,528	2,263,590
Libraries and education	10,422,032	11,398,561	11,354,804	12,176,637
Capital Outlay	78,040,663	102,627,536	99,931,347	88,927,796
Debt Service:				
Principal	8,220,000	8,305,000	8,100,000	12,590,000
Interest and fiscal charges	12,266,435	12,149,302	16,341,773	15,528,257
Bond issuance costs (b)		1,176,319	225,979	249,266
Total Expenditures	<u>304,984,604</u>	<u>350,110,928</u>	<u>342,679,386</u>	<u>349,856,478</u>
(Deficiency) of Revenues				
(Under) Expenditures	(61,625,478)	(77,145,016)	(68,742,711)	(68,673,169)
Other Financing Sources (Uses)				
Transfers in	9,569,698	23,578,390	15,248,368	14,402,786
Transfers (out)	(9,569,698)	(23,578,390)	(15,248,368)	(14,402,786)
Bonds issued		119,910,000		
Refunding bonds issued		2,460,000	20,780,000	9,675,000
Premium on bonds issued		5,241,474		
Premium on refunding bonds issued		122,676	2,170,147	784,853
Payments to current refunding bond agent		(2,865,000)	(24,600,000)	(10,230,000)
Tax Notes issued				
Total Other Financing Sources (Uses)		<u>124,869,150</u>	<u>(1,649,853)</u>	<u>229,853</u>
Net Change in Fund Balances	<u>\$ (61,625,478)</u>	<u>\$ 47,724,134</u>	<u>\$ (70,392,564)</u>	<u>\$ (68,443,316)</u>
Debt Service as a Percentage of				
Noncapital Expenditures	9.03%	8.26%	10.07%	10.78%

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

Fiscal Year					
2012	2013	2014	2015	2016	2017
\$200,056,507	\$208,142,339	\$222,992,307	\$242,444,112	\$270,972,401	\$287,983,032
1,099,103	2,956,559	4,214,553	5,789,362	6,958,956	6,858,009
39,598,440	44,177,263	45,106,533	47,803,283	50,231,963	51,736,504
29,377,233	42,565,592	36,899,095	39,904,787	39,673,097	47,734,683
2,451,577	930,273	848,534	878,980	1,750,631	3,434,897
7,175,498	5,988,682	8,243,270	7,545,715	7,913,682	9,223,274
279,758,358	304,760,708	318,304,292	344,366,239	377,500,730	406,970,399
37,792,578	37,437,702	41,478,910	44,698,720	56,093,978	60,669,054
7,221,313	7,180,608	7,891,034	8,369,921	9,063,587	9,451,425
73,198,325	73,839,598	77,242,153	81,411,531	89,715,917	96,057,172
28,214,027	27,403,229	35,374,943	59,785,401	43,275,592	73,924,220
27,835,260	30,403,209	30,267,231	32,436,431	38,314,627	41,805,244
960,392	883,324	944,039	973,026	1,050,282	1,048,609
45,463,593	44,991,489	46,688,895	53,652,220	54,393,589	58,152,633
1,957,044	1,979,888	2,411,558	3,051,927	3,307,538	3,701,092
13,012,700	13,034,163	13,613,875	14,460,419	15,215,877	15,889,947
44,845,671	57,223,885	40,964,586	28,911,628	61,611,363	66,540,199
13,300,000	15,630,000	16,250,000	16,750,000	18,480,000	21,420,000
15,571,727	16,749,579	15,893,399	14,391,964	15,506,610	18,914,424
541,944		234,472	1,207,260	1,316,238	599,813
309,914,574	326,756,674	329,255,095	360,100,448	407,345,198	468,173,832
(30,156,216)	(21,995,966)	(10,950,803)	(15,734,209)	(29,844,468)	(61,203,433)
13,258,127	11,521,941	11,771,144	13,517,505	13,780,670	19,734,628
(13,258,127)	(11,521,941)	(14,493,144)	(13,517,505)	(13,780,670)	(19,734,628)
58,220,000			37,365,000	96,640,000	64,550,000
		18,900,000	108,225,000	73,120,000	
			3,944,496	18,416,480	7,965,901
7,326,639		2,202,026	18,114,658	15,739,791	
		(21,065,913)	(126,676,501)	(89,544,194)	
					3,808,978
65,546,639		(2,685,887)	40,972,653	114,372,077	76,324,879
<u>\$ 35,390,423</u>	<u>\$ (21,995,966)</u>	<u>\$ (13,636,690)</u>	<u>\$ 25,238,444</u>	<u>\$ 84,527,609</u>	<u>\$ 15,121,446</u>
10.89%	12.01%	11.15%	9.40%	9.83%	10.04%

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

Category	2007	2008	2009	2010
Real, Residential, Single-family	\$ 26,097,453,310	\$ 29,960,281,188	\$ 29,649,115,219	\$ 29,993,796,370
Real, Residential, Multi-family	724,480,330	1,036,720,280	953,747,851	970,309,935
Real, Vacant Lots/Tracts	906,501,540	1,128,365,928	1,129,570,008	1,027,648,723
Qualified Ag Land	1,619,246,573	2,622,322,905		
Non-Qualified Ag Land	149,627,110	197,166,064		
Real, Acreage (Land only)			2,745,455,296	2,629,194,720
Real, Farm and Ranch Improvement	298,618,116	348,641,070	330,298,802	327,283,766
Commercial Real Property	3,606,646,451	6,042,412,301		
Industrial Real Property	2,431,755,890	2,512,976,750		
Real, Commercial and Industrial			7,798,910,271	7,178,698,624
Oil and Gas	488,114,480	483,549,300		
Real, Oil, Gas, and Other Mineral Reserves			288,530,290	319,839,370
Real & Intangible Personal, Utilities	689,009,066	721,569,810	710,328,240	689,401,553
Commercial Personal Property	1,523,192,050	1,519,692,659		
Industrial Personal Property	1,810,785,110	1,888,201,580		
Tangible Personal, Business			3,955,067,370	3,544,368,206
Tangible Other Personal, Mobile Homes	75,153,055	68,619,455		
Tangible Other Personal, Other			65,665,620	56,722,635
Intangible Personal			9,736,015	10,051,655
Real, Inventory	1,125,116,437	1,279,793,460	1,001,220,160	788,688,120
Special Inventory	70,754,490	72,837,620	61,578,930	60,319,760
Total Exempt Property	1,876,101,450	2,349,880,727	2,559,873,420	2,751,636,029
Unidentified Category/Error	19,389,929	11,877,010		8,860
Total Assessed Value per Tax Year	\$ 43,511,945,387	\$ 52,244,908,107	\$ 51,259,097,492	\$ 50,347,968,326

Source of data: Fort Bend County Central Appraisal District Certified Comptrollers Audit Report.

2011	2012	2013	2014	2015	2016
\$ 31,039,400,739	\$ 32,696,769,609	\$ 34,939,222,040	\$ 38,197,156,012	\$ 48,210,660,622	\$ 52,803,517,963
985,883,440	1,038,540,000	1,223,124,193	1,492,817,879	1,825,084,868	1,905,243,783
982,287,088	961,783,939	910,690,568	854,963,794	846,058,635	893,236,838
2,536,288,590	2,535,052,048	2,405,933,092	2,455,020,886	2,375,050,069	2,807,243,913
331,068,370	348,241,112	368,553,330	380,697,030	403,688,459	417,241,559
7,050,117,340	7,134,533,264	7,241,630,477	7,759,852,998	8,082,106,852	8,843,529,264
273,529,460	333,441,300	262,592,210	256,495,180	129,149,800	41,228,090
661,509,515	615,750,037	627,521,930	754,452,129	808,967,279	781,178,457
3,611,035,498	3,599,878,815	3,979,309,449	4,181,424,859	4,239,563,234	3,934,401,978
55,860,570	55,486,280	60,883,115	62,049,925	66,002,285	66,519,420
10,398,285	10,398,285	11,233,017	13,398,220	16,435,550	19,162,420
729,776,091	730,016,310	793,911,390	999,071,390	1,082,771,520	1,221,511,856
74,140,120	84,571,490	102,899,736	109,766,186	127,126,210	136,751,320
2,782,972,308	3,243,813,982	3,558,753,941	3,677,487,845	3,808,991,325	4,471,760,395
					99,060
<u>\$ 51,124,267,414</u>	<u>\$ 53,388,276,471</u>	<u>\$ 56,486,258,488</u>	<u>\$ 61,194,654,333</u>	<u>\$ 72,021,656,708</u>	<u>\$ 78,342,626,316</u>



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

Tax Year	Fiscal Year	Estimated Actual Value	Less Exemptions	Net Assessed Value	Assessment Ratio	Total Direct Tax Rate
2007	2008	\$ 40,030,188,967	\$ 6,548,855,518	\$ 33,481,333,449	83.6%	\$ 0.51674
2008	2009	45,414,424,927	7,350,144,660	38,064,280,267	83.8%	0.49976
2009	2010	46,004,789,281	7,599,334,136	38,405,455,145	83.5%	0.49976
2010	2011	45,090,492,561	7,722,448,765	37,368,043,796	82.9%	0.49976
2011	2012	45,964,582,256	7,930,095,144	38,034,487,112	82.7%	0.49976
2012	2013	47,665,443,449	8,225,496,395	39,439,947,054	82.7%	0.49976
2013	2014	50,586,160,527	8,608,492,257	41,977,668,270	83.0%	0.48476
2014	2015	54,808,002,219	9,231,100,402	45,576,901,817	83.2%	0.47276
2015	2016	64,167,624,512	10,809,541,312	53,358,083,200	83.2%	0.46500
2016	2017	78,066,394,263	19,819,181,840	58,247,212,423	74.6%	0.46500

Source of data: Fort Bend County Central Appraisal District.

