

TARRANT COUNTY, TEXAS



COMPREHENSIVE ANNUAL FINANCIAL REPORT **For the year ended September 30, 2001**

TARRANT COUNTY, TEXAS
COMPREHENSIVE ANNUAL FINANCIAL REPORT
Fiscal Year Ended September 30, 2001

Prepared By
County Auditor's Office

S. Renee Tidwell, CPA
County Auditor

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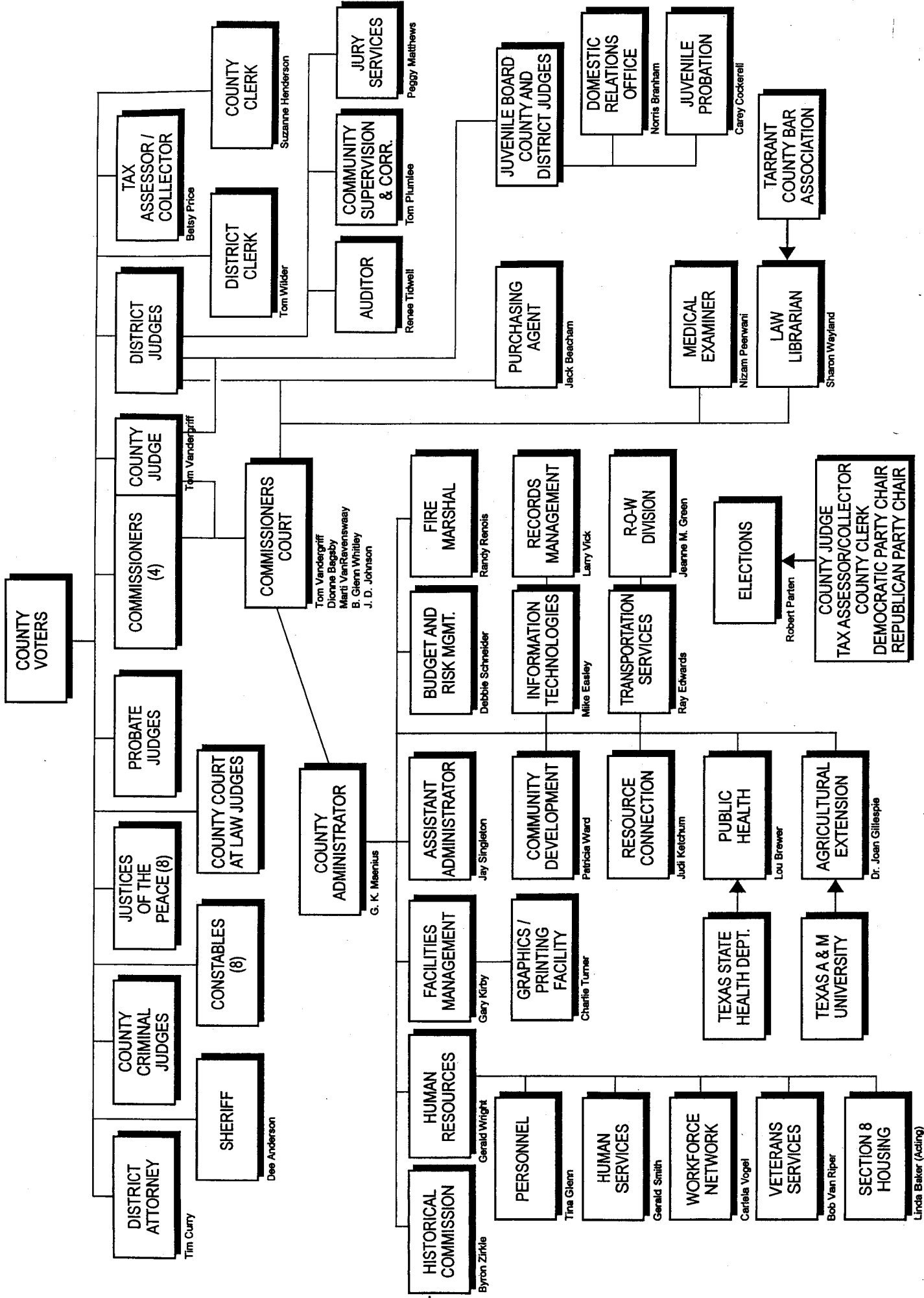
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INTRODUCTORY SECTION

TARRANT COUNTY ORGANIZATION



**TARRANT COUNTY, TEXAS
PRINCIPAL OFFICIALS**

Commissioners Court:

Tom Vandergriff
Dionne Bagsby
Marti VanRavenswaay
B. Glen Whitley
J. D. Johnson

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

Board of District Judges:

Sharen Wilson
Wayne Salvant
Don Leonard
Joe Drago, III
Fred W. Davis
Robert McCoy
Donald Cosby
Jeff Walker
Paul Enlow
Kenneth Curry
Robert Gill
Randy Catterton
William Harris
Thomas Lowe III
Everett Young
Frank Sullivan
Jean Boyd
Brian A. Carper
Judith Wells
Robert McGrath
Dana Womack
Bonnie Sudderth
Debra Lehrmann
James Wilson
David Wisch
George Gallagher

Judge, Criminal District Court No. 1
Judge, Criminal District Court No. 2
Judge, Criminal District Court No. 3
Judge, Criminal District Court No. 4
Judge, 17th Judicial District
Judge, 48th Judicial District
Judge, 67th Judicial District
Judge, 96th Judicial District
Judge, 141st Judicial District
Judge, 153rd Judicial District
Judge, 213th Judicial District
Judge, 231st Judicial District
Judge, 233rd Judicial District
Judge, 236th Judicial District
Judge, 297th Judicial District
Judge, 322nd Judicial District
Judge, 323rd Judicial District
Judge, 324th Judicial District
Judge, 325th Judicial District
Judge, 342nd Judicial District
Judge, 348th Judicial District
Judge, 352nd Judicial District
Judge, 360th Judicial District
Judge, 371st Judicial District
Judge, 372nd Judicial District
Judge, 396th Judicial District

County Judges:

Sherry Hill
Michael Mitchell
Billy Mills
Wallace Bowman
Jamie Cummings
Molly Jones
Cheril Hardy
Daryl Coffey
Brent Carr
Phillip Sorrells
Brent Keis
Steve Wallace
Vincent G. Sprinkle
Steve King
Patrick Ferchill

Judge, County Criminal Court No. 1
Judge, County Criminal Court No. 2
Judge, County Criminal Court No. 3
Judge, County Criminal Court No. 4
Judge, County Criminal Court No. 5
Judge, County Criminal Court No. 6
Judge, County Criminal Court No. 7
Judge, County Criminal Court No. 8
Judge, County Criminal Court No. 9
Judge, County Criminal Court No. 10
Judge, County Court At Law No. 1
Judge, County Court At Law No. 2
Judge, County Court At Law No. 3
Judge, Probate Court No. 1
Judge, Probate Court No. 2

**TARRANT COUNTY, TEXAS
PRINCIPAL OFFICIALS**

County Judges: (continued)

Barbara Ferrell	Justice of the Peace, Precinct 1
Linda Bierman-Davis	Justice of the Peace, Precinct 2
Sanford W. Prindle	Justice of the Peace, Precinct 3
Jacquelyn Wright	Justice of the Peace, Precinct 4
Manuel T. Valdez	Justice of the Peace, Precinct 5
Richard G. Ritchie	Justice of the Peace, Precinct 6
Roy Kurban	Justice of the Peace, Precinct 7
Ernest Thompson	Justice of the Peace, Precinct 8

Law Enforcement:

Dee Anderson	Sheriff
Tim Curry	Criminal District Attorney
Carey Don Cockerell*	Chief Juvenile Probation Officer
Tom Plumlee*	Community Supervision & Corrections Director
Jerry Crowder	Constable, Precinct 1
David Harris	Constable, Precinct 2
Zane Hilger	Constable, Precinct 3
Jack Allen	Constable, Precinct 4
Sergio L. DeLeon	Constable, Precinct 5
Joseph Kubes	Constable, Precinct 6
Michael Honeycutt	Constable, Precinct 7
Chester Luckett	Constable, Precinct 8
Norris Branham*	Domestic Relations Director

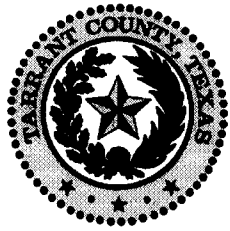
Administrative Officials:

G.K. Maenius*	County Administrator
S. Renee Tidwell*	County Auditor
Betsy Price	Tax Assessor-Collector
Jack Beacham*	Purchasing Agent
Debbie Schneider*	Budget and Risk Management Director
Mike Easley*	Chief Information Officer

Recording Officials:

Suzanne Henderson	County Clerk
Tom Wilder	District Clerk

*Appointed officials. All others listed are elected officials.





TARRANT COUNTY
TARRANT COUNTY ADMINISTRATION BUILDING - ROOM 506
100 E. WEATHERFORD
FORT WORTH, TEXAS 76196-0103
817/884-1205
Fax 817/884-1104

S. RENEE TIDWELL, CPA
COUNTY AUDITOR
rtidwell@tarrantcounty.com

RONALD D. BERTEL, CPA
FIRST ASSISTANT COUNTY AUDITOR
rbertel@tarrantcounty.com

January 11, 2002

The Honorable Board of District Judges
The Honorable Commissioners Court
Tarrant County, Texas

The comprehensive annual financial report of Tarrant County, Texas (the "County") for the fiscal year ended September 30, 2001 is submitted herewith. This report is submitted in compliance with Section 114.025 of the Texas Local Government Code and has been prepared by the County Auditor's staff.

Responsibility for accuracy of data and completeness and fairness of the presentation, including all disclosures, rests with the County. We believe the data, as presented, is accurate in all material respects and fairly presents the financial position and results of operations and cash flows of the various funds and account groups. All disclosures necessary to enable the reader to gain an understanding of the County's financial activities have been included.

The comprehensive annual financial report is presented in three sections: introductory, financial, and statistical. The introductory section includes this transmittal letter, an organizational chart, and a list of elected and appointed officials. The financial section includes the general-purpose financial statements, the combining and individual fund and account group statements and schedules, and notes to the financial statements, as well as the Independent Auditor's Report on financial statements and schedules. The statistical section includes various tables and information reflecting financial, economic, and demographic trends of the County.

REPORTING ENTITY

The combined financial statements of Tarrant County as a financial reporting entity reports all activities, organizations, and functions of Tarrant County, both as the primary government, and its legally separate component units for which the elected officials of the County are financially accountable. The County has performed a comprehensive evaluation of its financial reporting entity in accordance with Governmental Accounting Standards Board Statement No. 14, "The Financial Reporting Entity".

Based on these criteria, the following component units have been included in this report:

- Tarrant County Hospital District (discrete)
- Tarrant County Mental Health and Mental Retardation Services (discrete)
- Tarrant County Health Facilities Development Corporation (discrete)
- Tarrant County Housing Finance Corporation (blended)
- Tarrant County Industrial Development Corporation (blended)

The County provides those services allowed by the Constitution and Statutes of the State of Texas. Services include but are not limited to, law enforcement, judicial proceedings, public health and welfare, maintaining road and bridges, and other related general governmental functions.

ECONOMIC CONDITIONS AND OUTLOOK

Located in North Central Texas, Tarrant County has an estimated population of 1.4 million. Fort Worth, the county seat, is one of twenty-five incorporated cities located wholly within its boundaries. Combined with jurisdictions located along its borders, the County includes a total of forty incorporated areas. Along with Dallas County, it is the center of the Dallas/Fort Worth Metroplex, one of the most dynamic and economically robust areas of the United States.

The major sectors of the County's health and diverse economy are in aircraft and electronics manufacturing, tourism, retail trade and transportation. Industries located in Tarrant County include aerospace, computer, automobile manufacturing, oil and gas, livestock, agri-business, and financial services.

Tarrant County continued its unprecedented growth during 2001 with property values increasing 12%. Major factors in this growth include:

Alliance Industrial Park

The world's first master-planned airport, designed specifically to meet the needs of business, has become a magnet for new industry. Developed by the Perot Group in cooperation with the Federal Aviation Administration, the City of Fort Worth, and other neighboring communities, it is also an industrial park, a business community, and an international trade center. Five business parks within the Alliance project include the operations of major corporations like American Airlines, Federal Express, U. S. Drug Enforcement Agency, Nokia Mobile Phones, Nestle Distribution Company, James River Paper Company and the Burlington Northern/Santa Fe Railroad. Additional facilities are being constructed for B F Goodrich Aerospace and Bearings, Inc.

University of North Texas Health Science Center

The University of North Texas Health Science Center is constructing a new \$10 million education building and laboratory on its Fort Worth campus. The four story, 71,000 square foot facility will consolidate campus clinics into a single location.

Burlington Northern Santa Fe Railroad

Burlington Northern has completed construction of its \$100 million Network Operation Center (NOC) on the company's Western Center Boulevard property in north Fort Worth. The NOC, comprised of two buildings totaling more than 250,000 square feet, is a high-tech, state of the art facility which serves as the control and tracking center for all of Burlington's railroads throughout the United States.

Lockheed Martin

In October 2001, the U.S. Department of Defense awarded a contract valued at \$200 billion to Lockheed Martin for the production of aircraft that will be used by the U.S. Air Force, Navy, and Marines, as well as the United Kingdom's Royal Air Force and Navy. The contract, which is the largest defense contract in U.S. history, is projected to create 31,000 jobs for Tarrant County.

MAJOR INITIATIVES

In fiscal year 2001, Tarrant County moved forward on the projects approved by voters in the 1998 bond election. Ground was broken on the parking garage for the new Family Law Center. The parking garage is expected to be completed in the summer of 2002. After much discussion, the final architecture plans were approved for the Family Law Center. David Schwartz and Gideon-Toal was the team selected for this task. Schwartz is well known for other high-profile projects in the County including the Ballpark in Arlington, Cook's Children's Medical Center, and the Bass Performance Hall. Ground is expected to be broken in September 2002 and construction completed in the fall of 2004. The Public Health facility ground breaking is planned for the spring of 2002. The new Public Health facility will consolidate numerous programs, enhance operations by providing up-to-date facilities, provide space for health promotional activities, and ensure future needs.

The Texas Constitution requires that County governments redistrict their Commissioner Precincts once every ten years if the Precincts are not fairly equal in population. The federal courts have indicated that approximate equal population in "representative" officials districts means that there should not be a difference greater than 10% between the smallest and the largest district. According to the 2000 U.S. Census data, the four Commissioner precincts are not of sufficiently equal population and must be redrawn in order to comply with the "one-person, one-vote" principle established by the U.S. Constitution. After numerous public hearings, the redistricting was approved by the U.S. Justice Department. The Justices of the Peace and Constables precinct lines were also evaluated and redrawn.

The County also embarked on a wholesale reorganization of its computer accounting systems as part of a *Strategic Information Technology Plan* (Strategic Plan). Several technology initiatives were recommended in the Strategic Plan, including implementation of an Enterprise Resource Planning system (ERP). It was further recommended the County pursue the licensing of ERP software and utilize an Application Service Provider (ASP) to support its configuration, implementation and operations. Tarrant County sought proposals from contractors with the necessary experience and financial capability to provide a total solution to implement a fully integrated, ERP system that would be completely web-enabled. A multi-year implementation contract in connection with the acquisition of SAP software was awarded. The combined 5-year expected cost of acquisition, implementation and operation by the ASP is approximately \$13,000,000. The County is currently in the process of implementing the software.

Other projects implemented as a result of technology improvements included e-government initiatives such as on-line motor vehicle registration and the payment of property taxes over the Internet. The Elections Administration Office purchased hand-held electronic voting devices called e-Slates, which were used in Early Voting during the 2001 General Election.

Tarrant County has always participated in a joint emergency management operation with the City of Fort Worth. In response to September 11, all the municipalities of the County, along with the Public Health Department, is developing a comprehensive consolidated emergency preparedness plan for a County-wide response. The County is aggressively pursuing additional funding for homeland security relating to both man-made and natural disasters.

FINANCIAL INFORMATION

Internal and Budgetary Controls

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

The Commissioners Court must adopt an annual operating budget by a majority vote of the Commissioners Court before September 30. The adopted budget must be balanced; that is, available resources must be sufficient to support annual appropriations. Annual appropriated budgets are legally adopted for the General, Special Revenue (except TCHFC and TCIDC), Debt Service, Capital Project, Enterprise, Internal Service and Expendable Trust Funds (except Grant Funds and Deferred Compensation Fund). The legal level of budgetary control is the line item within each department. Commissioners Court approval is necessary to transfer appropriations between two separate line items even within the same department.

General Government Functions

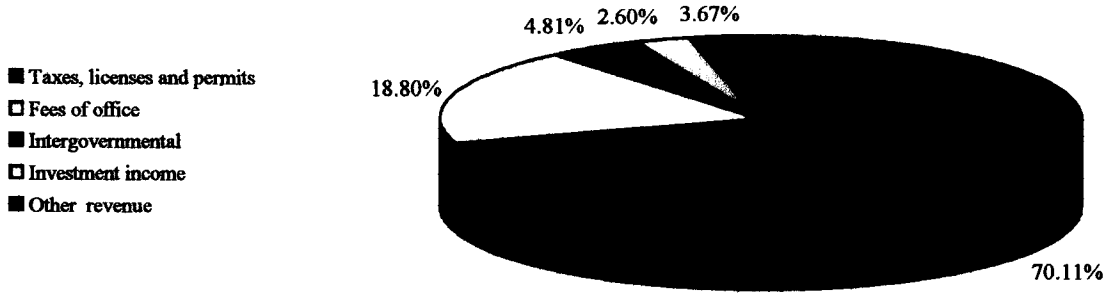
General governmental functions include activities accounted for in the General Fund, Special Revenue Funds, Debt Service, and Capital Projects Funds. The primary sources of revenue are ad valorem taxes, fees for services, and intergovernmental revenues. Total revenues for the fiscal year ended September 30, 2001 were \$257,059,000. General governmental revenues increased by \$22,658,000 or 9.67% from last year. The increase in taxes is due to an increase in the value of taxable property. Revenues from Fees of Office increased primarily by the amount of sales tax collected from the sale of vehicles. Intergovernmental revenue decreased significantly due to the transfer of the Public Health Department to a Fiduciary Fund. This movement is a result of a contract with the Hospital District to reimburse for all costs associated with the Public Health Department. The decrease in Other Revenue was the result of the sale of some unused land in 2000.

There was a 4.83% or \$11,885,000 increase in total General governmental expenditures from last year. The primary increases were for increased salaries in the General Government, Public Safety, and Judicial functions. These increases were offset by the decrease of Community Services expenditures due to the movement of the Public Health Department to a Fiduciary Fund. The Debt Service expenditures were lower due to the payment requirements.

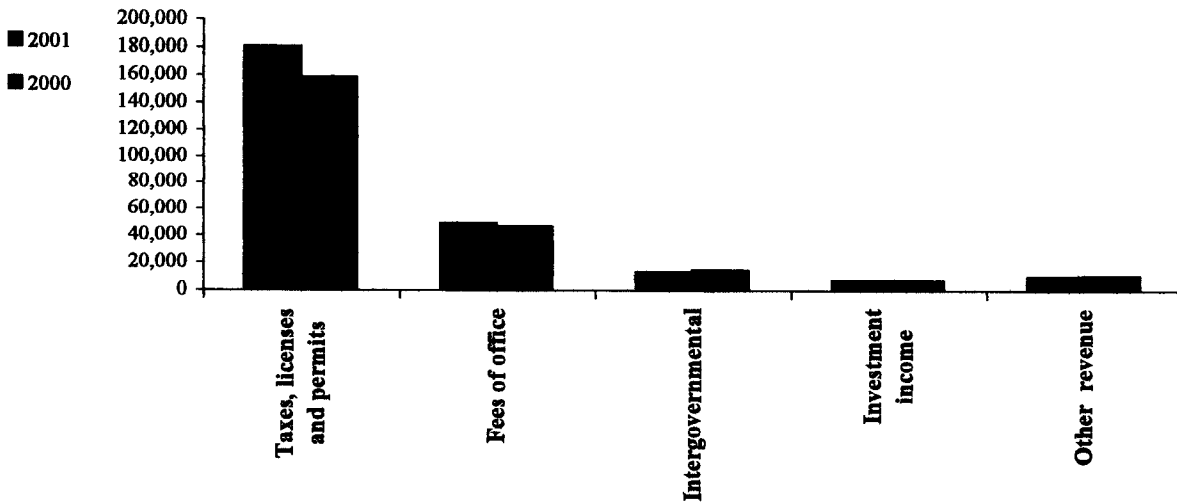
Fund Balances

Unreserved fund balances in the major operating funds were maintained at adequate levels throughout the fiscal year. The General Fund total fund balance of \$36,196,000 was \$6,727,000 more than last year's fund balance. The Special Revenue Fund, excluding blended component units, total fund balance of \$15,203,000 increased \$4,441,000 from the preceding year. Total Capital Projects fund balance of \$23,925,000 was \$2,118,000 less than last year's fund balance because of the initial expenses for the new law center and parking garage.

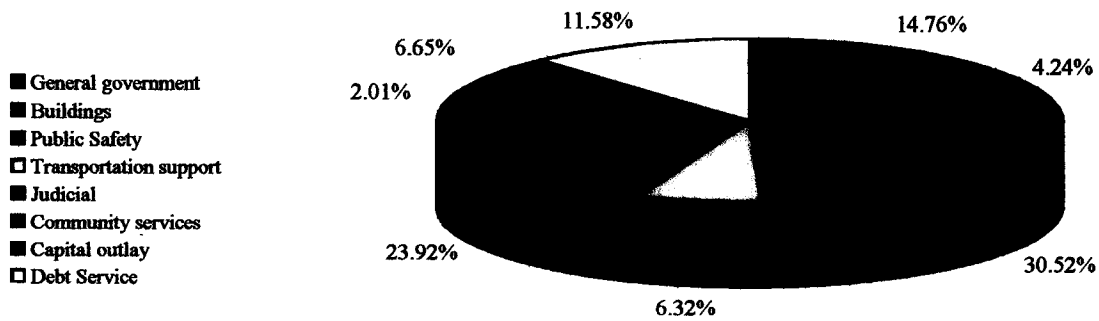
General Government Revenues by Source



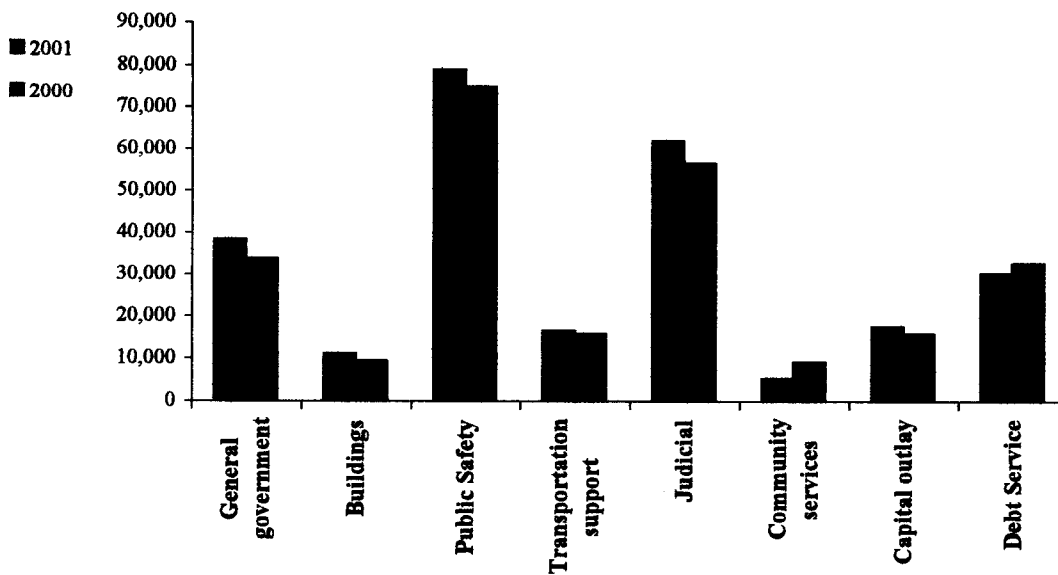
<u>Expenditure by Function</u> (dollar amounts in thousands)	<u>2001</u> <u>Amount</u>	<u>Percent</u> <u>of Total</u>	<u>2000</u> <u>Amount</u>	<u>Increase</u> <u>(Decrease)</u>	<u>Percent</u> <u>Change</u>
Taxes, licenses and permits	\$ 180,230	70.11%	\$ 157,734	\$ 22,496	14.26%
Fees of office	48,335	18.80%	46,159	2,176	4.71%
Intergovernmental	12,372	4.81%	14,113	(1,741)	(12.34)%
Investment income	6,695	2.60%	6,600	95	1.44%
Other revenue	9,427	3.67%	9,795	(368)	(3.76)%
	<u>\$ 257,059</u>	<u>100.00%</u>	<u>\$ 234,401</u>	<u>\$ 22,658</u>	<u>9.67%</u>



General Government Expenditures by Function



Expenditure by Function (dollar amounts in thousands)	2001 Amount	Percent of Total	2000 Amount	Increase (Decrease)	Percent Change
General government	\$ 38,101	14.76%	\$ 33,376	\$ 4,725	14.16%
Buildings	10,935	4.24%	9,293	1,642	17.67%
Public Safety	78,790	30.52%	74,797	3,993	5.34%
Transportation support	16,319	6.32%	15,631	688	4.40%
Judicial	61,760	23.92%	56,220	5,540	9.85%
Community services	5,195	2.01%	8,983	(3,788)	(42.17)%
Capital outlay	17,169	6.65%	15,546	1,623	10.44%
Debt Service	29,893	11.58%	32,431	(2,538)	(7.83)%
	<u>\$ 258,162</u>	<u>100.00%</u>	<u>\$ 246,277</u>	<u>\$ 11,885</u>	<u>4.83%</u>



Proprietary Operations

The proprietary operations of the County include three Internal Service Funds, which reflect the self-insurance activities. This includes employee medical, workers' compensation, and general liability. The County also has one Enterprise Fund. The Resource Connection is a one-stop center providing employment, education, health and human service programs.

The following table summarizes operational information for the current year (amounts in thousands):

	<u>Enterprise</u>	<u>Internal Service</u>
Revenues	\$ 2,454	\$ 29,702
Net income (loss)	(161)	1,649
Depreciation and amortization	251	-
Total assets	2,580	8,272
Total liabilities	168	12,211
Total equity (deficit)	2,412	(3,939)

Fiduciary Operations

The County utilizes the Fiduciary Fund to account for operation of expendable trusts and agency funds. The expendable trusts are primarily for local, state, and federal grant programs. The County also maintains two agency funds: one for the accounting of revenues collected by other County officials and one for payroll clearing.

The revenues of the Fiduciary Funds are shown in the following table (amounts in thousands):

<u>Revenue Sources</u>	<u>2001 Amount</u>	<u>Percent of total</u>	<u>2000 Amount</u>	<u>Increase (Decrease)</u>	<u>Percent Change</u>
Fees of office	\$ 2,529	4.03%	\$ 1,379	\$ 1,150	83.39 %
Intergovernmental	57,254	91.23%	48,604	8,650	17.80 %
Investment income	377	0.60%	362	15	4.14 %
Other revenue	2,601	4.14%	1,406	1,195	84.99 %
Total	\$ 62,761	100.00%	\$ 51,751	\$ 11,010	21.27 %

The greatest change in the Fiduciary Funds is the addition of the Public Health Department as a part of the Miscellaneous Trust Fund. This change occurred due to a contract with the Hospital District to reimburse the County for these services. This accounts for the increase in the Fees of Office and Intergovernmental revenue along with the Community Services expenditures. Another change to the Fiduciary Funds is that the County's Juvenile Services Department is now operating its own Juvenile

Justice Alternative Education Program. This program has increased the Other revenues and Public Safety expenditures due to the addition of discretionary placements. The expenditures are shown in the following table (amounts in thousands):

<u>Expenditures by Function</u>	<u>2001 Amount</u>	<u>Percent of Total</u>	<u>2000 Amount</u>	<u>Increase (Decrease)</u>	<u>Percent Change</u>
General government	\$ 649	1.01%	\$ 1,850	\$ (1,201)	(64.92)%
Public safety	11,251	17.58%	9,245	2,006	21.70 %
Judicial	4,763	7.44%	4,550	213	4.68 %
Community services	42,268	66.04%	33,358	8,910	26.71 %
Capital outlay	5,072	7.93%	4,964	108	2.18 %
Total	\$ 64,003	100.00%	\$ 53,967	\$ 10,036	18.60 %

Debt Administration

The County issues debt to finance acquisition of personal property, capital renovations and improvements to County facilities. The ad valorem tax rate for the fiscal year 2001 totaled \$.044325 per \$100 valuation to fund the annual debt service requirements.

Cash Management

The County utilizes a pooled cash concept to maximize funds available for investment. The objectives of the County's investment policy are safety of the principal, maintenance of adequate liquidity, diversification to eliminate risk, and yield. The primary objective is safety of the principal. To ensure safety of public funds, the policy adheres with Chapter 2256, Texas Government Code, The Public Funds Investment Act, and the statutory requirements of Local Government Code 116.112.

The investible funds under the County's investment program as of September 30, 2001 were \$113,629,651, and total investment earnings on that portfolio was \$7,500,078.

Uninvested cash in banks is fully collateralized with securities pledged by the depository bank or FDIC deposit insurance. A third-party bank holds these securities in a joint custody safekeeping account.

Risk Management

The County provides for management of risks through a combination of self-insurance and traditional insurance. Commercial insurance is obtained for most instances of physical property damage. The County is self-insured for general liability, public officials' liability, workers' compensation, and employees' group medical benefits.

