

JEFFERSON COUNTY, TEXAS



COMPREHENSIVE ANNUAL

FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED

SEPTEMBER 30, 2001

Prepared by:
Jefferson County
Auditor's Office
1149 Pearl Street
Beaumont, Texas 77701



JEFFERSON COUNTY, TEXAS
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2001

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PATRICK SWAIN
COUNTY AUDITOR
(409) 835-8500



1149 PEARL ST. - 7TH FLOOR
BEAUMONT, TX 77701

March 8, 2002

Honorable District Judges:

Gary Sanderson, Presiding Judge, 60th District Court
Charles Carver, Judge, Criminal District Court
James Mehaffy, Judge, 58th District Court
Milton Shuffield, Judge, 136th District Court
Donald Floyd, Judge, 172nd District Court
Leonard Giblin, Jr., 252nd District Court
Tom Mulvaney, Judge, 279th District Court
Larry Thorne, Judge, 317th District Court

Honorable Commissioners' Court:

Carl Griffith, County Judge
Jimmie Cokinos, Commissioner, Precinct No. 1
Mark Domingue, Commissioner, Precinct No. 2
Waymon Hallmark, Commissioner, Precinct No. 3
Connie M. Patterson, Commissioner, Precinct No. 4

Gentlemen:

We are pleased to submit the Comprehensive Annual Financial Report of Jefferson County, Texas ("County") for the fiscal year ended September 30, 2001. The primary purpose of this report is to provide the Commissioners' Court, citizens, financial community, and others with detailed information concerning the financial condition and performance of the County.

The Comprehensive Annual Financial Report

The Comprehensive Annual Financial Report ("CAFR") of Jefferson County, Texas was prepared by the County Auditor's Office. These financial statements have been prepared in conformity with generally accepted accounting principles ("GAAP") as applied to governmental units. The Governmental Accounting Standards Board ("GASB") is the accepted standard setting body for establishing governmental accounting and financial reporting principles. Responsibility for both the

accuracy of the presented data, and the 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 is reported in a manner designed to present fairly the financial position and results of operations of the County. All disclosures necessary to enable the reader to gain a reasonable understanding of the County's financial activities have been included.

The Comprehensive Annual Financial Report is presented in three sections: **introductory, financial, and statistical section**. 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 and related notes, the combining and individual fund and account group financial statements and schedules, as well as the independent auditor's report. The **statistical section** includes several tables of unaudited data depicting the financial history of the County as well as demographic information of other entities within the County.

The Reporting Entity

This report includes all funds and account groups of the primary government (Jefferson County, Texas). Also considered for inclusion were all potential component units. Component units are legally separate entities for which the primary government is financially accountable. Based on the criteria provided by GASB Statement No. 14, none of the potential component units were included as part of the financial reporting entity.

General Information Regarding The County

The County was created in 1836 and organized in 1837 as one of the original counties of the Republic of Texas. The County is located on the upper Texas Coast and is a component of the Beaumont-Port Arthur-Orange Metropolitan Statistical Area. According to the U.S. Department of Commerce-Bureau of the Census, the 2000 population of the County was 252,051.

The area is served by deep-water ports located at Beaumont, Port Arthur, Orange and Sabine Pass. The Sabine Neches Waterway provides deep-water access to ocean-going vessels, which are served by public ports within the County.

The County is traversed by Interstate Highway 10, US Highways 90 and 69-96-287, State Highways 73, 87 and 105 and three farm-to-market roads. Rail and motor freight carriers also provide freight service to the County. The Southeast Texas Regional Airport located between Beaumont and Port Arthur provides passenger and freight service and is currently serviced by two commuter passenger air carriers.

The County provides a full range of services to its citizens. These services include maintenance and construction of roads and bridges; judicial and law enforcement services; and health and welfare services.

Economic Condition and Outlook

The economy of the County is based primarily on petroleum refining; the production and processing of petrochemicals and other chemicals; the fabrication of steel and steel products; shipping activity; the manufacture of wood, pulp, food and feed products; agriculture; and health care services. The County continues to diversify its economic base as evidenced by the increase of jobs in the services and government sectors.

Major Initiatives

The Commissioners' Court set the property tax rate at \$.365 per \$100 of assessed property valuation to provide funds for expanded services, and debt service for fiscal year 2001. Budget initiatives for fiscal year 2001 include:

- . Continuing to provide a competitive compensation package to County Employees. The Commissioners Court implemented a Countywide employee classification and compensation system in October 1997. The Court has remained committed to funding this compensation package in order to retain and attract the best employees for the County
- . Funding for a Countywide computer network to be maintained by the Management Information Systems (MIS) department, which will ensure better communications and the sharing of information between County employees.
- . Funding in the amount of \$1,000,000 for ongoing and new capital projects. The county will participate in the deepening and widening of the Neches River waterway, several projects on Pleasure Island including construction of a golf course and stabilization of shoreline, and a bulkheading project at Mesquite Point.
- . Providing \$1,109,135 for the Southeast Texas Regional Airport in order to fund operating expenditures and capital expenditures including the acquisition of 210 acres of land to extend the airport's main runway.
- ! Funding \$7,911,345 in Debt Service payments. This is an increase from the prior year of \$4,126,843 due to issuance of \$55,000,000 in Certificates of Obligation.
- . Continuing to maintain the highest level of service to the taxpayers of the County.

Accounting System and Budgetary Controls

The County's accounting records, with the exception of the Enterprise Fund and the Internal Service Funds are maintained on the modified accrual basis whereby revenues are recognized when measurable and available and expenditures are recognized when goods and services are received. The Enterprise and the Internal Service Fund are accounted for using the accrual basis of accounting,

under which transactions are recognized when they occur, regardless of the timing of related cash flows.

The County maintains budgetary controls in order to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Commissioners' Court. The level of budgetary control is the department within the individual funds. The County maintains an encumbrance accounting system as a method to accomplish budgetary control.

Each July, Commissioners' Court conducts hearings with various department heads to establish priorities and requests for the next fiscal year. The budget process typically lasts from May to September. By late August, Commissioners' Court will present a proposed budget to the citizens during a public hearing. The budget is adopted no later than September 30.

The County Auditor monitors expenditures of the various departments to prevent expenditures from exceeding budgeted appropriations.

Internal Controls

In developing and evaluating the accounting system, consideration is given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute, assurance regarding: (1) the safeguarding of assets against loss from unauthorized use or disposition; and (2) the reliability of financial records for preparing financial statements and maintaining accountability for assets.

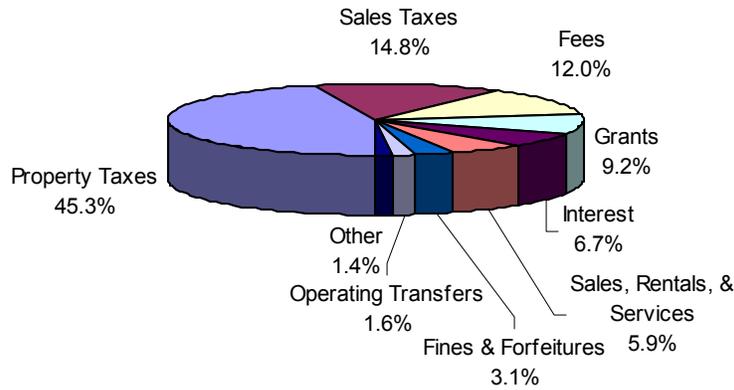
The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the evaluation of costs and benefits requires estimates and judgments by management.

All internal control evaluations occur within the above framework. We believe that the County's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

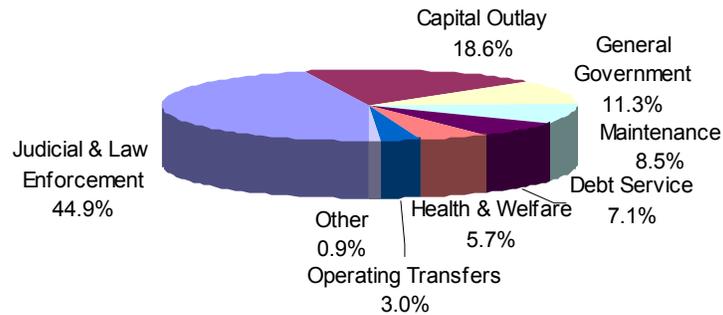
General Financial Information

Governmental funds are used to account for the majority of the County's general activities including the collection and disbursement of restricted monies (special revenue funds), the acquisition or construction of general fixed assets (capital projects funds), the servicing of general long-term debt (debt service funds), and all activities not accounted for in any other fund (general fund). For the year ended September 30, 2001, sources of funds totaled \$94.7 million compared to total uses of funds of \$112.2 million. The fund balance at year-end was \$81.0 million. The following graphs provide sources of funds and uses of funds by function for fiscal year 2000-2001.

Sources of Funds



Uses of Funds by Function



The following schedule presents a summary of general fund, special revenue funds, capital projects funds, and debt service fund revenue and other financing sources and expenditures and other uses for the fiscal year ended September 30, 2001 and the amount and percent of increases and decreases in relation to prior year amounts.

JEFFERSON COUNTY, TEXAS				
Governmental Funds				
Comparative Sources and Uses of Funds				
	FY 2001	FY 2000	Increase (Decrease)	% Increase (Decrease)
SOURCES OF FUNDS				
Taxes:				
Property	\$ 42,885,676	\$ 42,624,272	\$ 261,404	0.61%
Sales Taxes	14,051,840	13,860,790	191,050	1.38%
Fees	11,377,989	10,731,563	646,426	6.02%
Licenses	445,002	487,024	(42,022)	(8.63%)
Sales, Rentals, and Services	5,586,316	4,727,874	858,442	18.16%
Intergovernmental	818,648	640,984	177,664	27.72%
Fines and Forfeitures	2,902,650	3,365,240	(462,590)	(13.75%)
Grants and Receipts - Other				
Governments	8,670,250	8,378,371	291,879	3.48%
Interest	6,348,578	5,183,310	1,165,268	22.48%
Miscellaneous	9,260	13,792	(4,532)	(32.86%)
Contributions and Donations	82,427	15,705	66,722	424.85%
Operating Transfers In	1,549,799	7,412,713	(5,862,914)	(79.09%)
Proceeds from Bond Sale	-	53,795,969	(53,795,969)	(100.00%)
Total Sources	94,728,435	151,237,607	(56,509,172)	(37.36%)
USES OF FUNDS:				
General Government	12,662,674	11,626,757	1,035,917	8.91%
Judicial and Law Enforcement	50,383,391	49,543,078	840,313	1.70%
Education and Recreation	565,046	516,098	48,948	9.48%
Health and Welfare	6,448,683	6,180,430	268,253	4.34%
Contract Services	399,129	9,684	389,445	4021.53%
Maintenance - Equipment and				
Structures	9,615,834	9,542,345	73,489	0.77%
Capital Outlay	20,911,522	10,881,982	10,029,540	92.17%
Debt Service:				
Principal	2,010,000	2,670,000	(660,000)	(24.72%)
Interest and Commission	5,904,993	1,112,364	4,792,629	430.85%
Operating Transfers Out	3,335,487	7,442,713	(4,107,226)	(55.18%)
Total Uses	112,236,759	99,525,451	12,711,308	12.77%
Increase (Decrease) in				
Fund Balances	(17,508,324)	51,712,156	(69,220,480)	(133.86%)
Prior Period Adjustments	-	4,285	(4,285)	(100.00%)
Fund Balances, October 1	98,469,922	46,753,481	51,716,441	110.62%
Fund Balances, September 30	80,961,598	98,469,922	(17,508,324)	(17.78%)

The most significant changes in revenue were as follows:

- 1) Sales, Rentals, and Services increased by \$1,061,538 or 18.16% as a result of a reimbursement to the General fund of \$1,061,538 from the Health Insurance Internal Service Fund due to the transition to a Public Entity Risk Pool.
- 2) Intergovernmental revenues increased \$177,664 or 27.72% as a result of \$131,322 reimbursement from FEMA for expenditures related to Tropical Storm Allison.
- 3) Fines and Forfeitures decreased by \$462,590 or 13.75% as a result of reductions in forfeitures generated by the Sheriff's office, Narcotics Task Force, and District Attorney office.
- 4) Interest increased by \$1,165,268 or 22.48% as a result of proceeds of a \$55,000,000 Certificates of Obligation collecting interest.
- 5) Operating Transfers In decreased by \$5,862,914 or 79.09% as a result of funding Courthouse Renovations and non-bond expenditures of the Southeast Texas Entertainment Complex in fiscal year 2000.
- 6) Proceeds from Bond Sale decreased by \$53,795,969 or 100.00% as a result of the issuance of a \$55,000,000 in Certificates of Obligation to finance the construction of the Southeast Texas Entertainment Complex in fiscal year 2000.

The most significant changes noted in expenditures were as follows:

- 1) Contract Services increased by \$389,445 or 4021.53% as a result of \$310,058 expenditures due to Tropical Storm Allison which was 75% reimbursable from FEMA as well as additional reimbursable expenditures from other Grants.
- 2) Capital Outlay increased by \$10,029,540 or 92.17% as a result of construction of a new 48 bed Juvenile Detention facility and construction of the Southeast Texas Entertainment Complex.
- 3) Debt Service Principal decreased by \$660,000 or 24.72% as a result of the payoff of the 1990 General Obligation bond and the 1995 Tax Anticipation Note in fiscal year 2000.
- 4) Debt Service Interest and Commission increased by \$4,792,629 or 430.85% as a result of interest payments for the \$55,000,000 Certificates of Obligation.
- 5) Operation Transfers Out decreased by \$4,107,226 or 55.18% as a result of funding Courthouse Renovations and non-bond expenditures of the Southeast Texas Entertainment Complex in fiscal year 2000.

Capital Projects. The County maintains an ongoing capital improvement program. General government capital improvements have been funded by general obligation bond proceeds and are accounted for in the Capital Projects Funds. When projects are completed, they are recorded as additions in the General Fixed Assets Account Group. Capital improvements for the Airport are considered "proprietary" and are accounted for in the Airport Enterprise Fund.

The County expended a total of \$17,929,761 in 2000-2001 for a variety of capital project improvements. As of September 30, 2001, the ending fund balance reserved for capital projects was \$54,982,260.

Enterprise Operations. The County's enterprise endeavor is the operation of the Southeast Texas Regional Airport and the Southeast Texas Government Employees Benefit Plan. A summary of the operation is listed below.

Southeast Texas Regional Airport

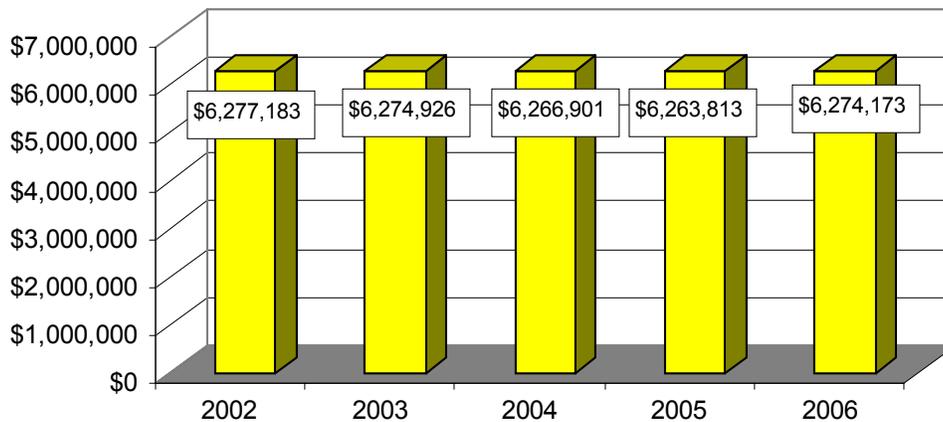
	<u>2000-2001</u>	<u>1999-2000</u>
Operating Revenues	\$ 1,801,872	\$ 2,154,500
Operating Expenditures	3,546,404	3,536,384
Operating Loss	(1,744,532)	(1,381,884)
Nonoperating Revenues	7,219	5,117
Transfer from Other Funds	1,785,688	-
Net Loss	48,375	(1,376,767)

Southeast Texas Government Employees Benefit Pool

	<u>2000-2001</u>	<u>1999-2000</u>
Operating Revenues	\$ 6,319,138	\$ -
Operating Expenditures	7,749,616	-
Operating Loss	(1,430,478)	-
Nonoperating Revenues	78,543	-
Net Loss	(1,351,935)	-

Debt Administration. At September 30, 2001, the County had debt issues outstanding of \$74,375,000. Bond rating agencies, Moody's and Standard and Poor's rated the County's most recent bond issue "Aa" and "A+" respectively.

**Debt Service Requirements
(Next Five Years)**



Risk Management. The County has established three internal service funds (Life & Retirees' Health Insurance, Liability, and Workers' Compensation) to insure itself against losses normally covered by insurance. The Life & Retirees' Health Insurance Fund is used to accumulate employer and employee contributions, and pay health, dental, and prescription drug claims for Retirees' over 65 and to pay for employees' life insurance premiums. Contributions and interest income totaled \$1,063,936 while expenditures totaled \$1,646,308. The purpose of the Liability Fund is to account for the transfers made to cover property damage and personal liability claims. The Workers' Compensation Fund was established to better manage and monitor workers' compensation claims. Contributions from employer and interest on investments totaled \$842,685, while expenditures totaled \$597,522.

Fiduciary Funds. are used to account for assets held on behalf of outsiders, including other governments, or other funds within the County.

Cash Management. The County earned interest revenue of \$6,740,271 on all investments including those of the proprietary funds for the fiscal year ended September 30, 2001. The County's investment policy is to minimize credit and market risks while maintaining a competitive yield on its portfolio. Accordingly, deposits were either insured by federal depository insurance or collateralized. All collateral on deposits was held either by a financial institution or its agent in the County's name.

Other Information

Independent Audit. An annual audit of the accounting records of the County is made by independent certified public accountants. The accounting firm of Charles E. Reed & Associates, P.C., CPA's was selected by the County Commissioners to perform the current audit. The auditor's report on the general-purpose financial statements and combining and individual fund statements and schedules is included in the **financial section** of this report.

Awards. The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Jefferson County, Texas for its comprehensive annual financial report (CAFR) for the fiscal years ended September 30, 2000. This was the fourth consecutive year that the government has achieved this prestigious award.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. The CAFR must satisfy both generally accepted accounting principles and applicable legal requirements.