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

	2007	2008	2009	2010
Fort Bend County	\$ 0.49874	\$ 0.48376	\$ 0.47900	\$ 0.48016
Fort Bend County Drainage District	0.01800	0.01600	0.02076	0.01960
Political Subdivision:				
Arcola, City of	0.73000	0.95258	0.96500	0.99000
Beasley, City of	0.41687	0.44828	0.44828	0.44828
Big Oaks MUD	0.73000	0.73000	0.79000	0.79000
Blue Ridge West MUD	0.43000	0.42000	0.41500	0.41000
Brazoria-Fort Bend MUD 1	0.85000	0.85000	0.85000	0.85000
Brazos ISD	**N/A	1.22000	1.36890	1.39510
Burney Road MUD	0.30000	0.30000	0.24250	0.26750
Chelford City MUD	**N/A	0.43000	0.43000	0.43000
Cimarron MUD	**N/A	0.58000	0.57000	0.57000
Cinco MUD 1	0.88000	0.88000	0.67500	0.64500
Cinco MUD 2	0.52000	0.50000	0.47500	0.47500
Cinco MUD 3	0.51000	0.51000	0.47000	0.47000
Cinco MUD 5	0.57500	0.57500	0.50000	0.49500
Cinco MUD 6	0.59000	0.59000	0.48000	0.48000
Cinco MUD 7	0.57500	0.57500	0.52500	0.52000
Cinco MUD 8	0.89000	0.89000	0.84000	0.85000
Cinco MUD 9	0.65000	0.37000	0.61000	0.59500
Cinco MUD 10	0.65000	0.65000	0.60000	0.61000
Cinco MUD 12	0.53000	0.53000	0.47000	0.43000
Cinco MUD 14	0.79000	0.79000	0.66000	0.63500
Cinco Southwest MUD 1	0.90000	1.50000	1.50000	1.50000
Cinco Southwest MUD 2	1.50000	1.50000	1.50000	1.50000
Cinco Southwest MUD 3	**N/A	1.50000	1.50000	1.50000
Cinco Southwest MUD 4	**N/A	1.50000	1.50000	1.50000
Cornerstone MUD	**N/A	0.38000	0.37000	0.37000
Eldridge Road MUD	0.32000	0.25000	0.22000	0.08000
First Colony LID	0.19460	0.19460	0.19460	0.19460
First Colony LID 2	0.31500	0.29500	0.28500	0.27500
First Colony MUD 9	0.30000	0.29500	0.29500	0.30500
First Colony MUD 10	0.75000	0.75000	0.75000	0.49000
Fort Bend County LID 2	0.16500	0.14500	0.13400	0.13400
Fort Bend County LID 6	**N/A	0.50000	0.50000	0.50000
Fort Bend County LID 7	0.21500	0.21500	0.21500	0.21500
Fort Bend County LID 10	0.46000	0.47500	0.47500	0.47500
Fort Bend County LID 11	0.27000	0.27000	0.27000	0.28000
Fort Bend County LID 12	0.25000	0.19000	0.15000	0.14000
Fort Bend County LID 14	0.19000	0.19000	0.20000	0.20000
Fort Bend County LID 15	0.70000	0.70000	0.70000	0.80000
Fort Bend County LID 17	0.57000	0.58000	0.63000	0.63000
Fort Bend County LID 19	0.70000	0.70000	0.70000	0.80000
Fort Bend County LID 20	**N/A	0.45000	0.45000	0.45000
Fort Bend Co Management District 1	**N/A	**N/A	**N/A	**N/A
Fort Bend County MUD 1	0.65000	0.65000	0.53000	0.65000
Fort Bend County MUD 2	0.46000	0.44000	0.50000	0.54000

2011	2012	2013	2014	2015	2016
\$ 0.48096	\$ 0.48076	\$ 0.48476	\$ 0.47276	\$ 0.46500	\$ 0.46500
0.01880	0.01900	0.01500	0.02200	0.02100	0.01600
0.95426	0.95426	0.95426	0.91000	0.91000	0.86710
0.49314	0.49913	0.49913	0.49913	0.49913	0.46714
0.79000	0.85000	0.85000	0.85000	0.79000	0.75000
0.41000	0.41000	0.41000	0.41000	0.42500	0.41600
0.90000	0.85000	0.85000	0.85000	0.85000	0.84800
1.43285	1.40115	1.39966	1.42172	1.42410	1.49980
0.26750	0.26750	0.26000	0.26000	0.25500	0.25000
0.43000	0.43000	0.43000	0.42500	0.42500	0.40000
0.57000	0.57000	0.57000	0.57000	0.42000	0.38500
0.59500	0.55000	0.50000	0.48000	0.44000	0.44000
0.47500	0.47500	0.47500	0.47000	0.45000	0.34000
0.48000	0.45000	0.42000	0.42000	0.40000	0.37000
0.49500	0.47500	0.44500	0.41500	0.38000	0.37000
0.48000	0.48000	0.41000	0.39500	0.35500	0.33000
0.49000	0.48500	0.48500	0.48000	0.46500	0.44000
0.59500	0.82000	0.76000	0.71000	0.64000	0.59000
0.59500	0.59500	0.57000	0.53000	0.43000	0.40500
0.59000	0.59000	0.58000	0.58000	0.53000	0.49500
0.43000	0.36000	0.36000	0.30000	0.27000	0.25000
0.59500	0.55500	0.54500	0.53500	0.52000	0.50000
1.50000	1.50000	1.29000	1.01000	0.90500	0.85000
1.50000	1.44500	1.34500	1.20000	1.04000	0.98500
1.50000	1.50000	1.50000	1.44000	1.03000	1.12000
1.50000	1.48000	1.40000	1.20000	1.03000	0.96000
0.36000	0.36000	0.36000	0.34000	0.33000	0.34000
**N/A	**N/A	**N/A	**N/A	**N/A	**N/A
0.19460	0.19460	0.15500	0.15500	0.15250	0.15000
0.27500	0.27500	0.27500	0.25000	0.25000	0.20000
0.32000	0.32000	0.31500	0.30000	0.28000	0.25500
0.49000	0.49000	0.47000	0.41000	0.25000	0.20000
0.13400	0.12900	0.12900	0.12000	0.11000	0.10670
0.50000	0.50000	0.50000	0.50000	0.50000	0.50000
0.21000	0.20500	0.20500	0.23500	0.23500	0.22500
0.47500	0.62000	0.62000	0.64300	0.64300	0.64300
0.28000	0.26000	0.25000	0.22500	0.20500	0.20000
0.13000	0.12500	0.12500	0.11500	0.10000	0.09000
0.20500	0.20500	0.20500	0.20000	0.19500	0.19500
0.80000	0.80000	0.80000	0.80000	0.75000	0.73000
0.63000	0.65000	0.65000	0.63000	0.61000	0.57000
0.80000	0.80000	0.80000	0.80000	0.72000	0.68000
0.45000	0.45000	0.55000	0.55000	0.55000	0.55000
**N/A	**N/A	**N/A	**N/A	**N/A	0.45000
0.65000	**N/A	**N/A	**N/A	**N/A	**N/A
0.65000	0.63000	0.65000	0.68000	0.66000	0.59000

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

	2007	2008	2009	2010
Political Subdivision: (continued)				
Fort Bend County MUD 5	**N/A	**N/A	1.50000	1.50000
Fort Bend County MUD 19	1.20000	1.20000	1.24000	1.38000
Fort Bend County MUD 21	0.39000	0.39000	0.27000	0.26000
Fort Bend County MUD 23	0.95000	0.91000	1.00000	1.03000
Fort Bend County MUD 24	1.29000	1.29000	1.29000	1.29000
Fort Bend County MUD 25	0.82000	0.82000	0.82000	0.82000
Fort Bend County MUD 26	0.72000	0.67000	0.70000	0.71000
Fort Bend County MUD 30	0.88000	0.87000	0.95000	0.98000
Fort Bend County MUD 34	0.72000	0.71000	0.71000	0.69000
Fort Bend County MUD 35	1.05000	0.89000	0.74000	0.69000
Fort Bend County MUD 37	0.59000	0.59000	0.56000	0.52000
Fort Bend County MUD 41	0.58000	0.55000	0.55000	0.55000
Fort Bend County MUD 42	0.43000	0.42000	0.42000	0.43000
Fort Bend County MUD 46	0.90000	0.90000	0.88000	0.88000
Fort Bend County MUD 47	1.09000	1.04000	1.04000	1.04000
Fort Bend County MUD 48	0.89000	0.88000	0.88000	0.88000
Fort Bend County MUD 49	0.80000	0.95000	0.95000	0.95000
Fort Bend County MUD 50	0.90000	0.90000	0.90000	0.90000
Fort Bend County MUD 57	1.50000	1.50000	1.50000	1.50000
Fort Bend County MUD 58	1.50000	1.50000	1.50000	1.50000
Fort Bend County MUD 66	1.35000	1.35000	1.35000	1.35000
Fort Bend County MUD 67	0.45000	0.47500	0.47500	0.47500
Fort Bend County MUD 68	0.40500	0.40500	0.40000	0.40000
Fort Bend County MUD 69	0.33000	0.40000	0.40000	0.40000
Fort Bend County MUD 81	0.42500	0.42500	0.38000	0.37000
Fort Bend County MUD 94	0.71000	0.71000	0.71000	0.77000
Fort Bend County MUD 106	0.47000	0.45000	0.45000	0.49000
Fort Bend County MUD 108	0.40000	0.39000	0.39000	0.42000
Fort Bend County MUD 109	0.51000	0.50700	0.58000	0.63000
Fort Bend County MUD 111	0.30000	0.30000	0.30000	0.30000
Fort Bend County MUD 112	0.39000	0.39000	0.38000	0.38000
Fort Bend County MUD 115	0.59000	0.53000	0.50000	0.50000
Fort Bend County MUD 116	1.13000	1.13000	1.22000	1.22000
Fort Bend County MUD 117	0.67000	0.66000	0.66000	0.66000
Fort Bend County MUD 118	0.89000	0.84000	0.81000	0.78000
Fort Bend County MUD 119	0.75000	0.75000	0.71000	0.71000
Fort Bend County MUD 121	1.25000	1.20000	1.20000	1.20000
Fort Bend County MUD 122	1.00000	1.00000	1.00000	1.00000
Fort Bend County MUD 123	1.00000	1.00000	1.08000	1.14000
Fort Bend County MUD 124	0.99000	0.92000	0.92000	0.92000
Fort Bend County MUD 128	0.80000	0.80000	0.80000	0.70000
Fort Bend County MUD 129	0.80000	0.80000	0.80000	0.70000
Fort Bend County MUD 130	0.79000	0.77000	0.76000	0.76000
Fort Bend County MUD 131	0.90000	1.01000	1.01000	1.01000
Fort Bend County MUD 133	1.50000	1.50000	1.50000	1.50000
Fort Bend County MUD 134 B	**N/A	**N/A	**N/A	**N/A
Fort Bend County MUD 134 C	**N/A	1.25000	1.25000	1.30000
Fort Bend County MUD 134 D	**N/A	**N/A	**N/A	**N/A