An actuarial study was performed in 2001 to assess the liability associated with general liability and workers' compensation. This study determined the present and future liability of \$10,716,7469. In April 1997, the County adopted a plan to fund self-insurance losses. The plan included the funding of workers' compensation losses with current year revenues and the establishment of a \$5 million minimum reserve balance for general liability claims. Debt would be issued to fund this reserve. The County will review the status of this reserve annually to determine replenishment requirements.

OTHER INFORMATION

Independent Audit

The County has an independent audit of its financial statements conducted each year in accordance with generally accepted auditing standards and in compliance with the Federal Single Audit Act. Deloitte & Touche LLP conducted the audit for the fiscal year ended September 30, 2001. A copy of their opinion is included in the Financial Section of this report.


Acknowledgments and Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting for the County's comprehensive annual financial report for the year ended September 30, 2000. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report whose contents conform to program standards. This report must satisfy both generally accepted accounting principles and applicable legal requirements. We believe our current report continues to conform to the Certificate of Achievement program requirements and are submitting it for review to GFOA.

I wish to express my thanks to Commissioners Court and the District Judges for their interest and support in planning and conducting the financial affairs of the County in a responsible and professional manner. The timely completion of this report could not have been achieved without the dedicated efforts of the County Auditor's staff and the professional services provided by our Independent Auditors, Deloitte & Touche LLP.

Sincerely,



S. Renee Tidwell, CPA
County Auditor

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Tarrant County,
Texas

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

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



Thomas A. Brewer
President

Jeffrey L. Evers
Executive Director

FINANCIAL SECTION

INDEPENDENT AUDITORS' REPORT

The Honorable County Judge and Commissioners Court
Tarrant County, Texas:

We have audited the general purpose financial statements of Tarrant County, Texas ("County"), as of and for the year ended September 30, 2001, as listed in the foregoing table of contents. These general purpose financial statements are the responsibility of the management of the County. Our responsibility is to express an opinion on these general purpose financial statements based on our audit. We did not audit the financial statements of the Tarrant County Hospital District or the Mental Health Mental Retardation of Tarrant County (discretely presented component units), which statements reflect total assets constituting 30% of total assets at September 30, 2001. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Tarrant County Hospital District and the Mental Health Mental Retardation of Tarrant County, is based solely on the report of such other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit and the report of the other auditors provide a reasonable basis for our opinion.

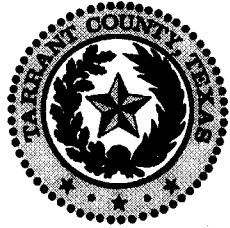
In our opinion, based on our audit and the reports of the other auditors, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the County as of September 30, 2001, and the results of its operations and the cash flows of its proprietary fund types and discretely presented components units for the year then ended in conformity with accounting principles generally accepted in the United States of America.

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

In accordance with *Government Auditing Standards*, we have also issued a report dated January 11, 2002, on our consideration of Tarrant County's internal control over financial reporting and our test of its compliance with certain provisions of laws, regulations, grants and contracts. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in assessing the results of our audit.

Deloitte & Touche LLP

January 11, 2002



TARRANT COUNTY, TEXAS

COMBINED BALANCE SHEET - ALL FUND TYPES, ACCOUNT GROUPS AND
DISCRETELY PRESENTED COMPONENT UNITS
SEPTEMBER 30, 2001, WITH COMPARATIVE AMOUNTS FOR SEPTEMBER 30, 2000
(AMOUNTS IN THOUSANDS)

<u>ASSETS AND OTHER DEBITS</u>	<u>Governmental Fund Types</u>				<u>Proprietary Fund Types</u>	
	<u>General</u>	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Enterprise</u>	<u>Internal Service</u>
Cash and investments	\$ 24,184	\$ 18,098	\$ 615	\$ 29,351	\$ 241	\$ 8,241
Receivables (Note 2):						
Taxes, net of allowance for uncollectibles	6,043	14	1,548			
Other receivables, net of allowance for uncollectibles	10,318	39			257	1
Due from other governments						
Due from other funds (Note 9)	5,872	443	10			
Supplies and prepaid items	484	497		59	4	30
Restricted assets - Cash and investments						
Assets limited as to use (Note 1)						
Fixed assets, net of accumulated depreciation in enterprise funds (Note 3)					2,078	
Amounts available for retirement of general long-term obligations						
Amount to be provided for:						
Retirement of general long-term obligations						
Retirement of compensated absences						
TOTAL ASSETS AND OTHER DEBITS	\$ 46,901	\$ 19,091	\$ 2,173	\$ 29,410	\$ 2,580	\$ 8,272

See accompanying notes to general purpose financial statements.

Fiduciary Fund Type Trust and Agency	Account Groups		Primary Government Totals (Memorandum Only)		Component Units	Reporting Entity Totals (Memorandum Only)	
	Fixed Assets	Long-term Debt	2001	2000		2001	2000
	\$ 37,404			\$ 118,134		\$ 98,543	\$55,598
			7,605	6,332	1,628	9,233	8,583
111,412			122,027	103,239	25,407	147,434	126,152
					4,882	4,882	3,933
1			6,326	8,251	55	6,381	8,331
3			1,077	1,248	17,234	18,311	15,638
60,759			60,759	50,683	3,567	64,326	54,221
					90,509	90,509	93,539
	\$247,974		250,052	236,574	143,725	393,777	379,280
		\$ 568	568	573	1,377	1,945	1,920
		115,018	115,018	126,897	3,513	118,531	130,912
		15,129	15,129	14,326		15,129	14,326
<u>\$209,579</u>	<u>\$247,974</u>	<u>\$ 130,715</u>	<u>\$696,695</u>	<u>\$ 646,666</u>	<u>\$ 347,495</u>	<u>\$ 1,044,190</u>	<u>\$ 972,292</u>

TARRANT COUNTY, TEXAS

COMBINED BALANCE SHEET - ALL FUND TYPES, ACCOUNT GROUPS AND
DISCRETELY PRESENTED COMPONENT UNITS
SEPTEMBER 30, 2001, WITH COMPARATIVE AMOUNTS FOR SEPTEMBER 30, 2000
(AMOUNTS IN THOUSANDS)

LIABILITIES, EQUITY AND OTHER CREDITS	Governmental Fund Types				Proprietary Fund Types	
	General	Special Revenue	Debt Service	Capital Projects	Enterprise	Internal Service
LIABILITIES:						
Accounts payable	\$ 3,148	\$ 1,429		\$ 5,315	\$ 100	\$ 964
Other liabilities	1,514		\$ 57			11,247
Due to other funds (Note 9)						
Client custodian funds payable						
Obligations under capital lease (Note 4)						
Current maturities of long-term debt (Note 4)						
Long-term debt, net of current maturities (Note 4)						
Arbitrage rebate payable (Note 4)						
Compensated absences (Note 4)					68	
Deferred revenue	6,043	14	1,548	170		
Total liabilities	10,705	1,443	1,605	5,485	168	12,211
EQUITY AND OTHER CREDITS:						
Contributed capital (Note 6)					3,644	14,975
Investment in general fixed assets						
Retained earnings (deficit)					(1,232)	(18,914)
Fund balance:						
Reserved:						
For debt service			568			
For capital projects				14,522		
For encumbrances	2,178	1,839		9,344		
For long term compensated absences						
For continuation of federal and state grants, programs and other activities						
For supplies and prepaid items	484	497		59		
For long term receivable	8,880					
Unreserved:						
Undesignated	24,654	15,312				
Total equity (deficit) and other credits	36,196	17,648	568	23,925	2,412	(3,939)
TOTAL LIABILITIES, EQUITY AND FUND BALANCE	\$46,901	\$ 19,091	\$2,173	\$ 29,410	\$ 2,580	\$ 8,272

See accompanying notes to general purpose financial statements.

Fiduciary Fund Type Trust and Agency	Account Groups		Primary Government Totals (Memorandum Only)		Component Units	Reporting Entity Totals (Memorandum Only)	
	Fixed Assets	Long-term Debt	2001	2000		2001	2000
	\$ 3,179		\$ 14,135	\$ 10,287		\$ 14,995	\$ 29,130
186,419		199,237	172,596	31,398	230,635	201,894	
6,326		6,326	8,251	55	6,381	8,331	
				551	551	380	
				8,196	8,196	9,035	
	\$ 24,095	24,095	23,865	6,265	30,360	30,560	
		91,345	91,345	103,440	7,442	98,787	116,476
		146	146	165		146	165
257		15,129	15,454	14,572	3,010	18,464	17,397
10,065			17,840	10,596	1,109	18,949	12,051
206,246		130,715	368,578	343,772	73,021	441,599	417,432
			18,619	18,619	1,884	20,503	20,502
	\$ 247,974		247,974	234,267	12,874	260,848	246,541
			(20,146)	(21,634)	251,192	231,046	208,582
			568	573	1,377	1,945	1,920
			14,522	21,239		14,522	21,239
			13,361	7,502		13,361	7,502
					597	597	506
3,333			3,333	2,805		3,333	2,805
			1,040	1,205	574	1,614	1,775
			8,880	9,545		8,880	9,545
			39,966	28,773	5,976	45,942	33,943
3,333	247,974		328,117	302,894	274,474	602,591	554,860
<u>\$ 209,579</u>	<u>\$ 247,974</u>	<u>\$ 130,715</u>	<u>\$ 696,695</u>	<u>\$ 646,666</u>	<u>\$ 347,495</u>	<u>\$ 1,044,190</u>	<u>\$ 972,292</u>

TARRANT COUNTY, TEXAS

**COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
ALL GOVERNMENTAL FUND TYPES, EXPENDABLE TRUST FUNDS AND DISCRETELY
PRESENTED COMPONENT UNITS
FOR THE YEAR ENDED SEPTEMBER 30, 2001, WITH COMPARATIVE AMOUNTS FOR THE YEAR
ENDED SEPTEMBER 30, 2000 (AMOUNTS IN THOUSANDS)**

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
REVENUES:				
Taxes, licenses and permits	\$ 151,135	\$ 2	\$ 29,093	
Fees of office	20,408	27,927		
Local revenues				
Intergovernmental	12,243	129		
Investment income	3,786	1,086	614	\$ 1,209
Other revenues	8,148	517	181	581
Total revenues	195,720	29,661	29,888	1,790
EXPENDITURES:				
Current:				
General government	37,275	826		
Buildings	10,935			
Public safety	78,599	191		
Transportation support		16,319		
Judicial	59,505	2,255		
Community services	4,761	434		
Capital outlay	5	575		16,589
Debt service:				
Principal payments			23,865	
Interest and fiscal charges			6,028	
Total expenditures	191,080	20,600	29,893	16,589
Excess (deficiency) of revenues over (under) expenditures	4,640	9,061	(5)	(14,799)
OTHER FINANCING SOURCES (USES):				
Operating transfers in (Note 9)	3,665			681
Operating transfers out (Note 9)	(1,578)	(4,165)		
Bond proceeds				12,000
Proceeds from sale of fixed assets				
Proceeds from capital leases				
Total other financing sources (uses)	2,087	(4,165)		12,681
Excess (deficiency) of revenues and other financing sources (uses) over (under) expenditures	6,727	4,896	(5)	(2,118)
FUND BALANCES, beginning of year	29,469	12,752	573	26,043
FUND BALANCES, end of year	\$ 36,196	\$ 17,648	\$ 568	\$ 23,925

See accompanying notes to general purpose financial statements.

Fiduciary Fund Type Expendable Trusts	Primary Government		Component Units	Reporting Entity	
	Totals			Totals	
	(Memorandum Only)			(Memorandum Only)	
	2001	2000		2001	2000
\$ 2,529	\$ 180,230	\$ 157,734		\$ 180,230	\$ 157,734
	50,864	47,538		50,864	47,538
57,254	69,626	62,717	\$ 6,660	6,660	6,230
377	7,072	6,906	62,568	132,194	124,099
2,601	12,028	11,200	897	7,969	7,663
				12,028	11,200
62,761	319,820	286,095	70,125	389,945	354,464
649	38,750	35,148		38,750	35,148
	10,935	9,293		10,935	9,293
11,251	90,041	84,042		90,041	84,042
	16,319	15,631		16,319	15,631
4,763	66,523	60,770		66,523	60,770
42,268	47,463	42,341	67,786	115,249	109,486
5,072	22,241	20,510	588	22,829	20,804
	23,865	25,770	563	24,428	26,612
	6,028	6,661	257	6,285	6,955
64,003	322,165	300,166	69,194	391,359	368,741
(1,242)	(2,345)	(14,071)	931	(1,414)	(14,277)
2,786	7,132	8,150		7,132	8,150
(1,016)	(6,759)	(7,756)		(6,759)	(7,756)
	12,000	12,000		12,000	12,000
					1
					210
1,770	12,373	12,394		12,373	12,605
528	10,028	(1,677)	931	10,959	(1,672)
2,805	71,642	73,319	7,593	79,235	80,907
\$ 3,333	\$ 81,670	\$ 71,642	\$ 8,524	\$ 90,194	\$ 79,235

TARRANT COUNTY, TEXAS

**COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
BUDGET AND ACTUAL (BUDGETARY BASIS) - GENERAL FUND, SPECIAL REVENUE FUNDS,
DEBT SERVICE FUND AND CAPITAL PROJECT FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2001 (AMOUNTS IN THOUSANDS)**

	General Fund				
	Actual (GAAP Basis)	Adjustment to Budgetary Basis	Actual (Budget Basis)	Budget	Variance Favorable (Unfavorable)
REVENUES:					
Taxes, licenses and permits	\$151,135	\$ (48)	\$151,087	\$151,422	\$ (335)
Fees of office	20,408	517	20,925	19,860	1,065
Intergovernmental	12,243		12,243	11,157	1,086
Investment income	3,786	212	3,998	4,497	(499)
Other revenues	8,148	9	8,157	8,714	(557)
Total revenues	195,720	690	196,410	195,650	760
EXPENDITURES:					
Current:					
General government	37,275	662	37,937	55,498	17,561
Buildings	10,935	(28)	10,907	11,549	642
Public safety	78,599	1,245	79,844	82,442	2,598
Transportation support					
Judicial	59,505	283	59,788	61,520	1,732
Community services	4,761	209	4,970	5,063	93
Capital outlay	5	(5)			
Debt service:					
Principal payments					
Interest and fiscal charges					
Total expenditures	191,080	2,366	193,446	216,072	22,626
Excess (deficiency) of revenues over (under) expenditures	4,640	(1,676)	2,964	(20,422)	23,386
OTHER FINANCING SOURCES (USES):					
Operating transfers in	3,665		3,665	3,672	(7)
Operating transfers out	(1,578)	1,578			
Total other financing sources (uses)	2,087	1,578	3,665	3,672	(7)
Excess (deficiency) of revenues and other financing sources (uses) over (under) expenditures	6,727	(98)	6,629	(16,750)	23,379
FUND BALANCES, beginning of year	29,469	(12,065)	17,404	16,750	654
FUND BALANCES, end of year	\$ 36,196	\$(12,163)	\$ 24,033	NIL	\$24,033

See accompanying notes to general purpose financial statements.

Special Revenue Funds

Actual (GAAP Basis)	Adjustment to Budgetary Basis	Actual (Budget Basis)	Budget	Variance Favorable (Unfavorable)
\$ 2		\$ 2	\$ 5	\$ (3)
27,927		27,927	25,773	2,154
129	\$ 1	130	129	1
1,086	(131)	955	812	143
517	(466)	51	50	1
<u>29,661</u>	<u>(596)</u>	<u>29,065</u>	<u>26,769</u>	<u>2,296</u>
826	420	1,246	1,372	126
191	293	484	702	218
16,319	4,230	20,549	29,043	8,494
2,255	363	2,618	4,040	1,422
434		434	528	94
575	(575)			
<u>20,600</u>	<u>4,731</u>	<u>25,331</u>	<u>35,685</u>	<u>10,354</u>
9,061	(5,327)	3,734	(8,916)	12,650
<u>(4,165)</u>	<u>4,165</u>			
<u>(4,165)</u>	<u>4,165</u>			
4,896	(1,162)	3,734	(8,916)	12,650
<u>12,752</u>	<u>(3,712)</u>	<u>9,040</u>	<u>8,916</u>	<u>124</u>
<u>\$ 17,648</u>	<u>\$ (4,874)</u>	<u>\$ 12,774</u>	<u>NIL</u>	<u>\$ 12,774</u>

TARRANT COUNTY, TEXAS

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
 BUDGET AND ACTUAL (BUDGETARY BASIS) - GENERAL FUND, SPECIAL REVENUE FUNDS,
 DEBT SERVICE FUND AND CAPITAL PROJECT FUNDS
 FOR THE YEAR ENDED SEPTEMBER 30, 2001 (AMOUNTS IN THOUSANDS)

	Debt Service Fund				
	Actual (GAAP Basis)	Adjustment to Budgetary Basis	Actual (Budget Basis)	Budget	Variance Favorable (Unfavorable)
REVENUES:					
Taxes, licenses and permits	\$ 29,093	\$ (7)	\$ 29,086	\$ 29,198	\$ (112)
Fees of office					
Intergovernmental					
Investment income	614		614	600	14
Other revenues	181		181	178	3
Total revenues	29,888	(7)	29,881	29,976	(95)
EXPENDITURES:					
Current:					
General government					
Buildings					
Public safety					
Transportation support					
Judicial					
Community services					
Capital outlay					
Debt service:					
Principal payments	23,865		23,865	23,865	
Interest and fiscal charges	6,028		6,028	6,111	83
Total expenditures	29,893		29,893	29,976	83
Excess (deficiency) of revenues over (under) expenditures	(5)	(7)	(12)		(12)
OTHER FINANCING SOURCES (USES):					
Operating transfers in					
Operating transfers out					
Bond proceeds					
Total other financing sources (uses)					
Excess (deficiency) of revenues and other financing sources (uses) over (under) expenditures	(5)	(7)	(12)		(12)
FUND BALANCES, beginning of year	573	69	642		642
FUND BALANCES, end of year	\$ 568	\$ 62	\$ 630	NIL	\$ 630

See accompanying notes to general purpose financial statements.

Capital Project Funds

<u>Actual (GAAP Basis)</u>	<u>Adjustment to Budgetary Basis</u>	<u>Actual (Budget Basis)</u>	<u>Budget</u>	<u>Variance Favorable (Unfavorable)</u>
\$ 1,209 581	\$ (1)	\$ 1,208 581	\$ 1,286 329	\$ (78) 252
1,790	(1)	1,789	1,615	174
	8,329	8,329	11,967	3,638
	10,962	10,962	18,756	7,794
	215	215	287	72
	3,395	3,395	4,694	1,299
	226	226	673	447
	8	8	11	3
16,589	(16,589)			
<u>16,589</u>	<u>6,546</u>	<u>23,135</u>	<u>36,388</u>	<u>13,253</u>
(14,799)	(6,547)	(21,346)	(34,773)	13,427
681		681	681	
<u>12,000</u>		<u>12,000</u>	<u>12,000</u>	
<u>12,681</u>		<u>12,681</u>	<u>12,681</u>	
(2,118)	(6,547)	(8,665)	(22,092)	13,427
<u>26,043</u>	<u>(4,639)</u>	<u>21,404</u>	<u>22,092</u>	<u>(688)</u>
<u>\$ 23,925</u>	<u>\$(11,186)</u>	<u>\$ 12,739</u>	<u>NIL</u>	<u>\$ 12,739</u>

TARRANT COUNTY, TEXAS

**COMBINED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS (DEFICIT) -
ALL PROPRIETARY FUND TYPES AND DISCRETELY PRESENTED COMPONENT UNITS
FOR THE YEAR ENDED SEPTEMBER 30, 2001, WITH COMPARATIVE AMOUNTS FOR THE YEAR
ENDED SEPTEMBER 30, 2000 (AMOUNTS IN THOUSANDS)**

	Enterprise	Internal Service	Primary Government		Component Units	Reporting Entity	
			Totals			Totals	
			(Memorandum Only)			(Memorandum Only)	
		2001	2000		2001	2000	
OPERATING REVENUES:							
Net patient service revenue					\$ 112,501	\$ 112,501	\$ 100,904
Building management	\$ 205		\$ 205	\$ 210		205	210
Building rentals	2,169		2,169	2,133		2,169	2,133
Pool rental	22		22	40		22	40
Self insurance revenues		\$ 29,702	29,702	24,755		29,702	24,755
Other revenues	58		58	56	8,283	8,341	10,461
Total operating revenues	2,454	29,702	32,156	27,194	120,784	152,940	138,503
OPERATING EXPENSES							
Personnel	1,059	2,315	3,374	2,681	159,405	162,779	149,639
Materials and supplies	15		15	22	46,212	46,227	40,386
Building and equipment	1,264	28	1,292	1,226	144	1,436	1,456
Depreciation and amortization	251		251	288	15,279	15,530	14,805
Purchased service					46,421	46,421	40,287
Self insurance claims		25,627	25,627	23,893		25,627	23,893
Other expenses	57		57	21	28,840	28,897	23,887
Total operating expenses	2,646	27,970	30,616	28,131	296,301	326,917	294,353
Operating income (loss)	(192)	1,732	1,540	(937)	(175,517)	(173,977)	(155,850)
NONOPERATING REVENUES (EXPENSES):							
Texas Disproportionate Share							
Program III receipts (Note 10)					22,728	22,728	18,523
State tobacco settlement					8,066	8,066	11,598
Ad valorem tax revenue					154,528	154,528	139,923
Investment income	9	290	299	244	13,803	14,102	8,944
Interest expense					(779)	(779)	(1,250)
Other revenues					105	105	51
Donated capital	22		22		42	64	
Transfer for Tarrant Co. indigent services					(2,000)	(2,000)	
Total nonoperating revenues	31	290	321	244	196,493	196,814	177,789
Net income (loss) before operating transfers	(161)	2,022	1,861	(693)	20,976	22,837	21,939
OPERATING TRANSFERS:							
Operating transfers out		(373)	(373)	(394)		(373)	(394)
Net income (loss)	(161)	1,649	1,488	(1,087)	20,976	22,464	21,545
RETAINED EARNINGS (DEFICIT):							
Beginning of year	(1,071)	(20,563)	(21,634)	(20,547)	230,216	208,582	187,037
End of year	\$ (1,232)	\$ (18,914)	\$ (20,146)	\$ (21,634)	\$ 251,192	\$ 231,046	\$ 208,582

See accompanying notes to general purpose financial statements.

TARRANT COUNTY, TEXAS

COMBINED STATEMENT OF CASH FLOWS - ALL PROPRIETARY FUND TYPES AND
DISCRETELY PRESENTED COMPONENT UNITS
FOR THE YEAR ENDED SEPTEMBER 30, 2001, WITH COMPARATIVE AMOUNTS FOR
THE YEAR ENDED SEPTEMBER 30, 2000 (AMOUNTS IN THOUSANDS)

	Enterprise	Internal Service	Primary Government Totals		Component Units	Reporting Entity Totals	
			(Memorandum Only)			(Memorandum Only)	
			2001	2000		2001	2000
OPERATING ACTIVITIES:							
Income (loss) from operations	\$(192)	\$1,732	\$1,540	\$(937)	\$(175,517)	\$(173,977)	\$(155,850)
Net cash provided by (used in) operating activities:							
Depreciation & amortization	251		251	288	15,279	15,530	14,805
Changes in assets and liabilities:							
Taxes receivable					623	623	(406)
Supplies & prepaid items	1		1	34	(3,298)	(3,297)	(1,580)
Other receivables	1	35	36	(116)	(1,818)	(1,782)	293
Due from other funds					(36)	(36)	78
Due to other funds					(62)	(62)	(470)
Accounts payable	14	(61)	(47)	(539)	1,087	1,040	(661)
Other liabilities		726	726	186	1,812	2,538	(248)
Deferred revenue					(22)	(22)	(1,967)
Compensated absences	13		13	2		13	2
Net cash flows provided by (used in) operating activities	88	2,432	2,520	(1,082)	(161,952)	(159,432)	(146,004)
INVESTING ACTIVITIES:							
Investment income (expense), net	9	290	299	244	13,024	13,323	7,694
Change in assets limited as to use					3,030	3,030	(1,395)
Net cash flows provided by investing activities	9	290	299	244	16,054	16,353	6,299
NONCAPITAL FINANCING ACTIVITIES:							
Change in restricted assets					1	1	(47)
Operating transfers out		(373)	(373)	(394)		(373)	(394)
Texas Disproportionate Share Program III receipts					22,728	22,728	18,523
State tobacco settlement					8,066	8,066	11,598
Ad valorem tax revenue					154,528	154,528	139,923
Net cash flows provided by (used in) noncapital financing activities		(373)	(373)	(274)	185,323	184,950	169,603
CAPITAL AND RELATED FINANCING ACTIVITY:							
Additions to fixed assets	(22)		(22)	(1)	(15,701)	(15,723)	(25,463)
Donated capital	22		22	1		22	1
Proceeds from sale of assets					129	129	29
Payments of long-term debt					(5,754)	(5,754)	(6,949)
Payments of capital lease obligations					(546)	(546)	(347)
Insurance proceeds					22	22	28
Transfer to Tarrant County indigent services					(2,000)	(2,000)	
Net cash flows used in capital and related financing activities					(23,850)	(23,850)	(32,701)
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	97	2,349	2,446	(1,112)	15,575	18,021	(2,803)
CASH AND CASH EQUIVALENTS, beginning of year	144	5,892	6,036	7,148	29,018	35,054	37,857
CASH AND CASH EQUIVALENTS, end of year	\$ 241	\$8,241	\$8,482	\$ 6,036	\$ 44,593	\$53,075	\$35,054
RECONCILIATION TO COMBINED BALANCE SHEET							
Cash and cash equivalents from above					\$ 44,593	\$53,075	\$35,054
Component Units, Governmental fund types					11,005	11,005	7,896
CASH AND CASH EQUIVALENTS, on Combined Balance Sheet, end of year					\$55,598	\$64,080	\$42,950
SUPPLEMENTAL DISCLOSURE OF NONCASH							
INVESTING ACTIVITIES: Change in fair value of investments					\$1,669	\$1,669	\$(2,882)
FINANCING ACTIVITIES: Vehicles contributed from General Fixed Assets					\$ 19	\$ 19	\$ 27

See accompanying notes to general purpose financial statements.

TARRANT COUNTY, TEXAS

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS
SEPTEMBER 30, 2001

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Tarrant County, Texas (the "County") is a political subdivision of the State of Texas and was organized in 1849. The County provides those services allowed by state statutes. These services include, but are not limited to, law enforcement, judicial proceedings, probation monitoring services, juvenile services, recording services related to judicial proceedings, public health and welfare, maintaining roads and bridges (principally within the unincorporated areas of the County) and other related governmental functions.

The accounting policies of the County conform to accounting principles generally accepted in the United States of America (GAAP) applicable to governments. The following is a summary of the significant policies:

(a) Reporting Entity

These general purpose financial statements present all the fund types and account groups of the County and its component units. Blended component units, although legally separate entities, are, in substance, part of the County's operations. Discretely presented component units are reported in a separate column in the combined financial statements to emphasize they are legally separate from the County.

BLENDED COMPONENT UNITS

The Tarrant County Housing Finance Corporation ("TCHFC") is governed by a board of directors, which is essentially the County Commissioners Court. The County Commissioners Court created the TCHFC, but it is not a political subdivision of the County under state law. The TCHFC is authorized to issue bonded debt without County Commissioners Court approval. The TCHFC provides services only to the County. The TCHFC is reported as a special revenue fund.

The Tarrant County Industrial Development Corporation ("TCIDC") is governed by a board of directors, which is essentially the Commissioners Court. The TCIDC has the authority to issue bonded debt; however, the County has no legal obligation to assume the bonded debt, which must be approved by the County Commissioners Court. The TCIDC provides services only to the County. TCIDC is reported as a special revenue fund.

DISCRETELY PRESENTED COMPONENT UNITS

The Tarrant County Hospital District ("TCHD") serves the citizens of the County and is governed by a board of directors, which the County Commissioners Court may appoint and remove at will. The County Commissioners Court approves the TCHD tax rate and annual budget, but does not provide any funding or hold title to any of the TCHD assets. TCHD cannot issue bonded debt without County Commissioners Court approval.

TCHD's financial statements include the North Texas Affiliated Medical Group (NTAMG) and Metro West Health Plan as component units within the reporting entity. NTAMG began operations in January 1996 primarily for the purpose of providing physician services to TCHD patients participating in the County-

sponsored and Medicaid programs. The TCHD is the sole corporate member of NTAMG and, as such, exercises significant influence over the financial operations of NTAMG. The financial statements of NTAMG are blended with the TCHD for the year ended September 30, 2001, and include total assets, primarily cash, of \$11,207,000 and total liabilities of \$3,424,000. NTAMG's excess of revenues and gains over expenses totaled approximately \$5,292,000 for the year ended September 30, 2001. Metro West Health Plan is the TCHD's HMO organization. The financial statements of Metro West Health Plan are blended with the TCHD for the year ended September 30, 2001, and include total assets, primarily cash, of \$5,928,000 and total liabilities of \$2,041,000. Metro West Health Plan's excess of revenues and gains over expenses totaled approximately \$194,000 for the year ended September 30, 2001.

The Mental Health and Mental Retardation of Tarrant County ("MHMRTC") serves the citizens of the County and is governed by a board of directors which the County Commissioners Court may appoint and remove at will. The County Commissioners Court approves the MHMRTC budget, but does not hold title to any of its assets. MHMRTC can issue bonded debt without the approval of the County Commissioners Court. The fiscal year end of MHMRTC is August 31.

MHMRTC has created two nonprofit corporations in which MHMRTC appoints all the members of the governing boards. In 1997, Trinity Behavioral Rehabilitation Corporation was formed with the intent to enter into contracts for behavioral healthcare with health maintenance organizations. In 2000, MHMR Visions was formed with tax exemption status for fund raising purposes. Trinity Behavioral Rehabilitation Corporation has had no financial activity since its inception and, as such, has had no effect on the financial statements of MHMRTC and is not included in the report. MHMR Visions is reported as a governmental fund.