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

Acknowledgments. The preparation of this report could not have been accomplished without the dedicated services of the staff of the County Auditor's Office. I express my sincere appreciation to all the members of this office who contributed to its preparation. Also, I express my appreciation and thanks to the members of the Commissioners Court, their staff, and all other County officials and employees who have given their support in planning and conducting the financial operations of Jefferson County, Texas in a responsible manner.

Patrick Swain, C.P.A.
County Auditor
Jefferson County, Texas

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Jefferson 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.

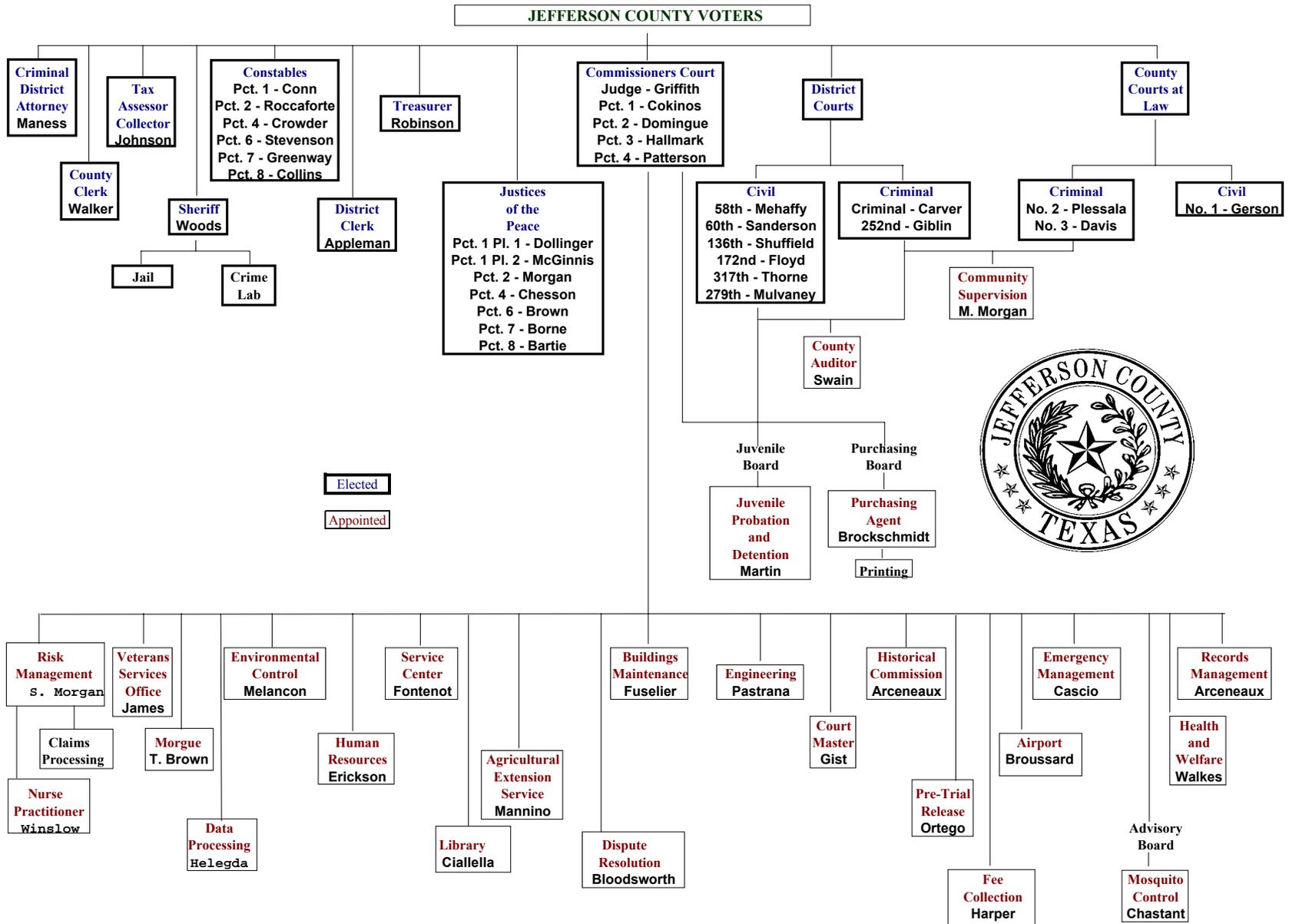


Smith D. Brewer
President

Jeffrey L. Esser
Executive Director

ORGANIZATION CHART OF JEFFERSON COUNTY

As of September 30, 2001



ELECTED OFFICIALS

As of September 30, 2001

COMMISSIONERS' COURT

County Judge	Carl Griffith
Commissioner Pct. 1	Jimmie Cokinos
Commissioner Pct. 2	Mark Domingue
Commissioner Pct. 3	Waymon Hallmark
Commissioner Pct. 4	Connie M. Patterson

SHERIFF

Mitch Woods

TAX ASSESSOR - COLLECTOR

Miriam Johnson

DISTRICT CLERK

John Appleman

COUNTY CLERK

Sandy Walker

COUNTY TREASURER

Linda Robinson

JUSTICES OF THE PEACE

J.P. Pct. 1 Pl. 1	Kenneth Dollinger
J.P. Pct. 1 Pl. 2	Vi McGinnis
J.P. Pct. 2	Robert Morgan
J.P. Pct. 4	Ray Chesson
J.P. Pct. 6	Paul Brown
J.P. Pct. 7	John Borne
J.P. Pct. 8	Thurman Bartie

CONSTABLES

Constable Pct. 1	Charles Conn
Constable Pct. 2	Leonard Roccaforte
Constable Pct. 4	Brandon Crowder
Constable Pct. 6	Joe Stevenson
Constable Pct. 7	Jeff Greenway
Constable Pct. 8	Eddie Collins

COUNTY COURTS AT LAW

County Court at Law No. 1	Al Gerson
County Court at Law No. 2	Harold Plessala
County Court at Law No. 3	John Davis

DISTRICT JUDGES

Criminal Court	Charles Carver
252nd District Court	Leonard Giblin
58th District Court	James Mehaffy
60th District Court	Gary Sanderson
136th District Court	Milton Shuffield
172nd District Court	Donald Floyd
279th District Court	Thomas Mulvaney
317th District Court	Larry Thorne

DISTRICT ATTORNEY

Tom Maness

APPOINTED OFFICIALS

As of September 30, 2001

Agricultural Extension Service	Vince Mannino
Airport	Byron Broussard
Auditor	Patrick Swain
Auto Service Center	David Fontenot
Buildings Maintenance	Harry Fuselier
Community Supervision	Montie Morgan
Court Master	Larry Gist
Data Processing	Paul Helegda
Dispute Resolution Center	Cindy Bloodsworth
Emergency Management	John Cascio
Engineering	Jose Pastrana
Environmental Control	Michael Melancon
Fee Collections	Tanya Harper
Health and Welfare	Dr. Cecil Walkes
Human Resources	Cary Erickson
Juvenile Probation & Detention	James Martin
Library	Emil Ciallella
Mosquito Control	Lee Chastant
Morgue	Dr. Tommy Brown
Nurse Practitioner	Anne Winslow
Pre-Trial Release	Russell Ortego
Purchasing Agent\Printing	Alice Brockschmidt
Risk Management\Claims Processing	Shannon Morgan
Veterans Services Office	Richard James

FINANCIAL
SECTION



CHARLES E. REED & ASSOCIATES
A PROFESSIONAL CORPORATION

Certified Public Accountants & Consultants
3636 Professional Drive • Port Arthur, Texas 77642
(409) 983-3277 • Fax (409) 983-3270
Email: reedcpas@pernet.net

Charles E. Reed, CPA • Chuck Reed, CPA • Dzung A. Pham, CPA
Sabrina H. Vrooman, CPA • Sherry J. Meador, CPA

Members
American Institute of
Certified Public Accountants
Texas Society of Certified
Public Accountants
AICPA Private Companies
Practice Section

March 8, 2002

INDEPENDENT AUDITOR'S REPORT

To the Honorable Carl Griffith, County Judge
and Members of the Commissioners' Court
Jefferson County, Texas

We have audited the accompanying general purpose financial statements of Jefferson County, Texas, (The "County") as of September 30, 2001, and for the year then ended, as listed in the table of contents. These general purpose financial statements are the responsibility of the County's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

We conducted our audit in accordance with auditing standards and the standards generally accepted in the United States of America 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 the significant estimates made by management, as well as evaluating the overall general purpose financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

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

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In accordance with *Government Auditing Standards*, we have also issued our report dated March 8, 2002, on our consideration of the County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

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

The Statistical Section as listed in the table of contents has not been audited by us, and, accordingly, we express no opinion on such information.

Charles E. Reed + Associates PC

CHARLES E. REED & ASSOCIATES, P.C.
Certified Public Accountants & Consultants

GENERAL PURPOSE
FINANCIAL STATEMENTS

JEFFERSON COUNTY, TEXAS
COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS
SEPTEMBER 30, 2001
(With comparative totals for September 30, 2000)

	GOVERNMENTAL FUND TYPES				PROPRIETARY FUND TYPES		FIDUCIARY FUND TYPES	ACCOUNT GROUPS		TOTALS (Memorandum Only)	
	GENERAL	SPECIAL REVENUE	CAPITAL PROJECTS	DEBT SERVICE	ENTERPRISE	INTERNAL SERVICE	AGENCY	GENERAL FIXED ASSETS	GENERAL LONG-TERM DEBT	2001	2000
ASSETS AND OTHER DEBITS											
ASSETS:											
CASH AND INVESTMENTS	\$ 18,000,097	6,033,596	58,155,371	843,717	1,850,393	3,819,441	18,195,992	-	-	106,898,607	125,426,587
ACCOUNTS RECEIVABLE, Net	319,557	37,563	-	-	97,612	394,037	3,455	-	-	852,224	1,613,654
INTEREST RECEIVABLE	194,572	40,146	513,546	7,469	14,530	33,438	-	-	-	803,701	801,651
DELINQUENT TAXES RECEIVABLE, Net	2,225,227	-	-	381,144	-	-	-	-	-	2,606,371	2,377,093
PENALTY AND INTEREST RECEIVABLE, Net	1,381,737	-	-	236,668	-	-	-	-	-	1,618,405	1,517,148
DUE FROM OTHER FUNDS	3,752,310	433,879	-	5,167	-	492	75,288	-	-	4,267,136	3,573,082
DUE FROM OTHER GOVERNMENTAL ENTITIES	1,535,381	1,093,613	-	-	13,015	-	770,133	-	-	3,412,142	3,496,202
INVENTORY, At Cost	668,846	-	-	-	66,096	-	59,643	-	-	794,585	589,643
PREPAID ITEMS	26,370	4,485	-	-	683	-	-	-	-	31,538	29,265
FIXED ASSETS, Net, where applicable, of Accumulated Depreciation	-	-	-	-	19,327,756	-	-	142,555,110	-	161,882,866	140,224,158
OTHER DEBITS:											
AMOUNTS AVAILABLE IN DEBT SERVICE FUNDS	-	-	-	-	-	-	-	-	879,976	879,976	2,356,619
AMOUNTS TO BE PROVIDED FOR: RETIREMENT OF CAPITAL LEASES	-	-	-	-	-	-	-	-	555,132	555,132	831,697
RETIREMENT OF GENERAL LONG-TERM DEBT AND OTHER LIABILITIES	-	-	-	-	-	-	-	-	81,004,513	81,004,513	81,476,845
TOTAL ASSETS AND OTHER DEBITS	\$ 28,104,097	7,643,282	58,668,917	1,474,165	21,370,085	4,247,408	19,104,511	142,555,110	82,439,621	365,607,196	364,313,644

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

[CONTINUED]

JEFFERSON COUNTY, TEXAS
COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS
SEPTEMBER 30, 2001
(With comparative totals for September 30, 2000)

	GOVERNMENTAL FUND TYPES				PROPRIETARY FUND TYPES		FIDUCIARY FUND TYPES	ACCOUNT GROUPS		TOTALS (Memorandum Only)	
	GENERAL	SPECIAL REVENUE	CAPITAL PROJECTS	DEBT SERVICE	ENTERPRISE	INTERNAL SERVICE	AGENCY	GENERAL FIXED ASSETS	GENERAL LONG-TERM DEBT	2001	2000
LIABILITIES AND FUND EQUITY											
LIABILITIES:											
ACCOUNTS PAYABLE	\$ 3,393,596	762,019	3,686,657	-	182,676	-	13,782,340	-	-	21,807,288	21,205,561
CLAIMS LIABILITY	-	-	-	-	1,166,422	318,063	-	-	-	1,484,485	1,867,242
COMPENSATED ABSENCES PAYABLE	723,650	-	-	-	19,163	-	-	-	-	742,813	437,462
DEFERRED REVENUES	3,469,041	733,566	-	594,189	-	-	-	-	-	4,796,796	4,489,670
DUE TO OTHER FUNDS	11,185	1,187,657	-	-	1,357,402	-	1,710,892	-	-	4,267,136	3,573,082
DUE TO OTHER GOVERNMENTAL ENTITIES	360	356,943	-	-	-	-	3,159,191	-	-	3,516,494	3,165,995
OTHER PAYABLES	-	-	-	-	-	-	452,088	-	-	452,088	471,027
CUSTOMER DEPOSITS	10,000	-	-	-	28,023	-	-	-	-	38,023	38,023
COMPENSATED ABSENCES, Non-current	-	-	-	-	229,746	-	-	-	7,509,489	7,739,235	7,659,338
CAPITAL LEASE PAYABLE	-	-	-	-	-	-	-	-	555,132	555,132	831,697
BONDS PAYABLE	-	-	-	-	-	-	-	-	74,375,000	74,375,000	76,385,000
TOTAL LIABILITIES	7,607,832	3,040,185	3,686,657	594,189	2,983,432	318,063	19,104,511	-	82,439,621	119,774,490	120,124,097
EQUITY AND OTHER CREDITS											
CONTRIBUTED CAPITAL (net of depreciation)	-	-	-	-	13,487,682	-	-	-	-	13,487,682	14,232,508
INVESTMENTS IN GENERAL FIXED ASSETS	-	-	-	-	-	-	-	142,555,110	-	142,555,110	121,956,261
RETAINED EARNINGS:											
UNRESERVED	-	-	-	-	4,898,971	3,929,345	-	-	-	8,828,316	9,530,856
FUND BALANCES:											
RESERVED FOR INVENTORY	668,846	-	-	-	-	-	-	-	-	668,846	491,079
RESERVED FOR DEBT SERVICE	-	-	-	879,976	-	-	-	-	-	879,976	2,356,619
RESERVED FOR CAPITAL PROJECTS	-	-	54,982,260	-	-	-	-	-	-	54,982,260	67,296,877
RESERVED FOR PREPAID ITEMS	26,370	4,485	-	-	-	-	-	-	-	30,855	28,582
UNRESERVED	19,801,049	4,598,612	-	-	-	-	-	-	-	24,399,661	28,296,765
TOTAL EQUITY AND OTHER CREDITS	20,496,265	4,603,097	54,982,260	879,976	18,386,653	3,929,345	-	142,555,110	-	245,832,706	244,189,547
TOTAL LIABILITIES, EQUITY AND OTHER CREDITS	\$ 28,104,097	7,643,282	58,668,917	1,474,165	21,370,085	4,247,408	19,104,511	142,555,110	82,439,621	365,607,196	364,313,644

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

JEFFERSON COUNTY, TEXAS
COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - ALL GOVERNMENTAL FUND TYPES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2001
(With comparative totals for the fiscal year ended September 30, 2000)

	GOVERNMENTAL FUND TYPES				TOTALS (Memorandum Only)	
	GENERAL	SPECIAL REVENUE	CAPITAL PROJECTS	DEBT SERVICE	2001	Restated 2000
REVENUES:						
TAXES						
PROPERTY	\$ 36,601,373	-	-	6,284,303	42,885,676	42,624,272
SALES TAX	14,051,840	-	-	-	14,051,840	13,860,790
FEES	7,917,813	3,460,176	-	-	11,377,989	10,731,563
LICENSES	445,002	-	-	-	445,002	487,024
SALES, RENTALS, AND SERVICES	5,586,316	-	-	-	5,586,316	4,727,874
INTERGOVERNMENTAL	818,648	-	-	-	818,648	640,984
FINES AND FORFEITURES	2,157,101	745,549	-	-	2,902,650	3,365,240
GRANTS AND RECEIPTS - OTHER						
GOVERNMENTS	-	8,035,006	635,244	-	8,670,250	8,378,371
INTEREST	1,794,727	415,674	3,984,130	154,047	6,348,578	5,183,310
MISCELLANEOUS	9,260	-	-	-	9,260	13,792
CONTRIBUTIONS AND DONATIONS	2,500	79,927	-	-	82,427	15,705
TOTAL REVENUES	<u>69,384,580</u>	<u>12,736,332</u>	<u>4,619,374</u>	<u>6,438,350</u>	<u>93,178,636</u>	<u>90,028,925</u>
EXPENDITURES:						
CURRENT:						
GENERAL GOVERNMENT	12,377,689	284,985	-	-	12,662,674	11,626,757
JUDICIAL AND LAW ENFORCEMENT	39,456,915	10,926,476	-	-	50,383,391	49,543,181
EDUCATION AND RECREATION	554,316	10,730	-	-	565,046	516,098
HEALTH AND WELFARE	6,246,256	202,427	-	-	6,448,683	6,180,430
CONTRACT SERVICES	-	399,129	-	-	399,129	9,684
MAINTENANCE - EQUIPMENT AND STRUCTURES	9,567,209	48,625	-	-	9,615,834	9,542,345
CAPITAL OUTLAY	2,055,341	926,420	17,929,761	-	20,911,522	10,881,879
DEBT SERVICE:						
PRINCIPAL	-	-	-	2,010,000	2,010,000	2,670,000
INTEREST AND COMMISSION	-	-	-	5,904,993	5,904,993	1,112,364
TOTAL EXPENDITURES	<u>70,257,726</u>	<u>12,798,792</u>	<u>17,929,761</u>	<u>7,914,993</u>	<u>108,901,272</u>	<u>92,082,738</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(873,146)</u>	<u>(62,460)</u>	<u>(13,310,387)</u>	<u>(1,476,643)</u>	<u>(15,722,636)</u>	<u>(2,053,813)</u>
OTHER FINANCING SOURCES (USES):						
PROCEEDS FROM BOND SALE	-	-	-	-	-	53,795,969
OPERATING TRANSFERS IN	-	549,799	1,000,000	-	1,549,799	7,412,713
OPERATING TRANSFERS OUT	(3,110,263)	(220,994)	(4,230)	-	(3,335,487)	(7,442,713)
TOTAL OTHER FINANCING SOURCES (USES)	<u>(3,110,263)</u>	<u>328,805</u>	<u>995,770</u>	<u>-</u>	<u>(1,785,688.00)</u>	<u>53,765,969</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING (USES)	<u>(3,983,409)</u>	<u>266,345</u>	<u>(12,314,617)</u>	<u>(1,476,643)</u>	<u>(17,508,324)</u>	<u>51,712,156</u>
FUND BALANCES, OCTOBER 1	24,479,674	4,336,752	67,296,877	2,356,619	98,469,922	46,753,481
PRIOR PERIOD ADJUSTMENT	-	-	-	-	-	4,285
FUND BALANCES, OCTOBER 1 (RESTATED)	<u>24,479,674</u>	<u>4,336,752</u>	<u>67,296,877</u>	<u>2,356,619</u>	<u>98,469,922</u>	<u>46,757,766</u>
FUND BALANCES, SEPTEMBER 30	<u>\$ 20,496,265</u>	<u>4,603,097</u>	<u>54,982,260</u>	<u>879,976</u>	<u>80,961,598</u>	<u>98,469,922</u>