2011	2012	2013	2014	2015	2016
1.50000	1.50000	1.50000	1.50000	1.50000	1.48000
1.38000	1.89940	1.51500	1.40000	1.40000	1.27000
0.26000	0.24000	**N/A	**N/A	**N/A	**N/A
1.03000	1.07000	1.05000	1.05000	0.95000	0.89000
1.35000	1.43000	1.36000	1.35000	1.30000	1.26000
0.82000	0.85000	0.86000	0.86500	0.84500	0.84000
0.86250	0.86250	0.90850	0.87500	0.84000	0.82250
1.02000	1.00000	1.00000	0.97000	0.92000	0.84000
0.68000	0.68000	0.68000	0.68000	0.63000	0.62000
0.63000	0.63000	0.62000	0.57000	0.51500	0.44000
0.52000	0.52000	0.52000	0.52000	0.50000	0.49000
0.55000	0.55000	0.55000	0.55000	0.54000	0.49000
0.43000	0.43000	0.43000	0.43000	0.42000	0.40000
0.88000	0.89500	0.89500	0.89500	0.90250	0.90000
1.04000	1.17000	1.12000	1.07000	0.95000	0.94500
0.88000	0.88000	0.88000	0.98000	0.98000	0.96000
0.95000	0.95000	0.95000	0.95000	0.94000	0.84000
0.90000	0.91000	0.91000	0.91000	0.91000	0.91000
1.45000	1.45000	1.40000	1.27000	1.05000	0.94000
1.50000	1.50000	1.45000	1.28000	1.16000	1.07000
1.50000	1.50000	1.47000	1.39000	1.25000	1.21000
0.46500	0.44500	0.41000	0.36000	0.22250	0.10000
0.40000	0.40000	0.40000	0.40000	0.39345	0.39000
0.40000	0.40000	0.38500	0.38500	0.35500	0.08000
0.37000	0.35000	0.33000	0.33000	0.32000	0.32930
0.77000	0.77000	0.71000	0.66000	0.58000	0.50000
0.52000	0.50000	0.49000	0.46000	0.34500	0.30000
0.44000	0.44000	0.44000	0.41000	0.29000	0.19000
0.66000	0.65000	0.65000	0.62000	0.44000	0.34000
0.30000	0.30000	0.30000	0.30000	0.30000	0.29000
0.38000	0.38000	0.37000	0.34000	0.34000	0.29000
0.50000	0.50000	0.50000	0.48000	0.46000	0.44000
1.22000	1.21000	1.18000	1.14000	1.08000	1.07000
0.69000	0.68000	0.68000	0.65000	0.48000	0.43000
0.77000	0.77000	0.77000	0.75000	0.70000	0.70000
0.71000	0.71000	0.71000	0.70000	0.64000	0.60000
1.20000	1.20000	1.20000	1.17000	1.12000	1.12000
1.00000	1.04000	1.04000	1.01500	0.99000	0.97500
1.15000	1.15500	1.15500	1.15500	1.10000	1.09900
0.99000	0.99000	0.99000	0.95000	0.95000	0.86000
0.70000	0.70000	0.70000	0.70000	0.70000	0.70000
0.67000	0.67000	0.65000	0.57000	0.42000	0.34000
0.75000	0.74000	0.73000	0.72000	0.66000	0.63000
1.01000	1.01000	1.01000	1.01000	1.01000	1.03000
1.50000	1.50000	1.50000	1.50000	1.43000	1.43000
**N/A	**N/A	**N/A	1.45000	1.45000	1.45000
1.30000	1.35000	1.35000	1.35000	1.30000	1.30000
**N/A	**N/A	**N/A	**N/A	**N/A	1.00000

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

	2007	2008	2009	2010
Political Subdivision: (continued)				
Fort Bend County MUD 136	0.63000	0.62000	0.62000	0.57000
Fort Bend County MUD 137	0.63000	0.62000	0.57000	0.57000
Fort Bend County MUD 138	0.63000	0.62000	0.57000	0.57000
Fort Bend County MUD 139	**N/A	**N/A	**N/A	0.57000
Fort Bend County MUD 140	1.25000	1.25000	1.25000	1.25000
Fort Bend County MUD 141	1.39000	**N/A	**N/A	**N/A
Fort Bend County MUD 142	1.32000	1.32000	1.32000	1.32000
Fort Bend County MUD 143	1.25000	1.31000	1.35000	1.35000
Fort Bend County MUD 144	0.80000	0.80000	0.80000	0.80000
Fort Bend County MUD 145	1.25000	1.25000	1.25000	1.25000
Fort Bend County MUD 146	1.20000	1.20000	1.15000	1.15000
Fort Bend County MUD 147	0.95000	0.95000	0.95000	0.95000
Fort Bend County MUD 148	0.90000	0.90000	0.90000	0.90000
Fort Bend County MUD 149	0.80000	0.80000	0.80000	0.70000
Fort Bend County MUD 151	1.30000	1.30000	1.30000	1.27000
Fort Bend County MUD 152	1.45000	1.45000	1.45000	1.45000
Fort Bend County MUD 155	1.39000	1.39000	1.39000	1.39000
Fort Bend County MUD 156	**N/A	**N/A	**N/A	**N/A
Fort Bend County MUD 158	1.45000	1.45000	1.45000	1.45000
Fort Bend County MUD 159	0.84000	0.84000	0.84000	0.84000
Fort Bend County MUD 161	**N/A	**N/A	**N/A	**N/A
Fort Bend County MUD 162	0.55000	0.70000	0.74000	0.80000
Fort Bend County MUD 163	**N/A	**N/A	**N/A	**N/A
Fort Bend County MUD 165	1.25000	1.31000	1.35000	1.36000
Fort Bend County MUD 167	0.85000	0.85000	0.85000	0.89000
Fort Bend County MUD 168	1.03000	**N/A	**N/A	**N/A
Fort Bend County MUD 169	**N/A	**N/A	**N/A	1.29500
Fort Bend County MUD 170	**N/A	**N/A	1.29400	1.29500
Fort Bend County MUD 171	**N/A	1.29400	1.29400	1.29500
Fort Bend County MUD 172	**N/A	**N/A	**N/A	1.29500
Fort Bend County MUD 173	**N/A	**N/A	**N/A	1.29500
Fort Bend County MUD 176	0.70000	0.65000	0.65000	0.65000
Fort Bend County MUD 182	0.91000	**N/A	**N/A	**N/A
Fort Bend County MUD 184	**N/A	**N/A	**N/A	**N/A
Fort Bend County MUD 185	**N/A	1.25000	1.25000	1.25000
Fort Bend County MUD 187	**N/A	1.00000	1.00000	1.00000
Fort Bend County MUD 192	**N/A	**N/A	**N/A	**N/A
Fort Bend County MUD 194	**N/A	**N/A	1.25000	1.25000
Fort Bend County MUD 199	**N/A	**N/A	**N/A	0.60000
Fort Bend County MUD 206	**N/A	**N/A	**N/A	**N/A
Fort Bend County MUD 207	**N/A	**N/A	**N/A	**N/A
Fort Bend County MUD 215	**N/A	**N/A	**N/A	**N/A
Fort Bend County WC&ID 2	0.18000	0.18000	0.18000	0.18000
Fort Bend County WC&ID 3	0.50000	0.48000	0.48000	0.45000
Fort Bend County WC&ID 8	0.95000	0.95000	0.95000	0.95000
Fort Bend County WID 24	**N/A	**N/A	**N/A	**N/A

2011	2012	2013	2014	2015	2016
0.57000	0.54000	0.54000	0.50000	0.43000	0.42000
0.57000	0.54000	0.48000	0.43000	0.42000	0.41500
0.57000	0.54000	0.48000	0.44500	0.43500	0.41500
0.57000	0.54000	0.54000	0.44000	0.41000	0.41000
1.25000	1.34000	1.34000	1.34000	1.25000	1.25000
**N/A	**N/A	**N/A	1.15000	1.15000	1.35000
1.32000	1.27000	1.17000	0.95000	0.85000	0.77000
1.36000	1.34000	1.30000	1.26000	1.26000	1.24000
0.80000	0.80000	0.80000	0.80000	0.80000	0.80000
1.25000	1.25000	1.25000	1.25000	1.23000	1.21500
1.15000	1.10000	1.02000	1.01000	0.94000	0.87000
0.95000	0.95000	0.95000	0.95000	0.95000	0.95000
0.90000	0.90000	0.90000	0.90000	0.88000	0.83000
0.70000	0.70000	0.70000	0.70000	0.65000	0.50000
1.26000	1.26000	1.26000	1.22000	1.11000	1.00000
1.45000	1.45000	1.45000	1.45000	1.37000	1.28000
1.39000	1.39000	1.39000	1.29000	1.14000	1.04000
**N/A	**N/A	1.50000	1.45000	1.25000	1.05000
1.45000	1.45000	1.45000	1.39000	1.25000	1.12000
0.84000	0.84000	0.84000	0.78000	0.72000	0.72000
**N/A	**N/A	0.90620	0.90620	0.90000	0.90000
1.00000	1.12000	1.12000	1.12000	1.09000	1.09000
**N/A	**N/A	0.90000	0.90000	0.90000	0.90000
1.37000	1.37000	1.37000	1.37000	1.32000	1.25000
0.89000	0.87000	0.89000	0.89000	0.85000	0.85000
**N/A	**N/A	**N/A	**N/A	**N/A	**N/A
1.29500	1.29727	1.30380	1.32260	1.33926	1.34399
1.29500	1.29727	1.30380	1.32260	1.33926	1.34399
1.29500	1.28328	1.26500	1.22000	1.16000	1.12000
1.29500	1.29727	1.30380	1.32260	1.28180	1.21500
1.29500	1.29727	1.30380	1.32260	1.33926	1.34220
0.65000	0.65000	0.55000	0.55000	0.55000	0.55000
**N/A	**N/A	**N/A	1.50000	1.50000	1.50000
**N/A	**N/A	**N/A	1.40000	1.50000	1.50000
1.25000	1.25000	1.20000	1.17000	1.04000	1.03000
1.00000	1.00000	1.00000	1.00000	0.97000	0.93000
**N/A	**N/A	**N/A	1.50000	1.50000	1.50000
1.25000	1.25000	1.25000	1.25000	1.25000	1.25000
0.60000	0.60000	0.60000	0.60000	0.60000	0.60000
**N/A	**N/A	**N/A	1.40000	1.40000	1.50000
**N/A	**N/A	**N/A	1.00000	1.00000	1.00000
**N/A	**N/A	**N/A	**N/A	**N/A	1.00000
0.18000	0.18000	0.18000	0.18000	0.18000	0.21250
0.45000	0.45000	0.45000	0.45000	0.44000	0.44000
0.95000	1.05000	1.18000	1.10000	1.07000	1.07000
**N/A	**N/A	1.45000	1.45000	**N/A	**N/A