The Tarrant County Health Facilities Development Corporation ("TCHFDC") is governed by a board of directors, which the County Commissioners Court may appoint and remove at will.

Pursuant to Governmental Accounting Standards Board (GASB) Statement No. 20, *Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities That Use Proprietary Fund Accounting*, TCHD has elected to apply the provisions of all relevant pronouncements of the Financial Accounting Standards Board (FASB) including those issued after November 30, 1989. The County and MHMRTC apply all GASB pronouncements as well as the FASB pronouncements issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements.

Complete financial statements for each of the following individual component units may be obtained at the units' administrative offices:

TCHD	MHMRTC
John Peter Smith Hospital	3840 Hulen Street
1500 S. Main	Fort Worth, Texas 76107
Fort Worth, Texas 76104	

Separate financial statements of TCHFC, TCIDC and TCHFDC are not prepared.

(b) Basis of Accounting

The modified accrual basis of accounting is followed by the governmental funds and expendable trust funds. Under this method of accounting, revenues are recognized when susceptible to accrual, i.e., both measurable and available. Available means collectible within the current year or soon enough thereafter to be used to pay liabilities of the current year. In applying the susceptible to accrual concept to intergovernmental

revenues, the legal and contractual requirements of the individual programs are used as guidance. The primary revenue sources susceptible to accrual are property taxes, which are recognized as deferred revenue until cash is received, and grant income. Other sources are generally not measurable until received in cash. Expenditures are recorded when incurred. Expenditures for principal and interest on long-term debt are recorded when due. The accrual basis of accounting is utilized in the proprietary funds. Proprietary fund revenues are recognized when earned, and expenses are recognized when incurred.

The accounts of the County are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, deferred revenues, fund equity, revenues and expenditures, or expenses, as appropriate. The County's resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The various funds are grouped, in the financial statements in this report, into generic fund types and broad fund categories as follows:

GOVERNMENTAL FUNDS

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

General Fund - The General Fund is the primary operating fund of the County. It is used to account for all financial resources except for those required by law to be classified in other funds or that are presented separately to facilitate proper accountability.

Special Revenue Funds - Special Revenue Funds account for the proceeds of specified revenue sources that are legally restricted to expenditures for specified purposes. The County operates nine such funds: Road and Bridge Fund, the Law Library Fund, the Records Preservation and Automation Fund, the Education Fund, the Appellate Judicial System Fund, the Courthouse Security Fund, Court Designated Fund, the Vehicle Inventory Tax Fund and the Consumer Health Fund. In addition, TCHFC and TCIDC are blended component units accounted for as special revenue funds.

Debt Service Fund - This fund type accounts for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs.

Capital Projects Funds - This fund type accounts for financial resources to be used for the acquisition or construction of capital facilities in progress during the year. The County operates ten such funds: Non-debt Capital Fund, General Obligation Fund, General Obligation Series 1999, District Clerk Info Tech Requirements, 1996 Certificates of Obligation Fund, 1997 Certificates of Obligation Fund, 1998 Certificates of Obligation Fund, 1999 Certificates of Obligation Fund, 2000 Certificates of Obligation Fund and 2001 Certificates of Obligation Fund.

PROPRIETARY FUND TYPES

Proprietary Funds are accounted for using a capital maintenance measurement focus, the accounting objectives of which are determination of net income, financial position and changes in cash flows. All assets and all liabilities (whether current or noncurrent) associated with a proprietary fund's activities are included on its balance sheet. Proprietary fund equity is segregated into contributed capital and retained earnings (deficit). The County applies all GASB pronouncements as well as the Financial Accounting Standards Board pronouncements issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements.

Enterprise Fund - This fund type accounts for the operations of facilities and activities that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs (expenses, including depreciation) of providing these services to the general public will be recovered through user charges. The governing body has decided that periodic determination of revenues earned, expenses incurred and net income or loss is appropriate for capital maintenance, public policy, management control, accountability or other purposes. The County operates one such fund, the Resource Connection Fund. The Resource Connection is a 15-building, one-stop center providing employment, education, health and human services programs to clients through state and local government agencies and non-profit organizations. The County is the owner/landlord of the property and leases space to the various entities. This one-stop facility is believed to be the first of its kind in the nation.

Internal Service Fund - This fund type accounts for the County's self-insurance activities. The County operates three such funds: Employee Benefits Fund, Self-insurance Fund, and Workers Compensation Fund. An actuarial and feasibility study was performed in 1987, and the recommendation, which was accepted, was to self-insure the County's general liability and workers' compensation liability risks through a pre-funded program. Based on the actuarial study, certificates of obligation were issued in the amount of \$10,465,000 taxable to the bondholder, to insure the risks of the County through a 10-year period ending 1999. Although the activity related to the self-insurance program is included in an internal service fund, and the original proceeds from the debt issued were treated as contributed capital in the internal service fund, the obligation bonds remain in the General Long-Term Debt Account Group, since the County intends to repay these amounts from property tax collections. Additionally, the fund was intended to be self-depleting, that is, the original contribution was only intended to cover future claims paid over a 10-year period ending in 1999. These funds were depleted in 1997. The County adopted a plan to fund workers' compensation with current year revenues and the establishment of a \$5 million minimum reserve balance for general liability claims. Debt was issued in November 1997 to fund this reserve. The County self-insures workers' compensation, automobile bodily injury and property damage, comprehensive general liability and all self-insured retentions for existing policies. At September 30, 2001, \$10,716,746 had been accrued to provide for known liabilities and claims incurred but not reported.

FIDUCIARY FUNDS

Expendable Trust Funds and Agency Funds are used to account for assets held by the County in a trustee capacity or as an agent for individuals, private organizations, other governments or other funds. Expendable Trust Funds are accounted for in essentially the same manner as governmental funds. Agency Funds are used to account for cash collected by various County officials. Agency Funds do not measure the results of operations. Agency funds are accounted for using the modified accrual basis of accounting. The County operates nine Expendable Trust funds which are: Juvenile Probation Fund, HUD Grants, Human Services Fund, Workforce Grants, District Attorney Trust Fund, Health Grants, Sheriff Trust Fund, Criminal Justice Grant Fund, and Miscellaneous Trust Fund. The County operates two Agency funds which are: Payroll Clearing Fund and the Fee Office Fund.

ACCOUNT GROUPS

Account groups are used to establish accounting control and accountability for the County's general fixed assets and general long-term debt. The following are the County's account groups:

General Fixed Assets Account Group - This account group is established to account for all fixed assets of the County (excluding public domain fixed assets) other than those accounted for in the proprietary funds.

General Long-Term Debt Account Group - This account group is established to account for all long-term liabilities of the County except those accounted for in the proprietary funds.

(c) Budgets and Budgetary Accounting

Tarrant County adheres to the following procedures in its consideration and adoption of its annual operating budget:

- Departmental annual budget requests are submitted by the department head to the County Budget Officer during the third quarter of the fiscal year for the upcoming fiscal year to begin October 1.
- The County Auditor prepares an estimate of available resources for the upcoming fiscal year.
- The County Budget Officer prepares the proposed annual operating budget to be presented to the Commissioners Court for their consideration. The budget represents the financial plan for the new fiscal year.
- Public hearings are held on the proposed budget.
- The Commissioners Court must adopt an annual operating budget by a majority vote of the Commissioners Court before September 30. To support the budget, property taxes are assessed on October 1, creating a legal enforceable claim. The adopted budget must be balanced; that is, available resources must be sufficient to support annual appropriations.
- The legal level of budgetary control is the line item within each department. Commissioners Court may legally amend the budget. Management must seek approval of Commissioners Court to transfer appropriations between two separate line items even within the same department.
- A separate budget report detailed to the legal level of control is available upon request. The detailed budget report has “sub-funds” and contains more detail than the budget information provided within this report.
- Annual appropriated budgets are legally adopted for the General, Special Revenue (except TCHFC and TCIDC), Debt Service, Capital Project, Enterprise, Internal Service, and Expendable Trust Funds (except Grant Funds). The budget is prepared utilizing a modified cash basis of accounting (except for the Debt Service Fund, which is budgeted in accordance with GAAP), as allowed by state statutes. Beginning fund balance is budgeted as revenue, as required by state statutes.
- Appropriation lapse at year-end for all funds.
- The financial statements are prepared in accordance with GAAP and, accordingly, there are differences between the amounts reported as revenues and expenditures in the financial statements and the amounts reflected in the budgetary comparison schedule.
- Supplemental appropriations were made for certain funds.

Encumbrance accounting is used for budgetary accounting for the appropriated budgets. Encumbrances are recorded when a purchase order is issued, and are not considered a liability until the goods or services are actually received. Encumbrances are reported as a reservation of fund balance on the balance sheet and do not represent expenditures or liabilities because the commitments will be honored during the subsequent year.

For GAAP purposes, encumbrances are not considered expenditures or liabilities. This is the primary difference in the financial statements prepared in accordance with GAAP and the budgetary comparison schedule. The following table illustrates the various components of these differences and their impact on the excess of revenues over expenditures for the governmental fund types (in thousands):

	General Fund	Special Revenue Funds	Debt Service	Capital Projects Funds
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses - GAAP basis	\$ 6,727	\$ 4,896	\$ (5)	\$ (2,118)
Basis differences:				
Accrual of revenue	690	(596)	(7)	(1)
Encumbrances	(788)	(433)		(6,546)
Funds not budgeted: TCHF and TCIDC	_____	(133)	_____	_____
Excess (deficiency) of revenue and other financing sources (uses) over (under) expenditures - budget basis	<u>\$ 6,629</u>	<u>\$ 3,734</u>	<u>\$ (12)</u>	<u>\$ (8,665)</u>

(d) Cash and Cash Equivalents and Investments

Cash and cash equivalents of the County and its component units are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition. Cash and cash equivalents in the cash flow statement do not include restricted assets.

MHMRTC cash equivalents at August 31, 2001 consist of highly liquid investments in a public funds investment pool, TexPool. These investments are classified as cash equivalents as they are readily convertible to known amounts of cash.

All investments of the County and its component units are recorded at fair value (defined as the price at which two willing parties would complete an exchange) and made pursuant to the Texas Public Funds Investments Act and investment policy established and approved by the Commissioners Court. Authorized investments include the following:

- a. Obligations of the United States or its agencies and instrumentalities;
- b. Direct obligations of the State of Texas;
- c. Other obligations, the principal and interest of which are unconditionally guaranteed or insured by the State of Texas or the United States;
- d. 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;

- e. Certificates of deposit issued by state and national banks domiciled in Texas that are:
 - (1) Guaranteed or insured by the FDIC, or its successor; or
 - (2) Secured by obligation described by Items a-d above and that have a market value of not less than the principal amount of the certificate;
- f. Fully collateralized direct repurchase agreements having a defined termination date, secured by obligations described by item a. above, pledged with a third party selected or approved by the County, and placed through a primary government securities dealer or a bank domiciled in Texas;
- g. Commercial paper with a stated maturity of 270 days or less from the date of issuance that either:
 - (1) is rated not less than A-1, P-1 or the equivalent by at least two nationally recognized credit rating agencies; or
 - (2) is rated at least A-1, P-1 or the equivalent by at least one nationally recognized credit rating agency and is fully secured by an irrevocable letter of credit issued by a bank organized and existing under the laws of the United States or any state thereof.

In addition, MHMRTC is authorized to invest in prime domestic bankers acceptances and SEC registered no-load money market mutual funds.

At year-end, the County's carrying amount of cash (including restricted assets) was \$73,263,096 and the bank balance was \$77,865,784, all of which was covered by Federal Depository Insurance Corporation or by collateral held by the County's agent in the County's name.

At year-end, TCHD's carrying amount of cash and cash equivalents (including restricted assets) was \$7,153,000 and the bank balance was \$10,860,000. Of the bank balance, \$6,228,000 was covered by Federal Depository Insurance Corporation or by collateral held by TCHD's agent in TCHD's name.

On August 31, 2001, MHMRTC's carrying amount of cash and cash equivalents was \$13,575,073 and the bank balance was \$14,263,985, all of which was covered by Federal Depository Insurance Corporation or by collateral held by MHMRTC's agent in MHMRTC's name.

Investments of the County and its component units have been categorized to give an indication of the level of collateral risk assumed at September 30, 2001. Category 1 includes amounts that are insured or registered or for which the securities are held by a third party in the name of the County and its component units. Category 2 includes uninsured or unregistered investments for which securities are held by the counterparty's trust department in the name of the County and its component units. Category 3 includes uninsured/uncollateralized or unregistered amounts.

During fiscal year 2001, the County had investment agreements with the State of Texas Local Government Investment Pool (TexPool). TexPool, a public funds investment pool created by the Treasurer of the State of Texas acting by and through the Texas Treasury Safekeeping Trust Company, is empowered to invest funds and acts as custodian of investments purchased with local investment funds. Also during fiscal year 2001, the County had investments with the Texas Association of School Boards Lone Star Investment Pool (Lone Star), Texas Cooperative Liquid Asset Securities System administered by MBIA Municipal Investors Service Corporation (MBIA), Local Government Investment Cooperative (LOGIC), and Federated Tax-Free Money Market (Money Market Mutual Fund). These funds adhere to the Public Funds Investment Act and are authorized investments in the current County investment policy.

These investment pools use amortized cost rather than fair value to report net assets to compute share prices. Accordingly, the fair value of the position in the funds is the same as the value of the shares. These investments are not required to be categorized since the investor is not issued securities, but rather it owns an undivided beneficial interest in the assets of the respective fund.

At September 30, 2001, the County's investment balances were as follows (in thousands):

	<u>Category</u>			Fair Value
	1	2	3	
U.S. Government Securities	<u>\$5,157</u>			<u>\$5,157</u>
	<u>\$5,157</u>			5,157
Investments not subject to categorization:				
TexPool				31,173
Money Market Mutual Funds				2,981
Lone Star				38,719
MBIA				29,035
LOGIC				<u>565</u>
				<u>\$105,630</u>

At September 30, 2001 TCHD's investment balances were as follows (in thousands):

	<u>Category</u>			Fair Value
	1	2	3	
Investments not subject to categorization:				
Money Market Mutual Funds				<u>\$ 34,136</u>
				<u>\$ 34,136</u>

At September 30, 2001 TCHD's investment balances classified as assets limited to use were as follows (in thousands):

	<u>Category</u>			Fair Value
	1	2	3	
U. S. Government Securities		\$ 12,097		\$ 12,097
U. S. Government Obligations		<u>75,824</u>		<u>75,824</u>
		<u>\$ 75,824</u>		75,824
Investments not subject to categorization:				
Money Market Mutual Funds				<u>2,588</u>
				<u>\$ 78,412</u>

At September 30, 2001 TCHD's restricted investment balances were as follows (in thousands):

	<u>Category</u>			Fair Value
	1	2	3	
U. S. Government Securities		<u>\$ 1,138</u>		<u>\$ 1,138</u>
		<u>\$ 1,138</u>		1,138
Investments not subject to categorization:				
Money Market Mutual Funds				<u>632</u>
				<u>\$ 1,770</u>

At August 30, 2001, MHMRTC's restricted investment balances were as follows (in thousands):

	<u>Category</u>			Fair Value
	1	2	3	
Repurchase agreement	<u>\$ 1,377</u>			<u>\$ 1,377</u>
	<u>\$ 1,377</u>			<u>\$ 1,377</u>

The following is a reconciliation of cash and investments to the combined balance sheet (in thousands):

	Primary Government	Component Units
Cash:		
County	\$ 73,263	
TCHD		\$ 8,308
MHMRTC		13,574
Investments:		
County	105,630	
TCHD		34,136
TCHD - assets limited as to use		90,509
TCHD - restricted		1,770
MHMRTC - restricted		1,377
	<u>\$ 178,893</u>	<u>\$ 149,674</u>
Cash and investments per combined balance sheet:		
Unrestricted	\$ 118,134	\$ 55,598
Restricted	60,759	3,567
Assets limited as to use		90,509
	<u>\$ 178,893</u>	<u>\$ 149,674</u>

(e) Supplies and Prepaid Items

Supplies are recorded by the County at cost using the average cost method. The cost of government fund type inventories is recorded as an expenditure when consumed rather than when purchased.

TCHD supplies, consisting primarily of pharmaceuticals and other supplies and items, are stated at the cost.

Inventories for MHMRTC consist of expendable supplies and drugs held for consumption and medications supplied at various area retail pharmacies for MHMRTC's clients, which are valued at cost on a first-in, first-out basis. Under the consumption method of accounting for inventories, supplies are capitalized as inventory until used. Reported inventories in governmental fund types are equally offset by a fund balance reserve, which indicates that they do not constitute "available expendable resources" even though they are a component of net current assets.

(f) Restricted Assets

Restricted assets are used to differentiate assets the use of which is restricted by the donor or contractual agreement. The County's restricted assets represent funds held pursuant to court-ordered trust accounts and securities posted by bondsmen to secure bail bonds. Board-designated funds are not considered to be restricted.

TCHD's restricted contributions and governmental grants are accounted for as additions to restricted funds. Resources restricted by donors for specific operating purposes are held as restricted funds until expended for the intended purpose, at which time they are reported as other operating revenue.

For MHMRTC, certain proceeds of tax-exempt bonds, as well as certain resources set aside for their repayment, are classified as restricted assets as their use is limited by applicable bond covenants.

(g) Assets Limited as to Use

Debt indenture requirements of the TCHD provide for the establishment and maintenance of various accounts with paying agents or trustees. These arrangements require the paying agent or trustee to control the payment of interest and the ultimate repayment of debt to bondholders.

The TDHD Board of Managers also designates certain funds to be used for capital improvements and expansion, to increase access to health care within the community, and to satisfy self-insurance liabilities. Assets available to satisfy current liabilities for self-insurance and debt service have been classified as current assets in the accompanying balance sheets.

A significant portion of the TCHD's investments in U.S. Agency obligations is in various governmental agency mortgage-backed securities that provide cash flow pass-through of principal and interest payments by mortgagees from underlying pools of mortgage loans. Mortgage backed securities do not have a contractual maturity date and the TCHD is subject to fluctuations in yields from prepayments of these investments.

The TCHD's investments are restricted by law to the investments permitted by the Texas Public Funds Investment Act.

(h) Fixed Assets

Property, plant and equipment of the Enterprise Funds of the County and its component units are stated on the basis of cost or estimated fair value at date of donation. Depreciation and amortization are provided using the straight-line method over the estimated useful lives of the respective assets.

The TCHD's equipment under capital leases is amortized on the straight-line basis over the shorter of the lease term or the estimated useful life of the equipment. Such amortization is included in depreciation and amortization in the financial statements.

The following presents the estimated useful lives for assets of the Enterprise Funds of the County:

Land improvements	5 - 25 years
Buildings and improvements	15 - 40 years
Fixed equipment	5 - 25 years
Major movable equipment	4 - 20 years

Expenditures which materially increase values, change capacities or extend useful lives are capitalized. Routine maintenance and repair items are charged to current operations. The County does not capitalize interest incurred during construction.

Fixed assets used in governmental fund type operations are accounted for in the General Fixed Assets Account Group, rather than in governmental funds. Donated fixed assets are valued at their estimated fair value on the date donated. All other fixed assets are valued at historical cost or estimated historical cost if actual historical cost is not available. No depreciation has been provided on general fixed assets. Public domain fixed assets are not recorded in the County's accounting records.

(i) Deferred Revenue

The County records deferred revenue for uncollected taxes, grant revenues and other miscellaneous revenues.

(j) Long-term Obligations

General obligation bonds and other forms of long-term debt supported by general revenues are obligations of the County as a whole and not its individual constituent funds. Accordingly, such unmatured obligations of the County are accounted for in the General Long-Term Debt Account Group.

(k) Compensated Absences

Vested, accumulated unpaid vacation leave and vested sick pay have been recorded as liabilities in the Enterprise Fund, HUD Grants, Workforce Grants, and the General Long-Term Debt Account Group.

(l) Property Taxes

Property subject to taxation is real property and certain personal property situated in the County. Certain properties of religious, educational and charitable organizations are exempt from taxation. In addition, other special exemptions are allowed by the Commissioners Court of the County.

The County's ad valorem taxes are levied and become a legal enforceable claim, on October 1 on 100% of assessed valuation at a rate of \$0.274785 (\$0.230460 for the maintenance and operations and \$0.044325 for interest and sinking fund) per \$100 valuation as of the preceding January 1. These taxes are due and payable from October 1 of the year in which levied until January 31 of the following year without interest or penalty. Taxes paid after February 1 of each year are subject to interest and penalty charges.

Collections of the current year's levy are reported as current collections if received by June 30 (within nine months of the October 1 due date). Collections received thereafter are reported as delinquent collections.

The County's taxes on real property are a lien (as of the date of levy) against such property until paid. The County may foreclose on real property upon which it has a lien for unpaid taxes. Delinquent taxes on property not otherwise collected are generally paid when there is a sale or transfer of the title to the property.

Any liens and subsequent suits against the taxpayer for payment of delinquent personal property taxes are barred unless instituted within four years from the time such taxes became delinquent. Unlike real property, the sale or transfer of most personal property does not require any evidence that taxes thereon are paid.

Ad valorem taxes are levied, become a legal enforceable claim, and are due each year by TCHD on October 1, based on assessed property values on the preceding May 1. Ad valorem tax revenue, net of provisions for estimated uncollectible taxes, is recognized under the modified accrual basis of accounting, which results in the recognition of this revenue when it is measurable and available.

TCHD ad valorem tax rate was \$.222170 per \$100 valuation for the maintenance and operation fund in 2001, and \$.011900 per \$100 valuation for the interest and sinking fund in 2001.

(m) Net Patient Service Revenue – Discretely Presented Component Units

Net patient service revenue of TCHD is reported at estimated net realizable amounts from patients, third-party payers and others for services rendered and includes estimated retroactive revenue adjustments due to future audits, reviews, and investigations. Retroactive adjustments are considered in the recognition of revenue on an estimated basis in the period the related services are rendered, and such amounts are adjusted in future periods as adjustments become known or as years are no longer subject to such audits, reviews, and investigations.

The composition of net patient service revenue for the years ended September 30, 2001 and 2000, follows (in thousands):

	2001	2000
Patient services provided:		
Inpatient services	\$ 162,709	\$ 162,990
Outpatient services	154,455	121,535
	<u>317,164</u>	<u>284,525</u>
Charges forgone for charity care	98,728	112,395
Patient service revenue	<u>218,436</u>	<u>172,130</u>
Deductions from revenue for contractual allowances	106,230	71,381
Net patient service revenue	<u>\$ 112,206</u>	<u>\$ 100,749</u>

(n) Health Insurance Program Reimbursement – Discretely Presented Component Units

Net patient service revenue of \$112,206,000 for the year ended September 30, 2001 consists of amounts from the Medicare and Medicaid programs of approximately 73%. Laws and regulations governing the Medicare and Medicaid programs are complex and subject to interpretation. As a result, there is at least a reasonable possibility that recorded estimates will change by a material amount in the near term. The 2000 net patient service revenue increased approximately \$1,162,000 due to removal of allowances previously estimated that are no longer necessary as a result of final settlements and years that are no longer subject to audits, reviews, and investigations. There were no similar amounts reflected in 2001 net patient service revenue. TCHD believes that it is in compliance with all applicable laws and regulations and is not aware of any pending or threatened investigations involving allegations of potential wrongdoing.

Medicare and Medicaid cost reports for all years before 1998 have been audited and settled as of September 30, 2001.

(o) Tobacco Settlement Revenue

Tobacco settlement revenue is the result of a settlement between various counties and Hospital Districts in Texas and the tobacco industry for tobacco-related health care costs. During the year ended September 30, 2001 the TCHD received approximately \$8,066,000 related to the settlement. The funding from the tobacco industry is to offset indigent health care costs of local governments.

(p) Risk Management – Discretely Presented Component Units

MHMRTC is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries; doctors' malpractice; and natural disasters. During fiscal 2001 MHMRTC was covered under a general liability insurance plan with a combined single limit of \$3,000,000 at a cost it considered to be economically justifiable.

MHMRTC has commercial insurance for all other risks of loss, including workers' compensation and employee life and dental and accident insurance. Settlements have not exceeded insurance coverage for the past three years.

(q) Total Columns on Combined Statements

Total columns on the combined statements are captioned "Memorandum Only" to indicate that they are presented only to facilitate financial analysis. Data in those columns do not present financial position, results of operations or cash flows in conformity with GAAP. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

(r) Financial Statement Reclassifications

Certain reclassifications have been made to the September 30, 2000 memorandum only total columns to conform to the September 30, 2001 presentation.

2. RECEIVABLES AND ALLOWANCE FOR UNCOLLECTIBLE ACCOUNTS

The following is a summary of property taxes receivable and allowance for uncollectible accounts (in thousands):

	General	Special Revenue	Debt Service	Total	TCHD
Taxes receivable	\$ 8,791	\$ 35	\$ 2,076	\$ 10,902	\$ 9,488
Allowance for uncollectibles	<u>(2,748)</u>	<u>(21)</u>	<u>(528)</u>	<u>(3,297)</u>	<u>(7,860)</u>
Net taxes receivable	<u>\$ 6,043</u>	<u>\$ 14</u>	<u>\$ 1,548</u>	<u>\$ 7,605</u>	<u>\$ 1,628</u>

The following is a summary of accounts receivable and allowance for uncollectible accounts (in thousands):

	General	Special Revenue	Enterprise	Internal Service	Trust and Agency	Total
Accounts receivable	\$ 1,438	\$ 39	\$ 257	\$ 1	\$ 111,412	\$ 113,147
Long-term accounts receivable	<u>8,880</u>					<u>8,880</u>
Net accounts receivable	<u>\$ 10,318</u>	<u>\$ 39</u>	<u>\$ 257</u>	<u>\$ 1</u>	<u>\$ 111,412</u>	<u>\$ 122,027</u>

	TCHD	MHMRTC	Total
Accounts receivable	\$ 40,372	\$ 1,111	\$ 41,483
Allowance for uncollectible	<u>(15,603)</u>	<u>(473)</u>	<u>(16,076)</u>
Net accounts receivable	<u>\$ 24,769</u>	<u>\$ 638</u>	<u>\$ 25,407</u>

The long-term accounts receivable relates to the 1998 sale of the Tarrant County Convention Center to the City of Fort Worth. The agreement allows for the City to pay the County over a twenty-year period.

For TCHD, patient account receivables are stated at estimated net realizable value and collateral is generally not required. Receivables from government programs and third-party payers represent a 49% concentrated group of credit risk for TCHD. Other receivables consist of receivables from various payers including individuals and insurance companies involved in diverse activities, subject to differing economic conditions, and do not represent any concentrated credit risks to TCHD. Furthermore, TCHD's management continually monitors and adjusts its reserves and allowances associated with these receivables.

TCHD provides care without charge to patients who meet certain criteria under its charity care policy. Because TCHD does not pursue collection of amounts determined to qualify as charity care, they are not reported as revenue.

Included in other receivables in the trust and agency fund for the County is \$95,950,302 of tax receivable to be collected for third parties by the tax assessor's office.

3. FIXED ASSETS

County

A summary of changes in County general fixed assets follows (in thousands):

	Balance October 1, 2000	Additions	Disposals	Balance September 30, 2001
Land and land improvements	\$ 27,634	\$ 1,572		\$ 29,206
Buildings and improvements	124,474	3,281		127,755
Fixed equipment	<u>82,159</u>	<u>10,556</u>	<u>\$ 1,702</u>	<u>91,013</u>
	<u>\$ 234,267</u>	<u>\$ 15,409</u>	<u>\$ 1,702</u>	<u>\$ 247,974</u>

A summary of County Enterprise Fund fixed assets at September 30, 2001 follows (in thousands):

Land and land improvements	\$ 116
Buildings and improvements	3,150
Major movable equipment	<u>401</u>
	3,667
Accumulated depreciation and amortization	<u>(1,589)</u>
Total	<u>\$ 2,078</u>

TCHD

A summary of TCHD fixed assets at year end follows (in thousands):

Land and land improvements	\$ 6,461
Buildings and improvements	131,483
Fixed equipment	46,678
Major movable equipment	<u>72,571</u>
	257,193
Accumulated depreciaiton and amortization	<u>(137,281)</u>
	119,912
Construction in progress	<u>9,591</u>
Total	<u>\$ 129,503</u>

Construction in progress primarily consists of construction costs for renovation of the TCHD's facilities and construction of a new women's center. At September 30, 2001, the remaining commitments on contracts and agreements approximated \$43,414,000.

MHMRTC

A summary of changes in general fixed asset balances, including assets recorded under capital leases for MHMRTC, for the year ended August 31, 2001, is as follows (in thousands):

	Balance September 1, 2000	Additions	Retirements	Balance August 31, 2001
Land	\$ 945			\$ 945
Buildings	4,931			4,931
Equipment and furniture	5,144	\$ 623	\$ 6	5,731
Leasehold improvements	1,254	13		1,267
Total general fixed assets	<u>\$ 12,274</u>	<u>\$ 636</u>	<u>\$ 6</u>	<u>\$ 12,874</u>

A summary of MHMRTC proprietary fund type fixed assets at August 31, 2001 follows (in thousands):

Equipment and furniture	\$ 424
Vehicles	2,128
Less: accumulated depreciation	<u>(1,204)</u>
Net fixed assets	<u>\$ 1,348</u>

4. LONG-TERM DEBT

General obligation debt, certificates of obligation and contractual obligations are generally payable from property tax revenues. All other obligations, including capital leases and compensated absences, are payable from revenues of the general fund.