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

JEFFERSON COUNTY, TEXAS
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
ACTUAL AND BUDGET (GAAP) - GENERAL AND DEBT SERVICE FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2001

	GENERAL FUND			DEBT SERVICE FUND		
	ACTUAL	BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)	ACTUAL	BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES:						
TAXES:						
PROPERTY	\$ 36,601,373	36,501,894	99,479	6,284,303	6,183,498	100,805
SALES TAX	14,051,840	13,385,653	666,187	-	-	-
FEES	7,917,813	7,828,242	89,571	-	-	-
LICENSE	445,002	469,285	(24,283)	-	-	-
SALES, RENTALS, AND SERVICES	5,586,316	4,342,509	1,243,807	-	-	-
INTERGOVERNMENTAL	818,648	598,138	220,510	-	-	-
FINES AND FORFEITURES	2,157,101	2,257,258	(100,157)	-	-	-
INTEREST	1,794,727	1,409,468	385,259	154,047	479,372	(325,325)
MISCELLANEOUS	9,260	1,632	7,628	-	-	-
CONTRIBUTIONS	2,500	60	2,440	-	-	-
TOTAL REVENUES	69,384,580	66,794,139	2,590,441	6,438,350	6,662,870	(224,520)
EXPENDITURES:						
CURRENT:						
GENERAL GOVERNMENT	12,377,689	12,834,940	457,251	-	-	-
JUDICIAL AND LAW ENFORCEMENT	39,456,915	41,331,292	1,874,377	-	-	-
EDUCATION AND RECREATION	554,316	610,932	56,616	-	-	-
HEALTH AND WELFARE	6,246,256	6,467,630	221,374	-	-	-
MAINTENANCE - EQUIPMENT AND STRUCTURES	9,567,209	11,084,232	1,517,023	-	-	-
CAPITAL OUTLAY	2,055,341	2,486,312	430,971	-	-	-
DEBT SERVICE:						
PRINCIPAL	-	-	-	2,010,000	2,010,000	-
INTEREST AND COMMISSIONS	-	-	-	5,904,993	5,904,993	-
TOTAL EXPENDITURES	70,257,726	74,815,338	4,557,612	7,914,993	7,914,993	-
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(873,146)	(8,021,199)	7,148,053	(1,476,643)	(1,252,123)	(224,520)
OTHER FINANCING SOURCES (USES):						
CAPITAL LEASE OBLIGATIONS	-	-	-	-	-	-
OPERATING TRANSFERS IN	-	-	-	-	-	-
OPERATING TRANSFERS OUT	(3,110,263)	(3,110,263)	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	(3,110,263)	(3,110,263)	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING (USES)	(3,983,409)	(11,131,462)	7,148,053	(1,476,643)	(1,252,123)	(224,520)
FUND BALANCES, OCTOBER 1	24,479,674	24,479,674	-	2,356,619	2,356,619	-
FUND BALANCES, SEPTEMBER 30	\$ 20,496,265	13,348,212	7,148,053	879,976	1,104,496	(224,520)

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

JEFFERSON COUNTY, TEXAS
COMBINED STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN
FUND EQUITY - ALL PROPRIETARY FUND TYPES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2001
(With comparative totals for the fiscal year ended September 30, 2000)

	ENTERPRISE	INTERNAL SERVICE	TOTALS	
			(Memorandum Only)	
			2001	2000
OPERATING REVENUES:				
CHARGES FOR SERVICES	\$ 8,121,010	1,805,547	9,926,557	12,269,212
OPERATING EXPENSES:				
COST OF SALES AND SERVICES	10,327,420	2,255,284	12,582,704	11,461,824
DEPRECIATION	968,600	-	968,600	951,291
TOTAL OPERATING EXPENSES	11,296,020	2,255,284	13,551,304	12,413,115
OPERATING INCOME (LOSS)	(3,175,010)	(449,737)	(3,624,747)	(143,903)
NONOPERATING REVENUES (EXPENSES):				
(LOSS) ON DISPOSAL OF EQUIPMENT	-	-	-	(1,633)
INTEREST	85,762	305,931	391,693	362,553
TOTAL NONOPERATING REVENUES (EXPENSES)	85,762	305,931	391,693	360,920
INCOME (LOSS) BEFORE OPERATING TRANSFERS	(3,089,248)	(143,806)	(3,233,054)	217,017
TRANSFER FROM OTHER FUNDS:				
GENERAL FUND	1,785,688	-	1,785,688	30,000
NET INCOME (LOSS)	(1,303,560)	(143,806)	(1,447,366)	247,017
ADD: DEPRECIATION ON CONTRIBUTED ASSETS	744,826	-	744,826	747,184
INCREASE (DECREASE) IN RETAINED EARNINGS	(558,734)	(143,806)	(702,540)	994,201
RETAINED EARNINGS, OCTOBER 1	3,407,705	6,123,151	9,530,856	8,536,655
RESIDUAL EQUITY TRANSFER	2,050,000	(2,050,000)	-	-
RETAINED EARNINGS, SEPTEMBER 30	4,898,971	3,929,345	8,828,316	9,530,856
CONTRIBUTED CAPITAL, OCTOBER 1	14,232,508	-	14,232,508	14,979,692
LESS: DEPRECIATION ON CONTRIBUTED ASSETS	(744,826)	-	(744,826)	(747,184)
CONTRIBUTED CAPITAL, SEPTEMBER 30	13,487,682	-	15,537,682	14,232,508
FUND EQUITY, SEPTEMBER 30	\$ 18,386,653	3,929,345	24,365,998	23,763,364

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

JEFFERSON COUNTY, TEXAS
COMBINED STATEMENT OF CASH FLOWS
ALL PROPRIETARY FUND TYPES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2001
(With comparative totals for the fiscal year ended September 30, 2000)

	ENTERPRISE	INTERNAL SERVICE	TOTALS (Memorandum only)	
			2001	2000
CASH FLOWS FROM OPERATING ACTIVITIES:				
OPERATING LOSS	\$ (3,175,010)	(449,737)	(3,624,747)	(143,903)
ADJUSTMENTS TO RECONCILE NET OPERATING LOSS TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:				
DEPRECIATION	968,600	-	968,600	951,291
(INCREASE) DECREASE IN ACCOUNTS RECEIVABLE	137,442	544,368	681,810	(708,480)
DECREASE IN DUE FROM OTHER GOVERNMENTAL ENTITIES	-	6,332	6,332	29,860
(INCREASE) IN INVENTORY	(22,809)	-	(22,809)	(6,122)
INCREASE (DECREASE) IN ACCOUNTS PAYABLE	6,922	-	6,922	(73,814)
INCREASE (DECREASE) IN CLAIMS LIABILITY	1,166,422	(1,549,179)	(382,757)	(896,020)
INCREASE (DECREASE) IN DUE TO OTHER FUNDS	873,517	(492)	873,025	483,885
INCREASE IN OTHER LIABILITIES	16,848	-	16,848	20,084
(DECREASE) IN CUSTOMER DEPOSITS	-	-	-	(596)
TOTAL ADJUSTMENTS	3,146,942	(998,971)	2,147,971	(199,912)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	(28,068)	(1,448,708)	(1,476,776)	(343,815)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:				
TRANSFERS FROM OTHER FUNDS	1,785,688	-	1,785,688	30,000
RESIDUAL EQUITY TRANSFER	2,050,000	(2,050,000)	-	-
NET CASH PROVIDED (USED) FROM NONCAPITAL FINANCING ACTIVITIES	3,835,688	(2,050,000)	1,785,688	30,000
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:				
PAYMENTS FOR CAPITAL ACQUISITIONS AND CONSTRUCTION	(2,028,459)	-	(2,028,459)	(470,347)
NET CASH USED FOR CAPITAL AND RELATED FINANCING ACTIVITIES	(2,028,459)	-	(2,028,459)	(470,347)
CASH FLOWS FROM INVESTING ACTIVITIES:				
RECEIPTS OF INTEREST	71,232	325,883	397,115	346,213
NET CASH PROVIDED FROM INVESTING ACTIVITIES	71,232	325,883	397,115	346,213
NET CASH INCREASE (DECREASE) FOR THE YEAR	1,850,393	(3,172,825)	(1,322,432)	(437,949)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	-	6,992,266	6,992,266	7,430,215
CASH AND CASH EQUIVALENTS AT END OF YEAR	\$ 1,850,393	3,819,441	5,669,834	6,992,266

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



JEFFERSON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2001

Note 1 - Summary of Significant Accounting Policies

The financial statements of Jefferson County, Texas (County) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental and financial reporting principles. The most significant accounting and reporting policies of the County are described in the following notes to the financial statements.

A. Reporting Entity

The County is a public corporation and a political subdivision of the State of Texas. The County is governed by Commissioners Court, composed of four County Commissioners and the County Judge, all of whom are elected officials.

The County provides a vast array of services, which include public safety, administration of justice, health and human services, recreation services, public improvements, and general administration.

As required by GAAP, the financial statements of the reporting entity include those of the County (the primary government) and its component units in conformity with GASB Statement No. 14, The Financial Reporting Entity which supersedes all previous pronouncements issued by GASB and the National Council of Governmental Accounting (NCGA) for defining the reporting entity.

In accordance with GASB Statement 14, a financial reporting entity consists of the primary government and its components units. Component units are legally separate organizations for which the elected officials of the County are financially accountable, or the relationship to the County is such that exclusion would cause the County's financial statements to be misleading or incomplete. The decision to include or exclude a potential component unit in the reporting entity was made by applying the criteria set forth in GASB Statement No. 14.

Excluded from the reporting entity:

The following agencies were considered in the determination of component units of the County's financial reporting entity. It was determined that these entities should not be included as component units of the primary government: Jefferson County Navigation District, Drainage District #3, Drainage District #6, Drainage District #7, Foreign Trade Zone, Pleasure Island Park Board, Jefferson County Health Facilities Development Corporation, Jefferson County Housing Finance Corporation, and Jefferson County Industrial Development Corporation.

B. Basis of Presentation - Fund Accounting

The County uses funds and account groups to report its financial position and results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities.



JEFFERSON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2001

Note 1 - Summary of Significant Accounting Policies (continued)

A fund is a separate accounting entity with a set of self-balancing accounts. An account group, on the other hand, is a financial reporting mechanism designed to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net expendable available resources (General Fixed Assets and General Long-Term Debt). Funds are classified into three primary categories: **Governmental**, **Proprietary**, and **Fiduciary**. Each category, in turn, is further divided into separate fund types.⁴

Governmental Funds are used to account for the majority of the County's general activities, including the collection and disbursement of earmarked monies (Special Revenue Funds), the acquisition or construction of general fixed assets (Capital Projects Funds), and the servicing of general long-term debt (Debt Service Funds). The General Fund is used to account for all activities of the County not accounted for in any other fund.

Proprietary Funds are used to account for activities similar to those found in the private sector, where the determination of net income is necessary and/or useful to sound financial management. Goods and services from such activities are provided either to the public (Enterprise Fund) or financed through charges to users or other departments or agencies primarily within the County (Internal Service Funds) on a cost reimbursement basis.

Fiduciary Funds are used to account for assets held on behalf of outsiders, including other governments, or other funds within the County. Agency funds are used to account for assets that the County holds on behalf of others as their agent.

C. Basis of Accounting

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (i.e. revenues and other financing sources) and decreases (i.e. expenditures and other financing uses) in net current assets. All proprietary funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the balance sheet. Fund equity (i.e. net total assets) is segregated into contributed capital and retained earnings components. Proprietary fund-type operating statements present increases (e.g. revenues) and decreases (e.g. expenses) in net total assets.

The basis of accounting is the method by which revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. The County uses the modified accrual basis of accounting in all governmental fund types and agency funds. Under this basis of accounting, revenues are recognized when they become measurable and available. ⁵Measurable⁴ means the amount of the transaction can be determined and ⁵available⁴ means collected within the



JEFFERSON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2001

Note 1 - Summary of Significant Accounting Policies (continued)

current period or soon enough thereafter to be used to pay liabilities of the current period. Property taxes that are measurable and available (receivable within the current period and collected within the current period or within 60 days thereafter to be used to pay liabilities of the current period) are recognized as revenue in the year of levy. Property taxes that are measurable, but not available, are recorded, net of estimated uncollectible amounts, as deferred revenues in the year of levy. Such deferred revenues are recognized as revenue in the fiscal year in which they become available.

Expenditures are recognized when the related fund liability is incurred, if measurable, except for expenditures for debt service, and other long-term obligations, which are recognized when paid. Those revenues susceptible to accrual are property taxes, franchise taxes, sales tax, licenses, interest revenue, and charges for services. Fines and permits are not susceptible to accrual because generally they are not measurable until received in cash.

The accrual basis of accounting is utilized by proprietary fund types. Under this method revenues are recorded when earned and expenses are recognized when they are incurred.

The County reports deferred revenues on its combined balance sheet. Deferred revenues arise when a potential revenue does not meet both the measurable and available criteria for recognition within the current period. In subsequent periods when both requirements for revenue recognition are met, the liability for deferred revenue is removed from the combined balance sheet and the revenue recognized.

In accordance with GASB Statement No. 20, Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities That Use Proprietary Fund Accounting, all proprietary funds will continue to follow Financial Accounting Standards Board (FASB) pronouncements issued on or before November 30, 1989. The County has elected not to follow FASB pronouncements issued after that date.

D. Budgets

The County follows these procedures in establishing the budgetary data reflected in the financial statements.

- C Department annual budget requests are submitted by the Department or Agency Head to the County Auditor during the third quarter of the fiscal year for the upcoming fiscal year to begin September 30.

- C The County Auditor prepares an estimate of available resources for the upcoming fiscal year.



JEFFERSON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2001

Note 1 - Summary of Significant Accounting Policies (continued)

- C The County Auditor 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.
- C Public hearings are held on the proposed budget.
- C The Commissioners Court must adopt an annual operating budget by a majority vote of the Commissioner Court before October 1. The adopted budget must be balanced; that is, available resources must be sufficient to support annual appropriations.
- C The department is the legal level of budgetary control. Commissioners Court approval is necessary to transfer appropriations between departments. For the year ending September 30, 2001, Commissioners Court approved \$1,635,466 in budget transfers. Transfers may not increase the total budget.
- C Annual budgets are legally adopted for the General Fund, Debt Service Funds and the Enterprise Fund. Budgets for Grant Funds are established pursuant to grant awards and budgets for Capital Projects are established on a project basis.
- C Appropriations lapse at year-end for all budgeted funds.
- C Budgets are prepared on a basis consistent with GAAP.

E. Cash and Investments

Cash and investments include amounts in demand deposits as well as certificates of deposit, treasury bonds, and cash management account.

State statute authorizes the County to invest in obligations of the U.S. Treasury and Federal Agencies, commercial paper, corporate bonds and repurchase agreements.

Certificates of deposit are reported at carrying amount, which reasonably estimates fair value. Investments in U.S. Federal Agencies, which are all short term, are reported at cost, which approximates fair value. Additional disclosures are also presented in Note 2.

F. Encumbrances

Encumbrances represent commitments related to unperformed contracts for goods and services. Encumbrance accounting, under which purchase orders, contracts, and other commitments for the



JEFFERSON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2001

Note 1 - Summary of Significant Accounting Policies (continued)

expenditure of funds are recorded in order to reserve that portion of the applicable appropriation, is employed. All encumbrances are liquidated at fiscal year end.

G. Interfund Receivables and Payables

Short-term advances between funds are accounted for in the appropriate interfund receivable and payable accounts. These receivables and payables are classified as due from other funds and due to other funds on the balance sheet.

H. Inventories

Inventories are valued at cost, which approximates market, using the first-in/first-out method. The cost of governmental fund type inventories are recorded as expenditures when consumed rather than when they are purchased (consumption method). Reported inventories in the governmental funds are offset by a fund balance reserve, which indicates they are unavailable for appropriations even though they are a component of net current assets.

I. Restricted Assets

Funds set aside for insurance deposits in the internal service funds are classified as restricted assets since their use is limited by contractual obligations.

J. Fixed Assets

General fixed assets are not capitalized in the governmental funds used to acquire or construct them. Instead, capital acquisition and construction are reflected as expenditures in governmental funds, and the related assets are reported in the general fixed assets account group. For proprietary funds, assets are capitalized and reported in the funds that acquire or construct them. All purchased fixed assets are valued at cost where historical records are available and at estimated historical cost where no historical records exist. Donated fixed assets are valued at their estimated fair market value when they are received.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Improvements are capitalized and depreciated over the useful lives of the related fixed assets, as applicable.