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

	2007	2008	2009	2010
Political Subdivision: (continued)				
Fort Bend ESD 1	0.06250	0.06250	0.07500	0.07500
Fort Bend ESD 2	0.09200	0.08830	0.09600	0.09800
Fort Bend ESD 3	0.06750	0.06750	0.07900	0.08460
Fort Bend ESD 4	0.08897	0.08502	0.08234	0.07804
Fort Bend ESD 5	**N/A	0.08000	0.07997	0.07997
Fort Bend ESD 6	**N/A	**N/A	**N/A	**N/A
Fort Bend ESD 8	**N/A	**N/A	**N/A	**N/A
Fort Bend Fresh Water Supply 1	1.00000	1.00000	1.00000	1.00000
Fort Bend Fresh Water Supply 2	0.50000	0.50000	0.49900	0.50000
Fort Bend-Harris ESD 100	0.10000	0.09473	0.09697	0.09000
Fort Bend-Waller MUD 2	**N/A	**N/A	**N/A	**N/A
Fort Bend-Waller MUD 3	**N/A	**N/A	**N/A	**N/A
Fort Bend Independent School District	1.25000	1.27000	1.30500	1.34000
Fort Bend Parkway Road District	0.05443	0.05443	0.01483	**N/A
Fulshear, City of	0.20592	0.20592	0.20592	0.20592
Fulshear MUD 1	**N/A	1.19000	1.19000	1.19000
Fulshear MUD 2	**N/A	**N/A	**N/A	**N/A
Fulshear MUD 3A	**N/A	**N/A	**N/A	**N/A
Grand Mission MUD 1	1.05000	1.10000	1.10000	1.10000
Grand Mission MUD 2	1.25000	1.31000	1.31000	1.31000
Grand Lakes MUD 1	0.79000	0.79000	0.65000	0.63000
Grand Lakes MUD 2	0.70000	0.70000	0.46500	0.45500
Grand Lakes MUD 4	0.82000	0.82000	0.79000	0.79000
Grand Lakes WCID	0.09500	0.09500	0.08750	0.08250
Harris County MUD 393	**N/A	**N/A	**N/A	**N/A
Harris-Fort Bend EMS District	**N/A	**N/A	**N/A	**N/A
Harris-Fort Bend MUD 1	0.88000	0.88000	0.77000	0.75000
Harris-Fort Bend MUD 3	1.25000	1.25000	1.25000	1.25000
Harris-Fort Bend MUD 4	0.96000	0.96000	0.96000	0.95000
Harris-Fort Bend MUD 5	0.82000	0.82000	0.75000	0.73000
Houston, City of	**N/A	0.64375	0.63875	0.63875
HCC Stafford	0.09518	0.09243	0.09222	0.09222
HCC Missouri City	0.09518	0.09243	0.09222	0.09222
Imperial Redevelopment District	**N/A	1.00000	**N/A	**N/A
Katy, City of	**N/A	0.60540	0.59372	0.59372
Katy ISD	1.52660	1.52660	1.52660	1.52660
Kendleton, City of	0.76503	0.76632	0.89100	0.70627
Kendleton ISD	1.23170	1.20500	1.20830	**N/A
Kingsbridge MUD	0.80000	0.78000	0.78000	0.78000
Lamar Consolidated I.S.D.	1.29765	1.29765	1.29765	1.36455
Meadowcreek MUD	0.10000	0.10000	0.10000	0.10000
Meadows Place, City of	0.79000	0.79000	0.83000	0.89500
Memorial MUD	**N/A	0.52000	0.54000	0.55500
Mission Bend MUD 1	0.28000	0.25000	0.25000	0.25000
Missouri City, City of	0.49926	0.51724	0.52840	0.52840
Needville, City of	0.42284	0.39169	0.39153	0.38151
Needville Independent School District	1.27929	1.45600	1.48400	1.51999
North Mission Glen MUD	0.52000	0.52000	0.54400	0.57100

2011	2012	2013	2014	2015	2016
0.07500	0.07500	0.07500	0.07500	0.07500	0.07500
0.09800	0.09800	0.09800	0.09800	0.09800	0.09800
0.09100	0.09100	0.09100	0.09100	0.10000	0.10000
0.07827	0.08103	0.07964	0.09000	0.10000	0.10000
0.08298	0.08553	0.08341	0.07904	0.07135	0.07900
**N/A	**N/A	**N/A	**N/A	0.10000	0.10000
**N/A	**N/A	**N/A	**N/A	0.10000	0.10000
1.00000	1.00000	1.00000	1.00000	1.00000	1.00000
0.51000	0.54000	0.54000	0.56000	0.55700	0.55210
0.09000	0.09000	0.08840	0.08840	0.07951	0.07321
**N/A	**N/A	0.80000	0.80000	0.80000	0.80000
**N/A	**N/A	**N/A	**N/A	0.93000	0.93000
1.34000	1.34000	1.34000	1.34000	1.34000	1.34000
**N/A	**N/A	**N/A	**N/A	**N/A	**N/A
0.20592	0.20366	0.19713	0.17829	0.16163	0.15690
1.19000	1.19000	1.19000	1.19000	1.19000	1.17000
**N/A	**N/A	**N/A	**N/A	1.20000	1.20000
**N/A	**N/A	**N/A	**N/A	1.50000	1.50000
1.10000	1.15000	1.12000	1.02000	0.90000	0.82000
1.31000	1.31000	1.31000	1.30000	1.25000	1.20000
0.54000	0.54000	0.54000	0.54000	0.51500	0.49500
0.44500	0.43750	0.36950	0.35000	0.32000	0.30750
0.77000	0.76000	0.73000	0.68000	0.60000	0.57250
0.08250	0.08250	0.07850	0.07300	0.06650	**N/A
**N/A	**N/A	1.02000	0.91000	0.86000	**N/A
**N/A	**N/A	**N/A	**N/A	**N/A	**N/A
0.73000	0.70000	0.68500	0.68500	0.65500	0.61000
1.25000	1.24000	1.19000	1.07000	0.97000	0.92000
0.95000	0.88000	0.82000	0.82000	0.82000	0.80000
0.71000	0.71000	0.70000	0.65000	0.59000	0.54000
0.63875	0.63875	0.63875	0.63108	0.60112	0.58642
0.09722	0.09717	0.09717	0.10689	0.10194	0.10026
0.09722	0.09717	0.09717	0.10689	0.10194	0.10026
**N/A	**N/A	1.10000	1.10000	1.10000	1.10000
0.59372	0.58672	0.56672	0.54672	0.52672	0.50672
1.52660	1.52660	1.52660	1.52660	1.51660	1.51660
0.69923	0.63933	0.66908	0.69771	0.78500	0.78500
1.20830	**N/A	**N/A	**N/A	**N/A	**N/A
0.78000	0.78000	0.78000	0.78000	0.71000	0.66000
1.39005	1.39005	1.39005	1.39005	1.39005	1.39005
0.10000	0.10000	0.10000	0.10000	0.10000	0.10000
0.89869	0.89500	0.89500	0.89500	0.86800	0.83200
0.55000	0.54000	0.54000	0.51000	0.48000	0.44000
0.25000	0.25000	0.28000	0.28000	0.27750	0.26000
0.52840	0.54480	0.57375	0.56500	0.54468	0.56010
0.39779	0.40121	0.38551	0.37359	0.38117	0.39999
1.57958	1.64958	1.64958	1.59995	1.57300	1.54000
0.64110	0.65110	0.65110	0.60000	0.55000	0.52000

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

	2007	2008	2009	2010
Political Subdivision: (continued)				
Orchard, City of	0.30750	0.33123	0.39601	0.39267
Palmer Plantation MUD 1	0.68000	0.68000	0.69000	0.73500
Palmer Plantation MUD 2	0.49000	0.49000	0.49800	0.51500
Pearland, City of	0.65260	0.65260	0.65260	0.66510
Pecan Grove MUD	0.47000	0.46800	0.46800	0.55000
Plantation MUD	0.63000	0.63000	0.66000	0.66000
Renn Road MUD	**N/A	0.63000	0.63000	0.66500
Richmond, City of	0.79000	0.79000	0.78650	0.78650
Rosenberg, City of	0.54500	0.52020	0.50000	0.50000
Sienna Plantation LID	0.58000	0.49000	0.49000	0.49000
Sienna Plantation Management	0.92000	1.01000	1.01000	1.01000
Sienna Plantation MUD 2	0.72000	0.71000	0.71000	0.71000
Sienna Plantation MUD 3	0.75000	0.75000	0.73000	0.72000
Sienna Plantation MUD 4	**N/A	**N/A	**N/A	**N/A
Sienna Plantation MUD 10	0.90000	0.94000	0.94000	0.94000
Sienna Plantation MUD 12	0.90000	0.94000	0.94000	0.94000
Simonton, City of	0.27000	0.27000	0.27000	0.27000
Stafford Municipal School District	1.25000	1.23500	1.23000	1.11000
Sugar Land, City of	0.30000	0.30000	0.30000	0.30000
West Keegans Bayou I.D.	0.12100	0.12100	0.12100	1.05000
West Harris County MUD 4	**N/A	0.90000	0.95000	0.11100
Wharton County Junior College	0.13485	0.13797	0.14666	0.14448
Willow Creek Farms MUD	**N/A	1.25000	1.25000	1.25000
Willow Fork Drainage District	0.20000	0.19000	0.19000	0.19000
Willow Point MUD	**N/A	**N/A	**N/A	**N/A
Woodcreek Reserve MUD	0.60000	0.60000	0.60000	0.60000

Source of data: Fort Bend County Central Appraisal District.