County

Long-term debt of the County consisted of the following at September 30, 2001 (in thousands):

General Obligation Bonds - Series 1999 with interest rates from 4.9% to 5.75%, payable in annual installments of varying amounts plus interest through 2019	\$19,315
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Limited Tax Refunding Bonds - Series 1993 with interest rates from 4.6% to 5.4%, payable in annual installments in varying amounts plus interest through 2008	23,095
Limited Tax Refunding - Series 1994 with interest rates from 4.2% to 5.1%, payable in annual installments in varying amounts plus interest through 2010	23,845
Certificates of Obligation - Series 1996 with interest from 4.3% to 4.5%, payable in annual installments of varying amounts plus interest through 2002	2,740
Certificates of Obligation - Series 1997A with interest from 4.25% to 4.375%, payable in annual installments of varying amounts plus interest through 2003	5,600
Certificates of Obligation - Series 1997B with interest from 4.2% to 4.25%, payable in annual installments of varying amounts plus interest through 2003	2,150
Certificates of Obligation - Series 1998 with interest from 3.55% to 4.25%, payable in annual installments of varying amounts plus interest through 2004	7,640
Certificates of Obligation - Series 1999 with interest from 4.75% to 5%, payable in annual installments of varying amounts plus interest through 2004	9,195
Certificates of Obligation - Series 2000 with interest at 4.75%, payable in annual installments of varying amounts plus interest through 2005	9,860
Certificates of Obligation - Series 2001 with interest at 4.0%, payable in annual installments of varying amounts plus interest through 2006	12,000
	<hr/> 115,440
Less - current maturities	<hr/> 24,095
Long-term debt, net of current maturities	<hr/> <hr/> \$91,345

The County's aggregate debt service payments to maturity (excluding compensated absences and arbitrage payable) are as follows (in thousands):

Fiscal Year	General Obligation		Certificates of Obligation		Limited Tax Refunding Bonds		Total Principal & Interest
	Principal	Interest	Principal	Interest	Principal	Interest	
2002	\$ 100	\$ 1,023	\$ 16,360	\$ 2,146	\$ 7,635	\$ 2,323	\$ 29,587
2003	725	1,017	14,275	1,430	6,335	1,966	25,748
2004	765	976	10,775	813	6,225	1,660	21,214
2005	805	932	5,160	331	6,120	1,358	14,706
2006	850	1,023	2,615	104	6,020	1,026	11,638
Thereafter	16,070	6,289			14,605	1,523	38,487
Total	\$ 19,315	\$ 11,260	\$ 49,185	\$ 4,824	\$ 46,940	\$ 9,856	\$ 141,380

The following is a summary of the changes in general long-term debt of the County for the year ended September 30, 2001 (in thousands):

	Balance October 1, 2000	Additions	Retirements	Balance September 30, 2001
Bonds payable	\$ 127,305	\$ 12,000	\$ 23,865	\$ 115,440
Arbitrage payable	165		19	146
Accrued compensated absences	14,326	54,568	53,765	15,129
Total	\$ 141,796	\$ 66,568	\$ 77,649	\$ 130,715

In 2001, the 2001 Certificates of Obligation were issued to purchase equipment, machinery, motor vehicles, and for improvements, renovations and repairs to County-owned buildings.

In prior years, the County defeased certain general obligation and other bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the County's financial statements. On September 30, 2001, none of the bonds outstanding are considered defeased.

Arbitrage provisions of the Internal Revenue Tax Act of 1986 require the County to rebate excess arbitrage earnings from bond proceeds to the federal government. This amount was estimated to be \$145,795 at September 30, 2001. This amount has been recorded in the General Long-Term Debt Account Group and will be paid to the federal government as required by the applicable regulations.

The County is not obligated under any significant noncancelable long-term leases.

TCHD

Long-term debt of TCHD consisted of the following at September 30, 2001 (in thousands):

General Obligation Refunding Bonds, Series 1999:

Current Interest Bonds, net of unamortized discount of \$15, bearing interest at rates ranging from 4.1% to 4.5%, payable in annual installments ranging from \$1,190 to \$1,255 from 2002 through 2005; ad valorem tax revenue is pledged as collateral \$ 3,650

Premium Capital Appreciation Bonds, net of unamortized discount of \$48 maturing in 2002 at \$1,340, with an accretion rate of 4.10%; ad valorem tax revenue is pledged as collateral 1,292

Public Property Finance Contractual Obligations, Series 1997, net of unamortized premium of \$16, bearing interest at a rate of 4.2% to 5%, maturing in 2002 at \$2655; ad valorem tax revenue is pledged as collateral 2,671

Public Property Finance Contractual Obligations, Series 1996, bearing interest at a rate at 4.5%, maturing in 2002 at \$1,985 ad valorem tax revenue is pledged as collateral 1,985

9,598

Less - current maturities 5,980

Long-term debt, net of current maturities \$ 3,618

TCHD's aggregate debt service payments to maturity are as follows (in thousands):

Fiscal Year	General Refunding Bonds		Public Property Finance Contractual Obligations		Capital Leases	Total Principal & Interest
	Principal	Interest	Principal	Interest	Principal	
2002	\$ 1,340	\$ 161	\$ 4,640	\$ 178	\$ 1,089	\$ 7,408
2003	1,255	161			1,043	2,459
2004	1,220	107			1,044	2,371
2005	1,190	54			1,044	2,288
2006					1,043	1,043
Thereafter					5,998	5,998
Add - premium			16			16
Less - discounts	(63)				(3,297)	(3,360)
Total	<u>\$ 4,942</u>	<u>\$ 483</u>	<u>\$ 4,656</u>	<u>\$ 178</u>	<u>\$ 7,964</u>	<u>\$ 18,223</u>

The following is a summary of the changes in general long-term debt for TCHD for the year ended September 30, 2001 (in thousands):

	Balance October 1, 2000	Additions	Retirements	Balance September 30, 2001
Bonds payable	\$ 8,927	\$ -	\$ 5,309	\$ 3,618
Capital leases	8,557		546	8,011
	<u>\$ 17,484</u>	<u>\$ -</u>	<u>\$ 5,855</u>	<u>\$ 11,629</u>

The various bond indentures of TCHD contain compliance covenants and require TCHD to maintain a sinking fund for principal and interest payments.

Interest costs capitalized during 2001 were \$378,000.

MHMRTC

Long-term debt of MHMRTC consisted of the following at August 31, 2001 (in thousands):

General obligation Refunding Bonds, Series 1994 with interest rates from 4.65% to 5.5%, payable in varying amounts annually through 2013	\$ 4,109
Less - current maturities	<u>285</u>
Long-term debt, net of current maturities	<u>\$ 3,824</u>

MHMRTC's aggregate debt service payments to maturity (excluding compensated absences and capital leases) are as follows (in thousands):

Fiscal Year	General Obligation Refunding Bonds		Total Principal & Interest
	Principal	Interest	
2002	\$ 285	\$ 210	\$ 495
2003	295	196	491
2004	310	180	490
2005	330	164	494
2006	350	146	496
Thereafter	<u>2,539</u>	<u>492</u>	<u>3,031</u>
Total	<u>\$ 4,109</u>	<u>\$ 1,388</u>	<u>\$ 5,497</u>

During fiscal year 1994, MHMRTC issued \$6,213,500 of tax-exempt bonds, proceeds from the sale of which were used for the refunding of the remaining principal outstanding on the fiscal year 1991 bond issuance, reimbursement of certain construction expenditures and purchase of vehicles. As a result, the 1991 series bonds are considered to be defeased and the liability for these bonds has been removed from the General Long-Term

Debt Account Group. The balance of these refunded bonds at August 31, 2001 was \$1,364,000. At August 31, 2001, MHMRTC had a restricted investment of \$1,377,411 held by an escrow agent to be used for principal and interest payments on the series 1993 bonds as required by the bond contract. All restricted cash and investments related to this bond issue, accounts receivable, receivables from other governments and property acquired with bond proceeds are pledged as collateral.

The following is a summary of the changes in general long-term debt for MHMRTC for the year ended August 31, 2001 (in thousands):

	Balance September 1, 2000	Additions	Retirements	Balance August 31, 2001
Accrued compensated absences	\$ 506	\$ 134	\$ 43	\$ 597
Obligations under capital leases	478		293	185
Tax-exempt bonds	4,379		270	4,109
	<u>\$ 5,363</u>	<u>\$ 134</u>	<u>\$ 606</u>	<u>\$ 4,891</u>

Conduit Debt - TCHFC, TCIDC and TCHFDC issue revenue bonds to promote housing development, commercial and industrial and manufacturing enterprises, and health facilities, respectively. TCHFC, TCIDC and TCHFDC contract their rights under the loan agreements to an approved trustee. The revenue bonds are payable solely from payments from the user (benefiting corporations and organizations) of the bonds as defined under the loan agreement and TCHFC, TCIDC and TCHFDC are under no obligation to pay bonds from any other source. All payments are made directly from the benefiting corporations to trustees.

TCHFC has issued its Housing Finance Revenue Bonds Series as follows (in thousands):

User Corporation	Outstanding Principal Amount September 30, 2001
Multifamily (Amherst Association) 85	\$ 8,620
Multifamily (Arbors/Central Park) 90	6,665
Multifamily (Arbors/Oakmont) 90	4,390
Multifamily (Royal Meadows) 85	5,100
Multifamily (S F Apartments) 93	7,050
Multifamily (Somerset Project) 95	30,913
Multifamily (Summit on the Lake) 97A	3,475
Multifamily (Summit on the Lake) 97B	1,070
Multifamily (Bending Oaks Brook) 94A	5,013
Multifamily (Bending Oaks Brook) 94B	6,416
Multifamily (Bending Oaks Brook) 95	9,709
Multifamily (Windcastle Project) 96	7,334
Multifamily (Emerald Oaks) 89	6,330
Multifamily (Grayson Square) 89	6,835
Multifamily (Hayden's Crossing) 89	2,895
Multifamily (Fair Oaks) 2000A	6,565

Multifamily (Fair Oaks) 2000B	290
Multifamily (Fair Oaks) 2000C	765
Multifamily (Fair Oaks) 2000D	1,095
Multifamily (Hurst Manor) 1998	2,915
Multifamily (Sierra Springs) 1999	8,335
Multifamily (Windrush) 1999A	11,780
Multifamily (Windrush) 1999B	335
Remington Hill Development 1998	13,880
Single family 1983 A	5,123
Single family 1985 A	83,773
Multifamily (Hurst Manor) 1998-Tax	50
Single family 1993 – Tax	875
Single family (GNMA) 94	7,720
Single Family 1997	5,509
Single family 1998	20,300
Bear Creek	14,475
The Courtyards at Riverpark 1985 series	3,225
Single Family 1998 Refunding	13,132
Multifamily (Lincoln Meadows) 88	10,755
	<hr/>
Total Conduit Debt	<u>\$ 322,712</u>

TCHFDC has issued its Health Facilities Development Revenue Bonds Series as follows (in thousands):

User Corporation	Outstanding Principal Amount September 30, 2001
3927 Foundation, Inc. Project	\$ 16,680
Fort Worth Osteopathic Hospital, Inc. Project 93	49,425
Fort Worth Osteopathic Hospital, Inc. Project 96	21,990
Forth Worth Osteopathic Hospital Project 97	13,820
Adventist Health System/Sunbelt 89A	6,710
Adventist Health System/Sunbelt 92	3,280
Adventist Health System/Sunbelt 93	10,420
Adventist Health System/Sunbelt 95	5,710
Adventist Health System/Sunbelt 96A	13,225
Adventist Health System/Huguley Place 93	3,840
Adventist Health System/Sunbelt 97A	8,625
Adventist Health System/Sunbelt 98	14,535
South Central Nursing Homes Tax Exempt (1997A)	9,375
South Central Nursing Homes Taxable Mortgage (1997B)	135
Hospital Revenue Bonds, Series 2000	33,985
The Cumberland Rest, Inc. Project 95A	11,633
The Cumberland Rest, Inc. Project 95B	4,050
Harris Methodist Health Systems 87A	11,805

Harris Methodist Health Systems 87B	24,070
Harris Methodist Health Systems 94	90,885
Harris Methodist Health Systems 96	90,705
Texas Health Resources Series 97	421,520
Heritage Housing Long Term Care Facility Series 97	13,240
Heritage Housing Long Term Care Facility Series 98 A	2,010
Heritage Housing Long Term Care Facility Series 98 B	2,130
Heritage Housing Long Term Care Facility Series 98 C	2,715
Heritage Eastwood Gardens, Houston Series 1998 A	8,770
Heritage Eastwood Gardens, Houston Series 1998 B	2,460
Heritage Valley Gardens, Brownsville Series A	9,780
Heritage Valley Gardens, Brownsville Series B	1,850
Carter Blood Care Series 98	12,950
Harvest Communities of Houston Series 1999-A	11,790
Harvest Communities of Houston Series 1999-B	810
Bethesda Living Centers-Bethesda Gardens Series 1998C	8,920
Westchester Retirement Community Project 98A	28,360
Westchester Retirement Community Project 98B	1,370
Westchester Retirement Community Project 98C	2,500
	<hr/>
Total Conduit Debt	<u><u>\$ 976,078</u></u>

The trustee for the following bond issues has notified the Foundation of certain defaults that had occurred with the Master Indenture:

- Harvest Communities of Houston Series 1999 A
- Harvest Communities of Houston Series 1999 B
- Westchester Retirement Community Project 98 A
- Westchester Retirement Community Project 98 B
- Westchester Retirement Community Project 98 C

This matter is not yet resolved by the TCHFDC.

TCIDC has issued its Industrial Development Bonds Series as follows (in thousands):

User Corporation	Outstanding Principal Amount September 30, 2001
Holden Business Forms	\$ 4,005
Lear Operations Corp Project	9,500
Mortex Products, Inc.	4,000
	<hr/>
Total Conduit Debt	<u><u>\$ 17,505</u></u>

5. RELATED PARTY TRANSACTIONS

Partners Together for Health (Partners) is a nonprofit organization whose purpose is to perform services on behalf of the TCHD, including organizing fund-raising activities, performing patient assistance programs, participating in recruiting functions and conducting administrative services. The TCHD reimburses Partners for its expenses through a contracted fee arrangement, which is currently \$207,000 per year. Partners' Board of Directors is independent of the TCHD's Board of Managers with the exception of one TCHD board member. As the TCHD has no voting power, there is no significant control over Partners to warrant consolidation into the TCHD's combined financial statements. During the year ended September 30, 2001, the TCHD transferred \$2,000,000 to Partners, from which Partners will use the interest income to manage and administer a program for the benefit of needy and indigent residents of Tarrant County. The corpus is to remain intact or may be returned to the TCHD upon the TCHD's request.

6. CHANGES IN CONTRIBUTED CAPITAL

During fiscal year 2001, the County implemented GASB Statement 33 that requires contributions to be recorded as revenue rather than as additions to contributed capital. During fiscal year 2001, \$22,000 of contributions was recorded in the County's enterprise fund.

During fiscal year 2001, MHMRTC transferred vehicles from the Governmental Fund to the Proprietary Fund resulting in the net book value of the assets of \$19,105 being recorded as contributions in the Proprietary Fund.

7. CHANGES IN AGENCY FUND - TCMRMRS

Changes in the Client Trust Fund, as agency fund, are summarized below (in thousands):

	Balance September 1, 2000	Additions	Deletions	Balance August 31, 2001
Cash	<u>\$ 369</u>	<u>\$ 2,870</u>	<u>\$ 2,703</u>	<u>\$ 536</u>
Client custodian funds payable	<u>\$ 369</u>	<u>\$ 2,870</u>	<u>\$ 2,703</u>	<u>\$ 536</u>

8. DEFICIT FUND BALANCES/RETAINED EARNINGS

The following is a summary of County funds which had a deficit fund balance or deficit retained earnings as of September 30, 2001 (in thousands):

Resource Connection	\$ 1,232	Self-insurance	230
Employee Benefits	2,228	Worker's Compensation	16,456

The County plans to reduce the deficit in these funds with future revenues.

9. INTERFUND BALANCES AND ACTIVITY

The following is a summary of County interfund transfers, receivable and payables at September 30, 2001 and for the year then ended (in thousands):

Operating transfer out	Amount	Operating transfer in
General Fund	\$ 780	Juvenile Probation
General Fund	19	Human Services
General Fund	17	Workforce Grants
General Fund	328	Miscellaneous Trust
General Fund	434	Criminal Justice
Road & Bridge	500	Non-Debt Capital
Road & Bridge	3,082	General Fund
Courthouse Security	583	General Fund
Employee Benefits	373	Miscellaneous Trust
Juvenile Probation	86	Juvenile Probation
Juvenile Probation	449	Miscellaneous Trust
Miscellaneous Trusts	24	Miscellaneous Trust
Miscellaneous Trusts	181	Non-Debt Capital
Miscellaneous Trusts	276	Health Grants
	<u>\$ 7,132</u>	

Funds Due From	Amount	Funds Due To
General	\$ 86	Juvenile Probation
General	1,608	HUD Grants
General	1	Human Services
General	777	Workforce Grants
General	1,899	Health Grants
General	808	Criminal Justice
General	20	Miscellaneous Trust
General	673	Fee Office
Road & Bridge	403	Fee Office
Law Library	8	Fee Office
Records Preservation and Automation	21	Fee Office
Appellate Judicial System	2	Fee Office
Courthouse Security	6	Fee Office
Court Designated Funds	3	Fee Office
Debt Service	10	Fee Office
District Attorney Trust	1	Fee Office
	<u>\$ 6,326</u>	

10. TEXAS DISPROPORTIONATE SHARE PROGRAM – TCHD

In response to the growing number of uninsured patients, urban violence, drug abuse and the rising costs of healthcare, the Texas Legislature established the Texas Medicaid Disproportionate Share III program (“Dispro III”) effective July 30, 1991. The program was designed to assist those facilities serving the majority of the indigent patients by providing funds supporting increased access to health care within the community. Dispro III

allows the Texas Department of Human Services to levy assessments from certain hospitals, use the assessed funds to obtain federal matching funds and then redistribute the total funds to those facilities serving a disproportionate share of indigent patients in the State of Texas. The program expired in June 1994; however, the Texas Legislature enacted a similar program that extends indefinitely; however, it could be discontinued at any time. During fiscal year 2001, TCHD recorded revenues of approximately \$22,728,000 from Texas Disproportionate Share programs (primarily Dispro III).

11. DEFERRED COMPENSATION PLANS

The County offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. Various investment companies administer the plan. The plan, available to all employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death or unforeseeable emergency. The County has established a custodial legal trust arrangement with the investment companies, which administer the plan. Under these trust arrangements, all amounts of compensation deferred under the plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property or rights are solely the property and rights of the employees. Accordingly, the amounts invested with these investment companies are not included in the County's financial statements.

12. RETIREMENT PLANS

County

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). This is accounted for as an agent multiple-employer defined benefit pension plan. The Board of Trustees of TCDRS is responsible for the administration of the statewide agent multiple-employer public employee retirement system consisting of 509 nontraditional defined benefit pension plans. TCDRS in the aggregate issues a comprehensive annual financial report (CAFR) on a calendar year basis. The CAFR is available upon written request from the TCDRS Board of Trustees at P.O. Box 2034, Austin, Texas 78768-2034.

The plan provisions are adopted by the governing body of the employer, within the options available in the Texas state statutes governing TCDRS (TCDRS Act). Members can retire at ages 60 and above with 8 or more years of service, 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 8 years of service but must leave their accumulated contributions in the plan to receive any employer-financed benefit. Members who withdraw their personal contributions in a lump sum are not entitled to any amounts contributed by their employer.

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

b. Funding Policy

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 employer based on the covered payroll of employee members. Under the TCDRS Act, the contribution rate of the employer is actuarially determined annually. The employer contributed using the actuarially determined rate of 10.08% for the months of the accounting year in 2000, and 10.00% for the months of the accounting year in 2001. The contribution rate payable by the employee members for calendar year 2001 is the rate of 7% as adopted by the governing body of the employer.

c. Annual Pension Cost

For the County's accounting year ending September 30, 2001, the annual pension cost for the TCDRS plan for its employees was \$15,445,569 and the actual contributions were \$15,445,569. The annual required contributions were actuarially determined as a percent of the covered payroll of the participating employees, and were in compliance with the GASB Statement No. 27 parameters based on the actuarial valuations as of December 31, 1998 and December 31, 1999, the basis for determining the contribution rates for calendar years 2000 and 2001. The December 31, 2000 actuarial valuation is the most recent valuation.

Actuarial Valuation Information

Actuarial valuation date	12/31/1998	12/31/1999	12/31/2000
Actuarial cost method	Entry age	Entry age	Entry age
Amortization method	Level percentage of payroll, open	Level percentage of payroll, open	Level percentage of payroll, open
Amortization period	20 years	20 years	20 years
Asset valuation method	Long-term appreciation with adjustment	Long-term appreciation with adjustment	Long-term appreciation with adjustment
Actuarial assumptions:			
Investment return ¹	8.0%	8.0%	8.0%
Projected salary increases ¹	5.9%	5.9%	5.9%
Inflation	4.0%	4.0%	4.0%
Cost-of-living adjustments	0.0%	0.0%	0.0%

¹Includes inflation at the stated rate

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

Accounting Year Ended	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
Sept 30, 1999	13,028,855	100%	0
Sept 30, 2000	14,217,028	100%	0
Sept 30, 2001	15,445,569	100%	0

d Post-Employment Healthcare Benefits

In addition to providing retirement benefits, the County provides certain healthcare and dental insurance benefits and an employee assistance program (EAP) to its retirees and their dependents. To be eligible for these benefits, the employee must be working for the County at the time of retirement. The County is under no legal obligation to pay these premiums and the decision to provide these benefits is made by the Commissioners Court on a year-to-year basis. The cost of these benefits is recognized when claims or premiums are paid. At year-end, there were 564 retirees and 213 of their dependents receiving benefits. For the year ended September 30, 2001, the County incurred \$986,503 in health insurance premiums and the retirees contributed \$326,274. The County pays the entire cost for EAP coverage of \$21,035, while the retirees pay the entire cost of the dental insurance premiums.

TCHD

a. Plan Description

The TCHD sponsors a public employee defined benefit pension plan for eligible employees within a multiple-employer retirement program sponsored for member hospitals by the Texas Hospital Association (THA). HealthShare/THA, a wholly owned subsidiary of THA, is the plan administrator of this pension plan. The plan's assets are invested as a portion of THA's master pension trust fund. The plan provides retirement, death, and disability benefits. Amendments to the plan are made only with the authority of the TCHD's Board of Managers. The plan does not issue a stand-alone financial report. However, an annual actuarial valuation report is available from the TCHD or HealthShare/THA. The report may be obtained by writing HealthShare/THA at P.O Box 15587, Austin, Texas 78761-5587.

b. Funding Status

The Board of Managers of the TCHD has sole authority to establish or amend the obligations to contribute to the plan by participants or the employer.

Plan members are required to annually contribute 1% of their compensation. The TCHD makes contributions, which are actuarially determined to pay the plan's total cost (determined as a level percentage of total participant compensation) less the projected employee contributions. The TCHD contribute amounts for each plan year that equal the amount that is actuarially determined through an annual actuarial valuation. This amount is the normal cost using the aggregate actuarial cost method. The employer contributions were

2.2% of estimated participant compensation for the plan year ended September 30, 2001. The costs of administering the plan are paid by the plan and are considered in the determination of the employer contribution rate.

c. Annual Pension Cost

For the fiscal year ended September 30, 2001, the TCHD's annual pension cost was \$878,000, the same as the annual required contributions determined in the October 1, 2000 actuarial valuation. There is no existing net pension obligation.

The required contributions for the plan year ended September 30, 2001 were based on the results of the actuarial valuation as of October 1, 2000 using the aggregate actuarial cost method and were in compliance with the GASB Statement No. 27 parameters. The actuarial assumptions included (a) an 8% investment rate of return [net of administrative expenses] and (b) projected salary increases of 8% to 4% per year varying by attained age; both (a) and (b) reflect an inflation component of approximately 4%. The assumptions did not include any post-retirement benefit increases. The actuarial value of plan assets was determined at fair value. There is no unfunded actuarial liability to be amortized or an amortization period with the aggregate actuarial cost method.

MHMRTC

MHMRTC participates in a multiple-employer 401(a) defined contribution pretax retirement plan available to full-time employees who have completed one year of service. Effective October 1, 1993, the plan was amended to allow employees to contribute 5% of earnings with MHMRTC contributing 10% of earnings to participating employees. The plan was also amended to allow loans by participants. Prior to this amendment, the plan allowed an employee to contribute 1% of earnings to the plan with MHMRTC matching the employee's contributions at a rate of 4%. Participants were granted a one-time choice to remain with the 1-4 match, and certain employees chose to remain in the plan. The 1-4 plan is no longer an option. On October 17, 1997, the plan was amended reducing the employer contribution to 8%. Participants start to vest in the employer's contribution at the completion of one year of service with 100% vesting occurring after five years. Forfeited contributions are held in a separate account and can be used to reduce future contributions.

Amounts contributed are invested in various investments, including equity securities, mutual funds, and cash management plans. For the year ended August 31, 2001, covered payroll was approximately \$18,694,600; total payroll, excluding temporary service personnel, was approximately \$33,463,673. The required contributions in dollars and the percentage of that amount contributed for the current year and each of the two preceding years are as follows:

Fiscal Year	Employer Contributions	Employee Contributions	Percentage Contributed
1999	\$ 1,371,582	\$ 857,239	100%
2000	1,481,351	925,844	100%
2001	1,495,568	934,730	100%

13. CONDENSED COMPONENT UNIT INFORMATION

Condensed financial statement information for the discretely presented component units as of year-end are as follows (in thousands):

	TCHD 9/30/01	MHMRTC 8/31/01	Total
Balance Sheets			
Current assets	\$ 84,191	\$ 20,613	\$ 104,804
Property, plant and equipment	129,503	14,222	143,725
Other assets	92,699	1,377	94,076
Amounts available for retirement of long-term debt		1,377	1,377
Amounts to be provided for retirement of long-term debt		3,513	3,513
Total assets and other debits	<u><u>\$ 306,393</u></u>	<u><u>\$ 41,102</u></u>	<u><u>\$ 347,495</u></u>
Current liabilities	\$ 45,545	\$ 7,719	\$ 53,264
Obligations under capital lease	8,011	185	8,196
Long-term debt, net of current maturities	3,618	3,824	7,442
Compensated absences		3,010	3,010
Other liabilities		1,109	1,109
Total liabilities	57,174	15,847	73,021
Equity and other credits	<u>249,219</u>	<u>25,255</u>	<u>274,474</u>
Total liabilities, equity and other credits	<u><u>\$ 306,393</u></u>	<u><u>\$ 41,102</u></u>	<u><u>\$ 347,495</u></u>
	TCHD 9/30/2001	TCMHMRS 8/31/2001	Total
Statement of Revenues, Expenditures and Changes in Fund Balances- Governmental Funds			
Revenues	\$ -	\$ 70,125	\$ 70,125
Current expenditures		(67,786)	(67,786)
Capital outlays		(588)	(588)
Debt Service		(820)	(820)
Excess of revenues and other sources over expenditures and other uses	<u><u>\$ -</u></u>	<u><u>\$ 931</u></u>	<u><u>\$ 931</u></u>

	TCHD 9/30/2001	MHMRTC 8/31/2001	Total
Statement of Revenues, Expenses and Changes in Equity - Proprietary Funds			
Operating revenues	\$ 120,489	\$ 295	\$ 120,784
Operating expenses	(280,756)	(266)	(281,022)
Depreciation and amortization	<u>(14,839)</u>	<u>(440)</u>	<u>(15,279)</u>
Operating income (loss)	(175,106)	(411)	(175,517)
Net nonoperating income	199,003	269	199,272
Net nonoperating expense	<u>(2,779)</u>	<u> </u>	<u>(2,779)</u>
Net income (loss)	<u>\$ 21,118</u>	<u>\$ (142)</u>	<u>\$ 20,976</u>

TCHFDC had no balance sheet or results of operations as of and for the year ended September 30, 2001. All debt issued through TCHFDC was conduit debt (see Note 4). TCHFDC had no other operations.

14. COMMITMENTS AND CONTINGENCIES

Commitments

The County and TCHD have no material future operating lease commitments. Total rental expense incurred for the County and TCHD for fiscal 2001 was \$1,462,284, and \$2,867,000, respectively.

MHMRTC is obligated under capital leases for certain equipment as of August 31, 2001. Such equipment totaling approximately \$876,074 at August 31, 2001 was recorded in the General Fixed Assets Account Group.

The future minimum lease payments under operating and capital leases and the present value of the future minimum capital lease payments for MHMRTC as of August 31, 2001 are as follows (in thousands):

Year Ending August 31,	Operating Leases	Capital Leases
2002	\$ 1,586	\$ 150
2003	822	41
2004	650	
2005	289	
2006	237	
Thereafter	<u>20</u>	<u> </u>
Total minimum lease payment	<u>\$ 3,604</u>	191
Less amount representing interest		<u>6</u>
Present value of future minimum lease payments		<u>\$ 185</u>

Contingencies

County

The County participates in a number of state and federally assisted grant programs. These programs are subject to program compliance audits by the grantors or their representatives. Such compliance audits of these programs for the periods ended September 30, 2001 have not yet been completed. Accordingly, the County's compliance with applicable grant or contract requirements will be established at some future date. The amount, if any, of expenditures, which may be disallowed by the granting agencies, cannot be determined at this time, and, accordingly, no accrual has been made for them, as management believes these to be immaterial.

The County is party to lawsuits and claims in the ordinary course of operation. The possible losses of these lawsuits could range from \$1 to \$7 million. County management has accrued for an estimate of losses for such claims in the accompanying general-purpose financial statements. County management believes the outcome of these legal matters would not have a material adverse effect on the County's financial position.