Public domain (infrastructure) general fixed assets such as roads, bridges, and runways are capitalized, as these assets are immovable and of value to the County. Assets in the general fixed asset account group are not depreciated. Depreciation of buildings, equipment, and vehicles in the proprietary fund types is computed using the straight-line method for 20 to 35 years, 5 to 15 years and 5 years, respectively.



JEFFERSON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2001

Note 1 - Summary of Significant Accounting Policies (continued)

K. Post-Employment Health Care Benefits

In accordance with County regulations, the following post-employment health care benefits are available:

Retiree Benefits-

In addition to the pension benefits described in Note 8, the County provides post-retirement health care benefits to all employees who retired on or after April 9, 1990. Effective January 1, 1997, Commissioners¹ Court adopted the following policy detailing eligibility requirements for participation in this benefit:

- A) the employee must have at least eight years of credited service with the Texas County and District Retirement System (TCDRS) and have attained the age of sixty; or
- B) the employee must have at least thirty years of credited service with TCDRS; or
- C) the employee's age combined with his years of credited service with TCDRS (each rounded down to whole years) is at least seventy-five.

The employee's spouse is eligible for County paid health insurance benefits following the employee's retirement if:

- A) the employee met the above requirements A, B, or C: and,
- B) the employee's spouse has at least attained the age of fifty-seven.

If the employee's spouse is younger than the age of fifty-seven, the spouse may be covered under the County's health insurance program by paying the same spouse dependent premium as regular County employees. When the spouse reaches age fifty-seven, he/she will then be eligible for County-paid insurance.

If an employee retired from the County prior to April 9, 1990 and returned to County employment, he/she is eligible for County-paid health insurance upon retirement if:

- A) at the time of retirement the employee meets the above mentioned requirements; and,
- B) the employee returned to County employment for a period of at least two years of continuous service.



JEFFERSON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2001

Note 1 - Summary of Significant Accounting Policies (continued)

The County pays 100 percent of health insurance premiums for those retirees and their spouses that qualify. The cost is recognized as an expenditure when the premium is paid each month. In 2001 those costs totaled \$719,862 (net of participant contributions). At September 30, 2001, two hundred twenty three participants are eligible to receive benefits.

COBRA Benefits-

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the County provides health care benefits to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured on or before the tenth day of the month for the actual month covered. This program is offered for a duration of 18 months after the termination date.

L. Compensated Absences

Vested or accumulated sick leave, compensatory time and vacation leave that are expected to be liquidated with expendable available financial resources are reported as an expenditure and a fund liability of the governmental fund that will pay it. Amounts of vested or accumulated sick leave, compensatory time and vacation leave that are not expected to be liquidated with expendable available financial resources are reported in the general long-term debt account group. No expenditures are recorded for these amounts. Vested or accumulated sick leave, compensatory time and vacation leave of proprietary funds are recorded as an expense and liability of those funds as the benefits accrue to employees. In accordance with the provisions of Governmental Accounting Standards Board (GASB) No. 16, Accounting for Compensated Absences, no liability is recorded for nonvested accumulation rights to receive sick pay benefits.

M. Long-term Liabilities

Long-term liabilities that will be financed from governmental funds are accounted for in the General Long-Term Debt Account Group. The general long-term debt is secured by the general credit and taxing powers of the County. Long-term liabilities of all proprietary funds consist of liabilities directly related to, and expected to be paid entirely by the proprietary funds. These liabilities are included in the accounts of such funds.

N. Fund Equity

Contributed capital is recorded in proprietary funds that have received capital grants or contributions from developers, customers, or other funds. Reserves represent those portions of fund equity not appropriated for expenditure or legally segregated for a specific future use.



JEFFERSON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2001

Note 1 - Summary of Significant Accounting Policies (continued)

O. Interfund Transactions

Quasi-external transactions are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursement to a fund for expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

All other interfund transactions, except quasi-external transactions and reimbursements, are reported as transfers. Nonrecurring or nonroutine permanent transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as operating transfers.

P. Memorandum Only - Total Columns

Total columns on the general-purpose financial statements are captioned **Memorandum Only** to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations or changes in financial position in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made to this data.

Q. Comparative Data

Comparative total data for the prior year have been presented in the accompanying financial statements in order to provide an understanding of changes in the County's financial position and operations. However, comparative data have not been presented in all statements because their inclusion would make certain statements unduly complex and difficult to understand.

R. Statement of Cash Flows

For purposes of the statement of cash flows, the County considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents. Restricted assets are not included as cash equivalent for cash flow purposes as these investments are not highly liquid and mature after three months from September 30, 2001.

Note 2 - Cash and Investments

The County's demand deposits and savings accounts issued by the County's depositories were adequately collateralized by either the Federal Depository Insurance Corporation or by collateral (pledged securities) in the County depository's name and pledged to the County, at September 30, 2001.



JEFFERSON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2001

Note 2 - Cash and Investments (continued)

Texas Statute and the County's Investment Policy authorizes the County to invest in U. S. Treasury Bills, Notes and Bonds which are backed by the full faith and credit of the United States Government, U. S. Government agency securities and insured time deposits issued by banks domiciled in the State of Texas.

The County pools most of its cash resources of its various funds to facilitate the management of cash. Cash applicable to a particular fund is readily identifiable. The balances in the pooled cash accounts and other checking accounts are available to meet current operating requirements. Cash in excess of current requirements is invested in various interest-bearing securities.

The deposits made by the County are classified as to risk by the three categories described below:

- Category A Insured or collateralized, with securities held by the County or its agent in the County's name.
- Category B Collateralized, with securities held by the counter party's trust department or agent in the County's name.
- Category C Uncollateralized.

Investments made by the County are summarized below. The investments that are represented by specific identifiable investment securities are classified as to credit risk by the three categories described below:

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

Cash and investments at September 30, 2001 are shown below:

<u>Unrestricted:</u>	
Investments	\$ 90,531,000
Cash in Banks	16,329,657
Cash on Hand	37,950
Total Cash and Investments	<u><u>\$106,898,607</u></u>



JEFFERSON COUNTY, TEXAS
 NOTES TO THE FINANCIAL STATEMENTS
 SEPTEMBER 30, 2001

Note 2 - Cash and Investments (continued)

	Category			
	A	B	C	Bank Balance
Cash and Certificates of Deposit	\$ 16,329,657	-	-	\$ 16,329,657

	Category			
	1	2	3	Reported Amount/Fair Value
U.S. Federal Agencies	\$ 90,531,000	-	-	\$ 90,531,000

Note 3 - Receivables and Allowance for Doubtful Accounts

Property taxes are levied by Commissioners Court on October 1 on property values assessed as of January 1 of the same year. The tax levy is billed as soon after October 1 as possible. On February 1 of the following calendar year the bill becomes delinquent and penalty and interest is assessed by the County. The County Commissioners issue a tax levy for the County's General and Debt Service Funds. The levy and collections are restricted to the funds they are allocated for. The delinquent tax receivable, and penalty and interest receivables represent the past twenty years of uncollected tax levies. The allowance for uncollectible was set at thirty percent of the gross tax receivable and fifty percent on penalty and interest as of September 30, 2001. The allowance has been recorded for property taxes, which are estimated to be uncollectible as required by generally accepted accounting principles. The following schedule summarizes the delinquent taxes receivable as of September 30, 2001.

Rate/\$100 Appraisal Value	\$.365
Taxes Receivable, September 30, 2001	\$ 3,723,388
Allowance For Doubtful Accounts	(1,117,017)
Net Receivables, September 30, 2001	\$ 2,606,371

Receivables as of September 30, 2001 consist of the following:



JEFFERSON COUNTY, TEXAS
 NOTES TO THE FINANCIAL STATEMENTS
 SEPTEMBER 30, 2001

Note 3 - Receivables and Allowance for Doubtful Accounts (continued)

	General	Special Revenues	Capital Projects	Debt Service	Enterprise	Internal Service	Agency	Totals
Receivables:								
Accounts	\$ 166,314	\$ 7,008	\$ -	\$ -	\$ 103,451	\$ 394,037	\$3,455	\$ 674,265
Employee	153,243	30,555	-	-	4,661	-	-	188,459
Interest	194,572	40,146	513,546	7,469	14,530	33,438	-	803,701
Taxes	3,178,896	-	-	544,492	-	-	-	3,723,388
Penalty & Interest	<u>2,763,475</u>	-	-	<u>473,337</u>	-	-	-	<u>3,236,812</u>
Gross	6,456,500	77,709	513,546	1,025,298	122,642	427,475	3,455	8,626,625
Less: Allow- ance for un- collectibles	<u>(2,335,407)</u>	-	-	<u>(400,017)</u>	<u>(10,500)</u>	-	-	<u>(2,745,924)</u>
Net Total								
Receivables	<u>\$4,121,093</u>	<u>\$ 77,709</u>	<u>\$ 513,546</u>	<u>\$ 625,281</u>	<u>\$ 112,142</u>	<u>\$ 427,475</u>	<u>\$ 3,455</u>	<u>\$ 5,880,701</u>

Note 4 - Property Taxes

Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied on October 1 and payable by January 31 of the following year. The County bills and collects its own property taxes and it also bills and collects taxes for Jefferson County Navigation District, Jefferson County Drainage District #3, #6, and #7, Port of Beaumont, Port of Port Arthur, Water District #10, the Bevil Oaks Municipal Utility District, Nederland Independent School District, Northwest Forest Municipal Utility District, Rural Fire #1, Trinity Bay Conservation District, Port of Sabine Pass, Sabine Pass Independent School District, Port Arthur Independent School District, City of Port Arthur, Hamshire Fannett Independent School District, Port Neches-Groves Independent School District, the County Education District, Cardinal Meadows, Beaumont Independent School District, City of Beaumont, City of Groves, City of Nederland, and the Emergency Service District. Collections of these taxes and remittance of them to the various districts are accounted for in the Tax Assessor - Collector Agency Fund. The County is permitted by the State Constitution to levy taxes up to \$.80 per \$100 of assessed valuation for general government services and the payment of principal and interest on Long-Term Debt. In addition to its taxes subject to the \$.80 tax limitation, the County's voters have authorized the levy of a special tax of \$.15 per \$100 assessed valuation solely for road maintenance expenses. The County is also authorized by the voters to levy the Farm to Market and Lateral Road Tax of \$.30 per \$100 of assessed value for the purpose of maintaining roads and bridges.

For the year ended September 30, 2001, the combined tax rate to finance general government services and the payment of principal and interest on long-term debt was \$.365.



JEFFERSON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2001

Note 5 - Changes In General Fixed Assets

A summary of changes in general fixed assets follows:

<u>County Assets</u>	<u>10/01/2000</u>	<u>Additions</u>	<u>Deletions</u>	<u>9/30/2001</u>
Land	\$ 6,207,106	\$ --	\$ --	\$6,207,106
Buildings	52,025,868	21,897	--	52,047,765
Other Improvements	14,794,437	749,960	8,898	15,535,499
Property and Equipment	22,498,158	2,283,217	935,818	23,845,557
Roads, Bridges, and Related Right-of-way	17,060,445	--	1	17,060,444
	112,586,014	3,055,074	944,717	114,696,371
Construction in Progress	9,370,247	18,942,408	453,916	27,858,739
Total Fixed Assets	<u>\$ 121,956,261</u>	<u>\$ 21,997,482</u>	<u>\$ 1,398,633</u>	<u>\$ 142,555,110</u>

A summary of fixed assets of the Enterprise Fund at September 30, 2001 is presented below:

Land	\$ 3,024,815
Buildings and Improvements	34,471,477
Equipment	<u>1,955,787</u>
Total Assets Before Depreciation	39,452,079
Less: Accumulated Depreciation	<u>(22,128,075)</u>
	17,324,004
Construction in Progress	<u>2,003,752</u>
Total Enterprise Fund	<u>\$ 19,327,756</u>

Note 6 - Operating Leases

County as Lessor

The County has entered into various operating leases of County-owned property to others as described below:

The County's airport conducts a major part of its operations from leased facilities, which include office and parking lot spaces for car rental agencies, terminal space for a travel agency, a restaurant and advertising agency, land for a driving range, and hanger space. All leases are classified as operating leases. The rental payments under the leases for the car



JEFFERSON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2001

Note 6 - Operating Leases (continued)

rental agencies are based on a minimum rental plus a percentage of sales. The rental payments under the leases for the travel agency, driving range, restaurant, and advertising agency are based on a percentage of sales. The rental payments under the leases for the hanger spaces are based on a fixed amount per square foot of space leased. All of the operating leases are month to month and will expire over the next two years and include 30-day cancellation clauses. In most cases, the County expects that in the normal course of business, leases will be renewed or replaced by other leases.

The County's airport has one lease for land located in the Private Hangar Park. This lease is classified as an operating lease. The rental payments under the lease for the land are a fixed amount for a twenty-five year period. This lease is noncancellable.

The County also leases a building to the U.S. Postal Service. This lease is also classified as an operating lease. The rental payments under the lease for the Postal Service are a fixed amount for a ten-year period. This lease is noncancellable.

The following schedule provides an analysis of the County's investment in property on operating leases and property held for lease by major classes as of September 30, 2001:

Airport Terminal	\$ 2,691,275
Airport Private Hangar Park	224,581
Postal Building	2,200,214
	<u>5,116,070</u>
Less: accumulated depreciation	<u>(1,224,538)</u>
	<u>\$ 3,891,532</u>

The following is a schedule by years of minimum future rentals on noncancellable operating leases as of September 30, 2001:

<u>Fiscal Year Ending September 30</u>	
2002	\$250,422
2003	250,422
2004	90,642
2005	10,752
2006	10,752
2007-2011	53,760
2012-2016	53,760
2017-2021	53,760
2022-2026	<u>51,072</u>
Total	<u>\$825,342</u>



JEFFERSON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2001

Note 6 - Operating Leases (continued)

Minimum future rentals do not include contingent rentals, which may be received as stipulated in the lease contracts. These contingent rental payments occur only if the use exceeds a certain level of activity each year.

Contingent rentals on Airport cancellable operating leases for the year ended September 30, 2001 are \$198,015.

Note 7 - Long-Term Debt Account Group

The following is a summary of Long-Term Debt transactions for the governmental funds of the County for the year ended September 30, 2001:

	Bonds Payable	Compensated Absences	Capital Leases
Payable at October 1, 2000	\$76,385,000	\$7,448,464	\$831,697
Additions	--	784,675	--
Reductions	2,010,000	723,650	276,565
Payable at September 30, 2001	<u>\$74,375,000</u>	<u>\$7,509,489</u>	<u>\$555,132</u>

Bonds payable at September 30, 2001 are comprised of the following individually issued general obligation bonds:

General Obligation Bonds:

\$6,000,000 1993 Certificates of Obligation due in annual installments from \$100,000 to \$700,000 through August 1, 2010; interest rates ranging from 4.0% to 5.0%.	\$5,250,000
\$19,000,000 1993 Refunding Bonds due in annual installments from \$800,000 to \$1,305,000 through August 1, 2010; interest rates ranging from 4.0% to 5.0%.	8,725,000
\$6,000,000 1999 Certificates of Obligation due in annual installments from \$600,000 to \$1,000,000 through August 1, 2007; interest rates ranging from 3.65% to 4.10%.	5,400,000
\$55,000,000 2000 Certificates of Obligation due in annual installments from \$350,000 to \$5,200,000 through August 1, 2025; interest rates ranging from 5.25% to 6.0%.	<u>55,000,000</u>
Total General Obligation Bonds	<u>\$74,375,000</u>

The annual requirements to amortize bonds outstanding as of September 30, 2001, including interest payments of \$63,359,164 are as follows:



JEFFERSON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2001

Note 7 - Long-Term Debt Account Group (continued)

<u>Fiscal Year Ending September 30</u>	
2002	\$6,277,183
2003	6,274,926
2004	6,266,901
2005	6,263,813
2006	6,274,173
2007-2011	28,702,980
2012-2016	27,835,688
2017-2021	27,708,500
2022-2025	<u>22,130,000</u>
 Total	 <u><u>\$137,734,164</u></u>

There is currently \$879,976 available in the Debt Service Funds to service the general obligation bonds. The County has no authorized but unissued bonds at September 30, 2001.

There are a number of limitations and restrictions contained in the various bond debentures regarding authorized uses of bond proceeds. The County is in compliance with all significant limitations and restrictions.

Capital Lease Obligations:

The County is obligated under certain leases accounted for as capital leases. The leased assets and related obligations are accounted for in the General Fixed Assets Account Group and the General Long Term-Debt Account Group, respectively. The following is a schedule of future minimum lease payments under capital leases, together with the net present value of the minimum lease payments as of September 30, 2001.

<u>Fiscal Year Ending September 30</u>	Capital Lease Payable
2002	\$274,302
2003	258,806
2004	<u>58,901</u>
Minimum Lease Payments For All Capital Leases	592,009
Less: Amount representing interest at the County's incremental borrowing rate of interest	<u>36,877</u>
Present value of the minimum lease payments	<u><u>\$555,132</u></u>

Prior Refunding Issues:

In prior years, the County issued general obligation bonds to advance refund certain general obligation and other bonds by placing the proceeds of the new bonds in an irrevocable trust to provide for all future debt service when due to the earliest call date or to maturity on the old bonds. Accordingly, the trust account assets and the liability for the refunded bonds are not included in the



JEFFERSON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2001

Note 7 - Long-Term Debt Account Group (continued)

County's financial statements. The following reflects the refunded bonds as of the date of the refunding and as of September 30, 2001:

Type	Refunding Series	Date	Outstanding As of Refunding	Outstanding As of 9/30/01
General Obligation	1990	1993	\$10,300,000	\$7,950,000

Conduit Debt Obligations

The County has issued Housing Finance Corporation Bonds and Health Facilities Development Corporation Bonds to provide financial assistance to private-sector entities for the acquisition and construction of facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private-sector entity serviced by the bond issuance. Neither the County, the State, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements.

As of September 30, 2001, there were four series of Jefferson County Housing Finance Corporation Bonds with an aggregate principal amount payable of \$18,531,739, and one series of Jefferson Health Facilities Development Bonds with an aggregate principal amount payable of \$116,650,000.

Arbitrage Rebate Liability

The Tax Reform Act of 1986 established regulations for the rebate to the federal government of arbitrage earnings on certain local government bonds issued after December 31, 1985, and all local governmental bonds issued after August 31, 1986. Issuing governments must calculate any rebate due and remit the amount due at least every five years. There were no arbitrage rebate payments made during Fiscal Year 2001.