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

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

2011	2012	2013	2014	2015	2016
0.42380	0.39475	0.37887	0.37887	0.37153	0.34788
0.73500	0.73500	0.75500	0.75500	0.56000	0.48000
0.51500	0.54000	0.54000	0.53000	0.49000	0.46000
0.68510	0.70500	0.70510	0.71210	0.70530	0.68120
0.55000	0.56000	0.65500	0.65500	0.64000	0.62500
0.74000	0.74000	0.74000	0.74000	0.68500	0.64500
0.69000	0.76000	0.76000	0.75000	0.75000	0.72000
0.78650	0.78650	0.78000	0.77000	0.75500	0.73500
0.50000	0.51000	0.50000	0.49000	0.47000	0.47000
0.49000	0.49000	0.49000	0.49000	0.47000	0.45000
1.01000	1.01000	1.01000	1.01000	1.03000	1.05000
0.71000	0.71000	0.71000	0.71000	0.65000	0.59000
0.72000	0.72000	0.71000	0.71000	0.63000	0.59000
**N/A	**N/A	**N/A	1.01000	1.03000	1.05000
0.94000	0.94000	0.94000	0.94000	0.94000	0.84000
0.94000	0.94000	0.94000	0.94000	0.94000	0.88000
0.27000	0.27000	0.26000	0.26000	0.24000	0.23000
1.22000	1.25000	1.25000	1.24005	1.23005	1.23005
0.30245	0.30895	0.30895	0.31595	0.31595	0.31595
0.11100	0.10000	0.10000	0.10000	0.09500	0.09400
1.06000	1.09000	1.09000	1.09000	1.08000	1.00000
0.14414	0.13821	0.13419	0.12656	0.13028	0.13706
1.25000	1.25000	1.25000	1.25000	1.15000	1.09500
0.19000	0.19000	0.19000	0.19000	0.18500	0.18500
**N/A	**N/A	1.50000	1.50000	1.50000	1.50000
0.60000	0.60000	0.60000	0.60000	0.60000	0.60000



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

Taxpayer	Fiscal Year 2017			Fiscal Year 2008		
	Assessed Value	Rank	Percentage of Total Net Assessed Valuation	Assessed Value	Rank	Percentage of Total Net Assessed Valuation
NRG Texas LP	\$ 690,238,490	1	1.185	\$ 1,799,052,080	1	5.373
Centerpoint Energy Inc.	294,520,410	2	0.506	221,152,430	2	0.661
Katy Mills Mall LTD Partnership	123,078,450	3	0.211	148,319,680	5	0.443
Tramontina USA Inc.	96,475,390	4	0.166	98,752,240	7	
Fairfield Industries	95,618,640	5	0.164			
LCFRE Sugar Land Town Square LLC	88,627,390	6	0.152			
AmerisourceBergen Drug Corporation	81,268,740	7	0.140			
First Colony Mall LLC	81,007,090	8	0.139			
Brazos Valley Energy	80,960,490	9	0.139			
Schlumberger Technology Corp	79,235,660	10	0.136			
Texas Instruments, Inc.				157,258,290	3	0.47
Conocophillips Company				148,455,640	4	0.44
STC Manufacturing Group				101,650,560	6	0.30
Lakepointe Assets LLC				89,443,550	8	0.27
Texas Genco LP				87,398,320	9	
Jetta Operating Company Inc.				71,518,610	10	
Subtotal	1,711,030,750		2.94 %	2,923,001,400		7.96 %
Other taxpayers	<u>56,536,181,673</u>		<u>97.06</u>	<u>30,558,332,049</u>		<u>92.04</u>
Total	<u>\$ 58,247,212,423</u>		<u>100.00 %</u>	<u>\$ 33,481,333,449</u>		<u>100.00 %</u>

Source of data: Fort Bend County Central Appraisal District.

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

Tax Year	Fiscal Year	Total Original Levy	Adjustments	Total Adjusted Levy	Collected within the Fiscal Year of the Levy	
					Amount	Percentage of Adjusted Levy Collected
2007	2008	\$ 173,203,701	\$ (1,085,458)	\$ 172,118,243	\$ 169,011,211	98.19%
2008	2009	190,430,794	(1,534,628)	188,896,166	186,012,685	98.47%
2009	2010	191,862,995	5,401,838	197,264,833	194,801,626	98.75%
2010	2011	193,704,140	2,110,159	195,814,299	193,251,014	98.69%
2011	2012	197,913,656	413,902	198,327,558	196,106,467	98.88%
2012	2013	198,853,734	7,359,083	206,212,818	204,426,149	99.13%
2013	2014	220,732,237	65,763	220,798,001	219,405,724	99.37%
2014	2015	231,440,796	9,398,486	240,839,282	239,321,688	99.37%
2015	2016	261,554,958	7,193,106	268,748,065	267,472,379	99.53%
2016	2017	289,365,323	(2,778,140)	286,587,183	284,725,066	99.35%

Collections in Subsequent Years	Total Tax Collections	Total Tax Collections as a Percentage of Adjusted Levy
\$ 2,814,521	\$ 171,825,733	99.83%
2,669,991	188,682,676	99.89%
2,259,122	197,060,747	99.90%
2,354,214	195,605,228	99.89%
1,999,323	198,105,790	99.89%
1,543,279	205,969,428	99.88%
1,102,884	220,508,608	99.87%
1,118,083	240,439,771	99.83%
646,130	268,118,509	99.77%
	284,725,066	99.35%

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

Tax Year	Fiscal Year	Population (1)	Net Assessed Value	General Obligation Bonds (2)	Tax Notes	Total Long-Term Debt (2)
2007	2008	531,660	\$ 33,481,333,449	\$ 238,044,854	\$	\$ 238,044,854
2008	2009	547,876	38,064,280,267	350,787,773		350,787,773
2009	2010	581,830	38,405,455,145	343,448,573		343,448,573
2010	2011	606,786	37,368,043,796	330,308,251		330,308,251
2011	2012	639,969	38,034,487,112	381,602,454		381,602,454
2012	2013	643,408	39,439,947,054	364,812,865		364,812,865
2013	2014	652,365	41,977,668,270	347,708,537		347,708,537
2014	2015	685,345	45,576,901,817	376,265,782		376,265,782
2015	2016	716,087	53,358,083,200	473,004,495		473,004,495
2016	2017	741,237	58,247,212,423	520,033,007	3,808,978	523,841,985

(1) Source of data: Fort Bend Economic Development Council.

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

Amounts Available in Debt Service Fund (2)	Net Long-Term Debt	Personal Income	Percent of Personal Income	Long-Term Debt to Assessed Value	Long-Term Debt Per Capita
\$ 4,290,890	\$ 233,753,964	\$ 20,218,050,000	1.18%	0.70%	\$ 448
5,956,061	344,831,712	22,319,780,000	1.57%	0.91%	640
4,844,023	338,604,550	20,455,780,000	1.68%	0.88%	590
5,169,725	325,138,526	22,444,080,000	1.47%	0.87%	544
3,977,092	377,625,362	27,002,708,000	1.41%	0.99%	596
2,461,472	362,351,393	29,242,120,000	1.25%	0.92%	567
2,739,786	344,968,751	30,215,817,000	1.15%	0.82%	533
2,764,772	373,501,010	32,349,654,690	1.16%	0.82%	549
1,071,278	471,933,217	40,162,314,000	1.18%	0.88%	661
9,852,755	513,989,230	43,394,237,691	1.21%	0.88%	707

FORT BEND COUNTY, TEXAS
DIRECT AND OVERLAPPING DEBT
Fiscal Year 2017
(UNAUDITED)

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<u>Taxing Jurisdiction</u>	<u>Long-Term Outstanding</u>	<u>Applicable Percentage</u>	<u>Overlapping Debt</u>
Fort Bend County	\$ 523,841,985 ⁽¹⁾	100.00%	\$ 523,841,985
<u>Special Districts:</u>			
Big Oaks MUD	16,776,108	100.00%	16,776,108
Blue Ridge West MUD	2,380,000	100.00%	2,380,000
Burney Road MUD	9,565,090	100.00%	9,565,090
Cinco MUD # 1	5,851,250	100.00%	5,851,250
Cinco MUD # 2	9,839,938	100.00%	9,839,938
Cinco MUD # 5	7,213,048	100.00%	7,213,048
Cinco MUD # 7	10,911,224	100.00%	10,911,224
Cinco MUD # 8	12,728,584	100.00%	12,728,584
Cinco MUD # 10	9,569,812	100.00%	9,569,812
Cinco MUD # 12	6,278,108	100.00%	6,278,108
Cinco MUD # 14	20,671,238	100.00%	20,671,238
Cinco Southwest MUD # 1	1,155,995	100.00%	1,155,995
Cinco Southwest MUD # 2	74,486,355	100.00%	74,486,355
Cinco Southwest MUD # 3	66,095,663	100.00%	66,095,663
Cinco Southwest MUD # 4	73,242,890	100.00%	73,242,890
First Colony MUD # 9	10,174,065	100.00%	10,174,065
First Colony MUD # 10	13,158,630	100.00%	13,158,630
Fort Bend Co FWSD # 1	23,498,650	100.00%	23,498,650
Fort Bend Co LID # 2	12,290,000	100.00%	12,290,000
Fort Bend Co LID # 6	10,430,000	100.00%	10,430,000
Fort Bend Co LID # 7	24,915,000	100.00%	24,915,000
Fort Bend Co LID # 10	12,598,137	100.00%	12,598,137
Fort Bend Co LID # 11	16,439,242	100.00%	16,439,242
Fort Bend Co LID # 12	12,505,000	100.00%	12,505,000
Fort Bend Co LID # 14	3,465,000	100.00%	3,465,000
Fort Bend Co LID # 15	89,620,414	100.00%	89,620,414
Fort Bend Co LID # 17	56,411,628	100.00%	56,411,628
Fort Bend Co LID # 19	33,356,998	100.00%	33,356,998
Fort Bend Co LID # 20	2,355,526	100.00%	2,355,526
Fort Bend Co Municipal Mgmt # 1	4,570,000	100.00%	4,570,000
Fort Bend Co MUD # 2	13,832,326	100.00%	13,832,326
Fort Bend Co MUD # 5	11,725,840	100.00%	11,725,840
Fort Bend Co MUD # 19	648,959	100.00%	648,959
Fort Bend Co MUD # 23	56,152,589	100.00%	56,152,589
Fort Bend Co MUD # 24	8,203,188	100.00%	8,203,188
Fort Bend Co MUD # 25	95,167,714	100.00%	95,167,714
Fort Bend Co MUD # 26	10,725,000	100.00%	10,725,000
Fort Bend Co MUD # 30	70,291,989	99.97%	70,270,901
Fort Bend Co MUD # 34	16,423,519	100.00%	16,423,519
Fort Bend Co MUD # 35	32,194,242	100.00%	32,194,242
Fort Bend Co MUD # 41	1,982,591	100.00%	1,982,591
Fort Bend Co MUD # 42	9,095,000	100.00%	9,095,000
Fort Bend Co MUD # 46	11,134,808	100.00%	11,134,808
Fort Bend Co MUD # 47	6,051,558	100.00%	6,051,558
Fort Bend Co MUD # 48	15,863,159	100.00%	15,863,159
Fort Bend Co MUD # 49	685,539	100.00%	685,539
Fort Bend Co MUD # 50	53,623,360	100.00%	53,623,360
Fort Bend Co MUD # 57	50,448,113	100.00%	50,448,113
Fort Bend Co MUD # 58	100,333,552	100.00%	100,333,552
Fort Bend Co MUD # 66	1,644,311	100.00%	1,644,311