The County is self-insured for workers' compensation, automobile bodily injury and property damage, comprehensive general liability and all self-insured retentions for existing policies. It is the opinion of County management that the amounts accrued at September 30, 2001 is adequate to provide for potential losses resulting from pending or threatened litigation, asserted claims and claims incurred but not reported.

TCHD

TCHD has been named in legal actions alleging failure to exercise due professional care and other matters. The claims are in various stages of processing and some may ultimately be brought to trial. There are known incidents occurring through September 30, 2001 that may result in the assertion of additional claims and other claims may be asserted arising from services provided to patients in the past.

MHMRTC

MHMRTC has participated in a number of state and federally assisted grant, Medicare and Medicaid programs. These programs are subject to financial and compliance audits by the grantors or their representatives and regulatory authorities. The purpose of the audits is to ensure compliance with conditions relating to the granting of funds and other reimbursement regulations. MHMRTC's management believes that any liability for reimbursement, which may arise as the result of these audits, will not be material to the financial position of MHMRTC.

MHMRTC is involved in certain lawsuits arising in the ordinary course of business. It is MHMRTC management's belief that any liability resulting from such lawsuits would not be material in relation to MHMRTC's financial position.

15. SELF-INSURANCE PROGRAMS

The County is exposed to various risks of loss in its normal daily operations. These risks include tort claims, theft/damage of County assets, errors and omissions, injury to employees and natural disasters. Additionally, the County self-insures a portion of the employee group health care plans.

The County has established three separate self-insurance funds (Internal Service) to account for these operations. The three funds are:

Employee Benefits Fund – accounts for County employee benefits.

Self-Insurance Funds – accounts for County self-insured general liability claims including the County Clerk and District Clerk Error and Omissions funds.

Workers Compensation Fund – accounts for workers compensation claims.

Commercial insurance has been obtained for most instances of physical property damage. Deductible amounts are as follows:

Buildings	\$ 50,000
Boilers	5,000
Scheduled equipment	1,000

For the year ended September 30, 2001 an actuarial study was obtained for the Workers Compensation Fund and the Self-insurance Fund. This study was used as a basis for determining the liability at September 30, 2001.

The District Clerk Errors and Omissions Fund and the County Clerk Errors and Omissions Fund were established pursuant to state law and provide for the collection of a fee for certain cases filed with the respective clerks. To date, neither of these funds has experienced a significant claim.

Beginning in fiscal 1994, the County elected to self-insure a portion of the employee group health care program. Specifically, employees are offered options for group health coverage, only one of which provides an insured coverage based on fixed premiums paid by the County. Dental coverage is offered with one option being an uninsured indemnity plan, and all other options being fixed premium Dental Maintenance Organization plans. At September 30, 2001, 3300 and 3001 employees elected self-insured health care coverage and dental coverage, respectively.

The County plans to reduce the deficit of \$16,455,799 in the Workers Compensation Fund by funding workers' compensation losses with current year revenues and issuing debt to fund a reserve for general liability claims. The County will review the status of this reserve annually to determine replenishment requirements.

Change in the accrued liability in the Workers Compensation Fund and Self-insurance Fund for the last two years is as follows (in thousands):

	2001	2000
Beginning liability	\$10,097	\$10,033
New claims/adjustments	3,858	2,229
Claims paid/adjustments	(3,858)	(2,229)
Other - change in estimate	<u>619</u>	<u>64</u>
Ending liability	<u><u>\$10,717</u></u>	<u><u>\$10,097</u></u>

There were no significant reductions in insurance coverage from the prior year, nor did any settlement exceed coverage for the past three years.

TCHD

TCHD is self-insured for professional and general liability, health insurance, and workers' compensation risk. TCHD's maximum liability for professional and general liability claims as a governmental unit under the Tort Claims Act is generally \$100,000 per individual and \$300,000 in the aggregate for each occurrence. TCHD has purchased an insurance policy from a commercial carrier for workers' compensation claims exceeding \$250,000 per occurrence and \$1,000,000 in the aggregate for the period September 1, 2001 through September 30, 2002. Similar coverage was purchased for periods prior to September 1, 2001.

Self-insurance reserves for professional and general liability are estimated for asserted and unasserted claims based on TCHD's historical experience and opinion of legal counsel. Professional and general liability reserves totaled \$6,948,000 at September 30, 2001. It is the opinion of TCHD's management that the estimated reserves at September 30, 2001 are adequate to provide for potential losses resulting from pending or threatened litigation and asserted and unasserted claims. However, the ultimate cost of the pending litigation and claims will not be determined for several years and losses may exceed recorded accruals.

Self-insurance reserves for workers' compensation and health insurance represents TCHD's management's estimate of losses and claims incurred based on the District's loss history. Workers' compensation and health insurance reserves totaled \$3,725,000 at September 30, 2001, which is recorded in other accrued liabilities. Claims paid during 2001 for self-insured risks totaled \$7,146,000. Self-insurance expense (excluding premiums paid for excess loss coverage) totaled \$8,778,000 during 2001.

Change in the accrued liability for the last two years is as follows (in thousands):

	2001	2000
Beginning liability	\$ 6,026	\$ 5,765
New claims	8,068	7,121
Claims paid	<u>(7,146)</u>	<u>(6,860)</u>
Ending liability	<u>\$ 6,948</u>	<u>\$ 6,026</u>

16. TAX INCREMENT FINANCING AGREEMENTS

The County is involved in several tax increment financing agreements (TIF) as illustrated in the following table (in thousands):

Name	Percentage Committed	Taxes Forgone During 2001
Grapevine Mills	100%	\$ 461
City of Fort Worth #3	100%	170
City of Southlake	100%	140
City of Colleyville	100%	64
Downtown Arlington	100%	25
City of Keller	66%	35
City of North Richland Hills #1	100%	16
City of Grand Prairie #2	75%	38
City of Grand Prairie #3	75%	1

The County has agreed to participate in another TIF for the City of North Richland Hills #2 at 100%, however, the developer is delinquent in paying the property taxes and no taxes were forgone during 2001.

17. SUBSEQUENT EVENT

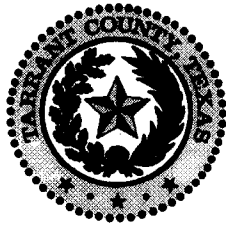
On December 18, 2001, Commissioner's Court approved a sale contract to purchase the Tandy Technology Center and adjacent parking garage. The contract for \$34 million is contingent on the sale of appropriate debt by the County by April 30, 2002. The contract also included a lease agreement in which the seller will lease the space from the County for \$170,000 per month for the next three years.

* * * * *

REQUIRED SUPPLEMENTAL
INFORMATION

TARRANT COUNTY, TEXAS
TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM TREND DATA
SCHEDULE OF FUNDING PROGRESS FOR THE RETIREMENT PLAN
FOR THE EMPLOYEES OF THE COUNTY
REQUIRED SUPPLEMENTAL DATA
(Amounts in thousands)
(UNAUDITED)

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability	Unfunded Actuarial Accrued Liability	Funded Ratio	Annual Covered Payroll	Underfunded Actuarial Accrued Liability as a Percentage of Covered Payroll
12/31/1998	\$ 227,602	\$ 283,771	\$ 56,168	80.21%	\$ 123,064	45.64%
12/31/1999	253,202	312,810	59,608	80.94%	135,190	44.09%
12/31/2000	281,361	341,930	60,569	82.29%	144,628	41.88%



GENERAL FUND

TARRANT COUNTY, TEXAS

**GENERAL FUND - SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2001 (AMOUNTS IN THOUSANDS)**

	Actual Budgetary Basis	Original Budget	Final Budget	Variance Favorable (Unfavorable)
REVENUES:				
Taxes, licenses and permits	\$ 151,087	\$ 151,422	\$ 151,422	\$ (335)
Fees of office	20,925	19,860	19,860	1,065
Intergovernmental	12,243	10,131	11,157	1,086
Investment income	3,998	4,497	4,497	(499)
Other revenues	8,157	9,740	8,714	(557)
Total Revenues	196,410	195,650	195,650	760
EXPENDITURES:				
General Administration				
County Judge	247	331	260	13
County Administrator	985	960	1,000	15
Non-departmental	6,056	25,200	21,675	15,619
County Auditor	3,462	3,419	3,553	91
Budget/Risk Management	419	409	422	3
Tax Assessor/Collector	7,821	7,670	7,982	161
Elections	2,221	2,120	2,222	1
Information Technologies	10,925	12,206	12,394	1,469
Human Resources	1,619	1,629	1,713	94
Purchasing	1,070	1,066	1,101	31
Records Management	811	796	820	9
Facilities Management	1,230	1,275	1,277	47
Construction Services	354	331	357	3
Graphics	717	703	722	5
Total General Administration	37,937	58,115	55,498	17,561
Public Buildings				
Administration Building	530	528	548	18
Anderson Sub-Courthouse	107	115	118	11
Southwest Sub-Courthouse	212	204	215	3
Chas Griffin Sub-Courthouse	118	126	125	7
C Griffin Sub-Courthouse Annex	95	145	114	19
Mebus SE Sub-Courthouse	194	194	200	6
Mansfield Sub-Courthouse	267	301	292	25
Grapevine Sub-Courthouse	15	21	17	2
Northeast Annex	140	156	158	18
Southlake Sub-Courthouse	46	127	90	44
Northwest Sub-Courthouse	212	222	221	9
Premier St Annex	16	15	20	4
Block 10 Facility	15		25	10
City/County Jail Building	250	254	260	10
Confinement - Green Bay	672	638	692	20
Confinement - Cold Springs	184	115	188	4
Mansfield Boot Camp	35	60	44	9
Corrections Facility	2,071	1,914	2,095	24
Lyn W Ross Juvenile Center	549	467	579	30
Judge Joe Eidson Jr Youth Center	42	59	50	8
Medical Examiner Building	350	369	370	20
Criminal Court/Jail	859	1,084	986	127
Civil Courts Building	525	521	552	27
Old Courthouse	322	319	349	27

TARRANT COUNTY, TEXAS

GENERAL FUND - SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2001 (AMOUNTS IN THOUSANDS)

	Actual Budgetary Basis	Original Budget	Final Budget	Variance Favorable (Unfavorable)
Public Buildings (cont'd)				
Justice Center	\$ 1,383	\$ 1,372	\$ 1,435	\$ 52
Criminal Justice Building	324	302	336	12
Lancaster Annex	3	6	6	3
Resource Connection	187	199	199	12
Northeast Complex Building	139	149	150	11
Parking Garage - Taylor St	84	85	90	6
Ajax Building	5	20	6	1
Record Storage Building	59	52	69	10
Educational Building	146	151	160	14
Reproduction Center	99	89	104	5
Telephone	588	556	612	24
Muller Building	64	74	74	10
Total Public Buildings	10,907	11,009	11,549	642
Public Safety				
Sheriff-Administration	2,331	2,512	2,542	211
Sheriff-Employee/Comm. Relations	117		118	1
Sheriff-Warrants	3,184	3,128	3,185	1
Sheriff-Information Tech.	1,487	1,435	1,495	8
Sheriff-Confinement	35,655	37,613	37,543	1,888
Confinement-Green Bay	6,744	6,972	6,974	230
Sheriff-Investigation	2,169	2,228	2,242	73
Sheriff-Patrol	3,093	3,084	3,106	13
Sheriff-Courts/Security	7,192	7,213	7,220	28
Constable Pct 1	392	387	393	1
Constable Pct 2	428	415	428	
Constable Pct 3	485	475	486	1
Constable Pct 4	391	395	392	1
Constable Pct 4 - Refuse Enforcement	157	159	157	
Constable Pct 5	359	383	361	2
Constable Pct 6	360	355	361	1
Constable Pct 7	435	428	436	1
Constable Pct 8	413	400	413	
Medical Examiner	3,794	3,679	3,798	4
Fire Marshal	216	228	228	12
Community Suprvsn & Corrcctns	74	137	137	63
Juvenile Probation	6,163	5,941	6,173	10
Detention Center	3,037	2,934	3,044	7
Youth Center	548	638	572	24
Pretrial Release	620	603	638	18
Total Public Safety	79,844	81,742	82,442	2,598

TARRANT COUNTY, TEXAS

GENERAL FUND - SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2001 (AMOUNTS IN THOUSANDS)

	Actual Budgetary Basis	Original Budget	Final Budget	Variance Favorable (Unfavorable)
Judicial				
17th District Court	\$ 190	\$ 230	\$ 229	\$ 39
48th District Court	164	166	166	2
67th District Court	163	170	170	7
96th District Court	154	157	157	3
141st District Court	165	166	166	1
153rd District Court	169	166	177	8
236th District Court	163	166	166	3
342nd District Court	154	156	156	2
348th District Court	167	168	168	1
352nd District Court	165	165	166	1
Criminal District Court 1	767	666	786	19
Criminal District Court 2	630	761	730	100
Criminal District Court 3	689	801	788	99
Criminal District Court 4	762	784	857	95
213th District Court	591	690	696	105
297th District Court	674	747	739	65
371st District Court	967	928	972	5
372nd District Court	663	710	720	57
396th District Court	707	738	748	41
Magistrate Court	501	513	513	12
Trial Room C	154	164	164	10
231st District Court	315	327	328	13
233rd District Court	355	334	371	16
322nd District Court	310	338	338	28
323rd District Court	1,599	1,422	1,607	8
324th District Court	330	331	337	7
325th District Court	324	337	337	13
360th District Court	362	335	363	1
Special Judges	395	421	416	21
Crimnal Dist Court Support	157	271	171	14
Grand Jury	89		100	11
Court at Law 1	280	278	281	1
Court at Law 2	288	292	292	4
Court at Law 3	287	288	288	1
Criminal Court 1	388	394	394	6
Criminal Court 2	435	425	442	7
Criminal Court 3	369	377	377	8
Criminal Court 4	387	383	390	3
Criminal Court 5	616	613	625	9
Criminal Court 6	367	380	380	13
Criminal Court 7	390	388	394	4
Criminal Court 8	407	388	414	7
Criminal Court 9	382	392	392	10
Criminal Court 10	371	375	375	4
Probate Court 1	872	885	909	37
Probate Court 2	813	808	838	25
Pct 1 Justice of the Peace	315	329	336	21
Pct 2 Justice of the Peace	293	294	301	8
Pct 3 Justice of the Peace	338	344	351	13
Pct 4 Justice of the Peace	424	429	441	17

TARRANT COUNTY, TEXAS

GENERAL FUND - SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2001 (AMOUNTS IN THOUSANDS)

	Actual Budgetary Basis	Original Budget	Final Budget	Variance Favorable (Unfavorable)
Judicial (cont'd)				
Pct 5 Justice of the Peace	\$ 263	\$ 257	\$ 264	\$ 1
Pct 6 Justice of the Peace	290	298	307	17
Pct 7 Justice of the Peace	396	387	397	1
Pct 8 Justice of the Peace	247	258	266	19
District Attorney	20,279	19,795	20,349	70
District Attorney - JPS	714	642	715	1
District Clerk	6,006	6,000	6,207	201
County Clerk	5,268	5,173	5,374	106
Domestic Relations	727	718	743	16
Child Support	1,276	1,278	1,316	40
Family Court Service	1,078	1,124	1,150	72
Restitution Enforcement	381	369	386	5
Child Support Monitoring	235	214	236	1
Jury Service	1,157	1,291	1,301	144
Courts/Judiciary	454	1,003	487	33
Total Judicial	59,788	60,197	61,520	1,732
Community Services				
Human Services	2,967	2,929	2,983	16
Child Protective Services	1,087	1,114	1,114	27
Public Assistance	237	237	237	
Agricultural Extension Srvc	415	468	459	44
Veterans Service	204	203	209	5
Historical Comm/Archives	60	58	61	1
Total Community Services	4,970	5,009	5,063	93
Total Expenditures	193,446	216,072	216,072	22,626
Excess (deficiency) of revenues over (under) expenditures	2,964	(20,422)	(20,422)	23,386
OTHER FINANCING SOURCES (USES):				
Operating transfers in (out)	3,665	3,672	3,672	(7)
Total Other Financing Sources	3,665	3,672	3,672	(7)
Excess (deficiency) of revenues and other financing sources over (under) expenditures	6,629	(16,750)	(16,750)	23,379
FUND BALANCE, beginning of year	17,404	16,750	16,750	654
FUND BALANCE, end of year	\$ 24,033	NIL	NIL	\$ 24,033

SPECIAL REVENUE FUNDS

**TARRANT COUNTY, TEXAS
SPECIAL REVENUE FUNDS
FUND DESCRIPTION**

ROAD & BRIDGE FUND

This fund was established, pursuant to State statutes, to account for the collection and expenditure of those monies designated to be spent for acquisition, construction and maintenance of county roads and bridges.

LAW LIBRARY FUND

This fund was established, pursuant to State statutes, to account for the collection and expenditure of monies collected in civil cases supporting the Tarrant County Law Library.

RECORDS PRESERVATION & AUTOMATION FUNDS

This fund was established, pursuant to State statutes, to account for the collection and expenditure of monies collected in court cases to allow for the preservation and automation of County records.

EDUCATION FUND

This fund was established, pursuant to State statutes, to account for the collection and expenditure of monies collected to provide for the continuing education of those officials and employees associated with the probate courts and certain law enforcement offices.

APPELLATE JUDICIAL SYSTEM FUND

This fund was established, pursuant to State statutes, to account for the collection and expenditure of monies collected in civil cases to provide for a portion of the operational costs of the Court of Appeals.

COURTHOUSE SECURITY FUND

This fund was established, pursuant to State statutes, to account for the collection of Courthouse security fees assessed in court cases. Revenue is subsequently transferred to the general fund where expenditures for Courthouse security are recorded.

COURT DESIGNATED FUND

This fund was established to account for the collection and expenditures of monies collected for court ordered designation, pursuant to State statutes.

VEHICLE INVENTORY TAX FUND

This fund was established, pursuant to State statutes, to account for any interest earnings generated from the vehicle inventory tax, which the collector shall retain to defray the cost of collecting this tax.

CONSUMER HEALTH FUND

This fund was established, pursuant to State statutes, to account for the collection of food permit fees and expenditures incurred in connection with issuing permits and conducting inspections.

HOUSING FINANCE CORPORATION

The Housing Finance Corporation was organized exclusively for the purpose of benefiting and accomplishing public purposes of, and on behalf of, the County, by financing the cost of residential ownership and development that will provide decent, safe and sanitary housing for residents of the County at prices they can afford.

INDUSTRIAL DEVELOPMENT CORPORATION

The Industrial Development Corporation was organized to promote and develop commercial, industrial and manufacturing enterprises to promote and encourage employment and public welfare.

TARRANT COUNTY, TEXAS

COMBINING BALANCE SHEET - ALL SPECIAL REVENUE FUNDS
SEPTEMBER 30, 2001 (AMOUNTS IN THOUSANDS)

<u>ASSETS</u>	<u>Road and Bridge</u>	<u>Law Library</u>	<u>Records Preservation and Automation</u>	<u>Education</u>	<u>Appellate Judicial System</u>
Cash and investments	\$ 12,930	\$ 653	\$ 975	\$ 146	\$ 264
Taxes, net of allowance for uncollectibles	14				
Other receivables, net of allowance for uncollectibles	39				
Due from other funds	403	8	21		2
Supplies and prepaid items	496	1			
TOTAL ASSETS	<u>\$ 13,882</u>	<u>\$ 662</u>	<u>\$ 996</u>	<u>\$ 146</u>	<u>\$ 266</u>
 <u>LIABILITIES AND FUND EQUITY</u>					
Liabilities:					
Accounts payable	\$ 1,039	\$ 21	\$ 27	\$ 7	\$ 6
Deferred revenue	14				
Total liabilities	<u>1,053</u>	<u>21</u>	<u>27</u>	<u>7</u>	<u>6</u>
Fund equity:					
Fund balance:					
Reserved:					
For encumbrances	1,755	48	28	1	
For supplies and prepaid items	496	1			
Unreserved	<u>10,578</u>	<u>592</u>	<u>941</u>	<u>138</u>	<u>260</u>
Total fund equity	<u>12,829</u>	<u>641</u>	<u>969</u>	<u>139</u>	<u>260</u>
TOTAL LIABILITIES AND FUND EQUITY	<u>\$ 13,882</u>	<u>\$ 662</u>	<u>\$ 996</u>	<u>\$ 146</u>	<u>\$ 266</u>

<u>Courthouse Security</u>	<u>Court Designated Funds</u>	<u>Vehicle Inventory Tax</u>	<u>Consumer Health</u>	<u>Housing Finance Corporation</u>	<u>Industrial Development Corporation</u>	<u>Total</u>
	\$ 113	\$ 172	\$ 138	\$ 2,623	\$ 84	\$ 18,098
						14
						39
\$ 6	3					443
						497
<u>\$ 6</u>	<u>\$ 116</u>	<u>\$ 172</u>	<u>\$ 138</u>	<u>\$ 2,623</u>	<u>\$ 84</u>	<u>\$ 19,091</u>
	\$ 16	\$ 50	\$ 1	\$ 262		\$ 1,429
						14
	16	50	1	262		1,443
		6	1			1,839
						497
\$ 6	100	116	136	2,361	\$ 84	15,312
6	100	122	137	2,361	84	17,648
<u>\$ 6</u>	<u>\$ 116</u>	<u>\$ 172</u>	<u>\$ 138</u>	<u>\$ 2,623</u>	<u>\$ 84</u>	<u>\$ 19,091</u>

TARRANT COUNTY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
 ALL SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED SEPTEMBER 30, 2001 (AMOUNTS IN THOUSANDS)

	<u>Road and Bridge</u>	<u>Law Library</u>	<u>Records Preservation and Automation</u>	<u>Education</u>	<u>Appellate Judicial System</u>
REVENUES:					
Taxes, licenses and permits	\$ 2				
Fees of office	23,432	\$ 881	\$2,111	\$ 18	\$ 147
Intergovernmental	23			106	
Investment income	536	24	41	8	13
Other revenues	<u>33</u>	<u>28</u>	<u> </u>	<u> </u>	<u> </u>
Total revenues	24,026	933	2,152	132	160
EXPENDITURES:					
Current:					
General government			348		
Public safety				115	
Transportation support	16,319				
Judicial		707	1,363	24	161
Community services					
Capital outlay	<u>22</u>	<u>6</u>	<u>319</u>	<u> </u>	<u> </u>
Total expenditures	16,341	713	2,030	139	161
Excess (deficiency) of revenues over (under) expenditures	7,685	220	122	(7)	(1)
OTHER FINANCING SOURCES (USES) -					
Operating transfers out	<u>(3,582)</u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total other financing sources (uses)	(3,582)				
Excess (deficiency) of revenues and financing sources over expenditures and other uses	4,103	220	122	(7)	(1)
FUND BALANCES, beginning of year	<u>8,726</u>	<u>421</u>	<u>847</u>	<u>146</u>	<u>261</u>
FUND BALANCES, end of year	<u>\$ 12,829</u>	<u>\$ 641</u>	<u>\$ 969</u>	<u>\$ 139</u>	<u>\$ 260</u>

<u>Courthouse Security</u>	<u>Court Designated Funds</u>	<u>Vehicle Inventory Tax</u>	<u>Consumer Health</u>	<u>Housing Finance Corporation</u>	<u>Industrial Development Corporation</u>	<u>Total</u>
						\$ 2
\$ 583	\$ 368		\$ 387			27,927
	5	\$ 319	8	\$ 128	\$ 4	129
				456		1,086
						517
583	373	319	395	584	4	29,661
	293	52		130	3	826
	76					191
						16,319
			434			2,255
		228				434
						575
	369	280	434	130	3	20,600
583	4	39	(39)	454	1	9,061
(583)						(4,165)
(583)						(4,165)
	4	39	(39)	454	1	4,896
6	96	83	176	1,907	83	12,752
\$ 6	\$ 100	\$ 122	\$ 137	\$ 2,361	\$ 84	\$ 17,648

TARRANT COUNTY, TEXAS

SPECIAL REVENUE FUNDS - SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2001 (AMOUNTS IN THOUSANDS)

	Actual Budgetary Basis	Original Budget	Final Budget	Variance Favorable (Unfavorable)
<u>ROAD AND BRIDGE</u>				
REVENUES:				
Taxes, licenses and permits	\$ 2	\$ 5	\$ 5	\$ (3)
Fees of office	23,433	21,500	21,500	1,933
Intergovernmental	24	23	23	1
Investment income	536	500	500	36
Other revenues	22	15	15	7
Total Revenues	24,017	22,043	22,043	1,974
EXPENDITURES:				
Transportation				
Pct 1 General	449	434	453	4
Pct 1 Garage	450	536	550	100
Pct 1 Maintenance	2,373	2,553	2,575	202
Pct 2 General	356	356	362	6
Pct 2 Garage	453	486	512	59
Pct 2 Maintenance	1,539	2,129	2,143	604
Pct 3 General	374	376	380	6
Pct 3 Garage	480	491	504	24
Pct 3 Maintenance	2,163	2,246	2,285	122
Pct 4 General	355	363	369	14
Pct 4 Garage	722	653	727	5
Pct 4 Maintenance	2,964	2,987	2,969	5
Right of Way	2,885	8,556	8,570	5,685
Central Garage	522	522	535	13
Sign Shop	120	161	166	46
Non-departmental	3,722	5,518	5,245	1,523
Transportation	622	676	698	76
Total Expenditures	20,549	29,043	29,043	8,494
Excess (deficiency) of revenues over (under) expenditures	3,468	(7,000)	(7,000)	10,468
FUND BALANCE, beginning of year	7,123	7,000	7,000	123
FUND BALANCE, end of year	<u>\$ 10,591</u>	<u>NIL</u>	<u>NIL</u>	<u>\$ 10,591</u>

TARRANT COUNTY, TEXAS

SPECIAL REVENUE FUNDS - SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2001 (AMOUNTS IN THOUSANDS)

	<u>Actual Budgetary Basis</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Variance Favorable (Unfavorable)</u>
<u>LAW LIBRARY</u>				
REVENUES:				
Fees of office	\$ 882	\$ 858	\$ 858	\$ 24
Investment income	24	17	17	7
Other revenues	29	35	35	(6)
Total Revenues	935	910	910	25
EXPENDITURES:				
Judicial				
Law Library	758	1,296	1,296	538
Total Expenditures	758	1,296	1,296	538
Excess (deficiency) of revenues over (under) expenditures	177	(386)	(386)	563
FUND BALANCE, beginning of year	368	386	386	(18)
FUND BALANCE, end of year	\$ 545	NIL	NIL	\$ 545

TARRANT COUNTY, TEXAS

SPECIAL REVENUE FUNDS - SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2001 (AMOUNTS IN THOUSANDS)

	<u>Actual Budgetary Basis</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Variance Favorable (Unfavorable)</u>
<u>RECORDS PRESERVATION AND AUTOMATION</u>				
REVENUES:				
Fees of office	\$ 2,109	\$ 1,943	\$ 1,943	\$ 166
Investment income	<u>41</u>	<u>39</u>	<u>39</u>	<u>2</u>
Total Revenues	2,150	1,982	1,982	168
EXPENDITURES:				
General administration				
Information Technologies	370	486	486	116
Judicial				
County Clerk	<u>1,676</u>	<u>2,287</u>	<u>2,287</u>	<u>611</u>
Total Expenditures	<u>2,046</u>	<u>2,773</u>	<u>2,773</u>	<u>727</u>
Excess (deficiency) of revenues over (under) expenditures	104	(791)	(791)	895
FUND BALANCE, beginning of year	<u>802</u>	<u>791</u>	<u>791</u>	<u>11</u>
FUND BALANCE, end of year	<u>\$ 906</u>	<u>NIL</u>	<u>NIL</u>	<u>\$ 906</u>

TARRANT COUNTY, TEXAS

SPECIAL REVENUE FUNDS - SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2001 (AMOUNTS IN THOUSANDS)

	Actual Budgetary Basis	Original Budget	Final Budget	Variance Favorable (Unfavorable)
<u>EDUCATION</u>				
REVENUES:				
Fees of office	\$ 18	\$ 19	\$ 19	\$ (1)
Intergovernmental	106		106	
Investment income	8			8
Total Revenues	132	19	125	7
EXPENDITURES:				
Public Safety				
Sheriff - administration	115	133	234	119
Judicial				
Probate Court 1	8	15	15	7
Probate Court 2	10	14	14	4
District Attorney	5		5	
Total Expenditures	138	162	268	130
Excess (deficiency) of revenues over (under) expenditures	(6)	(143)	(143)	137
FUND BALANCE, beginning of year	146	143	143	3
FUND BALANCE, end of year	\$ 140	NIL	NIL	\$ 140

TARRANT COUNTY, TEXAS

SPECIAL REVENUE FUNDS - SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2001 (AMOUNTS IN THOUSANDS)

	<u>Actual Budgetary Basis</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Variance Favorable (Unfavorable)</u>
<u>APPELLATE JUDICIAL SYSTEM</u>				
REVENUES:				
Fees of office	\$ 147	\$ 151	\$ 151	\$ (4)
Investment income	13	13	13	
Total Revenues	160	164	164	(4)
EXPENDITURES:				
Judicial				
Court of Appeals	161	423	423	262
Total Expenditures	161	423	423	262
Excess (deficiency) of revenues over (under) expenditures	(1)	(259)	(259)	258
FUND BALANCE, beginning of year	261	259	259	2
FUND BALANCE, end of year	\$ 260	NIL	NIL	\$ 260

TARRANT COUNTY, TEXAS

SPECIAL REVENUE FUNDS - SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2001 (AMOUNTS IN THOUSANDS)

	<u>Actual Budgetary Basis</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Variance Favorable (Unfavorable)</u>
<u>COURTHOUSE SECURITY</u>				
REVENUES:				
Fees of office	<u>\$ 583</u>	<u>\$ 582</u>	<u>\$ 583</u>	<u></u>
Total Revenues	<u>583</u>	<u>582</u>	<u>583</u>	<u></u>
EXPENDITURES:				
General administration Non-departmental	<u>583</u>	<u>582</u>	<u>583</u>	<u></u>
Total Expenditures	<u>583</u>	<u>582</u>	<u>583</u>	<u></u>
Excess (deficiency) of revenues over (under) expenditures				
FUND BALANCE, beginning of year	<u></u>	<u></u>	<u></u>	<u></u>
FUND BALANCE, end of year	<u>NIL</u>	<u>NIL</u>	<u>NIL</u>	<u>NIL</u>

TARRANT COUNTY, TEXAS

SPECIAL REVENUE FUNDS - SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2001 (AMOUNTS IN THOUSANDS)

	<u>Actual Budgetary Basis</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Variance Favorable (Unfavorable)</u>
<u><i>COURT DESIGNATED FUNDS</i></u>				
REVENUES:				
Fees of office	\$ 368	\$ 359	\$ 359	\$ 9
Investment income	6	5	5	1
Total Revenues	374	364	364	10
EXPENDITURES:				
Public safety				
Administration	293	302	302	9
Medical Examiner	76	166	166	90
Total Expenditures	369	468	468	99
Excess (deficiency) of revenues over (under) expenditures	5	(104)	(104)	109
FUND BALANCE, beginning of year	92	104	104	(12)
FUND BALANCE, end of year	<u>\$ 97</u>	<u>NIL</u>	<u>NIL</u>	<u>\$ 97</u>

TARRANT COUNTY, TEXAS

SPECIAL REVENUE FUNDS - SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2001 (AMOUNTS IN THOUSANDS)

	<u>Actual Budgetary Basis</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Variance Favorable (Unfavorable)</u>
<u>VEHICLE INVENTORY TAX</u>				
REVENUES:				
Investment income	\$ 319	\$ 227	\$ 227	\$ 92
Total Revenues	319	227	227	92
EXPENDITURES:				
General administration Tax Assessor	293	303	303	10
Total Expenditures	293	303	303	10
Excess (deficiency) of revenues over (under) expenditures	26	(76)	(76)	102
FUND BALANCE, beginning of year	73	76	76	(3)
FUND BALANCE, end of year	<u>\$ 99</u>	<u>NIL</u>	<u>NIL</u>	<u>\$ 99</u>

TARRANT COUNTY, TEXAS

SPECIAL REVENUE FUNDS - SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2001 (AMOUNTS IN THOUSANDS)

	<u>Actual Budgetary Basis</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Variance Favorable (Unfavorable)</u>
<u>CONSUMER HEALTH</u>				
REVENUES:				
Fees of office	\$ 387	\$ 360	\$ 360	\$ 27
Investment income	8	11	11	(3)
Total Revenues	395	371	371	24
EXPENDITURES:				
Community services				
Health Department	434	528	528	94
Total Expenditures	434	528	528	94
Excess (deficiency) of revenues over (under) expenditures	(39)	(157)	(157)	118
FUND BALANCE, beginning of year	175	157	157	18
FUND BALANCE, end of year	\$ 136	NIL	NIL	\$ 136

CAPITAL PROJECT FUNDS

**TARRANT COUNTY, TEXAS
CAPITAL PROJECT FUNDS
FUND DESCRIPTIONS**

NON-DEBT CAPITAL FUND

This fund was established to account for capital acquisitions funded primarily from County auction proceeds.