Note 8 - Texas County and District Retirement System Pension Plan

Plan Description -

The County provides retirement, disability, and death benefits for all of its full-time employees through a nontraditional defined benefit pension plan in the statewide Texas County and District Retirement System (TCDRS). The Board of Trustees of TCERS is responsible for the administration of the statewide agent multiple-employer public employee retirement system consisting of 509 nontraditional defined benefit pension plans. TCERS in the aggregate issues a comprehensive annual financial report (CAFR) on a calendar year basis. The CAFR is available upon written request from the TCERS Board of Trustees at P.O. Box 2034, Austin, Texas 78768-2034.



JEFFERSON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2001

Note 8 - Texas County and District Retirement System Pension Plan (continued)

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 year 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 deposits 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 deposits and the employer-financed monetary credits to a monthly annuity using annuity purchase rates prescribed by the TCDRS Act.

Funding Policy –

The employer has elected the annually determined contribution rate (Variable-Rate) 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 10.03% for the months of the accounting year in 2000, and 10.04% for the months of the accounting year in 2001.

The contribution rate payable by the employee members for the calendar year 2001 is the rate of 7.0% as adopted by the governing body of the employer. The employee deposit rate and the employer contribution rate may be changed by the governing body of the employer within the options available in the TCDRS Act.

Annual Pension Cost -

For the employer's accounting year ending September 30, 2001, the annual pension cost for the TCDRS plan for its employees was \$4,385,230, and the actual contributions were \$4,385,230. 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.



JEFFERSON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2001

Note 8 - Texas County and District Retirement System Pension Plan (continued)

ACTUARIAL VALUATION INFORMATION

<u>Actuarial valuation date</u>	<u>12/31/98</u>	<u>12/31/99</u>	<u>12/31/00</u>
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 in years	20	20	20
Asset valuation method	long-term appreciation with adjustment	long-term appreciation with adjustment	long-term appreciation with adjustment
<i>Assumptions:</i>			
Investment return ¹	8.00%	8.00%	8.00%
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%

¹ Includes inflation at the stated rate.



JEFFERSON COUNTY, TEXAS
 NOTES TO THE FINANCIAL STATEMENTS
 SEPTEMBER 30, 2001

Note 8 - Texas County and District Retirement System Pension Plan (continued)

**TREND INFORMATION
 FOR THE RETIREMENT PLAN FOR THE EMPLOYEES OF
 JEFFERSON COUNTY, TEXAS**

Accounting Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
09/30/1999	\$3,831,411	100%	\$--
09/30/2000	\$4,277,679	100%	\$--
09/30/2001	\$4,385,230	100%	\$--

**SCHEDULE OF FUNDING PROCESS FOR THE RETIREMENT PLAN
 FOR THE EMPLOYEES OF JEFFERSON COUNTY, TEXAS**

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Annual Covered Payroll ² (c)	UAAL as a Percentage of Covered Payroll [(b-a)/c]
12/31/98	\$78,250,886	\$ 98,606,106	\$20,355,220	79.36%	\$ 38,483,091	52.89%
12/31/99	\$86,230,634	\$107,351,706	\$21,121,072	80.33%	\$ 42,092,101	50.18%
12/31/00	\$95,986,254	\$118,666,184	\$22,679,930	80.89%	\$ 43,137,107	52.58%

² The annual covered payroll is based on the employee contributions received by TCDRS for the year ending with the valuation date.



JEFFERSON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2001

Note 9 - Interfund Transactions

Interfund Receivables and Payables for the year ended September 30, 2001 are detailed below:

<u>Fund</u>	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
General Fund	\$3,752,310	\$11,185
Security Fee Fund	17,316	--
Law Library Fund	9,010	37,145
Juvenile Probation and Detention Fund	2,401	--
Bail Bond License Fund	150	1,212
Law Officer Training Fund	--	17,358
County Clerk Records Management	40,605	--
District Clerk Records Management	6,501	--
Child Welfare Fund	6,005	150,000
JP Courtroom Technology Fund	933	--
Hibernia/CASA Mediation Fund	--	2,300
Narcotics Task Force GPI	--	91,464
Juvenile Challenge Program	--	31,848
Community Supervision	167,081	--
Restitution Center #1	15,788	3
Restitution Center #2	24,432	3
Juvenile Accountability	--	48,938
Drug Diversion	5,409	--
Family Group Conferencing Project	--	3,795
Safe & Sober Step Program	--	3,678
Domestic Violence 10-2	--	56,672
Narcotics Task Force #10-3	81,576	283,077
Domestic Violence 10-3	56,672	--
Auto Theft Grant	--	3,739
Texas Beach Water Program	--	2,581
Flood Emergency Fund	--	434,679
Violence Against Women #2	--	19,165
Total Special Revenue Funds	<u>433,879</u>	<u>1,187,657</u>



JEFFERSON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2001

Note 9 - Interfund Transactions (continued)

Interfund Receivables and Payables for the year ended September 30, 2000 (continued)

Fund	Interfund Receivables	Interfund Payables
1993 Bond Refunding	\$549	\$--
1993 Certificates of Obligation	430	--
1999 Certificates of Obligation	772	--
2000 Certificates of Obligation	3,416	--
Total Debt Service Funds	5,167	--
Southeast Texas Regional Airport	--	1,356,910
Southeast Texas Government Employee Benefit Pool Fund	--	492
Total Enterprise Fund	--	1,357,402
Life & Retiree' Health Insurance Fund	492	--
Total Internal Service Fund	492	--
Treasurer Maintained Fund	75,288	465
County Clerk Fund	--	297,092
District Clerk Fund	--	94,551
Sheriff's Fund	--	119,333
Justice of the Peace Fund	--	177,638
Constables Fund	--	16,457
Tax Assessor-Collector Fund	--	367,527
Adult Probation Fund	--	175,582
Juvenile Probation Fund	--	1,639
Restitution Center #1 Fund	--	15,850
Restitution Center #2 Fund	--	24,543
Downtown Jail Lease Fund	--	420,215
Total Agency Funds	75,288	1,710,892
Total	\$4,267,136	\$4,267,136



JEFFERSON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2001

Note 9 - Interfund Transactions (continued)

Interfund Transfers for the year ended September 30, 2001 are detailed below:

Fund	Operating Transfers In	Operating Transfers Out
General Fund	\$--	\$3,110,263
Juvenile Probation & Detention Fund	--	7,903
Narcotics Task Force GPI	--	213,091
Juvenile Challenge Program Fund	69,566	--
Juvenile Accountability Program	12,133	--
Safe & Sober Step Program	21,790	--
Law Enforcement Block Grant	1,605	--
Narcotics Task Force Grant #10-2 Fund	173,301	--
Narcotics Task Force Grant #10-3 Fund	135,904	--
Domestic Violence Grant #10-2 Fund	51,640	--
Domestic Violence Grant #10-3 Fund	33,360	--
Auto Theft Grant	4,000	--
Violence Against Women #3 Grant Fund	15,367	--
Violence Against Women #2 Grant Fund	31,133	--
Total Special Revenue Funds	<u>549,799</u>	<u>220,994</u>
Capital Projects Fund	1,000,000	--
Juvenile Detention Center	--	4,230
Total Capital Projects Funds	<u>1,000,000</u>	<u>4,230</u>
Southeast Texas Regional Airport	1,785,688	--
Total Enterprise Funds	<u>1,785,688</u>	<u>--</u>
Total	<u>\$3,335,487</u>	<u>\$3,335,487</u>

Note 10 - Deferred Compensation Plan

Employees of Jefferson County, Texas may participate in a deferred compensation plan adopted under the provisions of Internal Revenue Code Section 457 (Deferred Compensation Plans with Respect to Service for State and Local Governments).

The deferred compensation plan is administered by an unrelated financial institution. Amendments to the laws governing Section 457 deferred compensation plans substantially became effective January 1, 1997. The County approved plan amendments such that plan assets are held in trust by a third party custodian, for the exclusive benefit of the plan participants and their beneficiaries. The assets will not be diverted to any other purpose. The County's beneficial ownership of plan assets will be held for the further exclusive benefit of the plan for the exclusive benefit of participants and beneficiaries.



JEFFERSON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2001

Note 10 - Deferred Compensation Plan (continued)

Accordingly, the County performs minimal administrative functions and does not perform any investment functions for the plan. Consequently, the assets held by the custodian are not included in the financial statements as of September 30, 2001.

Note 11 - Individual Funds Deficit Fund Equity and Budgetary Concerns

The following funds had a deficit fund balance as of September 30, 2001:

<u>Special Revenue Funds</u>	
Law Officer Training Fund	\$19,617
Bail Bond License Fund	1,437
Law Library Fund	41,798
Hibernia/CASA Mediation Fund	875
Juvenile Probation Challenge Program	18,789
Community Correction Fund	2,161
Drug Diversion Fund	5,080
Total for Special Revenue Funds	<u>89,757</u>
Total Deficit Fund Balances	<u>\$89,757</u>

If funding does not become available to cover these deficit fund balances from other governmental entities, the County plans to transfer funds from the general fund to cover the deficit fund balance.

Note 12 - Risk Management

The Life and Retirees' Health Insurance Fund for fiscal year 2001 consist of three months of the County's group health insurance transactions, a full year of life insurance transactions, and a full year of Medicare supplement cost for retirees over 65. As of January 1, 2001 all County group health and dental cost are accounted for in the South East Texas Government Employee Benefit Pool (See Note 13). After January 1, 2001, the Life and Retirees' Health Insurance Fund is being utilized to track expenditures related to the County's Life Insurance and Retirees' Medicare Supplement Insurance. The County is fully insured for Life Insurance and Medicare Supplement Insurance. Settled claims have not exceeded commercial coverages in any of the past three fiscal years. Liabilities of the fund are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported. Claim



JEFFERSON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2001

Note 12 - Risk Management (continued)

liabilities are calculated considering recent claim settlement trends. Changes in the Life and Retirees' Health Insurance Trust Fund's claims liability (including an estimate for claims incurred but not reported) were:

	<u>2001</u>	<u>2000</u>
Liability for claims, beginning of fiscal year	\$1,433,185	\$2,323,316
Incurred claims and changes in estimates	1,576,660	8,192,695
Claim payments	<u>(3,007,039)</u>	<u>(9,082,826)</u>
Liability for claims, end of fiscal year	<u>\$2,806</u>	<u>\$1,433,185</u>

The Liability Insurance Fund was established to account for the contributions from the General Fund for payment of general liability claims. Under the laws of the State of Texas, claims for torts are limited to \$100,000 per person and \$300,000 per incident. The Liability Fund records a claim as payable when information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. Liabilities of the fund are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported. Claim liabilities are calculated considering recent claim settlement trends. Changes in the Liability Insurance Fund's claims liability (including an estimate for claims incurred but not reported) were:

	<u>2001</u>	<u>2000</u>
Liability for claims, beginning of fiscal year	\$271,751	\$258,179
Incurred claims and changes in estimates	11,454	39,394
Claim payments	<u>(33,205)</u>	<u>(25,822)</u>
Liability for claims, end of fiscal year	<u>\$250,000</u>	<u>\$271,751</u>

The Workers' Compensation Fund was established to account for the County's workers' compensation claims. Contributions are made from the General, Special Revenue and Enterprise Funds for employees covered under the County's workers' compensation policy. Contributions to the fund are determined by position class code within each department. As of October 1, 1999, the County is fully insured for workers' compensation claims and employers' liability. The County has excess coverage for workers' compensation claims and employers' liability claims limiting the County's liability to \$500,000 per occurrence for losses occurring prior to October 1, 1999. Settled claims have not exceeded commercial coverages in any of the past three fiscal years. Liabilities of the fund are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported. Claim liabilities are calculated considering recent claim settlement trends. Changes in the Worker's Compensation Fund's claims liability (including an estimate for claims incurred but not reported) were:



JEFFERSON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2001

Note 12 - Risk Management (continued)

	<u>2001</u>	<u>2000</u>
Liability for claims, beginning of fiscal year	\$162,306	\$181,767
Incurred claims and changes in estimates	597,522	546,741
Claim payments	<u>(694,572)</u>	<u>(566,202)</u>
Liability for claims, end of fiscal year	<u>\$65,256</u>	<u>\$162,306</u>

Note 13 – Public Entity Risk Pool

On November 27, 2000, the Jefferson County Commissioners Court pursuant to Texas Local Government Code Ann. Sec. 172.001 organized the Southeast Texas Government Employee Benefits Pool (the Pool). The Pool was organized for the benefit of Texas Political Subdivisions and Special Districts to make available accident and health benefits for Pool member employees. The Pool began operations on January 1, 2001, with a residual equity transfer of \$2,050,000 from the Life and Retirees' Health Insurance Fund (formerly the Health Insurance Fund) to cover run in claims for members of the Pool.

Eleven trustees govern the Pool. Four of these trustees are the Jefferson County Auditor, Jefferson County Risk Management Director, Jefferson County Human Resources Director, and the Jefferson County Assistant District Attorney. Two of the trustees shall be members of Commissioners Court. The remaining five trustees shall be appointed by Commissioners Court.

The Pool is responsible for adopting underwriting standards, qualifications for membership in the pool, and establishing the types of benefits to be provided and associated fees for these benefits. The members of the Pool are responsible for their members' eligibility in the pool and payment of monthly contributions for participation in the Pool. The Pool members are not subject to supplemental assessments in the event of deficiencies. If the assets of the Pool were to be exhausted, members would not be responsible for the Pool's liabilities. Pool members currently include Jefferson County, Texas (reporting entity), Jefferson County Drainage District #3, Jefferson County Drainage District #6, Jefferson County Navigation District, Water District #10, and Port Neches Independent School District. The total number of members in the Pool is 1,747. Operations of the Pool are accounted for as an enterprise fund.

The Pool uses reinsurance agreements to reduce its exposure to large losses on medical and prescription claims. For the nine months ended September 30, 2001, the Pool had stop loss insurance contracts to limit the medical and prescription claims per individual member to \$150,000 in a calendar year. Aggregate insurance contracts were purchased to limit the Pool's overall liability on medical and prescription claims to \$10,625,139 in a calendar year. The Pool did not exceed these limits as of September 30, 2001.

Liabilities of the Pool are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported. Claim liabilities are calculated considering recent claim settlements trends.



JEFFERSON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2001

Note 13 – Public Entity Risk Pool (continued)

Changes in the Pool's claims liability (including an estimate of claims incurred but not reported and claim adjustment expenses) were:

	<u>2001</u>	<u>2000</u>
Liability for claims, beginning of fiscal year	\$-	\$ -
Incurred claims and changes in estimates	7,873,971	-
Claim payments	<u>(6,707,549)</u>	<u>-</u>
Liability for claims, end of fiscal year	<u>\$1,166,422</u>	<u>\$-</u>

Note 14 - Construction and Other Significant Commitments

As of September 30, 2001, the County had the following commitments with respect to unfinished capital projects:

Capital Project	<u>Remaining Construction Commitment</u>	<u>Expected Date of Completion</u>
Shoreline Stabilization	\$ 1,199,698	09/30/2002
Juvenile Detention Center	2,798,571	05/01/2002
Pleasure Island Golf Course	400,000	04/30/2002
Southeast Texas Entertainment Complex	42,330,040	10/01/2003
	<u>\$ 46,728,309</u>	

Note 15 - Contingent Liabilities

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the State of Texas. Any disallowed expenditures or claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the County expects such amounts, if any, to be immaterial.

The County is involved in lawsuits and other claims in the ordinary course of operations. The outcome of these lawsuits and other claims are not presently determinable and the resolution of these matters are not expected to have a material effect on the financial condition of the County.



JEFFERSON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2001

Note 16 - Restatements and Reclassifications

Certain restatements have been made to the prior year financial statements in order to conform to the presentation of the current year financial statements.

Note 17 - Segment Information for Enterprise Fund

The County maintains two enterprise funds. The Airport fund provides the operations and maintenance of the Southeast Texas Regional Airport. The other enterprise fund is the Southeast Texas Government Employees Benefit Pool. This fund provides the accounting of health insurance benefits of the participants. Segment information for the year ended September 30, 2001, is as follows:

	Southeast Texas Regional Airport	Southeast Texas Government Employees Benefit Pool	Total
Operating revenues	\$ 1,801,872	\$ 6,319,138	\$ 8,121,010
Operating expenses:			
Depreciation	968,600	-	968,600
Other	2,577,804	7,749,616	10,327,420
Total operating expenses	3,546,404	7,749,616	11,296,020
Operating loss	(1,744,532)	(1,430,478)	(3,175,010)
Total non-operating revenues	7,219	78,543	85,762
Total operating transfers	1,785,688	-	1,785,688
Net income (loss)	48,375	(1,351,935)	(1,303,560)
Net decrease in contributed capital	\$ (744,826)	\$ -	\$ (744,826)
Net working capital	\$ (1,409,422)	\$ 698,065	\$ (711,357)
Net cash provided (used) for operating activities	\$ 235,552	\$ (263,620)	\$ (28,068)
Net cash provided for non-capital financing activities	\$ 1,785,688	\$ 2,050,000	\$ 3,835,688
Acquisition and construction of capital assets	\$ 2,028,459	\$ -	\$ 2,028,459
Net cash provided for investing activities	\$ 7,219	\$ 64,013	\$ 71,232
Total assets	\$ 19,505,106	\$ 1,864,979	\$ 21,370,085
Long-term liabilities	\$ 229,746	\$ -	\$ 229,746
Total fund equity	\$ 17,688,588	\$ 698,065	\$ 18,386,653



JEFFERSON COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
SEPTEMBER 30, 2001

Note 18 – Subsequent Events

Bond Refunding and Certificates of Obligation

The County is anticipating issuing refunding bonds to defease approximately \$53,850,000 of outstanding County debt. The issuance will take place if market conditions are favorable to achieve savings of approximately \$1,000,000 in interest cost. In order to take advantage of low interest cost the County is anticipating issuing \$13,100,000 in Certificates of Obligation to fund a new electronic election system, 800 MHz radio system, agriculture extension office building, and infrastructure at the South East Texas Entertainment Complex.

Southeast Texas Regional Airport

American Eagle notified Jefferson County that it is eliminating flight service to and from the Southeast Texas Regional Airport in April 2002. This will leave the airport with one commercial airline service. Jefferson County Commissioners Court has stepped up an aggressive campaign to bring another airline into the airport to replace this lost service.