FORT BEND COUNTY, TEXAS
DIRECT AND OVERLAPPING DEBT
Fiscal Year 2017
(UNAUDITED)

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Taxing Jurisdiction	Long-Term Outstanding	Applicable Percentage	Overlapping Debt
Fort Bend Co MUD # 81	4,170,000	100.00%	4,170,000
Fort Bend Co MUD # 94	4,392,308	100.00%	4,392,308
Fort Bend Co MUD # 106	6,080,000	100.00%	6,080,000
Fort Bend Co MUD # 108	1,090,000	100.00%	1,090,000
Fort Bend Co MUD # 109	8,320,000	100.00%	8,320,000
Fort Bend Co MUD # 111	3,324,792	100.00%	3,324,792
Fort Bend Co MUD # 112	3,752,826	100.00%	3,752,826
Fort Bend Co MUD # 115	9,872,491	100.00%	9,872,491
Fort Bend Co MUD # 116	24,580,005	100.00%	24,580,005
Fort Bend Co MUD # 117	14,020,162	100.00%	14,020,162
Fort Bend Co MUD # 118	26,015,780	100.00%	26,015,780
Fort Bend Co MUD # 119	17,035,000	100.00%	17,035,000
Fort Bend Co MUD # 121	31,976,467	100.00%	31,976,467
Fort Bend Co MUD # 122	17,044,820	100.00%	17,044,820
Fort Bend Co MUD # 123	27,757,727	100.00%	27,757,727
Fort Bend Co MUD # 124	9,910,000	100.00%	9,910,000
Fort Bend Co MUD # 128	63,750,439	100.00%	63,750,439
Fort Bend Co MUD # 129	19,405,980	100.00%	19,405,980
Fort Bend Co MUD # 130	9,801,859	100.00%	9,801,859
Fort Bend Co MUD # 131	2,257,628	100.00%	2,257,628
Fort Bend Co MUD # 133	54,703,108	100.00%	54,703,108
Fort Bend Co MUD # 134B	19,287,584	100.00%	19,287,584
Fort Bend Co MUD # 134C	82,498,059	100.00%	82,498,059
Fort Bend Co MUD # 134	10,485,000	100.00%	10,485,000
Fort Bend Co MUD # 136	4,225,623	100.00%	4,225,623
Fort Bend Co MUD # 137	27,737,898	100.00%	27,737,898
Fort Bend Co MUD # 138	38,629,553	100.00%	38,629,553
Fort Bend Co MUD # 139	13,105,925	100.00%	13,105,925
Fort Bend Co MUD # 140	17,686,732	100.00%	17,686,732
Fort Bend Co MUD # 142	65,050,000	100.00%	65,050,000
Fort Bend Co MUD # 143	28,622,427	100.00%	28,622,427
Fort Bend Co MUD # 144	14,777,753	100.00%	14,777,753
Fort Bend Co MUD # 145	4,053,151	100.00%	4,053,151
Fort Bend Co MUD # 146	42,084,401	100.00%	42,084,401
Fort Bend Co MUD # 148	4,610,973	100.00%	4,610,973
Fort Bend Co MUD # 149	25,022,050	100.00%	25,022,050
Fort Bend Co MUD # 151	66,568,405	100.00%	66,568,405
Fort Bend Co MUD # 152	7,954,421	100.00%	7,954,421
Fort Bend Co MUD # 155	23,931,280	100.00%	23,931,280
Fort Bend Co MUD # 156	17,455,622	100.00%	17,455,622
Fort Bend Co MUD # 158	13,318,179	100.00%	13,318,179
Fort Bend Co MUD # 159	4,547,483	100.00%	4,547,483
Fort Bend Co MUD # 161	12,241,321	100.00%	12,241,321
Fort Bend Co MUD # 162	8,452,627	100.00%	8,452,627
Fort Bend Co MUD # 163	5,500,000	100.00%	5,500,000
Fort Bend Co MUD # 165	30,138,471	100.00%	30,138,471
Fort Bend Co MUD # 167	24,505,000	100.00%	24,505,000
Fort Bend Co MUD # 169	595,230	100.00%	595,230
Fort Bend Co MUD # 170	16,914,414	100.00%	16,914,414
Fort Bend Co MUD # 171	47,194,858	100.00%	47,194,858
Fort Bend Co MUD #172	65,755,308	100.00%	65,755,308
Fort Bend Co MUD # 173	12,422,688	100.00%	12,422,688

FORT BEND COUNTY, TEXAS
DIRECT AND OVERLAPPING DEBT
Fiscal Year 2017
(UNAUDITED)

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<u>Taxing Jurisdiction</u>	<u>Long-Term Outstanding</u>	<u>Applicable Percentage</u>	<u>Overlapping Debt</u>
Fort Bend Co MUD # 176	3,682,497	100.00%	3,682,497
Fort Bend Co MUD # 182	15,970,000	100.00%	15,970,000
Fort Bend Co MUD # 185	25,130,313	100.00%	25,130,313
Fort Bend Co MUD # 187	29,370,895	100.00%	29,370,895
Fort Bend Co MUD # 194	27,612,909	100.00%	27,612,909
Fort Bend Co MUD # 199	1,797,016	100.00%	1,797,016
Fort Bend Co WC&ID # 3	2,717,893	100.00%	2,717,893
Fort Bend Co WC&ID # 8	1,745,122	100.00%	1,745,122
Fulshear MUD # 1	12,209,401	100.00%	12,209,401
Grand Lakes MUD # 1	9,766,343	100.00%	9,766,343
Grand Lakes MUD # 2	6,305,592	100.00%	6,305,592
Grand Lakes MUD # 4	13,149,995	100.00%	13,149,995
Grand Lakes WC&ID	3,630,000	100.00%	3,630,000
Grand Mission MUD # 1	32,479,319	100.00%	32,479,319
Grand Mission MUD # 2	18,844,975	100.00%	18,844,975
Imperial Redevelopment Dist	12,135,000	100.00%	12,135,000
Palmer Plantation MUD # 2	5,965,578	100.00%	5,965,578
Pecan Grove MUD	50,376,150	100.00%	50,376,150
Plantation MUD	5,480,000	100.00%	5,480,000
Sienna Plantation Levee Improvement Dist	93,971,018	100.00%	93,971,018
Sienna Plantation Management District	30,924,519	100.00%	30,924,519
Sienna Plantation MUD # 2	15,835,047	100.00%	15,835,047
Sienna Plantation MUD # 3	35,364,534	100.00%	35,364,534
Sienna Plantation MUD # 4	20,769,566	100.00%	20,769,566
Sienna Plantation MUD # 10	57,369,338	100.00%	57,369,338
Sienna Plantation MUD # 12	56,290,701	100.00%	56,290,701
Woodcreek Reserve MUD	17,393,756	100.00%	17,393,756
<u>County Line Special Districts:</u>			
Brazoria-Fort Bend Co MUD # 1	75,827,612	43.16%	32,727,197
Brazoria County MUD # 22	10,214,925	0.68%	69,461
Chelford City MUD	7,904,263	55.83%	4,412,950
Cimarron MUD	28,089,571	3.85%	1,081,448
Cinco MUD # 3	5,752,553	86.55%	4,978,835
Cinco MUD # 6	7,089,323	61.24%	4,341,501
Cinco MUD # 9	6,345,833	57.42%	3,643,777
Cornerstones MUD	2,125,000	17.62%	374,425
Fort Bend Co WC&ID # 2	68,671,803	98.88%	67,902,679
Fort Bend-Waller Cty MUD #2	6,895,787	1.39%	95,851
Harris-Fort Bend Cos MUD # 1	12,245,000	86.11%	10,544,170
Harris-Fort Bend Cos MUD # 3	36,705,689	1.14%	418,445
Harris-Fort Bend Cos MUD # 5	19,183,363	94.69%	18,164,726
Harris County MUD # 393	9,625,249	9.78%	941,349
Katy Management District	6,625,000	71.07%	4,708,388
Kingsbridge MUD	21,085,000	96.88%	20,427,148
Mission Bend MUD #1	2,232,635	97.33%	2,173,024
North Mission Glen MUD	22,626,059	99.22%	22,449,576
Renn Road MUD	7,400,000	31.72%	2,347,280
West Harris Co MUD # 4	2,895,000	15.88%	459,726
Willow Creek Farms MUD	22,087,705	0.63%	139,153
Willow Fork Drainage District	41,379,660	92.90%	38,441,704
Willow Point MUD	8,332,649	85.63%	7,135,247
Total Special District Debt (2)			<u>\$ 3,187,659,228</u>

FORT BEND COUNTY, TEXAS
DIRECT AND OVERLAPPING DEBT
Fiscal Year 2017
(UNAUDITED)

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Taxing Jurisdiction	Long-Term Outstanding	Applicable Percentage	Overlapping Debt
<u>Cities:</u>			
Arcola, City of	\$ 3,280,000	100.00%	\$ 3,280,000
Beasley, City of	233,000	100.00%	233,000
Kendleton, City of	1,625,000	100.00%	1,625,000
Meadows Place, City of	1,310,000	100.00%	1,310,000
Needville, City of	1,550,000	100.00%	1,550,000
Richmond, City of	20,893,113	100.00%	20,893,113
<u>County Line Cities:</u>			
Rosenberg, City of	40,487,000	100.00%	40,487,000
Sugar Land, City of	211,997,242	100.00%	211,997,242
Houston, City of	2,680,470,846	0.48%	12,866,260
Katy, City of	17,115,000	37.24%	6,373,626
Missouri City, City of	79,628,339	95.50%	76,045,064
Pearland, City of	302,680,000	4.20%	12,712,560
Total Cities			<u>\$ 389,372,865</u>
<u>School Districts:</u>			
Fort Bend ISD	831,729,368	100.00%	\$ 831,729,368
Lamar CISD	791,650,000	100.00%	791,650,000
Needville ISD	55,723,285	100.00%	55,723,285
<u>County Line School Districts:</u>			
Brazos ISD	14,214,987	60.83%	8,646,977
Katy ISD	1,638,667,744	38.80%	635,803,085
Stafford MSD	55,267,615	99.60%	55,046,545
Total School Districts			<u>\$ 2,378,599,259</u>
<u>Other:</u>			
Houston Community College System	599,540,000	28.18%	168,950,372
Total Other			<u>\$ 168,950,372</u>
<u>Summary of Total Estimated Overlapping Debt:</u>			
Special Districts			\$ 3,187,659,228
Cities			389,372,865
School Districts			2,378,599,259
Other			168,950,372
Estimated Overlapping Debt			<u>\$ 6,124,581,724</u>
<u>Fort Bend County</u>			
Fort Bend County - Direct Obligations			523,841,985
Total Direct and Estimated Overlapping Debt			<u>\$ 6,648,423,709</u>

(1) County debt outstanding as of September 30, 2017. Includes the Fort Bend Flood Control Water Supply Corporation debt.