GENERAL OBLIGATION FUND

This fund was established to account for the expenditure of the proceeds of General Obligation Bonds issued to fund capital acquisitions originally approved by the voters, primarily for the construction of the criminal justice facilities.

GENERAL OBLIGATION SERIES 1999

This fund was established to account for the expenditure of the proceeds of General Obligation Bonds issued to fund capital acquisitions originally approved by the voters, primarily for the construction of the family law center and associated parking and the County Public Health Facility.

DISTRICT CLERK INFORMATION TECHNOLOGY REQUIREMENTS

This fund was established to account for future information technology requirements, including significant imaging enhancements, for the District Clerk's Office.

1996 CERTIFICATES OF OBLIGATION FUND

This fund was established to account for the expenditures of the proceeds of Certificates of Obligation issued to fund capital acquisitions originally approved in the 1996 fiscal year budget.

1997 CERTIFICATES OF OBLIGATION FUND

This fund was established to account for the expenditures of the proceeds of Certificates of Obligation issued to fund capital acquisitions originally approved in the 1997 fiscal year budget.

1998 CERTIFICATES OF OBLIGATION FUND

This fund was established to account for the expenditures of the proceeds of Certificates of Obligation issued to fund capital acquisitions originally approved in the 1998 fiscal year budget.

1999 CERTIFICATES OF OBLIGATION FUND

This fund was established to account for the expenditures of the proceeds of Certificates of Obligation issued to fund capital acquisitions originally approved in the 1999 fiscal year budget.

2000 CERTIFICATES OF OBLIGATION FUND

This fund was established to account for the expenditures of the proceeds of Certificates of Obligation issued to fund capital acquisitions originally approved in the 2000 fiscal year budget.

2001 CERTIFICATES OF OBLIGATION FUND

This fund was established to account for the expenditures of the proceeds of Certificates of Obligation issued to fund capital acquisitions originally approved in the 2001 fiscal year budget.

TARRANT COUNTY, TEXAS

COMBINING BALANCE SHEET - ALL CAPITAL PROJECTS FUNDS
SEPTEMBER 30, 2001 (AMOUNTS IN THOUSANDS)

<u>ASSETS</u>	<u>Non-debt Capital</u>	<u>General Obligation</u>	<u>General Obligation Series 1999</u>	<u>District Clerk Info Tech Requirements</u>
Cash and investments	\$ 2,584	\$ 897	\$ 12,469	\$ 468
Supplies and prepaid items			1	
TOTAL ASSETS	\$ 2,584	\$ 897	\$ 12,470	\$ 468
 <u>LIABILITIES AND FUND EQUITY</u>				
Liabilities -				
Accounts payable	\$ 842	\$ 20	\$ 677	
Deferred revenue	170			
Total liabilities	1,012	20	677	
Fund equity:				
Reserved fund balance:				
For capital projects	1,433	831	4,952	\$ 468
For encumbrances	139	46	6,840	
For supplies and prepaid items			1	
Total fund equity	1,572	877	11,793	468
TOTAL LIABILITIES AND FUND EQUITY	\$ 2,584	\$ 897	\$ 12,470	\$ 468

<u>1996</u> <u>Certificates</u> <u>of</u> <u>Obligation</u>	<u>1997</u> <u>Certificates</u> <u>of</u> <u>Obligation</u>	<u>1998</u> <u>Certificates</u> <u>of</u> <u>Obligation</u>	<u>1999</u> <u>Certificates</u> <u>of</u> <u>Obligation</u>	<u>2000</u> <u>Certificates</u> <u>of</u> <u>Obligation</u>	<u>2001</u> <u>Certificates</u> <u>of</u> <u>Obligation</u>	<u>Total</u>
\$ 27	\$ 230	\$ 396	\$ 1,651	\$ 4,205 58	\$ 6,424	\$ 29,351 59
<u>\$ 27</u>	<u>\$ 230</u>	<u>\$ 396</u>	<u>\$ 1,651</u>	<u>\$ 4,263</u>	<u>\$ 6,424</u>	<u>\$ 29,410</u>
\$ 27	\$ 2	\$ 160	\$ 62	\$ 1,475	\$ 2,050	\$ 5,315 170
27	2	160	62	1,475	2,050	5,485
	171 57	216 20	1,375 214	1,599 1,131 58	3,477 897	14,522 9,344 59
	<u>228</u>	<u>236</u>	<u>1,589</u>	<u>2,788</u>	<u>4,374</u>	<u>23,925</u>
<u>\$ 27</u>	<u>\$ 230</u>	<u>\$ 396</u>	<u>\$ 1,651</u>	<u>\$ 4,263</u>	<u>\$ 6,424</u>	<u>\$ 29,410</u>

TARRANT COUNTY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - ALL CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2001 (AMOUNTS IN THOUSANDS)

	<u>Non-debt Capital</u>	<u>General Obligation</u>	<u>General Obligation Series 1999</u>	<u>District Clerk Info Tech Requirements</u>
REVENUES:				
Interest on investments	\$ 96	\$ 58	\$ 643	\$ 26
Other revenues	<u>406</u>	<u> </u>	<u>16</u>	<u> </u>
Total revenues	502	58	659	26
EXPENDITURES:				
Capital outlay	<u>547</u>	<u>441</u>	<u>3,750</u>	<u>112</u>
Total expenditures	<u>547</u>	<u>441</u>	<u>3,750</u>	<u>112</u>
Deficiency of revenues over expenditures	(45)	(383)	(3,091)	(86)
OTHER FINANCING SOURCES -				
Operating transfers in	681			
Bond proceeds	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total other financing sources	681			
Excess (deficiency) of revenues and financing sources over expenditures and other uses	636	(383)	(3,091)	(86)
FUND BALANCES (DEFICIT), beginning of year	<u>936</u>	<u>1,260</u>	<u>14,884</u>	<u>554</u>
FUND BALANCES, end of year	<u>\$ 1,572</u>	<u>\$ 877</u>	<u>\$ 11,793</u>	<u>\$ 468</u>

<u>1996</u> <u>Certificates</u> <u>of</u> <u>Obligation</u>	<u>1997</u> <u>Certificates</u> <u>of</u> <u>Obligation</u>	<u>1998</u> <u>Certificates</u> <u>of</u> <u>Obligation</u>	<u>1999</u> <u>Certificates</u> <u>of</u> <u>Obligation</u>	<u>2000</u> <u>Certificates</u> <u>of</u> <u>Obligation</u>	<u>2001</u> <u>Certificates</u> <u>of</u> <u>Obligation</u>	<u>Total</u>
\$ 6	\$ 18	\$ 21	\$ 95	\$ 226	\$ 20	\$ 1,209
					159	581
6	18	21	95	226	179	1,790
188	259	276	669	2,542	7,805	16,589
188	259	276	669	2,542	7,805	16,589
(182)	(241)	(255)	(574)	(2,316)	(7,626)	(14,799)
					12,000	681
						12,000
					12,000	12,681
(182)	(241)	(255)	(574)	(2,316)	4,374	(2,118)
182	469	491	2,163	5,104		26,043
<u>NIL</u>	<u>\$ 228</u>	<u>\$ 236</u>	<u>\$ 1,589</u>	<u>\$ 2,788</u>	<u>\$ 4,374</u>	<u>\$ 23,925</u>

TARRANT COUNTY, TEXAS

**CAPITAL PROJECT FUNDS - SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2001 (AMOUNTS IN THOUSANDS)**

	Actual Budgetary Basis	Original Budget	Final Budget	Variance Favorable (Unfavorable)
<u>NON-DEBT CAPITAL</u>				
REVENUES:				
Investment income	\$ 96	\$ 105	\$ 105	\$ (9)
Other revenues	406		298	108
Total Revenues	502	105	403	99
EXPENDITURES:				
General Administration				
Non-departmental		49	197	197
County Auditor	6		7	1
Human Resources	1		1	
Facilities	109	612	755	646
Total General Administration	116	661	960	844
Public Safety				
Sheriff - Confinement	41	45	84	43
Sheriff - Investigation	1	1	1	
Sheriff - Patrol	7	7	7	
Constable Pct 3	1		1	
Constable Pct 4	2	3	3	1
Juvenile Probation	16	16	16	
Total Public Safety	68	72	112	44
Public Buildings				
City/County Jail	4	21	21	17
Corrections Facility	14	15	15	1
Justice Center	51	52	52	1
Total Public Buildings	69	88	88	19
Judicial				
396th District Court	1	1	1	
360th District Court	2	2	2	
Criminal Court #8			1	1
Probate Court 1		4	4	4
Pct 1 Justice of the Peace		2	2	2

TARRANT COUNTY, TEXAS

CAPITAL PROJECT FUNDS - SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2001 (AMOUNTS IN THOUSANDS)

	Actual Budgetary Basis	Original Budget	Final Budget	Variance Favorable (Unfavorable)
<u>NON-DEBT CAPITAL(cont'd)</u>				
Judicial (cont'd)				
Pct 4 Justice of the Peace	\$ 2	\$ 2	\$ 2	
Pct 5 Justice of the Peace	2	2	2	
District Attorney			1	\$ 1
County Clerk	1	1	2	1
Child Support		2	2	2
Family Court Service	12	12	12	
Restitution Enforcement	1	1	1	
	<u>21</u>	<u>29</u>	<u>32</u>	<u>11</u>
Transportation				
Pct 1 General	2	12	12	10
Pct 1 Capital	59	169	234	175
Pct 2 Capital	40	146	163	123
Pct 3 Capital	25	205	215	190
Pct 4 Capital	255	292	329	74
Central Garage	8		8	
Sign Shop	1	1	1	
	<u>390</u>	<u>825</u>	<u>962</u>	<u>572</u>
Total Expenditures	<u>664</u>	<u>1,675</u>	<u>2,154</u>	<u>1,490</u>
Excess (deficiency) of revenues over (under) expenditures	(162)	(1,570)	(1,751)	1,589
OTHER FINANCING SOURCES (USES):				
Operating transfers in (out)	<u>681</u>	<u>500</u>	<u>681</u>	
Total Other Financing Sources	<u>681</u>	<u>500</u>	<u>681</u>	
Excess (deficiency) of revenues and other financing sources over (under) expenditures	519	(1,070)	(1,070)	1,589
FUND BALANCE, beginning of year	<u>1,240</u>	<u>1,070</u>	<u>1,070</u>	<u>170</u>
FUND BALANCE, end of year	<u>\$ 1,759</u>	<u>NIL</u>	<u>NIL</u>	<u>\$ 1,759</u>

TARRANT COUNTY, TEXAS

CAPITAL PROJECT FUNDS - SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2001 (AMOUNTS IN THOUSANDS)

	<u>Actual Budgetary Basis</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Variance Favorable (Unfavorable)</u>
<u>GENERAL OBLIGATION</u>				
REVENUES:				
Investment income	<u>\$ 58</u>	<u>\$ 70</u>	<u>\$ 70</u>	<u>\$ (12)</u>
Total Revenues	58	70	70	(12)
EXPENDITURES:				
General Administration Non-departmental	<u>2</u>	<u>231</u>	<u>231</u>	<u>229</u>
Total General Administration	2	231	231	229
Public Buildings				
Jail Facility	319	321	321	2
Civil Courts Building	<u> </u>	<u>607</u>	<u>607</u>	<u>607</u>
Total Public Buildings	<u>319</u>	<u>928</u>	<u>928</u>	<u>609</u>
Total Expenditures	<u>321</u>	<u>1,159</u>	<u>1,159</u>	<u>838</u>
Excess (deficiency) of revenues over (under) expenditures	(263)	(1,089)	(1,089)	826
FUND BALANCE, beginning of year	<u>1,110</u>	<u>1,089</u>	<u>1,089</u>	<u>21</u>
FUND BALANCE, end of year	<u>\$ 847</u>	<u>NIL</u>	<u>NIL</u>	<u>\$ 847</u>

TARRANT COUNTY, TEXAS

CAPITAL PROJECT FUNDS - SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2001 (AMOUNTS IN THOUSANDS)

	Actual Budgetary Basis	Original Budget	Final Budget	Variance Favorable (Unfavorable)
<u>GENERAL OBLIGATION SERIES 1999</u>				
REVENUES:				
Investment income	\$ 643	\$ 840	\$ 840	\$ (197)
Other revenues	16	31	31	(15)
Total Revenues	659	871	871	(212)
EXPENDITURES:				
General Administration				
Non-departmental	2	1,239	1,239	1,237
Total General Administration	2	1,239	1,239	1,237
Public Buildings				
Law Center	1,207	5,760	3,739	2,532
Public Health Facility	183	4,409	408	225
Parking - Law Center	7,653	1,631	7,653	
Total Public Buildings	9,043	11,800	11,800	2,757
Total Expenditures	9,045	13,039	13,039	3,994
Excess (deficiency) of revenues over (under) expenditures	(8,386)	(12,168)	(12,168)	3,782
FUND BALANCE, beginning of year	11,475	12,168	12,168	(693)
FUND BALANCE, end of year	<u>\$ 3,089</u>	<u>NIL</u>	<u>NIL</u>	<u>\$ 3,089</u>

TARRANT COUNTY, TEXAS

CAPITAL PROJECT FUNDS - SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2001 (AMOUNTS IN THOUSANDS)

	<u>Actual Budgetary Basis</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Variance Favorable (Unfavorable)</u>
<i><u>DISTRICT CLERK INFO TECH REQUIREMENTS</u></i>				
REVENUES:				
Investment income	\$ 26	\$ 32	\$ 32	\$ (6)
Total Revenues	26	32	32	(6)
EXPENDITURES:				
Judicial				
District Clerk	152	583	583	431
Total Expenditures	152	583	583	431
Excess (deficiency) of revenues over (under) expenditures	(126)	(551)	(551)	425
FUND BALANCE, beginning of year	554	551	551	3
FUND BALANCE, end of year	<u>\$ 428</u>	<u>NIL</u>	<u>NIL</u>	<u>\$ 428</u>

TARRANT COUNTY, TEXAS

**CAPITAL PROJECT FUNDS - SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2001 (AMOUNTS IN THOUSANDS)**

	Actual Budgetary Basis	Original Budget	Final Budget	Variance Favorable (Unfavorable)
<u>1996 CERTIFICATES OF OBLIGATION</u>				
REVENUES:				
Investment income	\$ 6	\$ 5	\$ 5	\$ 1
Total Revenues	6	5	5	1
EXPENDITURES:				
General Administration				
County Administrator		1		
Non-departmental	30	43	30	
County Auditor		7		
Information Technology	37		37	
Human Resources		2		
Total General Administration	67	53	67	
Public Safety				
Constable Pct 1		2		
Constable Pct 2	2	2	2	
Constable Pct 3	33	34	33	
Constable Pct 6	2	2	2	
Medical Examiner	50	60	50	
Community Supervision & Corrections	14	15	14	
Total Public Safety	101	115	101	
Judicial				
Magistrate Court	1	2	1	
Probate Court 2	1		1	
Total Public Buildings	2	2	2	
Total Expenditures	170	170	170	
Excess (deficiency) of revenues over (under) expenditures	(164)	(165)	(165)	1
FUND BALANCE, beginning of year	164	165	165	(1)
FUND BALANCE, end of year	NIL	NIL	NIL	NIL

TARRANT COUNTY, TEXAS

CAPITAL PROJECT FUNDS - SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2001 (AMOUNTS IN THOUSANDS)

	<u>Actual Budgetary Basis</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Variance Favorable (Unfavorable)</u>
<u>1997 CERTIFICATES OF OBLIGATION</u>				
REVENUES:				
Investment income	\$ 18	\$ 10	\$ 10	\$ 8
Total Revenues	18	10	10	8
EXPENDITURES:				
General Administration				
Non-departmental	3	106	106	103
Facilities	11	12	12	1
Total General Administration	14	118	118	104
Public Safety				
Detention Center		1	1	1
Total Public Safety		1	1	1
Public Buildings				
Southwest Sub-Courthouse	84	116	115	31
Corrections Facility		11	11	11
Old Courthouse	24	24	24	
Total Public Buildings	108	151	150	42
Judicial				
Criminal Court #6	1	1	1	
Pct 6 Justice of the Peace	1		1	
Pct 7 Justice of the Peace	1	1	1	
Total Judicial	3	2	3	
Transportation				
Pct 1 General		8	8	8
Total Transportation		8	8	8
Total Expenditures	125	280	280	155
Excess (deficiency) of revenues over (under) expenditures	(107)	(270)	(270)	163
FUND BALANCE, beginning of year	281	270	270	11
FUND BALANCE, end of year	\$ 174	NIL	NIL	\$ 174

TARRANT COUNTY, TEXAS

CAPITAL PROJECT FUNDS - SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2001 (AMOUNTS IN THOUSANDS)

	Actual Budgetary Basis	Original Budget	Final Budget	Variance Favorable (Unfavorable)
<u>1998 CERTIFICATES OF OBLIGATION</u>				
REVENUES:				
Investment income	\$ 21	\$ 12	\$ 12	\$ 9
Total Revenues	21	12	12	9
EXPENDITURES:				
General Administration				
Non-departmental	3	33	33	30
Information Technology	25	25	25	
Facilities		8	8	8
Total General Administration	28	66	66	38
Public Safety				
Sheriff -Warrants	1	1	1	
Sheriff-Information Tech.		21	20	20
Sheriff-Confinement	1		1	
Total Public Safety	2	22	22	20
Public Buildings				
C Griffin Sub-Courthouse Annex	7	30	30	23
Northwest Sub-Courthouse	6	9	9	3
Confinement-Cold Springs		32	32	32
Criminal Court/Jail		23	23	23
Old Courthouse	87	87	87	
Telephone	8	31	31	23
Total Public Buildings	108	212	212	104
Judicial				
District Attorney	16	16	16	
Total Judicial	16	16	16	
Community Services				
Human Services	7	10	10	3
Total Community Services	7	10	10	3

TARRANT COUNTY, TEXAS

CAPITAL PROJECT FUNDS - SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2001 (AMOUNTS IN THOUSANDS)

	Actual Budgetary Basis	Original Budget	Final Budget	Variance Favorable (Unfavorable)
<i><u>1998 CERTIFICATES OF OBLIGATION (cont'd)</u></i>				
Transportation				
Central Garage	\$ 15	\$ 15	\$ 15	
Total Transportation	15	15	15	
Total Expenditures	176	341	341	\$ 165
Excess (deficiency) of revenues over (under) expenditures	(155)	(329)	(329)	174
FUND BALANCE, beginning of year	224	329	329	(105)
FUND BALANCE, end of year	\$ 69	NIL	NIL	\$ 69

TARRANT COUNTY, TEXAS

**CAPITAL PROJECT FUNDS - SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2001 (AMOUNTS IN THOUSANDS)**

	Actual Budgetary Basis	Original Budget	Final Budget	Variance Favorable (Unfavorable)
<u>1999 CERTIFICATES OF OBLIGATION</u>				
REVENUES:				
Investment income	\$ 94	\$ 42	\$ 42	\$ 52
Total Revenues	94	42	42	52
EXPENDITURES:				
General Administration				
Non-departmental	2	34	34	32
Tax Assessor	100	100	100	
Information Technologies	27	31	31	4
Facilities	23	26	26	3
Total General Administration	152	191	191	39
Public Safety				
Sheriff-Investigation	1	1	1	
Youth Center	2	6	6	4
Total Public Safety	3	7	7	4
Public Buildings				
Administration Building		10	10	10
Chas Griffin Sub-Courthouse	13	27	23	10
C Griffin Sub-Courthouse Annex		1,080	1,080	1,080
Mansfield Sub-Courthouse	3	4	4	1
Mansfield Boot Camp	12	28	28	16
Lyn W Ross Juvenile Center	10	15	15	5
Criminal Court/Jail	118	174	174	56
Old Courthouse	85	131	131	46
Justice Center	45	45	45	
Criminal Justice Building	37	44	44	7
Reproduction Center	4		4	
Telephone	5	14	14	9
Total Public Buildings	332	1,572	1,572	1,240

TARRANT COUNTY, TEXAS

CAPITAL PROJECT FUNDS - SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2001 (AMOUNTS IN THOUSANDS)

	<u>Actual Budgetary Basis</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Variance Favorable (Unfavorable)</u>
<i><u>1999 CERTIFICATES OF OBLIGATION (cont'd)</u></i>				
Transportation				
Pct 2 Capital	\$ 4	\$ 5	\$ 5	\$ 1
Pct 4 Capital	6	6	6	
Total Transportation	<u>10</u>	<u>11</u>	<u>11</u>	<u>1</u>
Total Expenditures	<u>497</u>	<u>1,781</u>	<u>1,781</u>	<u>1,284</u>
Excess (deficiency) of revenues over (under) expenditures	(403)	(1,739)	(1,739)	1,336
FUND BALANCE, beginning of year	<u>1,653</u>	<u>1,739</u>	<u>1,739</u>	<u>(86)</u>
FUND BALANCE, end of year	<u>\$ 1,250</u>	<u>NIL</u>	<u>NIL</u>	<u>\$ 1,250</u>

TARRANT COUNTY, TEXAS

**CAPITAL PROJECT FUNDS - SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2001 (AMOUNTS IN THOUSANDS)**

	Actual Budgetary Basis	Original Budget	Final Budget	Variance Favorable (Unfavorable)
<u>2000 CERTIFICATES OF OBLIGATION</u>				
REVENUES:				
Investment income	\$ 226	\$ 170	\$ 170	\$ 56
Total Revenues	226	170	170	56
EXPENDITURES:				
General Administration				
Non-departmental		42	42	42
Elections	345	345	345	
Information Technologies	2,664	2,995	2,995	331
Total General Administration	3,009	3,382	3,382	373
Public Safety				
Juvenile Probation	5	5	5	
Total Public Safety	5	5	5	
Public Buildings				
C Griffin Sub-Courthouse Annex		1,059	1,059	1,059
Northwest Sub-Courthouse	4	16	16	12
Medical Examiner Building	2	2	2	
Old Courthouse	54	100	100	46
Northeast Complex Building		5	5	5
Total Public Buildings	60	1,182	1,182	1,122
Judicial				
325th District Court	5	5	5	
Total Judicial	5	5	5	
Community Services				
Health Department	1	1	1	
Total Community Services	1	1	1	

TARRANT COUNTY, TEXAS

**CAPITAL PROJECT FUNDS - SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2001 (AMOUNTS IN THOUSANDS)**

	Actual Budgetary Basis	Original Budget	Final Budget	Variance Favorable (Unfavorable)
<u>2000 CERTIFICATES OF OBLIGATION (cont'd)</u>				
Transportation				
Pct 1 Capital	\$ 25	\$ 25	\$ 25	
Pct 2 Capital	111	111	111	
Pct 3 Capital	33	137	137	\$ 104
Pct 4 Capital	33	33	33	
Total Transportation	202	306	306	104
Total Expenditures	3,282	4,881	4,881	1,599
Excess (deficiency) of revenues over (under) expenditures	(3,056)	(4,711)	(4,711)	1,655
FUND BALANCE, beginning of year	4,703	4,711	4,711	(8)
FUND BALANCE, end of year	\$ 1,647	NIL	NIL	\$ 1,647

TARRANT COUNTY, TEXAS

CAPITAL PROJECT FUNDS - SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2001 (AMOUNTS IN THOUSANDS)

	Actual Budgetary Basis	Original Budget	Final Budget	Variance Favorable (Unfavorable)
<u>2001 CERTIFICATES OF OBLIGATION</u>				
REVENUES:				
Investment income	\$ 20			\$ 20
Other revenues	159			159
Bond proceeds	<u>12,000</u>	<u>\$ 10,919</u>	<u>\$ 12,000</u>	
Total Revenues	12,179	10,919	12,000	179
EXPENDITURES:				
General Administration				
Non-departmental	45		664	619
Tax Assessor	13	13	13	
Elections	432		452	20
Information Technology	4,224	4,390	4,355	131
Records Management	12	14	14	2
Facilities	94		96	2
Graphics	<u>119</u>	<u>143</u>	<u>119</u>	
Total General Administration	4,939	4,560	5,713	774
Public Safety				
Confinement-Greenbay		3	3	3
Sheriff-Courts/Security	<u>36</u>		<u>36</u>	
Total Public Safety	36	3	39	3
Public Buildings				
Andersen Sub-Courthouse	1		2	1
Mebus Southeast Sub-Courthouse	19	810	810	791
Mansfield Sub-Courthouse	78	50	79	1
Southlake Sub-Courthouse			5	5
Confinement-Greenbay	344	890	467	123
Confinement-Cold Springs	161		250	89
Mansfield Boot Camp		200	200	200
Lyn W Ross Juvenile Center	44	70	84	40
Medical Examiner Building	15	15	15	
Criminal Courts/Jail		24	24	24
Old Courthouse	125	250	250	125
Justice Center	47	50	50	3
Northeast Complex Building			2	2
Educational Center	53	550	550	497
Reproduction Center	<u>36</u>	<u>38</u>	<u>36</u>	
Total Public Buildings	923	2,947	2,824	1,901

TARRANT COUNTY, TEXAS

**CAPITAL PROJECT FUNDS - SCHEDULE OF REVENUES AND EXPENDITURES - BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2001 (AMOUNTS IN THOUSANDS)**

	<u>Actual Budgetary Basis</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Variance Favorable (Unfavorable)</u>
<i><u>2001 CERTIFICATES OF OBLIGATION (cont'd)</u></i>				
Judicial				
Court at Law #1	\$ 1	\$ 1	\$ 1	
Criminal Court #1	2	2	2	
Criminal Court #3	2	2	2	
Criminal Court #5		2	2	\$ 2
Criminal Court #7	1	1	1	
Criminal Court #10	1	1	1	
Probate Court 2	4	4	4	
Pct 1 Justice of the Peace		1	1	1
Pct 3 Justice of the Peace	1	1	1	
District Clerk	8	8	8	
County Clerk	7	7	7	
Child Support		1	1	1
Child Support Monitoring		1	1	1
Total Judicial	<u>27</u>	<u>32</u>	<u>32</u>	<u>5</u>
Transportation				
Pct 1 Capital	268	255	270	2
Pct 2 Capital	220	242	242	22
Pct 3 Capital	286	839	839	553
Pct 4 Capital	193	225	225	32
Transportation	<u>1,811</u>	<u>1,816</u>	<u>1,816</u>	<u>5</u>
Total Transportation	<u>2,778</u>	<u>3,377</u>	<u>3,392</u>	<u>614</u>
Total Expenditures	<u>8,703</u>	<u>10,919</u>	<u>12,000</u>	<u>3,297</u>
Excess (deficiency) of revenues over (under) expenditures	3,476			3,476
FUND BALANCE, beginning of year	<u> </u>	<u> </u>	<u> </u>	<u> </u>
FUND BALANCE, end of year	<u>\$ 3,476</u>	<u>NIL</u>	<u>NIL</u>	<u>\$ 3,476</u>

INTERNAL SERVICE FUNDS

**TARRANT COUNTY, TEXAS
INTERNAL SERVICE FUNDS
FUND DESCRIPTIONS**

EMPLOYEE BENEFITS FUND

This fund was established to account for Tarrant County employee benefits.