Note 19 – Recent Accounting Pronouncement – GASB Statement No. 34, “Basic Financial Statements – and Management’s Discussion and Analysis – For State and Local Governments” (“GASB No. 34”)

The County has not completed the process of evaluating the impact that will result from adopting GASB No. 34. The County is therefore unable to disclose the impact that adopting GASB No. 34 will have on the financial position and results of operations of the County when such statement is adopted.

GENERAL FUND

GENERAL FUND

The General Fund is used to account for resources devoted to financing the general services that the County performs for its citizens. General tax revenues and other sources of revenue used to finance the fundamental operations of the County are included in this fund. This fund is charged with all costs associated with operating the government for which a separate fund has not been established. Included in this fund are the following revenues and expenditures:

Road and Bridge - The revenues and expenditures associated with maintenance of County roadways in each of four precincts:

Road and Bridge #1

Road and Bridge #2

Road and Bridge #3

Road and Bridge #4

Engineering - The revenues and expenditures associated with the operation of the County's engineering department.

Parks and Recreation - The revenues and expenditures associated with the maintenance and development of the County's parks and recreational areas.

Jury - The revenues and expenditures associated with the selection of jurors for the District and County Courts.

Library - The revenues and expenditures associated with the operation of the County's library and related services.

Mosquito Control - The revenues and expenditures associated with the effort to control mosquito and other insect populations within the County.

General Operating - The revenues and expenditures associated with all other County departments for which a separate fund has not been established.

**JEFFERSON COUNTY, TEXAS
GENERAL FUND
COMPARATIVE BALANCE SHEETS
SEPTEMBER 30, 2001 AND 2000**

	2001	2000
<u>ASSETS</u>		
CASH AND INVESTMENTS	\$ 18,000,097	22,353,438
ACCOUNTS RECEIVABLE, Net	319,557	391,155
INTEREST RECEIVABLE	194,572	176,418
DELINQUENT TAXES RECEIVABLE, Net	2,225,227	2,160,766
PENALTY AND INTEREST RECEIVABLE, Net	1,381,737	1,379,081
DUE FROM OTHER FUNDS	3,752,310	3,136,629
DUE FROM OTHER		
GOVERNMENTAL ENTITIES	1,535,381	1,430,470
INVENTORIES, At Cost	668,846	491,079
PREPAID ITEMS	26,370	23,938
 TOTAL ASSETS	 \$ 28,104,097	 31,542,974
<u>LIABILITIES AND FUND BALANCE</u>		
LIABILITIES:		
ACCOUNTS PAYABLE	\$ 3,393,596	3,210,990
DEFERRED REVENUES:		
DELINQUENT TAXES	2,087,304	2,041,209
PENALTY AND INTEREST	1,381,737	1,379,081
DUE TO OTHER FUNDS	11,185	5,385
DUE TO OTHER		
GOVERNMENTAL ENTITIES	360	360
CUSTOMER DEPOSITS	10,000	10,000
COMPENSATED ABSENCES PAYABLE	723,650	416,275
 TOTAL LIABILITIES	 7,607,832	 7,063,300
 FUND BALANCE:		
RESERVE FOR INVENTORIES	668,846	491,079
RESERVE FOR PREPAID ITEMS	26,370	23,938
UNRESERVED	19,801,049	23,964,657
 TOTAL FUND BALANCE	 20,496,265	 24,479,674
 TOTAL LIABILITIES AND FUND BALANCE	 \$ 28,104,097	 31,542,974

**JEFFERSON COUNTY, TEXAS
GENERAL FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
FOR THE FISCAL YEARS ENDED SEPTEMBER 30, 2001 AND 2000**

	<u>2001</u>	<u>2000</u>
REVENUES:		
TAXES:		
PROPERTY	\$ 36,601,373	38,878,809
SALES TAX	14,051,840	13,860,790
FEES	7,917,813	7,680,518
LICENSES	445,002	487,024
SALES, RENTALS, AND SERVICES	5,586,316	4,727,874
INTERGOVERNMENTAL	818,648	640,984
FINES AND FORFEITURES	2,157,101	2,419,621
INTEREST	1,794,727	1,515,469
MISCELLANEOUS	9,260	10,505
CONTRIBUTIONS AND DONATIONS	2,500	260
	<u>69,384,580</u>	<u>70,221,854</u>
EXPENDITURES:		
GENERAL GOVERNMENT	12,377,689	11,401,626
JUDICIAL AND LAW ENFORCEMENT	39,456,915	38,797,554
EDUCATION AND RECREATION	554,316	511,909
HEALTH AND WELFARE	6,246,256	5,977,885
MAINTENANCE - EQUIPMENT AND STRUCTURES	9,567,209	9,470,875
CAPITAL OUTLAY	2,055,341	2,388,895
	<u>70,257,726</u>	<u>68,548,744</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>(873,146)</u>	<u>1,673,110</u>
OTHER FINANCING SOURCES (USES):		
OPERATING TRANSFERS OUT	<u>(3,110,263)</u>	<u>(2,616,142)</u>
	<u>(3,110,263)</u>	<u>(2,616,142)</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING (USES)	(3,983,409)	(943,032)
FUND BALANCES, OCTOBER 1	<u>24,479,674</u>	<u>25,422,706</u>
FUND BALANCES, SEPTEMBER 30	<u>\$ 20,496,265</u>	<u>24,479,674</u>

JEFFERSON COUNTY, TEXAS
GENERAL FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - ACTUAL AND BUDGET (GAAP)
FOR THE FISCAL YEARS ENDED SEPTEMBER 30, 2001 AND 2000

	2001			2000		
	ACTUAL	BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)	ACTUAL	BUDGET	VARIANCE FAVORABLE (UNFAVORABLE)
REVENUES:						
TAXES:						
PROPERTY	\$ 36,601,373	36,501,894	99,479	38,878,809	37,624,454	1,254,355
SALES TAX	14,051,840	13,385,653	666,187	13,860,790	13,350,000	510,790
FEES	7,917,813	7,828,242	89,571	7,680,518	6,898,786	781,732
LICENSES	445,002	469,285	(24,283)	487,024	466,510	20,514
SALES, RENTALS, AND SERVICES	5,586,316	4,342,509	1,243,807	4,727,874	3,438,571	1,289,303
INTERGOVERNMENTAL	818,648	598,138	220,510	640,984	341,898	299,086
FINES AND FORFEITURES	2,157,101	2,257,258	(100,157)	2,419,621	1,683,083	736,538
INTEREST	1,794,727	1,409,468	385,259	1,515,469	1,100,000	415,469
MISCELLANEOUS	9,260	1,632	7,628	10,505	15,200	(4,695)
CONTRIBUTIONS AND DONATIONS	2,500	60	2,440	260	100	160
TOTAL REVENUES	69,384,580	66,794,139	2,590,441	70,221,854	64,918,602	5,303,252
EXPENDITURES:						
GENERAL GOVERNMENT	12,377,689	12,834,940	457,251	11,401,626	12,545,407	1,143,781
JUDICIAL AND LAW ENFORCEMENT	39,456,915	41,331,292	1,874,377	38,797,554	39,571,503	773,949
EDUCATION AND RECREATION	554,316	610,932	56,616	511,909	584,788	72,879
HEALTH AND WELFARE	6,246,256	6,467,630	221,374	5,977,885	6,196,498	218,613
MAINTENANCE - EQUIPMENT AND STRUCTURES	9,567,209	11,084,232	1,517,023	9,470,875	10,762,282	1,291,407
CAPITAL OUTLAY	2,055,341	2,486,312	430,971	2,388,895	2,888,165	499,270
TOTAL EXPENDITURES	70,257,726	74,815,338	4,557,612	68,548,744	72,548,643	3,999,899
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(873,146)	(8,021,199)	7,148,053	1,673,110	(7,630,041)	9,303,151
OTHER FINANCING SOURCES (USES):						
OPERATING TRANSFERS OUT	(3,110,263)	(3,110,263)	-	(2,616,142)	(3,236,169)	620,027
TOTAL OTHER FINANCING SOURCES (USES)	(3,110,263)	(3,110,263)	-	(2,616,142)	(3,236,169)	620,027
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING (USES)	(3,983,409)	(11,131,462)	7,148,053	(943,032)	(10,866,210)	9,923,178
FUND BALANCES, OCTOBER 1	24,479,674	24,479,674	-	25,422,706	25,422,706	-
FUND BALANCES, SEPTEMBER 30	\$ 20,496,265	13,348,212	7,148,053	24,479,674	14,556,496	9,923,178

JEFFERSON COUNTY, TEXAS
GENERAL FUND
SCHEDULE OF EXPENDITURES - ACTUAL AND BUDGET (GAAP)
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2001

	<u>ACTUAL</u>	<u>BUDGET</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
GENERAL GOVERNMENT:			
TAX ASSESSOR-COLLECTOR	\$ 2,724,764	2,873,968	149,204
HUMAN RESOURCES	268,401	271,827	3,426
COUNTY AUDITOR	972,608	1,047,196	74,588
COUNTY CLERK	1,697,062	1,739,189	42,127
COUNTY JUDGE	793,470	793,470	-
RISK MANAGEMENT	229,221	267,768	38,547
COUNTY TREASURER	200,979	207,296	6,317
PRINTING DEPARTMENT	131,053	147,980	16,927
CLAIMS PROCESSING	288,968	312,562	23,594
FEE COLLECTION	110,897	110,897	-
PURCHASING AGENT	417,076	448,974	31,898
GENERAL SERVICES	3,346,120	3,346,120	-
DATA PROCESSING	1,034,973	1,087,198	52,225
VETERANS SERVICE	162,097	180,495	18,398
	<u>12,377,689</u>	<u>12,834,940</u>	<u>457,251</u>
JUDICIAL AND LAW ENFORCEMENT:			
PRE-TRIAL RELEASE	260,525	272,303	11,778
DISTRICT ATTORNEY	4,013,438	4,150,207	136,769
DISTRICT CLERK	1,279,556	1,328,782	49,226
CRIMINAL DISTRICT COURT	814,469	814,469	-
58TH DISTRICT COURT	207,134	207,134	-
60TH DISTRICT COURT	192,839	193,915	1,076
136TH DISTRICT COURT	192,574	197,569	4,995
172ND DISTRICT COURT	192,687	196,222	3,535
252ND DISTRICT COURT	706,139	706,139	-
279TH DISTRICT COURT	298,246	298,246	-
317TH DISTRICT COURT	280,032	280,659	627
JURY	359,893	359,893	-
J.P. PRECINCT NO. 1 - PLACE NO. 1	234,108	245,584	11,476
J.P. PRECINCT NO. 1 - PLACE NO. 2	238,906	245,456	6,550
J.P. PRECINCT NO. 2	210,050	225,456	15,406
J.P. PRECINCT NO. 4	228,980	230,197	1,217
J.P. PRECINCT NO. 6	225,935	226,193	258
J.P. PRECINCT NO. 7	241,745	250,935	9,190
J.P. PRECINCT NO. 8	202,115	227,493	25,378
COUNTY COURT AT LAW NO. 1	306,949	311,365	4,416
COUNTY COURT AT LAW NO. 2	380,870	388,947	8,077
COUNTY COURT AT LAW NO. 3	402,863	417,753	14,890
COURT MASTER	220,438	242,615	22,177
DISPUTE RESOLUTION CENTER	185,651	189,385	3,734
JUVENILE ALTERNATIVE SCHOOL	222,276	265,399	43,123
COMMUNITY SUPERVISION	8,795	9,880	1,085
SHERIFF	6,359,726	6,585,458	225,732
CRIME LABORATORY	479,674	503,151	23,477
JAIL	16,038,407	16,731,817	693,410
JUVENILE CORRECTIONAL PROBATION	1,086,789	1,305,106	218,317
JUVENILE DETENTION HOME	976,526	1,144,510	167,984
CONSTABLE PRECINCT NO. 1	495,491	495,491	-
CONSTABLE PRECINCT NO. 2	309,844	309,844	-
CONSTABLE PRECINCT NO. 4	186,129	189,704	3,575
CONSTABLE PRECINCT NO. 6	329,517	329,517	-
CONSTABLE PRECINCT NO. 7	299,364	299,364	-
CONSTABLE PRECINCT NO. 8	283,454	450,353	166,899
COUNTY MORGUE	504,781	504,781	-
	<u>39,456,915</u>	<u>41,331,292</u>	<u>1,874,377</u>

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**JEFFERSON COUNTY, TEXAS
GENERAL FUND
SCHEDULE OF EXPENDITURES - ACTUAL AND BUDGET (GAAP)
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2001**

	<u>ACTUAL</u>	<u>BUDGET</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
EDUCATION AND RECREATION:			
LIBRARY	230,473	250,525	20,052
AGRICULTURAL EXTENSION SERVICE	323,843	360,407	36,564
TOTAL EDUCATION AND RECREATION	<u>554,316</u>	<u>610,932</u>	<u>56,616</u>
HEALTH AND WELFARE:			
HEALTH AND WELFARE UNIT 1	789,561	850,505	60,944
HEALTH AND WELFARE UNIT 2	790,895	813,095	22,200
NURSE PRACTITIONER	146,047	164,390	18,343
CHILD WELFARE	229,992	229,992	-
ENVIRONMENTAL CONTROL	219,057	219,057	-
INDIGENT MEDICAL SERVICE	2,505,524	2,505,524	-
MOSQUITO CONTROL	1,489,907	1,609,794	119,887
EMERGENCY MANAGEMENT	75,273	75,273	-
TOTAL HEALTH AND WELFARE	<u>6,246,256</u>	<u>6,467,630</u>	<u>221,374</u>
MAINTENANCE - EQUIPMENT & STRUCTURES:			
COURTHOUSE & ANNEXES	2,698,769	2,698,769	-
PORT ARTHUR BUILDINGS	504,485	509,522	5,037
MID-COUNTY BUILDINGS	38,236	38,236	-
ROAD & BRIDGE PCT. 1	1,449,794	1,753,686	303,892
ROAD & BRIDGE PCT. 2	1,102,323	1,469,255	366,932
ROAD & BRIDGE PCT. 3	1,269,610	1,564,305	294,695
ROAD & BRIDGE PCT. 4	1,189,641	1,633,170	443,529
ENGINEERING	638,166	657,673	19,507
PARKS & RECREATION	58,665	127,803	69,138
SERVICE CENTER	617,520	631,813	14,293
TOTAL MAINTENANCE - EQUIPMENT & STRUCTURES	<u>9,567,209</u>	<u>11,084,232</u>	<u>1,517,023</u>
CAPITAL OUTLAY:			
	<u>2,055,341</u>	<u>2,486,312</u>	<u>430,971</u>
TOTAL OPERATING EXPENDITURES	<u>70,257,726</u>	<u>74,815,338</u>	<u>4,557,612</u>
OTHER FINANCING USES:			
OPERATING TRANSFERS OUT	3,110,263	3,110,263	-
TOTAL OTHER FINANCING USES	<u>3,110,263</u>	<u>3,110,263</u>	<u>-</u>
TOTAL GENERAL FUND EXPENDITURES	<u>\$ 73,367,989</u>	<u>77,925,601</u>	<u>4,557,612</u>

SPECIAL REVENUE FUNDS

SPECIAL REVENUE FUNDS

The Special Revenue Funds are used to account for the proceeds of specific revenue sources other than expendable trusts, or major capital projects that are legally restricted to expenditures for specified purposes. Included in this heading are the following individual funds:

Lateral Road Fund - This fund is used to account for expenditures of materials incurred in the maintenance of the lateral roads of the County. Financing is provided by contributions from the State.

Breath Alcohol Testing Fund - This fund is used to account for fees collected by the courts on D.W.I. convictions and the expenditure of those funds.

Security Fee Fund - This fund is used to account for fees collected by the Criminal Courts to finance security services and equipment for the County Courthouse.

Law Library Fund - This fund is used to account for the maintenance of the County Law Library. Financing is provided by fees from Civil law suits filed in District Court and County Courts-at-law.

Voter Registration Fund - This fund is used to account for expenditures made by the registrars office in connection with voters registration which qualify under section 19.004 of the V.T.C.A. Election Code. Financing is provided by the State of Texas under the V.T.C.A. Election Code.

Juvenile Probation and Detention Fund - This fund is used to account for receipts specifically designated for use in juvenile programs.

Bail Bond License Fund - This fund is used to account for expenditures made by the courts from a five hundred dollar fee collected for all bond licenses.

Law Officer Training Fund - This fund is used to account for receipts from the University of Lamar, which are used to finance the training of county law officers.

County Clerk Records Management and Preservation Fund - This fund is used to account for fees collected by the County Clerk for the maintenance of County records and the expenditure of those funds.

District Clerk Records Management and Preservation Fund - This fund is used to account for fees collected by the District Clerk for the maintenance of County records and the expenditure of those funds.

D.A.R.E. Contributions Fund - This fund is used to account for public contributions to the D.A.R.E. program.

Mobil Volunteer Program - This fund is used to account for contributions from the Mobil Foundation, Inc. Volunteer Program and the expenditures of those funds.

Hibernia CASA Mediation Fund – This fund is used to account for contributions from Hibernia through CASA for the mediation expenditures in the Family District Courts.

Sheriff and Constable Education Fund - This fund is used to account for the expenditures associated with the education of Sheriff's deputies and Constables of the County.

Tax Office Auto Dealer Fund - This fund is used to account for taxes collected from Local Auto Dealerships to be used by the County's Tax Office.

Unclaimed Funds Management Fund - This fund is used to account for Unclaimed Funds for all County departments.

Child Welfare Fund - This fund is used to account for federal, state, and local money allocated for the care of foster children and the expenditure of this money.

District Attorney Forfeiture Fund - This fund is used to account for forfeitures received by the District Attorney from criminal convictions and the expenditure of those funds.

Justice of the Peace Courtroom Technology Fund – This fund is used to account for the fees collected by the Justice of the Peaces on misdemeanor convictions and the expenditure of those funds on technological enhancements for the justices' courts.

Constable Pct. #4 Forfeiture Fund - This fund is used to account for forfeitures received by Constable Pct. #4 from criminal convictions and the expenditure of those funds.

Sheriff's Forfeiture Fund - This fund is used to account for forfeitures received by the Sheriff from criminal convictions and the expenditure of those funds.