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

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

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

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

	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
Assessed value of real property	\$ 28,931,048,114	\$ 33,294,278,049	\$ 33,574,551,064	\$ 32,877,992,163
Assessed value of personal and other property	<u>4,550,285,335</u>	<u>4,770,002,218</u>	<u>4,830,904,081</u>	<u>4,490,051,633</u>
Total assessed value	<u>\$ 33,481,333,449</u>	<u>\$ 38,064,280,267</u>	<u>\$ 38,405,455,145</u>	<u>\$ 37,368,043,796</u>
Debt Limit, 25% of real property	\$ 7,232,762,029	\$ 8,323,569,512	\$ 8,393,637,766	\$ 8,219,498,041
Amount of debt applicable to debt limit	238,044,854	350,787,773	343,448,573	330,308,251
Less: Assets available in Debt Service Funds for payment of principal	<u>4,290,890</u>	<u>5,956,061</u>	<u>4,844,023</u>	<u>5,169,725</u>
Total amount of debt applicable to debt limit	<u>233,753,964</u>	<u>344,831,712</u>	<u>338,604,550</u>	<u>325,138,526</u>
Legal Debt Margin	<u>\$ 6,999,008,065</u>	<u>\$ 7,978,737,800</u>	<u>\$ 8,055,033,216</u>	<u>\$ 7,894,359,515</u>
Total net debt applicable to to the limit as a percentage of debt limit	3.23%	4.14%	4.03%	3.96%

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

<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
\$ 33,530,169,247	\$ 34,906,683,521	\$ 36,962,606,903	\$ 40,220,320,218	\$ 47,990,163,282	\$ 53,266,960,793
<u>4,504,317,865</u>	<u>4,533,263,533</u>	<u>5,015,061,367</u>	<u>5,356,581,599</u>	<u>5,367,919,918</u>	<u>4,980,251,630</u>
<u>\$ 38,034,487,112</u>	<u>\$ 39,439,947,054</u>	<u>\$ 41,977,668,270</u>	<u>\$ 45,576,901,817</u>	<u>\$ 53,358,083,200</u>	<u>\$ 58,247,212,423</u>
\$ 8,382,542,312	\$ 8,726,670,880	\$ 9,240,651,726	\$ 10,055,080,055	\$ 11,997,540,821	\$ 13,316,740,198
381,602,454	364,812,865	347,708,537	376,265,782	473,004,495	523,841,985
<u>3,977,092</u>	<u>2,461,472</u>	<u>2,739,786</u>	<u>2,764,772</u>	<u>1,086,398</u>	<u>9,852,755</u>
<u>377,625,362</u>	<u>362,351,393</u>	<u>344,968,751</u>	<u>373,501,010</u>	<u>471,918,097</u>	<u>513,989,230</u>
<u>\$ 8,004,916,950</u>	<u>\$ 8,364,319,487</u>	<u>\$ 8,895,682,975</u>	<u>\$ 9,681,579,045</u>	<u>\$ 11,525,622,724</u>	<u>\$ 12,802,750,968</u>
4.50%	4.15%	3.73%	3.71%	3.93%	3.86%

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

Year	Population	Personal Income	Per Capita Personal Income	Unemployment Rate
2008	531,660	\$ 20,218,050,000	\$ 38,028	4.8%
2009	547,876	22,319,780,000	40,739	7.2%
2010	581,830	20,455,780,000	35,158	8.2%
2011	606,786	22,444,080,000	36,988	7.7%
2012	639,969	27,002,708,000	42,194	6.1%
2013	643,408	29,242,120,000	45,449	5.7%
2014	652,365	30,215,817,000	46,317	5.1%
2015	685,345	32,349,654,690 ⁽¹⁾	47,202	4.4%
2016	716,087	40,162,314,000	56,086	4.9%
2017	741,237	43,394,237,691	58,543	4.6%

Source of data: Fort Bend Economic Development Council

(1) Estimated using 2014 per capita rate of increase

FORT BEND COUNTY, TEXAS**LARGEST EMPLOYERS***Current Year and Nine Years Ago***(UNAUDITED)**

<u>Employer</u>	<u>Fiscal Year 2017</u>		<u>Fiscal Year 2008</u>	
	<u>Local Employees</u>	<u>Rank</u>	<u>Local Employees</u>	<u>Rank</u>
Fort Bend ISD	10,579	1	9,500	1
Lamar CISD	3,188	2	3,016	3
Fort Bend County	2,537	3	1,912	5
Fluor Corporation	2,430	4	4,000	2
Methodist Sugar Land Hospital	2,200	5		
Schlumberger Technology Corp.	1,750	6	2,200	4
Richmond State School	1,300	7	1,396	7
United Parcel Service	1,200	8	1,100	9
Oak Bend Medical Center	1,164	9		
Nalco Company Energy Services	1,100	10		
Texas Instruments			1,400	6
SouthWest Water			1,332	8
Houston Community College			815	10
	<u>27,448</u>		<u>26,671</u>	

Source of data: Fort Bend Economic Development Council

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

<u>Function</u>	Full-Time Equivalent Employees as of September 30				
	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>
General administration	211.43	217.06	222.89	237.35	224.31
Financial administration	108.78	117.63	117.58	118.58	114.75
Administration of justice *	251.04	256.35	261.90	266.60	412.41
Construction and maintenance	263.08	273.49	275.21	276.06	266.59
Health and human services	168.85	157.90	160.42	160.52	160.25
Cooperative services	13.00	14.00	14.00	13.00	12.00
Public safety	626.35	790.63	782.07	785.87	785.13
Parks and recreation	21.87	22.43	22.25	22.67	23.20
Libraries and education	182.00	170.00	172.00	218.00	224.00
Total Full-Time Equivalents	<u>1,846.40</u>	<u>2,019.49</u>	<u>2,028.32</u>	<u>2,098.65</u>	<u>2,222.64</u>

Source of data: County employment records.

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

Full-Time Equivalent Employees as of September 30				
2013	2014	2015	2016	2017
225.71	237.51	242.50	253.27	271.57
114.75	120.00	121.00	127.14	135.14
414.80	429.09	445.02	485.44	506.31
267.71	273.60	269.87	275.19	280.78
163.61	165.84	174.64	199.81	209.40
12.00	12.00	12.00	11.70	11.70
791.98	802.95	805.50	821.01	846.67
23.00	27.34	35.81	36.98	39.06
232.74	232.19	234.86	227.28	235.97
<u>2,246.30</u>	<u>2,300.52</u>	<u>2,341.20</u>	<u>2,437.82</u>	<u>2,536.60</u>

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

<u>Function</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
General Administration				
Full-time equivalent count	210.43	218.45	222.89	239.80
Documents filed with County Clerk	423,350	339,335	326,919	260,017
Copies issued by County Clerk	163,492	72,120	72,300	66,852
Technical support calls to IT	36,770	22,396	18,394	26,020
County web-site visits (avg/day)	5,950	6,605	6,960	7,519
Medical claims filed with Risk Management	45,019	51,121	57,433	56,734
On the job accident claims to Risk Management	181	156	177	149
Voter registrations	36,900	29,026	20,579	20,579
Early voting as a percentage of turnout	42.5%	70.6%	61.2%	60.0%
Job openings	308	213	317	317
Employee service awards				
5 years	95	95	97	104
10 years	54	81	60	101
15 years	52	42	38	36
20 years	26	33	17	31
25 years	26	10	15	19
30 years	5	3	2	7
35 years	0	1	0	1
Responses to posted job openings	7,763	12,244	15,266	15,266
Pieces of mail processed	1,400,000	1,600,000	1,800,000	1,800,000
Facilities service requests (avg/month)	256	306	306	330
Bids, RFP's, & SOQ's solicited	98	107	124	90
Purchase orders issued	13,077	15,360	13,469	12,830
Public Transportation trips	118,189	193,095	180,409	247,324
Records Management				
On site storage (cubic footage)	536	211	276	421
Off site storage (cubic footage)	13,279	13,856	12,704	8,219
Financial Administration				
Full-time equivalent count	108.78	111.01	116.58	118.58
Cash receipts processed (count)	10,040	8,250	7,800	7,656
Checks processed (count)	108,500	120,000	120,000	120,000
Expenditures to budget ratio	-9.00%	-8.00%	-9.00%	1.00%
Earned GFOA Certificate of Excellence for CAFR	Yes	Yes	Yes	Yes
Earned GFOA Certificate for Distinguished				
Budget Presentation	Yes	Yes	Yes	Yes
Invoice payment processing (days)	8	10	10	10
Journal entry count (estimated)	2,500	2,000	1,000	1,000

Source of data: various County departments

2012	2013	2014	2015	2016	2017
229.55	225.71	237.51	242.50	253.27	271.57
325,059	184,074	142,784	147,236	144,327	144,172
N/A	N/A	11,689	16,394	17,148	N/A
21,350	N/A	N/A	N/A	N/A	N/A
8,175	8,740	7,960	8,794	9,979	13,332
68,234	54,698	55,301	59,264	55,375	N/A
178	168	184	181	166	167
30,381	36,715	25,976	32,265	43,285	N/A
36.0%	73.0%	45.0%	55.4%	N/A	N/A
310	403	398	391	397	327
157	173	188	120	103	121
76	74	71	78	71	100
54	44	62	54	75	56
36	36	33	40	30	36
20	19	20	22	22	20
12	11	8	14	15	11
4	2	0	0	2	7
10,564	8,972	18,976	21,732	22,438	40,217
1,800,000	1,800,000	1,719,770	1,498,773	1,465,761	1,345,878
370	343	418	402	467	625
62	85	71	N/A	N/A	N/A
12,023	11,324	11,240	N/A	N/A	N/A
320,642	373,685	389,272	382,742	391,372	381,388
857	968	695	N/A	N/A	N/A
10,842	10,235	10,239	N/A	N/A	N/A
114.75	114.75	120.00	121.00	127.14	133.00
8,210	9,470	9,171	9,731	8,922	9,243
51,384	52,242	32,081	30,713	61,811	65,000
N/A	-5.00%	-5.00%	1.01%	1.16%	1.00%
Yes	Yes	Yes	Yes	TBD	TBD
Yes	Yes	Yes	Yes	Yes	TBD
10	10	12	12	10	10
1,056	925	937	969	1,067	1,089