SELF INSURANCE FUNDS

These funds were established to account for County self-insured general liability claims including the County Clerk and District Clerk Error and Omissions funds.

WORKERS' COMPENSATION FUND

This fund was established to account for workers' compensation claims.

TARRANT COUNTY, TEXAS

COMBINING BALANCE SHEET - ALL INTERNAL SERVICE FUNDS
SEPTEMBER 30, 2001 (AMOUNTS IN THOUSANDS)

<u>ASSETS</u>	<u>Employee Benefits</u>	<u>Self Insurance</u>	<u>Workers Compensation</u>	<u>Total</u>
Cash and investments	\$ 3,580	\$ 4,390	\$ 271	\$ 8,241
Other receivables, net of allowance for uncollectibles		1		1
Supplies and prepaid items	<u>30</u>	<u></u>	<u></u>	<u>30</u>
TOTAL ASSETS	<u>\$ 3,610</u>	<u>\$ 4,391</u>	<u>\$ 271</u>	<u>\$ 8,272</u>
 <u>LIABILITIES AND FUND EQUITY</u>				
Liabilities:				
Accounts payable	\$ 853	\$ 5	\$ 106	\$ 964
Other liabilities	<u>475</u>	<u>4,616</u>	<u>6,156</u>	<u>11,247</u>
Total liabilities	1,328	4,621	6,262	12,211
Fund equity:				
Retained earnings (deficit)	(2,228)	(230)	(16,456)	(18,914)
Contributed capital	<u>4,510</u>	<u></u>	<u>10,465</u>	<u>14,975</u>
Total fund equity (deficit)	<u>2,282</u>	<u>(230)</u>	<u>(5,991)</u>	<u>(3,939)</u>
TOTAL LIABILITIES AND FUND EQUITY	<u>\$ 3,610</u>	<u>\$ 4,391</u>	<u>\$ 271</u>	<u>\$ 8,272</u>

TARRANT COUNTY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN
 RETAINED EARNINGS (DEFICIT) - ALL INTERNAL SERVICE FUNDS
 FOR THE YEAR ENDED SEPTEMBER 30, 2001 (AMOUNTS IN THOUSANDS)

	<u>Employee Benefits</u>	<u>Self Insurance</u>	<u>Workers Compensation</u>	<u>Total</u>
OPERATING REVENUES:				
Self insurance revenues	\$ 27,619	\$ 20	\$ 2,063	\$ 29,702
Total operating revenues	27,619	20	2,063	29,702
OPERATING EXPENSES:				
Personnel	52		2,263	2,315
Building and equipment		28		28
Self insurance claims	24,355	700	572	25,627
Total operating expenses	24,407	728	2,835	27,970
Operating income (loss)	3,212	(708)	(772)	1,732
NONOPERATING REVENUES -				
Investment income	99	136	55	290
Gain (loss) before operating transfers	3,311	(572)	(717)	2,022
OPERATING TRANSFERS:				
Operating transfers out	(373)			(373)
Net income (loss)	2,938	(572)	(717)	1,649
Retained earnings (deficit), beginning of year	(5,166)	342	(15,739)	(20,563)
Retained earnings (deficit), end of year	<u>\$ (2,228)</u>	<u>\$ (230)</u>	<u>\$ (16,456)</u>	<u>\$ (18,914)</u>

TARRANT COUNTY, TEXASCOMBINING STATEMENT OF CASH FLOWS - ALL INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2001 (AMOUNTS IN THOUSANDS)

	<u>Employee Benefits</u>	<u>Self Insurance</u>	<u>Workers Compensation</u>	<u>Total</u>
OPERATING ACTIVITIES:				
Income (loss) from operations	\$3,212	\$(708)	\$(772)	\$1,732
Changes in assets and liabilities:				
Other receivables		35		35
Accounts payable	(69)	(6)	14	(61)
Other liabilities	<u>211</u>	<u>73</u>	<u>442</u>	<u>726</u>
Net cash flows provided by (used in) operating activities	3,354	(606)	(316)	2,432
INVESTING ACTIVITIES:				
Investment income, net	99	136	55	290
NONCAPITAL FINANCING ACTIVITIES:				
Operating transfers out	<u>(373)</u>	<u> </u>	<u> </u>	<u>(373)</u>
Net cash flows used in noncapital financing activities	<u>(373)</u>	<u> </u>	<u> </u>	<u>(373)</u>
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	3,080	(470)	(261)	2,349
CASH AND CASH EQUIVALENTS, beginning of year	<u>500</u>	<u>4,860</u>	<u>532</u>	<u>5,892</u>
CASH AND CASH EQUIVALENTS, end of year	<u>\$3,580</u>	<u>\$4,390</u>	<u>\$271</u>	<u>\$8,241</u>

FIDUCIARY FUNDS

**TARRANT COUNTY, TEXAS
FIDUCIARY FUNDS
FUND DESCRIPTIONS**

AGENCY

PAYROLL CLEARING FUND

This fund was established to account for the routine receipts and disbursements associated with the payroll process.

FEE OFFICE FUND

This fund was established to account for the monies still in the custody of the several fee officers of the County that have not been remitted to the County Treasury, including "trust funds".

EXPENDABLE TRUST

JUVENILE PROBATION FUNDS

These funds were established to account for various contract funds received from the Texas Juvenile Probation Commission ("TJPC"). The TJPC contract funds have local match requirements and require separate accountability.

HUD GRANT FUNDS

These funds are used to account for the various grants administered by Tarrant County for funding received by the U.S. Department of Housing and Urban Development. Grant funding includes Community Development Block Grants, Emergency Shelter Grants, HOME Grant, Supportive Housing and Section 8 Housing Assistance. Separate departments administer the various programs.

HUMAN SERVICES FUNDS

These funds are used to account for the various grants administered by Tarrant County for monies funding welfare assistance for the economically disadvantaged residents of the County. Separate departments administer the various programs.

WORKFORCE GRANT FUNDS

These funds are used to account for the various grants administered by Tarrant County for monies received from the Texas Workforce Commission for job training and placement assistance programs.

DISTRICT ATTORNEY TRUST FUNDS

These funds are used to account for monies collected by the District Attorney which are used in the investigation of criminal activities. These monies consist primarily of fees for bad checks and forfeited monies resulting from narcotics related convictions.

HEALTH GRANT FUNDS

These funds are used to account for the various grants administered by Tarrant County for monies funding public health services for Tarrant County residents.

SHERIFF TRUST FUNDS

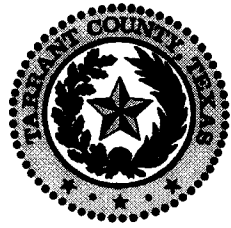
These funds are used to account for monies collected by activities in the Sheriff Department. These activities include fees from operation of the jail commissary which are used for the benefit of the jail inmates. Monies are also collected from forfeitures resulting from narcotics related activities.

CRIMINAL JUSTICE GRANT FUNDS

These funds are used to account for the various grants administered by Tarrant County for monies received from Criminal Justice Division, Office of the Governor and all other grantors. Separate departments are maintained for each of the programs.

MISCELLANEOUS TRUST FUNDS

These funds are used to account for monies received by Tarrant County as contributions for specified purposes.



TARRANT COUNTY, TEXAS

COMBINING BALANCE SHEET - ALL TRUST AND AGENCY FUNDS
 SEPTEMBER 30, 2001 (AMOUNTS IN THOUSANDS)

<u>ASSETS</u>	<u>EXPENDABLE TRUST</u>				
	<u>Juvenile Probation</u>	<u>HUD Grants</u>	<u>Human Services</u>	<u>Workforce Grants</u>	<u>District Attorney</u>
Cash and investments	\$ 844	\$ 236	\$ 45	\$ 323	\$ 1,199
Other receivables, net of allowance for uncollectibles	236	10,774	8	929	5
Due from other funds					1
Supplies and prepaid items					
Restricted assets					
TOTAL ASSETS	<u>\$ 1,080</u>	<u>\$ 11,010</u>	<u>\$ 53</u>	<u>\$ 1,252</u>	<u>\$ 1,205</u>
 <u>LIABILITIES AND FUND EQUITY</u>					
Liabilities:					
Accounts payable	\$ 234	\$ 1,377	\$ 2	\$ 192	\$ 7
Other liabilities	1	187		16	455
Due to other funds	86	1,608	1	777	
Compensated absences		17		240	
Deferred revenue	<u>759</u>	<u>7,821</u>	<u>50</u>	<u>27</u>	
Total liabilities	1,080	11,010	53	1,252	462
Fund balance:					
Reserved:					
For federal/state grants and programs and other activities					743
Total fund equity					743
TOTAL LIABILITIES AND FUND EQUITY	<u>\$ 1,080</u>	<u>\$ 11,010</u>	<u>\$ 53</u>	<u>\$ 1,252</u>	<u>\$ 1,205</u>

Health Grants	Sheriff Trust	Criminal Justice	Miscellaneous Trust	AGENCY		Total
				Payroll Clearing	Fee Office	
\$ 248	\$ 479	\$ 2,473	\$ 2,399	\$ 2,266	\$ 26,892	\$ 37,404
2,390		1,052	31		95,987	111,412
3						1
					60,759	3
<u>2,641</u>	<u>479</u>	<u>3,525</u>	<u>2,430</u>	<u>2,266</u>	<u>183,638</u>	<u>60,759</u>
\$ 622	\$ 15	\$ 459	\$ 271			\$ 3,179
		983		\$ 2,266	\$ 182,511	186,419
1,899		808	20		1,127	6,326
						257
<u>120</u>		<u>1,275</u>	<u>13</u>			<u>10,065</u>
2,641	15	3,525	304	2,266	183,638	206,246
	464		2,126			3,333
	464		2,126			3,333
<u>2,641</u>	<u>479</u>	<u>3,525</u>	<u>2,430</u>	<u>2,266</u>	<u>183,638</u>	<u>209,579</u>

TARRANT COUNTY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
 ALL EXPENDABLE TRUST FUNDS
 FOR THE YEAR ENDED SEPTEMBER 30, 2001 (AMOUNTS IN THOUSANDS)

	<u>Juvenile Probation</u>	<u>HUD Grants</u>	<u>Human Services</u>	<u>Workforce Grants</u>	<u>District Attorney</u>
REVENUES:					
Fees of office					\$ 674
Intergovernmental	\$ 4,842	\$ 18,811	\$ 97	\$ 7,651	
Investment income	47	39	2		23
Other revenues	605	17		88	291
	<u>5,494</u>	<u>18,867</u>	<u>99</u>	<u>7,739</u>	<u>988</u>
Total revenues					
EXPENDITURES:					
Current:					
General government					
Public safety	5,781				
Judicial					1,094
Community services		14,744	118	7,728	
Capital outlay	44	4,123		28	48
	<u>5,825</u>	<u>18,867</u>	<u>118</u>	<u>7,756</u>	<u>1,142</u>
Total expenditures					
Excess (deficiency) of revenues over expenditures	(331)		(19)	(17)	(154)
OTHER FINANCING SOURCES -					
Operating transfer in	866		19	17	
Operating transfer out	(535)				
	<u>331</u>		<u>19</u>	<u>17</u>	
Total other financing sources (uses)					
Excess (deficiency) of revenues and financing sources over expenditures and other uses					(154)
FUND BALANCES, beginning of year	<u>NIL</u>	<u>NIL</u>	<u>NIL</u>	<u>NIL</u>	<u>897</u>
FUND BALANCES, end of year	<u>NIL</u>	<u>NIL</u>	<u>NIL</u>	<u>NIL</u>	<u>\$ 743</u>

<u>Health Grants</u>	<u>Sheriff Trust</u>	<u>Criminal Justice</u>	<u>Miscellaneous Trust</u>	<u>Total</u>
\$ 962			\$ 893	\$ 2,529
12,628		\$ 7,303	5,922	57,254
3	\$ 21	85	157	377
<u>49</u>	<u>203</u>	<u>653</u>	<u>695</u>	<u>2,601</u>
13,642	224	8,041	7,667	62,761
		159	490	649
47	128	4,204	1,091	11,251
		3,580	89	4,763
13,812		56	5,810	42,268
<u>59</u>	<u>45</u>	<u>476</u>	<u>249</u>	<u>5,072</u>
13,918	173	8,475	7,729	64,003
(276)	51	(434)	(62)	(1,242)
276		434	1,174	2,786
			<u>(481)</u>	<u>(1,016)</u>
276		434	693	1,770
	51		631	528
<u>NIL</u>	<u>413</u>	<u>NIL</u>	<u>1,495</u>	<u>2,805</u>
<u>NIL</u>	<u>\$ 464</u>	<u>NIL</u>	<u>\$ 2,126</u>	<u>\$ 3,333</u>

TARRANT COUNTY, TEXAS

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - ALL AGENCY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2001 (AMOUNTS IN THOUSANDS)

	<u>Balance</u> <u>October 1, 2000</u>	<u>Net</u> <u>Change</u>	<u>Balance</u> <u>September 30, 2001</u>
PAYROLL CLEARING:			
Cash and investments	<u>\$ 2,018</u>	<u>\$ 248</u>	<u>\$ 2,266</u>
Other liabilities	<u>\$ 2,018</u>	<u>\$ 248</u>	<u>\$ 2,266</u>
	<u>\$ 2,018</u>	<u>\$ 248</u>	<u>\$ 2,266</u>
FEE OFFICE:			
Cash and investments	\$ 24,035	\$ 2,857	\$ 26,892
Other receivables	83,622	12,365	95,987
Supplies and prepaid items	1	(1)	0
Restricted assets	<u>50,683</u>	<u>10,076</u>	<u>60,759</u>
	<u>\$ 158,341</u>	<u>\$ 25,297</u>	<u>\$ 183,638</u>
Accounts payable	\$ 3	\$ (3)	\$0
Other liabilities	156,633	25,878	182,511
Due to other funds	<u>1,705</u>	<u>(578)</u>	<u>1,127</u>
	<u>\$ 158,341</u>	<u>\$ 25,297</u>	<u>\$ 183,638</u>
TOTAL:			
Cash and investments	\$ 26,053	\$ 3,105	\$ 29,158
Other receivables	83,622	12,365	95,987
Supplies and prepaid items	1	(1)	0
Restricted assets	<u>50,683</u>	<u>10,076</u>	<u>60,759</u>
	<u>\$ 160,359</u>	<u>\$ 25,545</u>	<u>\$ 185,904</u>
Accounts payable	\$ 3	\$ (3)	\$0
Other liabilities	158,651	26,126	184,777
Due to other funds	<u>1,705</u>	<u>(578)</u>	<u>1,127</u>
	<u>\$ 160,359</u>	<u>\$ 25,545</u>	<u>\$ 185,904</u>

GENERAL FIXED ASSET
ACCOUNT GROUP

TARRANT COUNTY, TEXAS

SCHEDULE OF GENERAL FIXED ASSETS BY SOURCE
SEPTEMBER 30, 2001 (AMOUNTS IN THOUSANDS)

		<u>General Fixed Assets</u>	
Land and land improvements			\$ 29,206
Buildings and leasehold improvements			127,755
Equipment			<u>91,013</u>
	Total		<u>\$ 247,974</u>

		<u>Investment in General Fixed Assets From</u>	
Bonded indebtedness			
Capital Projects			\$ 212,698
Current Revenues			
General Fund		\$ 16,375	
Special Revenue Funds		10,623	
Expendable Trust Funds		<u>8,278</u>	
	Total Current Revenues		<u>35,276</u>
	Total		<u>\$ 247,974</u>

TARRANT COUNTY, TEXAS

SCHEDULE OF GENERAL FIXED ASSETS BY FUNCTION AND ACTIVITY
 SEPTEMBER 30, 2001 (AMOUNTS IN THOUSANDS)

<u>Function and Activity</u>	<u>Land</u>	<u>Buildings</u>	<u>Equipment</u>	<u>Total</u>
<i>General Fund</i>				
General Government:				
County Judge			\$ 1	\$ 1
Administrator			5	5
Non-departmental			28	28
Auditor			46	46
Tax Assessor			1,034	1,034
Elections			108	108
Data Services			7,888	7,888
Human Resources			50	50
Purchasing			320	320
Records Management			88	88
Facilities			144	144
Carpenter Shop			19	19
Self Insurance			198	198
Group Insurance			4	4
Total General Government	-	-	9,933	9,933
Buildings:				
Administration Building		\$ 9		9
SW Sub-Courthouse			2	2
Griffin Sub- Courthouse		1		1
Griffin Sub-Courthouse Annex			2	2
NE Annex			4	4
NW Sub-Courthouse		27		27
Premier St Annex		1		1
Medical Examiner			15	15
Criminal Courts Building		171	1	172
Civil Courts Building		89		89
Criminal Justice Building		10		10
CPS Lancaster Annex		27		27
NE Sub-Courthouse		2		2
Parking Taylor St			5	5
Ajax Building		86		86
Records Storage Building		35		35
Justice Center				-
Reproduction Center			6	6
Telephone Services		166		166
Total Buildings	-	624	35	659

TARRANT COUNTY, TEXAS

SCHEDULE OF GENERAL FIXED ASSETS BY FUNCTION AND ACTIVITY
 SEPTEMBER 30, 2001 (AMOUNTS IN THOUSANDS)

<u>Function and Activity</u>	<u>Land</u>	<u>Buildings</u>	<u>Equipment</u>	<u>Total</u>
<i>General Fund (cont'd)</i>				
Public Safety:				
Sheriff			\$ 68	\$ 68
Medical Examiner			1,293	1,293
Community Supervision			192	192
Juvenile Probation			122	122
Pre-trial Release			1	1
Total Public Safety	-	-	1,676	1,676
Judicial:				
State Civil Courts			89	89
State Criminal Courts			95	95
State Family Courts			16	16
Appeals Court		\$ 71	65	136
Court Coordinator			12	12
County Civil Courts			18	18
County Criminal Courts			13	13
County Probate Courts			15	15
Justices of the Peace			23	23
District Attorney			33	33
District Clerk			322	322
County Clerk			3,043	3,043
Domestic Relations			9	9
Child Support			22	22
Family Court Services			30	30
Benbrook Group Home			5	5
Jury Services			2	2
Law Library			98	98
Total Judicial	-	71	3,910	3,981
Community Services:				
Health			72	72
Human Services			19	19
Child Protective Services			2	2
TX Agricultural Extension			30	30
Veterans Service			3	3
Total Community Services	-	-	126	126
Total General Fund	-	695	15,680	16,375

TARRANT COUNTY, TEXAS

SCHEDULE OF GENERAL FIXED ASSETS BY FUNCTION AND ACTIVITY
 SEPTEMBER 30, 2001 (AMOUNTS IN THOUSANDS)

<u>Function and Activity</u>	<u>Land</u>	<u>Buildings</u>	<u>Equipment</u>	<u>Total</u>
<u>Special Revenue</u>				
General Government:				
Tax Assessor			\$ 189	\$ 189
County Clerk			303	303
Law Library		\$ 3	4	7
Total General Government	-	3	496	499
Transportation:				
Precinct 1			2,378	2,378
Precinct 2			1,365	1,365
Precinct 3			2,303	2,303
Precinct 4		27	3,707	3,734
Central Garage			116	116
Transportation			228	228
Total Transportation	-	27	10,097	10,124
Total Special Revenue	-	30	10,593	10,623
<u>Capital Project Funds</u>				
Capital Outlay	\$ 29,206	126,469	57,023	212,698
<u>Expendable Trust Funds</u>				
General Government		1	721	722
Public Safety		2	3,005	3,007
Public Buildings		11	6	17
Judicial		8	1,045	1,053
Community Services		539	2,940	3,479
Total Expendable Trust Funds	-	561	7,717	8,278
Total Fixed Assets	\$ 29,206	\$ 127,755	\$ 91,013	\$ 247,974

TARRANT COUNTY, TEXAS

**SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS BY FUNCTION AND ACTIVITY
SEPTEMBER 30, 2001 (AMOUNTS IN THOUSANDS)**

Function and Activity	10/1/2000 Balance	Additions	Disposals	9/30/2001 Balance
<u>General Fund</u>				
General Government:				
County Judge	\$ 1			\$ 1
Administrator	5			5
Non-departmental	28			28
Auditor	46			46
Tax Assessor	1,034			1,034
Elections	108			108
Information Technologies	7,888			7,888
Human Resources	50			50
Purchasing	320			320
Records Management	88			88
Facilities	144			144
Carpenter Shop	19			19
Self Insurance	198			198
Group Insurance	4			4
Total General Government	9,933	-	-	9,933
Buildings:				
Administration Building	9			9
SW Sub-Courthouse	2			2
Griffin Sub-Courthouse	1			1
Griffin Sub-Courthouse Annex	2			2
NE Annex		\$ 4		4
NW Sub-Courthouse	27			27
Premier St Annex	1			1
Medical Examiner	15			15
Criminal Courts Building	172			172
Civil Courts Building	89			89
Criminal Justice Building	10			10
CPS Lancaster Annex	27			27
NE Sub-Courthouse	2			2
Parking Taylor St	5			5
Ajax Building	86			86
Records Storage Building	35			35
Reproduction Center	6			6
Telephone Services	166			166
Total Buildings	655	4	-	659

TARRANT COUNTY, TEXAS

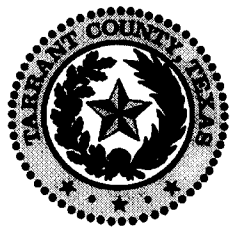
**SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS BY FUNCTION AND ACTIVITY
SEPTEMBER 30, 2001 (AMOUNTS IN THOUSANDS)**

Function and Activity	10/1/2000 Balance	Additions	Disposals	9/30/2001 Balance
<i>General Fund (cont'd)</i>				
Public Safety:				
Sheriff	\$ 68			\$ 68
Medical Examiner	1,293			1,293
Community Supervision	192			192
Juvenile Services	122			122
Pre-trial Release	1			1
Total Public Safety	1,676	-	-	1,676
Judicial:				
State Civil Courts	89			89
State Criminal Courts	95			95
State Family Courts	16			16
Appeals Court	136			136
Court Coordinator	12			12
County Civil Courts	18			18
County Criminal Courts	13			13
County Probate Courts	15			15
Justices of the Peace	23			23
District Attorney	33			33
District Clerk	322			322
County Clerk	3,043			3,043
Domestic Relations	9			9
Child Support	22			22
Family Court Services	30			30
Benbrook Group Home	5			5
Jury Services	2			2
Law Library	98			98
Total Judicial	3,981	-	-	3,981
Community Services:				
Health	72			72
Human Services	19			19
Child Protective Services	2			2
TX Agricultural Extension	30			30
Veterans Service	3			3
Total Community Services	126	-	-	126
Total General Fund	16,371	4	-	16,375

TARRANT COUNTY, TEXAS

**SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS BY FUNCTION AND ACTIVITY
SEPTEMBER 30, 2001 (AMOUNTS IN THOUSANDS)**

Function and Activity	10/1/2000 Balance	Additions	Disposals	9/30/2001 Balance
<i>Special Revenue Funds</i>				
General Government:				
Tax Assessor		\$ 204	\$ (15)	\$ 189
County Clerk		303		303
Law Library		7		7
Total General Government	-	514	(15)	499
Transportation:				
Precinct 1	\$ 2,413		(35)	2,378
Precinct 2	1,395		(30)	1,365
Precinct 3	2,366		(63)	2,303
Precinct 4	3,911	22	(199)	3,734
Central Garage	116			116
Transportation	228			228
Total Transportation	10,429	22	(327)	10,124
Total Special Revenue	10,429	536	(342)	10,623
<i>Capital Projects Fund</i>				
Capital Outlay	199,963	14,006	(1,271)	212,698
<i>Expendable Trust Fund</i>				
General Government	551	182	(11)	722
Public Safety	2,835	172		3,007
Public Buildings	11	6		17
Judicial	934	174	(55)	1,053
Community Services	3,173	329	(23)	3,479
Total Expendable Trusts	7,504	863	(89)	8,278
Total Fixed Assets	\$ 234,267	\$ 15,409	\$ (1,702)	\$ 247,974



DISCRETELY PRESENTED
COMPONENT UNITS

TARRANT COUNTY, TEXAS

COMBINING BALANCE SHEET - ALL DISCRETELY PRESENTED COMPONENT UNITS
SEPTEMBER 30, 2001 (AMOUNTS IN THOUSANDS)

<u>ASSETS AND OTHER DEBITS</u>	<u>Governmental Funds</u>	<u>Proprietary Funds</u>	<u>Total</u>
Cash and investments	\$ 11,005	\$ 44,593	\$ 55,598
Taxes, net of allowance for uncollectibles		1,628	1,628
Other receivables, net of allowance for uncollectibles	638	24,769	25,407
Due from other governments	4,882		4,882
Due from other funds	19	36	55
Supplies and prepaid items	1,464	15,770	17,234
Restricted assets - cash and investments	1,377	2,190	3,567
Assets limited as to use		90,509	90,509
Fixed assets (net of accumulated depreciation)	12,874	130,851	143,725
Amounts available for retirement of general long-term obligations	1,377		1,377
Amount to be provided for retirement of general long-term obligations	3,513		3,513
TOTAL ASSETS AND OTHER DEBITS	\$ 37,149	\$ 310,346	\$ 347,495
 <u>LIABILITIES AND FUND EQUITY</u>			
LIABILITIES:			
Accounts payable	\$ 5,041	\$ 9,954	\$ 14,995
Other liabilities	1,787	29,611	31,398
Due to other funds	37	18	55
Client custodian funds payable	551		551
Obligations under capital lease	185	8,011	8,196
Current maturities of long-term debt	285	5,980	6,265
Long-term debt, net of current maturities	3,824	3,618	7,442
Compensated absences	3,010		3,010
Deferred revenue	1,031	78	1,109
Total liabilities	15,751	57,270	73,021
 EQUITY AND OTHER CREDITS:			
Contributed capital		1,884	1,884
Investment in general fixed assets	12,874		12,874
Retained earnings		251,192	251,192
Fund balance:			
Reserved:			
For debt service	1,377		1,377
For long-term compensated absences	597		597
For supplies and prepaid items	574		574
Unreserved:			
Undesignated	5,976		5,976
Total equity and other credits	21,398	253,076	274,474
TOTAL LIABILITIES, EQUITY AND FUND BALANCE	\$ 37,149	\$ 310,346	\$ 347,495

TARRANT COUNTY, TEXAS

COMBINING BALANCE SHEET - ALL DISCRETELY PRESENTED
GOVERNMENTAL FUND TYPE COMPONENT UNITS
SEPTEMBER 30, 2001 (AMOUNTS IN THOUSANDS)

<u>ASSETS AND OTHER DEBITS</u>	<u>Tarrant County Hospital District (9/30/01)</u>	<u>MHMR of Tarrant County (8/31/01)</u>	<u>Total</u>
Cash and investments		\$ 11,005	\$ 11,005
Other receivables, net of allowance for uncollectibles		638	638
Due from other governments		4,882	4,882
Due from other funds		19	19
Supplies and prepaid items		1,464	1,464
Restricted assets - cash and investments		1,377	1,377
Fixed assets (net of accumulated depreciation)		12,874	12,874
Amounts available for retirement of general long-term obligations		1,377	1,377
Amount to be provided for retirement of general long-term obligations		3,513	3,513
		<u>3,513</u>	<u>3,513</u>
TOTAL ASSETS AND OTHER DEBITS	<u>NIL</u>	<u>\$ 37,149</u>	<u>\$ 37,149</u>
<u>LIABILITIES AND FUND EQUITY</u>			
LIABILITIES:			
Accounts payable		\$ 5,041	\$ 5,041
Other liabilities		1,787	1,787
Due to other funds		37	37
Client custodian funds payable		551	551
Obligations under capital lease		185	185
Current maturities of long-term debt		285	285
Long-term debt, net of current maturities		3,824	3,824
Compensated absences		3,010	3,010
Deferred revenue		1,031	1,031
		<u>1,031</u>	<u>1,031</u>
Total liabilities		15,751	15,751
EQUITY AND OTHER CREDITS:			
Investment in general fixed assets		12,874	12,874
Fund balance:			
Reserved:			
For debt service		1,377	1,377
For long-term compensated absences		597	597
For supplies and prepaid items		574	574
Unreserved:			
Undesignated		5,976	5,976
		<u>5,976</u>	<u>5,976</u>
Total equity and other credits		21,398	21,398
		<u>21,398</u>	<u>21,398</u>
TOTAL LIABILITIES, EQUITY AND FUND BALANCE	<u>NIL</u>	<u>\$ 37,149</u>	<u>\$ 37,149</u>

TARRANT COUNTY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
ALL DISCRETELY PRESENTED GOVERNMENTAL FUND TYPE COMPONENT UNITS
FOR THE YEAR ENDED SEPTEMBER 30,2001 (AMOUNTS IN THOUSANDS)

	Tarrant County Hospital District (9/30/01)	MHMR of Tarrant County (8/31/01)	Total
REVENUES:			
Local revenues		\$ 6,660	\$ 6,660
Intergovernmental		62,568	62,568
Investment income		897	897
	<hr/>	<hr/>	<hr/>
Total revenues	-	70,125	70,125
EXPENDITURES:			
Current:			
Community services		67,786	67,786
Capital outlay		588	588
Debt service:			
Principal payments		563	563
Interest and fiscal charges		257	257
	<hr/>	<hr/>	<hr/>
Total expenditures	-	69,194	69,194
Excess of revenues over expenditures	-	931	931
FUND BALANCES, beginning of year	<hr/>	7,593	7,593
FUND BALANCES, end of year	<hr/>	<hr/>	<hr/>
	NIL	\$ 8,524	\$ 8,524