Hot Check Fund - This fund is used to account for fees received by the District Attorney for the prosecution of hot check offenders and the expenditure of those funds.

Narcotics Task Force Fund - This fund is used to account for forfeitures received by the Narcotics Task Force from criminal convictions and the expenditure of those funds.

Probation Department Funds - These funds are used to account for the expenditures of maintaining probation services as authorized by the County and District Courts. Financing is provided by State grant and probationary fees. Included in this heading are the following individual funds:

- Juvenile Probation and Detention--State Aid
- Juvenile Probation Challenge Program
- Juvenile Community Corrections Program
- IV-E Foster Care Fund
- Mentally Impaired Offenders
- Community Supervision
- Restitution Center #1
- Restitution Center #2
- Surveillance Program
- Community Corrections
- Juvenile Accountability
- Drug Diversion Program

Grant Funds - These funds are used to account for receipts of Federal and State grants designated for special projects or services. Included in this heading are the following individual funds:

- Family Group Conferencing
- US Marshals Warrant Grant
- Safe & Sober Step
- Law Enforcement Block Grant
- Housing Rehabilitation Grant

Narcotics Task Force #10-2
Domestic Violence #10-2
Narcotics Task Force #10-3
Domestic Violence #10-3
Sewer Improvements Grant
Auto Theft Grant
Texas Beach Watch Program
Flood Emergency Fund
Violence Against Women #3
Violence Against Women #2
Deyoung Step Sewer Line

**JEFFERSON COUNTY, TEXAS
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
SEPTEMBER 30, 2001
(With comparative totals for September 30, 2000)**

	<u>LATERAL ROAD FUNDS</u>	<u>BREATH ALCOHOL TESTING FUND</u>	<u>SECURITY FEE FUND</u>	<u>LAW LIBRARY FUND</u>	<u>VOTER REGISTRATION FUND</u>	<u>JUVENILE PROBATION & DETENTION FUND</u>	<u>BAIL BOND LICENSE FUND</u>	<u>LAW OFFICER TRAINING FUND</u>	<u>COUNTY CLERK RECORDS MGMT. AND PRESERVATION FUND</u>	<u>DISTRICT CLERK RECORDS MGMT. AND PRESERVATION FUND</u>	<u>D.A.R.E. CONTRIBUTIONS FUND</u>	<u>MOBIL VOLUNTEER PROGRAM</u>	<u>HIBERNIA/CASA MEDIATION FUND</u>
ASSETS													
CASH AND INVESTMENTS	\$ 435,775	65,549	528,736	-	23,576	1,063,379	-	-	366,925	179,642	10,803	2,016	-
ACCOUNTS RECEIVABLE, Net	-	-	568	-	-	-	-	-	-	-	-	3,796	2,300
INTEREST RECEIVABLE	3,858	580	4,680	-	209	12,288	-	-	3,248	1,590	96	-	-
DUE FROM OTHER FUNDS	-	-	17,316	9,010	-	2,401	150	-	40,605	6,501	-	-	-
DUE FROM OTHER GOVERNMENTAL ENTITIES	-	-	-	-	-	1,425	-	-	-	-	-	-	-
PREPAID ITEMS	-	-	83	-	-	-	-	-	-	-	-	-	-
TOTAL ASSETS	\$ 439,633	66,129	551,383	9,010	23,785	1,079,493	150	-	410,778	187,733	10,899	5,812	2,300
LIABILITIES AND FUND BALANCES													
LIABILITIES:													
ACCOUNTS PAYABLE	\$ -	152	2,404	13,663	-	14,225	375	2,259	32,681	3,496	-	-	875
DUE TO OTHER FUNDS	-	-	-	37,145	-	-	1,212	17,358	-	-	-	-	2,300
DUE TO OTHER GOVERNMENTAL ENTITIES	-	-	-	-	-	-	-	-	-	-	-	-	-
DEFERRED REVENUE	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL LIABILITIES	-	152	2,404	50,808	-	14,225	1,587	19,617	32,681	3,496	-	-	3,175
FUND BALANCES:													
RESERVED FOR PREPAID ITEMS	-	-	83	-	-	-	-	-	-	-	-	-	-
UNRESERVED	439,633	65,977	548,896	(41,798)	23,785	1,065,268	(1,437)	(19,617)	378,097	184,237	10,899	5,812	(875)
TOTAL FUND BALANCES	439,633	65,977	548,979	(41,798)	23,785	1,065,268	(1,437)	(19,617)	378,097	184,237	10,899	5,812	(875)
TOTAL LIABILITIES AND FUND BALANCES	\$ 439,633	66,129	551,383	9,010	23,785	1,079,493	150	-	410,778	187,733	10,899	5,812	2,300

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JEFFERSON COUNTY, TEXAS
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
SEPTEMBER 30, 2001
(With comparative totals for September 30, 2000)

	SHERIFF AND CONSTABLE EDUCATION FUNDS	TAX OFFICE AUTO DEALER FUNDS	UNCLAIMED FUNDS MANAGEMENT FUNDS	CHILD WELFARE FUND	DISTRICT ATTORNEY FORFEITURE FUND	JP COURTROOM TECHNOLOGY FUND	CONSTABLE PCT. # 4 FORFEITURE FUND	SHERIFF'S FORFEITURE FUND	HOT CHECK FUND	NARCOTICS TASK FORCE FUND	PROBATION DEPARTMENT FUNDS	GRANT FUNDS	TOTALS	
													2001	2000
\$	86,784	46,742	6,471	150,000	62,168	-	402	152,932	98,759	1,010,896	1,636,569	105,472	6,033,596	5,216,516
	-	-	-	-	-	-	-	-	-	-	29,302	1,597	37,563	39,859
	769	414	-	-	-	-	-	-	-	-	11,580	834	40,146	29,405
	-	-	-	6,005	-	933	-	-	-	-	212,710	138,248	433,879	299,095
	-	-	-	-	-	-	-	-	-	-	133,056	959,132	1,093,613	853,415
	-	-	-	-	-	-	-	-	-	-	4,168	234	4,485	4,644
\$	<u>87,553</u>	<u>47,156</u>	<u>6,471</u>	<u>156,005</u>	<u>62,168</u>	<u>933</u>	<u>402</u>	<u>152,932</u>	<u>98,759</u>	<u>1,010,896</u>	<u>2,027,385</u>	<u>1,205,517</u>	<u>7,643,282</u>	<u>6,442,934</u>
\$	-	-	-	6,005	-	-	-	1,209	761	-	467,381	216,533	762,019	811,903
	-	-	-	150,000	-	-	-	-	-	91,464	80,792	807,386	1,187,657	567,054
	-	-	-	-	-	-	-	-	-	-	282,183	74,760	356,943	-
	-	-	-	-	-	-	-	-	-	-	733,566	-	733,566	727,225
	-	-	-	156,005	-	-	-	1,209	761	91,464	1,563,922	1,098,679	3,040,185	2,106,182
AS	-	-	-	-	-	-	-	-	-	-	4,168	234	4,485	4,644
	<u>87,553</u>	<u>47,156</u>	<u>6,471</u>	<u>-</u>	<u>62,168</u>	<u>933</u>	<u>402</u>	<u>151,723</u>	<u>97,998</u>	<u>919,432</u>	<u>459,295</u>	<u>106,604</u>	<u>4,598,612</u>	<u>4,332,108</u>
	<u>87,553</u>	<u>47,156</u>	<u>6,471</u>	<u>-</u>	<u>62,168</u>	<u>933</u>	<u>402</u>	<u>151,723</u>	<u>97,998</u>	<u>919,432</u>	<u>463,463</u>	<u>106,838</u>	<u>4,603,097</u>	<u>4,336,752</u>
\$	<u>87,553</u>	<u>47,156</u>	<u>6,471</u>	<u>156,005</u>	<u>62,168</u>	<u>933</u>	<u>402</u>	<u>152,932</u>	<u>98,759</u>	<u>1,010,896</u>	<u>2,027,385</u>	<u>1,205,517</u>	<u>7,643,282</u>	<u>6,442,934</u>

**JEFFERSON COUNTY, TEXAS
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2001
(With comparative totals for fiscal year ended September 30, 2000)**

	LATERAL ROAD FUND	BREATH ALCOHOL TESTING FUND	SECURITY FEE FUND	LAW LIBRARY FUND	VOTER REGISTRATION FUND	JUVENILE PROBATION & DETENTION FUND	BAIL BOND LICENSE FUND	LAW OFFICER TRAINING FUND	COUNTY CLERK RECORDS MGMT. AND PRESERVATION FUND	DISTRICT CLERK RECORDS MGMT. AND PRESERVATION FUND	D.A.R.E. CONTRIBUTIONS FUND	MOBIL VOLUNTEER PROGRAM	HIBERNIA/CASA MEDIATION FUND
REVENUES:													
FEES	-	567	145,152	74,203	-	40,542	11,475	36,712	225,479	63,756	-	-	-
FINES AND FORFEITURES	-	-	-	-	-	-	-	-	-	-	-	-	-
GRANTS AND RECEIPTS - OTHER GOVERNMENTS	25,897	-	-	-	-	171,773	-	-	-	-	-	16	-
INTEREST	29,720	4,243	31,375	1	1,521	98,820	-	-	26,581	11,775	708	-	-
MISCELLANEOUS	-	-	-	-	-	-	-	-	-	-	-	-	-
CONTRIBUTIONS AND DONATIONS	-	-	-	-	-	-	-	-	-	-	6,352	5,796	-
TOTAL REVENUES	55,617	4,810	176,527	74,204	1,521	311,135	11,475	36,712	252,060	75,531	7,060	5,812	-
EXPENDITURES:													
GENERAL GOVERNMENT	-	-	-	-	621	-	-	-	252,894	25,483	-	-	-
JUDICIAL AND LAW ENFORCEMENT	-	3,180	55,798	-	-	243,132	9,000	49,675	-	-	6,414	-	875
EDUCATION AND RECREATION	-	-	-	4,230	-	-	-	-	-	-	-	6,500	-
HEALTH AND WELFARE	-	-	-	-	-	-	-	-	-	-	-	-	-
MAINTENANCE OF STRUCTURES AND EQUIPMENT	48,625	-	-	-	-	-	-	-	-	-	-	-	-
CONTRACT SERVICES	-	-	-	-	-	-	-	-	-	-	-	-	-
CAPITAL OUTLAY	-	1,844	-	114,776	-	-	-	-	96,003	30,201	-	-	-
TOTAL EXPENDITURES	48,625	5,024	55,798	119,006	621	243,132	9,000	49,675	348,897	55,684	6,414	6,500	875
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	6,992	(214)	120,729	(44,802)	900	68,003	2,475	(12,963)	(96,837)	19,847	646	(688)	(875)
OTHER FINANCING SOURCES (USES):													
OPERATING TRANSFERS IN	-	-	-	-	-	-	-	-	-	-	-	-	-
OPERATING TRANSFERS OUT	-	-	-	-	-	(7,903)	-	-	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-	-	(7,903)	-	-	-	-	-	-	-
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING (USES)	6,992	(214)	120,729	(44,802)	900	60,100	2,475	(12,963)	(96,837)	19,847	646	(688)	(875)
FUND BALANCES, OCTOBER 1 PRIOR PERIOD ADJUSTMENT	432,641	66,191	428,250	3,004	22,885	1,005,168	(3,912)	(6,654)	474,934	164,390	10,253	6,500	-
	-	-	-	-	-	-	-	-	-	-	-	-	-
FUND BALANCES, OCTOBER 1 (Restated)	432,641	66,191	428,250	3,004	22,885	1,005,168	(3,912)	(6,654)	474,934	164,390	10,253	6,500	-
FUND BALANCES, SEPTEMBER 30	\$ 439,633	65,977	548,979	(41,798)	23,785	1,065,268	(1,437)	(19,617)	378,097	184,237	10,899	5,812	(875)

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**JEFFERSON COUNTY, TEXAS
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2001
(With comparative totals for fiscal year ended September 30, 2000)**

	SHERIFF AND CONSTABLE EDUCATION FUNDS	TAX OFFICE AUTO DEALER FUNDS	UNCLAIMED FUNDS MANAGEMENT FUNDS	CHILD WELFARE FUND	DISTRICT ATTORNEY FORFEITURE FUND	JP COURTROOM TECHNOLOGY FUND	CONSTABLE PCT. #4 FORFEITURE FUND	SHERIFF'S FORFEITURE FUND	HOT CHECK FUND	NARCOTICS TASK FORCE FUND	PROBATION DEPARTMENT FUNDS	GRANT FUNDS	TOTALS		
													2001	RESTATED 2000	
REVENUES:															
FEES	-	10,930	1,869	-	1,329	933	-	33,215	66,036	9,385	2,738,593	-	3,460,176	3,056,157	
FINES AND FORFEITURES	-	-	-	-	82,831	-	-	152,870	-	509,848	-	-	745,549	945,619	
GRANTS AND RECEIPTS - OTHER GOVERNMENTS	35,252	-	-	202,427	-	-	-	-	-	-	5,195,827	2,403,814	8,035,006	8,127,981	
INTEREST	7,110	44,944	-	-	2,351	-	28	9,018	-	30,328	109,684	7,467	415,674	338,420	
MISCELLANEOUS	-	-	-	-	-	-	-	-	-	-	-	-	-	3,287	
CONTRIBUTIONS AND DONATIONS	-	-	-	-	-	-	-	-	-	-	-	67,779	79,927	15,445	
TOTAL REVENUES	42,362	55,874	1,869	202,427	86,511	933	28	195,103	66,036	549,561	8,044,104	2,479,060	12,736,332	12,486,909	
EXPENDITURES:															
GENERAL GOVERNMENT	-	5,987	-	-	-	-	-	-	-	-	-	-	284,985	225,131	
JUDICIAL AND LAW ENFORCEMENT	58,400	-	-	-	55,864	-	1,245	354,505	51,638	-	8,071,265	1,965,485	10,926,476	10,745,627	
EDUCATION AND RECREATION	-	-	-	-	-	-	-	-	-	-	-	-	10,730	4,189	
HEALTH AND WELFARE	-	-	-	202,427	-	-	-	-	-	-	-	-	202,427	202,545	
MAINTENANCE OF STRUCTURES AND EQUIPMENT	-	-	-	-	-	-	-	-	-	-	-	-	48,625	71,470	
CONTRACT SERVICES	-	-	-	-	-	-	-	-	-	-	-	399,129	399,129	9,684	
CAPITAL OUTLAY	4,074	9,170	-	-	19,151	-	-	-	-	-	102,176	549,025	926,420	1,301,346	
TOTAL EXPENDITURES	62,474	15,157	-	202,427	75,015	-	1,245	354,505	51,638	-	8,173,441	2,913,639	12,798,792	12,559,992	
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(20,112)	40,717	1,869	-	11,496	933	(1,217)	(159,402)	14,398	549,561	(129,337)	(434,579)	(62,460)	(73,083)	
OTHER FINANCING SOURCES (USES):															
OPERATING TRANSFERS IN	-	-	-	-	-	-	-	-	-	-	81,699	468,100	549,799	604,974	
OPERATING TRANSFERS OUT	-	-	-	-	-	-	-	-	-	(213,091)	-	-	(220,994)	(196,731)	
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-	-	-	-	-	-	(213,091)	81,699	468,100	328,805	408,243	
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING (USES)	(20,112)	40,717	1,869	-	11,496	933	(1,217)	(159,402)	14,398	336,470	(47,638)	33,521	266,345	335,160	
FUND BALANCES, OCTOBER 1	107,665	6,439	4,602	-	50,672	-	1,619	311,125	83,600	582,962	511,101	73,317	4,336,752	3,997,307	
PRIOR PERIOD ADJUSTMENT	-	-	-	-	-	-	-	-	-	-	-	-	-	4,285	
FUND BALANCES, OCTOBER 1 (Restated)	107,665	6,439	4,602	-	50,672	-	1,619	311,125	83,600	582,962	511,101	73,317	4,336,752	4,001,592	
FUND BALANCES, SEPTEMBER 30	\$ 87,553	47,156	6,471	-	62,168	933	402	151,723	97,998	919,432	463,463	106,838	4,603,097	4,336,752	

**JEFFERSON COUNTY, TEXAS
PROBATION DEPARTMENT FUNDS
COMBINING BALANCE SHEET
SEPTEMBER 30, 2001**

	<u>JUVENILE PROBATION AND DETENTION-- STATE AID</u>	<u>JUVENILE PROBATION CHALLENGE PROGRAM</u>	<u>JUVENILE COMMUNITY CORRECTIONS PROGRAM</u>	<u>IV-E FOSTER CARE FUND</u>	<u>MENTALLY IMPAIRED OFFENDERS PROGRAM</u>	<u>COMMUNITY SUPERVISION</u>	<u>RESTITUTION CENTER #1</u>	<u>RESTITUTION CENTER #2</u>	<u>SURVEILLANCE PROGRAM</u>
<u>ASSETS</u>									
CASH AND INVESTMENTS	\$ 48,070	77,900	122,356	76,631	27,052	477,923	294,405	222,410	14,623
ACCOUNTS RECEIVABLE, Net	1,324	-	-	-	-	18,072	2,828	2,462	-
INTEREST RECEIVABLE	-	-	-	-	-	11,580	-	-	-
DUE FROM OTHER FUNDS	-	-	-	-	-	167,081	15,788	24,432	-
DUE FROM OTHER GOVERNMENTAL ENTITIES	1,188	-	10,217	69,012	-	-	-	-	-
PREPAID ITEMS	194	-	-	-	-	2,593	416	289	-
TOTAL ASSETS	\$ 50,776	77,900	132,573	145,643	27,052	677,249	313,437	249,593	14,623
<u>LIABILITIES AND FUND BALANCES</u>									
LIABILITIES:									
ACCOUNTS PAYABLE	\$ 12,652	35,333	34,473	37,041	2,573	145,243	72,149	72,000	2,000
DUE TO OTHER FUNDS	-	31,848	-	-	-	-	3	3	-
DUE TO OTHER GOVERNMENTAL ENTITIES	-	29,508	68,423	-	-	-	75,170	3,585	4,236
DEFERRED REVENUE	-	-	-	-	18,035	257,267	153,497	156,229	8,038
TOTAL LIABILITIES	12,652	96,689	102,896	37,041	20,608	402,510	300,819	231,817	14,274
FUND BALANCES:									
RESERVED FOR PREPAID ITEMS	194	-	-	-	-	2,593	416	289	-
UNRESERVED	37,930	(18,789)	29,677	108,602	6,444	272,146	12,202	17,487	349
TOTAL FUND BALANCES	38,124	(18,789)	29,677	108,602	6,444	274,739	12,618	17,776	349
TOTAL LIABILITIES AND FUND BALANCES	\$ 50,776	77,900	132,573	145,643	27,052	677,249	313,437	249,593	14,623