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

<u>Function</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
Administration of Justice				
Full-time equivalent count	250.04	256.35	261.90	266.60
Child Support case inquiries	N/A	50,758	49,635	52,100
Passport applications (count)	8,835	3,500	2,792	2,144
Passport fees collected	\$ 265,050	\$ 87,500	\$ 69,805	\$ 53,600
Worthless check clearance rate	74.40%	83.60%	97.80%	84.40%
Felony case disposition rate	87.40%	87.70%	101.20%	93.50%
Misdemeanor case disposition rate	89.10%	99.50%	N/A	N/A
Misdemeanor case dispositions	N/A	104.3	96.6	116.6
Community Service rehabilitation hours	73,578	75,652	77,578	73,456
Justice Court case filings - Precinct 1 Place 1	5,569	5,341	5,592	5,170
Justice Court case filings - Precinct 1 Place 2	11,908	11,771	9,377	9,905
Justice Court case filings - Precinct 2	6,102	6,102	7,577	7,000
Justice Court case filings - Precinct 3	15,109	23,409	19,952	20,739
Justice Court case filings - Precinct 4	5,825	8,959	8,517	7,195
Justice Court cases disposed - Precinct 1 Place 1	4,558	4,537	6,262	4,724
Justice Court cases disposed - Precinct 1 Place 2	9,762	11,713	8,537	10,441
Justice Court cases disposed - Precinct 2	4,789	4,789	5,275	5,100
Justice Court cases disposed - Precinct 3	11,517	16,015	16,215	15,821
Justice Court cases disposed - Precinct 4	4,623	6,973	7,502	7,744
Construction and Maintenance				
Full-time equivalent count	263.08	272.49	275.21	276.06
Building & right-of-way permits issued	5,500	4,500	4,826	4,260
Tonnage of recyclable diverted from landfills	699	732	676	676
Pounds of hazardous materials collected	145,238	171,109	160,450	160,500
Mileage of drainage channel maintained	2,206	1,988	2,150	1,850
Mileage of county roads - unincorporated areas	1,263	1,404	1,600	1,664
New County road miles constructed - unincorporated areas	50	35	N/A	20
Health and Human Services				
Full-time equivalent count	168.85	157.90	160.42	160.52
Number of clients receiving Social Service assistance annually	5,094	8,888	6,012	5,924
Number of child immunizations annually	10,791	14,398	11,776	11,367
Number of reportable diseases documented	3,473	1,893	3,175	1,360
Number of food establishments inspected	1,424	825	787	986
Number of septic system applications submitted	471	330	361	360
Number of licensed aerobic systems	5,302	5,896	6,203	6,588
Number of citations issued for aerobic system non-compliance	3,604	2,521	3,500	3,535
Number of EMS incident responses	26,242	28,603	26,677	26,850
Number of stray animals impounded	3,613	3,615	4,323	4,141
Number of stray animals euthanized	3,204	2,798	3,599	3,408
Number of stray animals adopted	409	817	727	733
Indigent healthcare clients - annual	1,710	1,314	2,996	2,622

2012	2013	2014	2015	2016	2017
266.41	267.20	281.09	298.02	328.44	345.71
50,150	36,328	33,908	34,971	36,468	40,130
2,909	4,562	6,061	6,638	8,821	9,162
\$ 72,725	\$ 114,050	\$ 151,525	\$ 165,950	\$ 220,525	\$ 229,050
91.20%	79.00%	95.00%	98.00%	95.00%	77.00%
91.90%	100.00%	84.00%	84.00%	99.00%	90.00%
N/A	N/A	N/A	N/A	N/A	N/A
111.0	102.2	93.0	103.0	107.0	105.0
70,270	70,605	89,853	85,296	85,586	78,000
5,582	4,646	3,772	4,234	3,916	3,976
11,513	11,581	10,955	10,365	11,306	12,433
6,851	6,616	5,548	5,583	7,115	6,839
19,895	18,744	13,463	15,968	12,361	13,131
5,041	6,064	3,473	4,607	6,993	7,067
4,615	4,913	3,651	4,184	3,808	4,064
10,274	11,938	10,564	9,828	10,098	10,597
7,239	5,429	4,902	9,702	5,989	6,009
16,647	16,656	15,425	18,775	11,798	12,454
4,414	8,338	3,745	4,494	5,302	5,083
266.59	267.71	273.60	269.87	275.19	280.78
5,032	6,400	7,368	8,961	5,212	5,477
702	687	N/A	N/A	N/A	N/A
184,943	176,840	N/A	N/A	N/A	N/A
2,100	2,200	2,200	2,000	2,500	2,000
1,655	1,703	1,762	1,815	1,837	1,882
85	80	60	75	75	20
160.25	163.61	165.84	174.64	199.81	209.40
7,074	N/A	N/A	N/A	N/A	N/A
8,316	5,417	5,000	10,330	10,924	12,520
1,181	1,142	1,250	1,250	1,598	2,013
1,192	1,301	1,403	1,584	2,799	3,312
373	438	470	471	498	467
6,915	7,364	6,776	7,068	7,686	8,086
6,695	6,224	3,523	4,889	4,372	4,631
29,774	31,426	29,414	N/A	24,750	N/A
4,854	4,586	3,867	3,580	3,757	3,386
3,930	3,252	2,498	895	811	773
604	1,154	935	1,336	1,771	1,784
2,325	2,153	1,997	1,699	2,228	2,024

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

<u>Function</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
Cooperative Services				
Full-time equivalent count	13.00	14.00	14.00	13.00
Veterans' Services clients	234	458	645	619
Veterans' Services claims submitted	126	228	348	225
Public Safety				
Full-time equivalent count	620.35	784.63	776.07	779.87
Number of civil processes received annually				
Constable Precinct 1	14,000	15,000	16,093	16,434
Constable Precinct 2	N/A	8,827	5,550	6,921
Constable Precinct 3	N/A	7,635	8,963	8,963
Civil Process 24 hour success rate				
Constable Precinct 4	N/A	86%	78%	75%
TCLEOSE training hours held per officer	853	974	1,014	1,203
Homeland security grant funds expended	\$1,724,700	\$3,917,747	\$5,004,054	\$ 355,927
Fire calls responded to annually	6,278	6,927	5,584	7,901
Parks and Recreation				
Full-time equivalent count	21.87	22.43	22.25	22.67
Number of facility rentals annually	700	845	651	818
Number of park reservations annually	808	955	955	918
Libraries and Education				
Full-time equivalent count	182.00	170.00	172.00	218.00
Number of library transactions annually	4,188,249	4,385,041	4,732,773	4,890,834
Library circulation items per capita	1.64	1.61	1.65	1.51

2012	2013	2014	2015	2016	2017
12.00	12.00	12.00	12.00	11.70	11.70
479	503	471	448	668	671
249	337	376	N/A	N/A	N/A
785.13	791.98	802.95	805.50	821.01	846.67
15,070	14,510	13,906	13,684	15,603	16,268
7,660	6,606	6,861	7,135	N/A	N/A
6,927	5,475	3,264	2,867	N/A	N/A
84%	85%	85%	N/A	N/A	N/A
1,196	1,361	1,246	1,258	1,249	1,318
\$3,586,852	\$2,692,134	\$2,790,449	\$2,146,261	\$2,454,267	\$2,774,702
7,842	7,388	N/A	N/A	N/A	N/A
23.20	23.00	27.34	35.81	36.98	39.06
908	990	1,939	3,126	3,766	3,850
1,010	1,111	1,222	1,688	2,410	2,550
224.00	232.74	230.13	232.26	224.68	233.37
5,094,324	7,098,423	7,108,212	7,253,708	7,426,609	7,070,627
1.58	1.65	1.68	1.59	1.43	1.40

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

<u>Function</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
General administration	\$ 25,143,119	\$ 21,386,052	\$ 27,725,376	\$ 30,424,429
Financial administration	1,889,426	6,375,329	8,103,759	7,551,132
Administration of justice	35,161,552	147,292,804	189,617,993	213,531,972
Construction and maintenance	703,697,692	791,157,372	850,839,272	919,567,377
Health and human services	4,908,808	12,995,437	16,185,268	20,751,252
Cooperative services	2,287,024	2,256,940	2,300,936	2,312,616
Public safety	97,267,937	26,227,701	29,744,390	30,849,243
Parks and recreation	17,342,600	17,436,639	18,276,965	18,871,156
Libraries and education	29,238,712	37,076,054	41,604,572	48,525,974
Health and wellness clinic				88,810
Total	<u>\$916,936,870</u>	<u>\$1,062,204,328</u>	<u>\$1,184,398,531</u>	<u>\$1,292,473,961</u>

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

The beginning carrying value of capital assets were restated in fiscal year 2016, and only fiscal year 2016 ending balances have been restated.

2012	2013	2014	2015	2016	2017
\$ 31,053,685	\$ 38,511,978	\$ 47,788,376	\$ 47,712,406	\$ 62,504,936	\$ 66,298,660
8,049,094	8,071,200	8,062,148	8,006,260	7,998,874	8,552,805
211,029,100	212,162,704	210,533,760	211,691,340	216,307,886	240,771,460
973,992,987	1,028,923,374	1,072,802,682	1,017,211,011	1,707,617,590	1,828,669,535
22,661,709	23,996,133	24,798,446	26,937,313	31,860,971	35,246,582
2,342,593	2,349,882	2,349,882	2,331,532	2,346,000	2,361,327
33,796,158	35,412,137	37,482,448	37,753,040	40,167,926	41,802,931
19,754,283	23,483,574	28,995,973	30,901,307	31,434,794	40,870,259
49,423,344	52,890,523	56,294,393	56,737,602	57,276,109	58,373,926
677,097	721,184	721,184	726,989	803,133	803,133
\$1,352,780,050	\$1,426,522,689	\$1,489,829,292	\$1,440,008,800	\$2,158,318,219	\$2,323,750,618