TARRANT COUNTY, TEXAS

COMBINING BALANCE SHEET - ALL DISCRETELY PRESENTED
PROPRIETARY FUND TYPE COMPONENT UNITS
SEPTEMBER 30, 2001 (AMOUNTS IN THOUSANDS)

	Tarrant County Hospital District (9/30/01)	MHMR of Tarrant County (8/31/01)	Total
<u>ASSETS AND OTHER DEBITS</u>			
Cash and investments	\$ 42,024	\$ 2,569	\$ 44,593
Taxes, net of allowance for uncollectibles	1,628		1,628
Other receivables, net of allowance for uncollectibles	24,769		24,769
Due from other funds		36	36
Supplies and prepaid items	15,770		15,770
Restricted assets - cash and investments	2,190		2,190
Assets limited as to use	90,509		90,509
Fixed assets (net of accumulated depreciation)	129,503	1,348	130,851
TOTAL ASSETS AND OTHER DEBITS	\$ 306,393	\$ 3,953	\$ 310,346
<u>LIABILITIES AND FUND EQUITY</u>			
LIABILITIES:			
Accounts payable	\$ 9,954		\$ 9,954
Other liabilities	29,611		29,611
Due to other funds		\$ 18	18
Obligations under capital lease	8,011		8,011
Current maturities of long-term debt	5,980		5,980
Long-term debt, net of current maturities	3,618		3,618
Deferred revenue		78	78
Total liabilities	57,174	96	57,270
FUND EQUITY:			
Contributed capital		1,884	1,884
Retained earnings	249,219	1,973	251,192
Total fund equity	249,219	3,857	253,076
TOTAL LIABILITIES AND FUND EQUITY	\$ 306,393	\$ 3,953	\$ 310,346

TARRANT COUNTY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN
RETAINED EARNINGS - ALL DISCRETELY PRESENTED PROPRIETARY
FUND TYPE COMPONENT UNITS
FOR THE YEAR ENDED SEPTEMBER 30,2001 (AMOUNTS IN THOUSANDS)

	Tarrant County Hospital District (9/30/01)	MHMR of Tarrant County (8/31/01)	Total
OPERATING REVENUES:			
Net patient service revenue	\$ 112,206	\$ 295	\$ 112,501
Other revenues	8,283		8,283
Total operating revenues	120,489	295	120,784
OPERATING EXPENSES:			
Personnel	159,405		159,405
Materials and supplies	46,212		46,212
Building and equipment		144	144
Depreciation and amortization	14,839	440	15,279
Purchased service	46,421		46,421
Other expenses	28,718	122	28,840
Total operating expenses	295,595	706	296,301
Operating income (loss) before nonoperating revenues and expenses	(175,106)	(411)	(175,517)
NONOPERATING REVENUES (EXPENSES):			
Texas Disproportionate Share			
Program III receipts	22,728		22,728
State tobacco settlement	8,066		8,066
Ad valorem tax revenue	154,528		154,528
Investment income	13,658	145	13,803
Interest expense	(779)		(779)
Other revenues		105	105
Donated capital	23	19	42
Transfer for Tarrant Co. indigent services	(2,000)		(2,000)
Total nonoperating revenues (expenses)	196,224	269	196,493
Net income	21,118	(142)	20,976
Retained earnings, beginning of year	228,101	2,115	230,216
Retained earnings, end of year	\$ 249,219	\$ 1,973	\$ 251,192

TARRANT COUNTY, TEXAS

COMBINING STATEMENT OF CASH FLOWS - ALL DISCRETELY
PRESENTED COMPONENT UNITS
FOR THE YEAR ENDED SEPTEMBER 30, 2001 (AMOUNTS IN THOUSANDS)

	Tarrant County Hospital District (9/30/01)	MHMR of Tarrant County (8/31/01)	Total
OPERATING ACTIVITIES:			
Income (loss) from operations	\$(175,106)	(\$411)	\$(175,517)
Net cash provided by (used in) operating activities and nonoperating revenue:			
Depreciation & amortization	14,839	440	15,279
Changes in assets and liabilities:			
Taxes receivable	623		623
Supplies & prepaid items	(3,298)		(3,298)
Other receivables	(1,818)		(1,818)
Due from other funds		(36)	(36)
Due to other funds		(62)	(62)
Accounts payable	1,087		1,087
Deferred revenue	0	(22)	(22)
Other liabilities	1,812		1,812
Net cash flows provided by (used in) operating activities	(161,861)	(91)	(161,952)
INVESTING ACTIVITIES:			
Investment income (expense), net	12,879	145	13,024
Change in assets limited as to use	3,030		3,030
Net cash flows provided by (used in) investing activities	15,909	145	16,054
NONCAPITAL FINANCING ACTIVITIES:			
Change in restricted funds	1		1
Texas Disproportionate Share			
Program III receipts	22,728		22,728
State tobacco settlement	8,066		8,066
Ad valorem tax revenue	154,528		154,528
Net cash flows provided by noncapital financing activities	185,323		185,323
CAPITAL AND RELATED FINANCING ACTIVITY:			
Additions to fixed assets	(15,465)	(236)	(15,701)
Proceeds from sale of assets		129	129
Payments of long-term debt	(5,754)		(5,754)
Payments of capital lease obligations	(546)		(546)
Insurance proceeds		22	22
Transfer to Tarrant County Indigent Services	(2,000)		(2,000)
Net cash flows used in capital and related financing activities	(23,765)	(85)	(23,850)
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	15,606	(31)	15,575
CASH AND CASH EQUIVALENTS, beginning of year	26,418	2,600	29,018
CASH AND CASH EQUIVALENTS, end of year	<u>\$ 42,024</u>	<u>\$ 2,569</u>	<u>\$ 44,593</u>
SUPPLEMENTAL DISCLOSURE OF NONCASH			
INVESTING ACTIVITIES: Change in fair value of investments	\$1,669		\$1,669
FINANCING ACTIVITIES: Vehicles contributed from General Fixed Assets		\$ 19	\$ 19

STATISTICAL SECTION

TARRANT COUNTY, TEXAS
GENERAL GOVERNMENT EXPENDITURES BY FUNCTION (1)
LAST TEN FISCAL YEARS
(Amounts in thousands)
(UNAUDITED)

<u>Year</u>	<u>General Government</u>	<u>Buildings</u>	<u>Public Safety</u>	<u>Transportation Support</u>	<u>Judicial</u>	<u>Health/ Welfare</u>	<u>Capital</u>	<u>Debt Service</u>	<u>Total</u>
1992	\$ 28,150	\$ 6,296	\$ 44,863	\$ 11,247	\$ 31,090	\$ 4,302	\$ 16,291	\$ 24,293	\$ 166,532
1993	31,276	6,898	47,592	10,053	32,019	4,459	14,240	24,592	171,129
1994	33,847	7,304	52,335	10,417	32,798	4,782	11,863	25,504	178,850
1995	27,514	7,258	55,376	11,733	40,125	5,547	21,622	25,900	195,075
1996	28,456	7,428	50,941	10,891	42,154	6,842	24,572	29,787	201,071
1997	24,159	7,807	60,441	12,921	46,302	6,762	21,094	29,616	209,102
1998	25,911	8,398	64,573	15,272	48,217	7,200	19,998	29,064	218,633
1999	31,828	8,635	69,872	17,183	52,592	7,724	22,972	31,856	242,662
2000	33,376	9,293	74,797	15,631	56,220	8,983	15,546	32,431	246,277
2001	38,101	10,935	78,790	16,319	61,760	5,195	17,169	29,893	258,162

(1) Includes general, special revenue, debt service, and capital projects funds.

TARRANT COUNTY, TEXAS
GENERAL GOVERNMENT REVENUES BY SOURCE (1)
LAST TEN FISCAL YEARS
(Amounts in thousands)
(UNAUDITED)

<u>Year</u>	<u>Taxes, Licenses & Permits</u>	<u>Fees Of Office</u>	<u>Inter- governmental</u>	<u>Other</u>	<u>Total</u>
1992	\$ 103,276	\$ 23,333	\$ 21,027	\$ 7,483	\$ 155,119
1993	112,912	21,511	27,982	8,211	170,616
1994	113,502	23,578	45,131	10,665	192,876
1995	115,353	33,680	21,412	13,755	184,200
1996	119,902	37,666	6,514	13,691	177,773
1997	126,864	38,759	7,367	14,018	187,008
1998	134,578	41,579	9,183	14,800	200,140
1999	145,321	44,104	14,015	16,684	220,124
2000	157,734	46,159	14,113	16,395	234,401
2001	180,230	48,335	12,372	16,122	257,059

(1) Includes general, special revenue, debt service, and capital projects funds.

TARRANT COUNTY, TEXAS
NET TAXABLE VALUATIONS, CURRENT ROLL COLLECTIONS
AND DELINQUENT TAXES
LAST TEN YEARS
(Amounts in thousands)
(UNAUDITED)

Fiscal Year	Net Valuations	County Rate	Total Tax Levy	Current Collection Amount	Current Collection Percentage	Delinquent Taxes June 30	Ratio of Delinquent Taxes to Total Tax Levy
1992	\$ 43,144,703	0.233267	\$ 100,642	\$ 98,086	97.46%	\$ 2,556	2.54%
1993	41,846,766	0.271880	113,773	111,441	97.95%	2,332	2.05%
1994	41,415,993	0.271880	112,602	110,068	97.75%	2,534	2.25%
1995	41,171,680	0.271870	111,933	109,896	98.18%	2,037	1.82%
1996	44,453,802	0.266603	118,515	116,726	98.49%	1,790	1.51%
1997	47,411,876	0.264836	125,564	123,693	98.51%	1,871	1.49%
1998	49,028,368	0.264836	129,845	127,962	98.55%	1,883	1.45%
1999	54,578,360	0.264836	144,543	141,840	98.13%	2,703	1.87%
2000	59,465,933	0.264836	157,487	154,904	98.36%	2,583	1.64%
2001	66,100,075	0.274785	181,633	178,109	98.06%	3,524	1.94%

TARRANT COUNTY, TEXAS
ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN YEARS
(Amounts in thousands)
(UNAUDITED)

Fiscal Year	Real Property		Personal Property		Exemptions	Total		Ratio of Total Assessed Value To Total Estimated Actual Value
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Real Property	Assessed Value	Estimated Actual Value	
1992	\$ 40,046,974	\$ 43,061,262	\$ 7,615,586	\$ 7,771,006	\$ 4,517,857	\$ 43,144,703	\$ 50,832,268	84.88%
1993	38,301,020	41,183,892	7,998,462	8,161,696	4,452,716	41,846,766	49,345,588	84.80%
1994	37,358,629	40,170,569	8,465,346	8,638,108	4,407,982	41,415,993	48,808,677	84.85%
1995	37,453,798	40,272,901	8,529,637	8,703,711	4,811,755	41,171,680	48,976,612	84.06%
1996	39,251,082	42,205,465	9,767,610	9,966,949	4,564,890	44,453,802	52,172,414	85.21%
1997	41,715,056	44,854,899	11,021,428	11,246,355	5,324,608	47,411,876	56,101,254	84.51%
1998	44,569,464	47,924,155	11,481,681	11,716,001	7,022,776	49,028,369	59,640,156	82.21%
1999	48,530,101	52,182,904	12,300,540	12,551,571	6,252,281	54,578,360	64,734,475	84.31%
2000	52,879,037	56,859,180	13,268,352	13,539,135	6,681,456	59,465,933	70,398,315	84.47%
2001	59,007,528	63,448,955	14,349,965	14,642,821	7,257,418	66,100,075	78,091,776	84.64%

TARRANT COUNTY, TEXAS
COMPUTATION OF LEGAL DEBT MARGIN
September 30, 2001
(Amounts in thousands)
(UNAUDITED)

Assessed Value of Real Property		\$ 59,007,528
Debt Limit Rate (1)		<u>0.25</u>
Amount of Debt Limit		14,751,882
Road Bonds Outstanding		<u>-</u>
Legal Debt Margin		<u><u>\$ 14,751,882</u></u>
Assessed Value of All Taxable Property		\$ 66,100,075
Debt Limit Rate (2)		<u>0.05</u>
Amount of Debt Limit		3,305,004
Total General Bonded Debt	\$ 91,345	
Less: Debt Service Fund Cash and Investments	<u>615</u>	
Total Net Bonded Debt		<u>90,730</u>
Amount of Debt Margin		<u><u>\$ 3,214,274</u></u>

(1) Texas Constitution Article 3 Section 52 (b)

(2) Vernon's Texas Codes Annotated-Government Code 1301.003 (c)

TARRANT COUNTY, TEXAS
DIRECT AND OVERLAPPING AD VALOREM TAX RATES
LAST TEN YEARS
(Per \$100 valuation)
(UNAUDITED)

ENTITY	1992	1993	1994	1995	1996
Tarrant County					
Operating Fund	\$0.215990	\$0.210290	\$0.211850	\$0.202045	\$0.205246
Debt Service Fund	0.055890	0.061590	0.060020	0.064558	0.059590
Total County Funds	0.271880	0.271880	0.271870	0.266603	0.264836
Farm to market and lateral roads	0.000000	0.000000	0.000000	0.000000	0.000000
Total Tarrant County	0.271880	0.271880	0.271870	0.266603	0.264836
Tarrant County Hospital District	0.229100	0.242100	0.244640	0.239840	0.234070
Tarrant County College District	0.043920	0.046710	0.056510	0.055460	0.057720
Tarrant County Regional Water District	0.000000	0.000000	0.000000	0.000000	0.020000
Tarrant County Fresh Water Supply	0.194000	0.194000	0.218000	0.218000	0.218000
Rural Fire Prevention District	0.030000	0.030000	0.030000	0.030000	0.000000
Emergency Service District	0.000000	0.000000	0.000000	0.000000	0.030000
Total	<u>\$0.768900</u>	<u>\$0.784690</u>	<u>\$0.821020</u>	<u>\$0.809903</u>	<u>\$0.824626</u>

TABLE VI

<u>1997</u>	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>
\$0.209062	\$0.208638	\$0.212890	\$0.230460	\$0.235486
<u>0.055774</u>	<u>0.056198</u>	<u>0.051946</u>	<u>0.044325</u>	<u>0.039299</u>
0.264836	0.264836	0.264836	0.274785	0.274785
<u>0.000000</u>	<u>0.000000</u>	<u>0.000000</u>	<u>0.000000</u>	<u>0.000000</u>
0.264836	0.264836	0.264836	0.274785	0.274785
0.234070	0.234070	0.234070	0.234070	0.234070
0.057690	0.106410	0.106410	0.106410	0.106410
0.019823	0.019823	0.019823	0.020000	0.020000
0.218000	0.218000	0.218000	0.218000	0.218000
0.000000	0.000000	0.000000	0.000000	0.000000
0.050000	0.080000	0.080000	0.080000	0.080000
<u><u>\$0.844419</u></u>	<u><u>\$0.923139</u></u>	<u><u>\$0.923139</u></u>	<u><u>\$0.933265</u></u>	<u><u>\$0.933265</u></u>

TARRANT COUNTY, TEXAS
RATIO OF GENERAL BONDED DEBT
TO ASSESSED VALUES AND BONDED DEBT PER CAPITA
LAST TEN YEARS
(Amounts in thousands, except per capita)
(UNAUDITED)

<u>Fiscal Year</u>	<u>Estimated Population</u>	<u>Net Assessed Values</u>	<u>General Bonded Debt</u>	<u>Less: Debt Service Cash and Investments</u>	<u>Net Bonded Debt</u>	<u>Ratio To Assessed Values</u>	<u>Net General Bonded Debt Per Capita</u>
1992	1,188	\$ 43,144,703	\$ 149,745	\$ 982	\$ 148,763	0.34%	125.22
1993	1,202	41,846,766	154,780	487	154,293	0.37%	128.36
1994	1,235	41,415,993	156,415	905	155,510	0.38%	125.92
1995	1,250	41,171,680	159,175	1,178	157,997	0.38%	126.40
1996	1,280	44,453,802	149,355	875	148,480	0.33%	116.00
1997	1,299	47,411,876	126,860	400	126,460	0.27%	97.35
1998	1,310	49,028,369	122,620	419	122,201	0.25%	93.28
1999	1,337	54,578,360	141,075	439	140,636	0.26%	105.19
2000	1,446	59,465,933	127,305	651	126,654	0.21%	87.59
2001	1,472	66,100,075	91,345	615	90,730	0.14%	61.64

TARRANT COUNTY, TEXAS
RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR GENERAL
BONDED DEBT TO TOTAL GENERAL GOVERNMENT EXPENDITURES
LAST TEN FISCAL YEARS
 (Amounts in thousands)
 (UNAUDITED)

<u>Year</u>	<u>Principal</u>	<u>Interest and Other Expenditures</u>	<u>Total Debt Service</u>	<u>Total General Government Expenditures</u>	<u>Ratio</u>
1992	\$ 13,810	\$ 10,483	\$ 24,293	\$ 166,532	14.59%
1993	13,815	10,777	24,592	171,129	14.37%
1994	15,890	9,614	25,504	178,850	14.26%
1995	17,940	7,961	25,901	195,075	13.28%
1996	22,220	7,567	29,787	201,071	14.81%
1997	22,495	7,121	29,616	209,102	14.16%
1998	22,340	6,724	29,064	218,633	13.29%
1999	25,770	6,086	31,856	242,662	13.13%
2000	25,770	6,661	32,431	246,277	13.17%
2001	23,865	6,028	29,893	258,162	11.58%

TARRANT COUNTY, TEXAS
ESTIMATED CONSOLIDATED OVERLAPPING DEBT
September 30, 2001
(Amounts in thousands)
(UNAUDITED)

TABLE IX

<u>Taxing Jurisdiction</u>	<u>Total Funded Debt</u>	<u>Estimated Percentage Applicable</u>	<u>Overlapping Funded Debt 9/30/2001</u>
Tarrant County	\$115,440	100.00%	<u>\$115,440</u>
Special Districts:			
Tarrant County Fresh Water Supply District #1	1,980	100.00%	1,980
Tarrant County Hospital District	9,375	100.00%	9,375
Tarrant County College District	70,615	100.00%	70,615
County Line Special District:			
Trophy Club Municipal Utility District #1	5,632	0.53%	<u>30</u>
Total Special Districts			<u>82,000</u>
Cities:			
Arlington	338,070	100.00%	338,070
Bedford	61,385	100.00%	61,385
Benbrook	7,821	100.00%	7,821
Colleyville	30,000	100.00%	30,000
Crowley	9,115	100.00%	9,115
Dalworthington Gardens	2,145	100.00%	2,145
Euless	58,390	100.00%	58,390
Everman	3,680	100.00%	3,680
Forest Hill	3,176	100.00%	3,176
Fort Worth	310,892	99.69%	309,928
Haltom City	17,970	100.00%	17,970
Haslet	2,505	100.00%	2,505
Hurst	16,075	100.00%	16,075
Keller	82,085	100.00%	82,085
Kennedale	5,440	100.00%	5,440
North Richland Hills	58,046	100.00%	58,046
Pantego	1,030	100.00%	1,030
Richland Hills	5,185	100.00%	5,185
Saginaw	14,135	100.00%	14,135
Watauga	21,670	100.00%	21,670
Westover Hills	570	100.00%	570
White Settlement	6,950	100.00%	<u>6,950</u>
Total Cities			<u>1,055,371</u>

TARRANT COUNTY, TEXAS
ESTIMATED CONSOLIDATED OVERLAPPING DEBT
September 30, 2001
(Amounts in thousands)
(UNAUDITED)

TABLE IX

<u>Taxing Jurisdiction (cont'd)</u>	<u>Total Funded Debt</u>	<u>Estimated Percentage Applicable</u>	<u>Overlapping Funded Debt 9/1/2001</u>
County Line Cities:			
Azle	\$12,060	78.94%	\$9,520
Burleson	15,108	9.26%	1,399
Grand Prairie	82,724	45.24%	37,424
Grapevine	156,815	99.64%	156,250
Mansfield	58,180	77.52%	45,101
Southlake	125,018	99.16%	123,968
Total County Line Cities			<u>373,663</u>
School Districts:			
Arlington Independent School District	562,153	100.00%	562,153
Birdville Independent School District	158,185	100.00%	158,185
Carroll Independent School District	187,234	100.00%	187,234
Castleberry Independent School District	23,395	100.00%	23,395
Eagle Mountain Saginaw Independent School District	44,825	100.00%	44,825
Everman Independent School District	2,365	100.00%	2,365
Fort Worth Independent School District	434,262	100.00%	434,262
Hurst Euless Bedford Independent School District	247,538	100.00%	247,538
Keller Independent School District	402,397	100.00%	402,397
Kennedale Independent School District	18,536	100.00%	18,536
Lake Worth Independent School District	25,122	100.00%	25,122
White Settlement Independent School District	17,014	100.00%	17,014
Total School Districts			<u>2,123,026</u>
County Line School Districts:			
Aledo Independent School District	46,498	3.49%	1,623
Azle Independent School District	36,070	63.04%	22,739
Burleson Independent School District	56,912	25.81%	14,689
Crowley Independent School District	92,708	96.15%	89,139
Godley Independent School District	9,785	9.52%	932
Grapevine Colleyville Independent School District	255,596	98.99%	253,014
Mansfield Independent School District	196,630	82.26%	161,748
Northwest Independent School District	116,872	22.46%	26,249
Total County Line School Districts			<u>570,132</u>
Total Overlapping Funded Debt			<u>4,204,192</u>
Total Direct and Overlapping Funded Debt			<u>\$ 4,319,632</u>

**TARRANT COUNTY, TEXAS
CONSTRUCTION AND BANK DEPOSITS
LAST TEN FISCAL YEARS
(UNAUDITED)**

<u>Year</u>	<u>Residential Construction</u>		<u>Bank Deposits (in thousands)</u>
	<u>Number of Permits</u>	<u>Value</u>	
1991	5,014	\$ 153,200	\$ 4,894,106
1992	5,085	152,700	9,008,347
1993	5,987	160,100	9,414,753
1994	7,371	158,900	8,978,708
1995	8,866	164,000	9,208,261
1996	9,486	169,900	9,308,194
1997	10,077	178,400	11,145,738
1998	13,458	176,500	11,655,668
1999	10,754	183,500	12,910,848
2000	11,685	176,500	15,121,000

Source: U.S. Bureau of Census and FDIC.

TARRANT COUNTY, TEXAS
TEN LARGEST TAXPAYERS
(Amounts in thousands)
(UNAUDITED)

<u>Taxpayer</u>	<u>Nature of Property</u>	<u>2000/2001 Taxable Assessed Valuation</u>	<u>% of Total Taxable Assessed Valuation</u>
American Airlines	Terminals & Facilities	\$925,619	1.40%
Texas Utilities Electric	Electric Utility	824,302	1.25%
Southwestern Bell & Mobile	Telephone Utility	488,998	0.74%
Albertson, Inc.	Retail & Distributing Facility	268,250	0.41%
Textron, Inc.	Helicopter Manufacturing Facility	188,706	0.29%
Delta Airlines, Inc.	Terminals & Facilities	185,939	0.28%
Grapevine Mills Ltd. Partnership	Retail Facility	163,342	0.25%
Alcon Laboratories Inc.	Pharmaceuticals	156,162	0.24%
Maguire Thomas Partners	Real Estate	151,272	0.23%
AT&T Wireless Services	Telephone Utility	<u>146,075</u>	<u>0.22%</u>
		<u><u>\$3,498,665</u></u>	<u><u>5.31%</u></u>

TARRANT COUNTY, TEXAS

GENERAL INFORMATION

Date of incorporation.....	1849
County seat	
Birdville.....	1849-1856
Fort Worth.....	1856-present
Area - square miles.....	.863
Governing body	
County Judge.....	1
Commissioners.....	4
Elected officials.....	69
Non-elected employees.....	4,050

POPULATION

1920 Census	153,000
1930 Census	163,000
1940 Census	256,000
1950 Census	361,000
1960 Census	538,000
1970 Census	716,000
1980 Census	861,000
1990 Census	1,170,000
2000 Census	1,446,000
2001 Estimated	1,472,000

Source: North Central Texas Council of Governments

TARRANT COUNTY, TEXAS

POPULATION DISTRIBUTION

	<u>17 - UNDER</u>	<u>18 - 24</u>	<u>25 - 34</u>	<u>35 - 49</u>	<u>50 - OVER</u>
1991	27.5	10.5	20.4	21.9	19.7
1992	27.7	10.1	19.7	22.6	19.9
1993	28.0	9.8	19.0	23.0	20.1
1994	28.3	9.6	18.3	23.5	20.4
1995	28.4	9.4	17.5	24.0	20.6
1996	28.6	9.2	16.9	24.5	20.8
1997	28.7	9.3	16.1	24.7	21.2
1998	28.7	9.4	15.3	24.9	21.6
1999	28.8	9.6	14.6	25.0	22.0
2000	28.1	10.0	16.3	24.1	21.5

Sources: U.S. Bureau of Census and Texas State Data Center

NUMBER OF EMPLOYEES IN MAJOR WORK FORCE SECTORS (ooo's omitted)

	<u>Const.</u>	<u>Mfg.</u>	<u>Public Utilities</u>	<u>Wholesale/ Retail</u>	<u>Service</u>	<u>Gov't/ Education</u>	<u>Total</u>
1991	20	110	56	139	144	68	537
1992	20	98	57	140	150	72	537
1993	22	102	58	145	157	74	558
1994	23	103	54	152	164	75	571
1995	26	104	56	154	170	77	587
1996	30	105	56	158	181	78	608
1997	32	108	59	168	197	81	645
1998	36	109	64	170	204	84	667
1999	37	110	66	171	209	85	678
2000	40	109	71	182	217	90	709

Sources: Texas Workforce Commission and State Comptroller of Public Accounts

TARRANT COUNTY, TEXAS

TEN LARGEST EMPLOYERS⁽¹⁾

	NUMBER OF EMPLOYEES				
	2000	1999	1998	1997	1996
AMRCorp./American Airlines	28,600	30,000	30,000	30,000	28,000
Fort Worth Independent School District	11,900	9,500	9,500	8,000	8,000
Lockheed Fort Worth Division	10,500	10,000	10,000	11,000	11,600
Texas Health Resources	6,700	6,000	6,000	7,400	n/a
Arlington Independent School District	6,700	6,300	6,300	6,300	5,600
Bell Helicopter-Textron	6,400	6,200	6,200	6,400	6,200
City of Fort Worth	5,400	5,100	5,200	5,200	5,100
Radio Shack Corp.	4,600	4,500	4,700	5,400	5,100
U.S. Postal Service	4,300	4,500	4,300	4,300	4,300
Tarrant County Governmnet	4,100	4,000	4,000	4,000	3,900

UNEMPLOYMENT AND HOUSEHOLD BUYING POWER⁽¹⁾

	Unemployment Rate	Effective Buying Income Per Household
1991	6.5%	\$ 20,197
1992	6.8	21,504
1993	6.3	23,125
1994	5.5	24,636
1995	4.9	23,297
1996	3.9	21,934
1997	3.6	23,071
1998	3.3	24,748
1999	3.1	26,472
2000	3.1	28,138

TRANSPORTATION⁽¹⁾

Dallas-Fort Worth International Airport	
Opened	1974
Longest Runway	13,400 feet
Scheduled Airlines	28
Passengers Arriving/Departing	60,687,122
Meacham International Airport	
Opened	1925
Longest Runway	7,500 feet
Scheduled Airline	none
Fort Worth Alliance Airport	
Opened	1989
Longest Runway	9,600 feet
Scheduled Airlines (cargo only)	1
Trucking Services	750
Railroad Services	6

(1)Source: Fort Worth Business Press, individual firms and Fort Worth Chamber of Commerce.

TARRANT COUNTY, TEXAS

EDUCATION

The Fort Worth Independent School District serves as the largest single school district in Tarrant County. The 121 schools in the district operate on the 5-3-4 plan in which the elementary schools (74) teach grades 1-5; middle schools (24), grades 6-8; senior high schools (13), grades 9-12, and (10) alternative schools. The Fort Worth School District employs approximately 4,500 classroom teachers to instruct the 80,000 students. Special education programs are provided for the blind, handicapped, mentally retarded, brain injured, emotionally disturbed and those who require speech and hearing therapy in 10 special schools. Vocational training is provided at the secondary level for the educable mentally retarded. Bilingual programs are also offered at the primary and secondary level. There are over 50 private and parochial institutions in the primary and secondary education area with a combined enrollment of approximately 7,300 students.

TARRANT COUNTY PUBLIC SCHOOL ENROLLMENT

1991	214,000
1992	219,000
1993	224,000
1994	229,000
1995	236,000
1996	244,000
1997	250,000
1998	256,000
1999	256,000
2000	260,000

Tarrant County has eight college and university campuses with an enrollment of more than 63,000 students in both undergraduate and graduate programs.

	Spring 2001 Enrollment	Type of Institution/ Year Founded	Type of Degrees Available
Tarrant County College *	25,367	Community college/1965	Associate's and certificates of completion
University of Texas at Arlington	19,599	State/1895	Bachelor's, master's, and doctorate
Texas Christian University	7,208	Private/1873	Bachelor's, master's, doctorate, and professional
Southwestern Baptist Theological Seminary	3,004	Theological Seminary/ 1908	Master's, doctorate
Texas Wesleyan University	2,832	Private/1890	Bachelor's, master's, JD

*Includes Northeast, Northwest, South and Southeast campuses.

Source: Texas Education Agency and Fort Worth Business Press