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**JEFFERSON COUNTY, TEXAS
PROBATION DEPARTMENT FUNDS
COMBINING BALANCE SHEET
SEPTEMBER 30, 2001**

	<u>COMMUNITY CORRECTIONS</u>	<u>JUVENILE ACCOUNTABILITY</u>	<u>DRUG DIVERSION PROGRAM</u>	<u>2001 TOTAL</u>
<u>ASSETS</u>				
CASH AND INVESTMENTS	\$ 132,542	-	142,657	1,636,569
ACCOUNTS RECEIVABLE, Net	4,616	-	-	29,302
INTEREST RECEIVABLE	-	-	-	11,580
DUE FROM OTHER FUNDS	-	-	5,409	212,710
DUE FROM OTHER GOVERNMENTAL ENTITIES	-	52,639	-	133,056
PREPAID ITEMS	676	-	-	4,168
TOTAL ASSETS	<u>\$ 137,834</u>	<u>52,639</u>	<u>148,066</u>	<u>2,027,385</u>
<u>LIABILITIES AND FUND BALANCES</u>				
LIABILITIES:				
ACCOUNTS PAYABLE	\$ 30,205	2,537	21,175	467,381
DUE TO OTHER FUNDS	-	48,938	-	80,792
DUE TO OTHER GOVERNMENTAL ENTITIES	1,168	-	100,093	282,183
DEFERRED REVENUE	108,622	-	31,878	733,566
TOTAL LIABILITIES	<u>139,995</u>	<u>51,475</u>	<u>153,146</u>	<u>1,563,922</u>
FUND BALANCES:				
RESERVED FOR PREPAID ITEMS	676	-	-	4,168
UNRESERVED	(2,837)	1,164	(5,080)	459,295
TOTAL FUND BALANCES	<u>(2,161)</u>	<u>1,164</u>	<u>(5,080)</u>	<u>463,463</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 137,834</u>	<u>52,639</u>	<u>148,066</u>	<u>2,027,385</u>

**JEFFERSON COUNTY, TEXAS
PROBATION DEPARTMENT FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2001**

	JUVENILE PROBATION AND DETENTION-- STATE AID	JUVENILE PROBATION CHALLENGE PROGRAM	JUVENILE COMMUNITY CORRECTIONS PROGRAM	IV-E FOSTER CARE FUND	MENTALLY IMPAIRED OFFENDERS PROGRAM	COMMUNITY SUPERVISION	RESTITUTION CENTER #1	RESTITUTION CENTER #2	SURVEILLANCE PROGRAM
REVENUES:									
FEES	\$ -	7,348	-	-	-	2,168,650	192,594	279,993	1,154
GRANTS AND RECEIPTS - OTHER GOVERNMENTS	368,304	77,961	257,997	114,091	9,017	1,676,526	849,913	929,695	43,994
INTEREST	-	-	-	-	-	109,684	-	-	-
TOTAL REVENUES	<u>368,304</u>	<u>85,309</u>	<u>257,997</u>	<u>114,091</u>	<u>9,017</u>	<u>3,954,860</u>	<u>1,042,507</u>	<u>1,209,688</u>	<u>45,148</u>
EXPENDITURES:									
JUDICIAL AND LAW ENFORCEMENT	367,727	199,526	363,244	257,497	2,573	3,562,765	1,061,998	1,185,916	47,769
CAPITAL OUTLAY	-	-	-	-	-	-	26,685	33,194	-
TOTAL EXPENDITURES	<u>367,727</u>	<u>199,526</u>	<u>363,244</u>	<u>257,497</u>	<u>2,573</u>	<u>3,562,765</u>	<u>1,088,683</u>	<u>1,219,110</u>	<u>47,769</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>577</u>	<u>(114,217)</u>	<u>(105,247)</u>	<u>(143,406)</u>	<u>6,444</u>	<u>392,095</u>	<u>(46,176)</u>	<u>(9,422)</u>	<u>(2,621)</u>
OTHER FINANCIAL SOURCES (USES):									
OPERATING TRANSFERS IN	-	69,566	-	-	-	-	-	-	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>69,566</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING (USES)	<u>577</u>	<u>(44,651)</u>	<u>(105,247)</u>	<u>(143,406)</u>	<u>6,444</u>	<u>392,095</u>	<u>(46,176)</u>	<u>(9,422)</u>	<u>(2,621)</u>
FUND BALANCES, OCTOBER 1	<u>37,547</u>	<u>25,862</u>	<u>134,924</u>	<u>252,008</u>	<u>-</u>	<u>(117,356)</u>	<u>58,794</u>	<u>27,198</u>	<u>2,970</u>
FUND BALANCES, SEPTEMBER 30	<u>\$ 38,124</u>	<u>(18,789)</u>	<u>29,677</u>	<u>108,602</u>	<u>6,444</u>	<u>274,739</u>	<u>12,618</u>	<u>17,776</u>	<u>349</u>

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**JEFFERSON COUNTY, TEXAS
PROBATION DEPARTMENT FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2001**

	COMMUNITY CORRECTIONS	JUVENILE ACCOUNTABILITY	DRUG DIVERSION PROGRAM	2001 TOTAL
REVENUES:				
FEEs	\$ 13,846	-	75,008	2,738,593
GRANTS AND RECEIPTS - OTHER GOVERNMENTS	666,958	110,193	91,178	5,195,827
INTEREST	-	-	-	109,684
TOTAL REVENUES	<u>680,804</u>	<u>110,193</u>	<u>166,186</u>	<u>8,044,104</u>
EXPENDITURES:				
JUDICIAL AND LAW ENFORCEMENT	717,247	80,141	224,862	8,071,265
CAPITAL OUTLAY	-	42,297	-	102,176
TOTAL EXPENDITURES	<u>717,247</u>	<u>122,438</u>	<u>224,862</u>	<u>8,173,441</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(36,443)</u>	<u>(12,245)</u>	<u>(58,676)</u>	<u>(129,337)</u>
OTHER FINANCIAL SOURCES (USES):				
OPERATING TRANSFERS IN	-	12,133	-	81,699
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>12,133</u>	<u>-</u>	<u>81,699</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING (USES)	<u>(36,443)</u>	<u>(112)</u>	<u>(58,676)</u>	<u>(47,638)</u>
FUND BALANCES, OCTOBER 1	<u>34,282</u>	<u>1,276</u>	<u>53,596</u>	<u>511,101</u>
FUND BALANCES, SEPTEMBER 30	<u>\$ (2,161)</u>	<u>1,164</u>	<u>(5,080)</u>	<u>463,463</u>

**JEFFERSON COUNTY, TEXAS
GRANT FUNDS
COMBINING BALANCE SHEET
SEPTEMBER 30, 2001**

	<u>FAMILY GROUP CONFERCING PROJECT</u>	<u>US MARSHALS WARRANT GRANT</u>	<u>SAFE & SOBER STEP</u>	<u>LAW ENFORCEMENT BLOCK GRANT</u>	<u>HOUSING REHABILITATION GRANT</u>	<u>NARCOTICS TASK FORCE #10-2</u>	<u>DOMESTIC VIOLENCE #10-2</u>	<u>NARCOTICS TASK FORCE #10-3</u>	<u>DOMESTIC VIOLENCE #10-3</u>	<u>SEWER IMPROVEMENTS GRANT</u>	<u>AUTO THEFT GRANT</u>	<u>TEXAS BEACH WATCH PROGRAM</u>
<u>ASSETS</u>												
CASH AND INVESTMENTS	\$ -	3,236	-	5,424	-	41,575	46,189	7,000	1,048	1,000	-	-
ACCOUNTS RECEIVABLE , Net	-	-	-	-	-	-	-	1,597	-	-	-	-
INTEREST RECEIVABLE	-	-	-	48	-	-	-	368	418	-	-	-
DUE FROM OTHER FUNDS	-	-	-	-	-	-	-	81,576	56,672	-	-	-
DUE FROM OTHER GOVERNMENTAL ENTITIES	8,932	-	4,497	-	64,312	-	10,483	336,827	24,346	2,720	24,236	14,153
PREPAID ITEMS	-	-	-	-	-	-	-	234	-	-	-	-
TOTAL ASSETS	\$ 8,932	3,236	4,497	5,472	64,312	41,575	56,672	427,602	82,484	3,720	24,236	14,153
<u>LIABILITIES AND FUND BALANCES</u>												
LIABILITIES:												
ACCOUNTS PAYABLE	\$ 5,137	-	819	1,420	64,312	-	-	111,340	6,168	3,720	2,240	11,572
DUE TO OTHER FUNDS	3,795	-	3,678	-	-	-	56,672	283,077	-	-	3,739	2,581
DUE TO OTHER GOVERNMENTAL ENTITIES	-	-	-	-	-	41,575	-	33,185	-	-	-	-
TOTAL LIABILITIES	8,932	-	4,497	1,420	64,312	41,575	56,672	427,602	6,168	3,720	5,979	14,153
FUND BALANCES:												
RESERVED FOR PREPAID ITEMS	-	-	-	-	-	-	-	234	-	-	-	-
UNRESERVED	-	3,236	-	4,052	-	-	-	(234)	76,316	-	-	-
TOTAL FUND BALANCES	-	3,236	-	4,052	-	-	-	-	76,316	-	-	-
TOTAL LIABILITIES AND FUND BALANCES	\$ 8,932	3,236	4,497	5,472	64,312	41,575	56,672	427,602	82,484	3,720	5,979	14,153

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**JEFFERSON COUNTY, TEXAS
GRANT FUNDS
COMBINING BALANCE SHEET
SEPTEMBER 30, 2001**

	<u>FLOOD EMERGENCY FUND</u>	<u>VIOLENCE AGAINST WOMEN #3</u>	<u>VIOLENCE AGAINST WOMEN #2</u>	<u>DEYOUNG STEP SEWER LINE GRANT</u>	<u>2001 GRANT TOTALS</u>
<u>ASSETS</u>					
CASH AND INVESTMENTS	\$ -	-	-	-	105,472
ACCOUNTS RECEIVABLE, Net	-	-	-	-	1,597
INTEREST RECEIVABLE	-	-	-	-	834
DUE FROM OTHER FUNDS	-	-	-	-	138,248
DUE FROM OTHER GOVERNMENTAL ENTITIES	435,914	29,187	-	3,525	959,132
PREPAID ITEMS	-	-	-	-	234
TOTAL ASSETS	\$ <u>435,914</u>	<u>29,187</u>	<u>-</u>	<u>3,525</u>	<u>1,205,517</u>
<u>LIABILITIES AND FUND BALANCES</u>					
LIABILITIES:					
ACCOUNTS PAYABLE	\$ 1,235	5,045	-	3,525	216,533
DUE TO OTHER FUNDS	434,679	19,165	-	-	807,386
DUE TO OTHER GOVERNMENTAL ENTITIES	-	-	-	-	74,760
TOTAL LIABILITIES	<u>435,914</u>	<u>24,210</u>	<u>-</u>	<u>3,525</u>	<u>1,098,679</u>
FUND BALANCES:					
RESERVED FOR PREPAID ITEMS	-	-	-	-	234
UNRESERVED	-	4,977	-	-	88,347
TOTAL FUND BALANCES	<u>-</u>	<u>4,977</u>	<u>-</u>	<u>-</u>	<u>88,581</u>
TOTAL LIABILITIES AND FUND BALANCES	\$ <u>435,914</u>	<u>29,187</u>	<u>-</u>	<u>3,525</u>	<u>1,187,260</u>

**JEFFERSON COUNTY, TEXAS
GRANT FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2001**

	FAMILY GROUP CONFERENCING PROJECT	US MARSHALS WARRANT GRANT	SAFE & SOBER STEP	LAW ENFORCEMENT BLOCK GRANT	HOUSING REHABILITATION GRANT	NARCOTICS TASK FORCE #10-2	DOMESTIC VIOLENCE #10-2	NARCOTICS TASK FORCE #10-3	DOMESTIC VIOLENCE #10-3	SEWER IMPROVEMENTS GRANT	AUTO THEFT GRANT	TEXAS BEACH WATER PROGRAM
REVENUES:												
GRANTS AND RECEIPTS -												
OTHER GOVERNMENTS	\$ 8,932	-	20,000	11,090	165,525	938,342	80,844	410,148	24,346	224,471	62,806	19,793
INTEREST	-	-	117	596	-	1,449	2,491	676	1,553	-	519	-
CONTRIBUTIONS AND DONATIONS	-	-	-	-	-	-	50	-	-	67,729	-	-
TOTAL REVENUES	8,932	-	20,117	11,686	165,525	939,791	83,385	410,824	25,899	292,200	63,325	19,793
EXPENDITURES:												
JUDICIAL AND LAW ENFORCEMENT	8,932	400	41,907	18,789	-	1,059,185	118,815	491,418	39,614	-	63,281	-
CONTRACT SERVICES	-	-	-	-	20,730	-	-	-	-	39,700	-	19,793
CAPITAL OUTLAY	-	-	-	-	144,795	59,364	-	55,310	-	252,500	-	-
TOTAL EXPENDITURES	8,932	400	41,907	18,789	165,525	1,118,549	118,815	546,728	39,614	292,200	63,281	19,793
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	(400)	(21,790)	(7,103)	-	(178,758)	(35,430)	(135,904)	(13,715)	-	44	-
OTHER FINANCING SOURCES (USES):												
OPERATING TRANSFERS IN	-	-	21,790	1,605	-	173,301	51,640	135,904	33,360	-	4,000	-
TOTAL OTHER FINANCING SOURCES (USES)	-	-	21,790	1,605	-	173,301	51,640	135,904	33,360	-	4,000	-
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING (USES)	-	(400)	-	(5,498)	-	(5,457)	16,210	-	19,645	-	4,044	-
FUND BALANCES, OCTOBER 1	-	3,636	-	9,550	-	5,457	28,578	-	11,883	-	14,213	-
RESIDUAL EQUITY TRANSFER	-	-	-	-	-	-	(44,788)	-	44,788	-	-	-
FUND BALANCES, SEPTEMBER 30	\$ -	3,236	-	4,052	-	-	-	-	76,316	-	18,257	-

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**JEFFERSON COUNTY, TEXAS
GRANT FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2001**

	FLOOD EMERGENCY FUND	VIOLENCE AGAINST WOMEN #3	VIOLENCE AGAINST WOMEN #2	DEYOUNG STEP SEWER LINE GRANT	2001 GRANT TOTALS
REVENUES:					
GRANTS AND RECEIPTS -					
OTHER GOVERNMENTS	310,058	31,167	50,388	45,904	2,403,814
INTEREST	-	-	66	-	7,467
CONTRIBUTIONS AND DONATIONS	-	-	-	-	67,779
	<u>310,058</u>	<u>31,167</u>	<u>50,454</u>	<u>45,904</u>	<u>2,479,060</u>
EXPENDITURES:					
JUDICIAL AND LAW ENFORCEMENT	-	41,557	81,587	-	1,965,485
CONTRACT SERVICES	310,058	-	-	8,848	399,129
CAPITAL OUTLAY	-	-	-	37,056	549,025
	<u>310,058</u>	<u>41,557</u>	<u>81,587</u>	<u>45,904</u>	<u>2,913,639</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	(10,390)	(31,133)	-	(434,579)
OTHER FINANCING SOURCES (USES):					
OPERATING TRANSFERS IN	-	15,367	31,133	-	468,100
TOTAL OTHER FINANCING SOURCES (USES)	-	15,367	31,133	-	468,100
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING (USES)	-	4,977	-	-	33,521
FUND BALANCES, OCTOBER 1	-	-	-	-	73,317
RESIDUAL EQUITY TRANSFER	-	-	-	-	-
FUND BALANCES, SEPTEMBER 30	\$ -	4,977	-	-	106,838

CAPITAL PROJECTS FUNDS

CAPITAL PROJECTS FUNDS

The Capital Projects Funds are used to account for all resources used for the acquisition or construction of capital facilities except those financed by Enterprise Funds or Internal Service Funds. Included in this heading are the following individual funds:

Mesquite Point Project - This fund is used to account for construction of a boat ramp and park facilities at Mesquite Point.

Highway Improvement Fund - This fund is used to account for expenditures in the construction of county roads.

Temporary Housing Project - This fund is used to account for the proceeds from the State for construction of temporary housing at the Mid-County Jail Facility.

1957 Road Bond Fund - This fund is used to account for the purchase of right-of-way for highway and utility adjustments in conjunction with the Texas State Highway Department.

Capital Projects Fund - This fund is used to account for all other capital projects of the County for which a separate fund has not been established.

ISTEA Courthouse Preservation Project - This fund is used to account for the restoration and renovation of the County Courthouse. The source of revenues for this fund is State grant and County match combined.

Juvenile Detention Center - This fund is used to account for the construction costs of a forty-eight bed Juvenile Detention Center.

Southeast Texas Entertainment Complex - This fund is used to account for the construction cost of a multi-facility park.

**JEFFERSON COUNTY, TEXAS
CAPITAL PROJECTS FUNDS
COMBINING BALANCE SHEET
SEPTEMBER 30, 2001
(With comparative totals for September 30, 2000)**

	MESQUITE POINT PROJECT	HIGHWAY IMPROVEMENT FUND	TEMPORARY HOUSING PROJECT	1957 ROAD BOND FUND	CAPITAL PROJECTS FUND	ISTEA COURTHOUSE PRESERVATION PROJECT	JUVENILE DETENTION CENTER	SOUTHEAST TEXAS ENTERTAINMENT COMPLEX	TOTALS	
									2001	2000
<u>ASSETS</u>										
CASH AND INVESTMENTS	\$ -	1,983,704	330,195	1,007,585	1,017,598	137,356	2,716,572	50,962,361	58,155,371	67,901,768
ACCOUNT RECEIVABLE, Net	-	-	-	-	-	-	-	-	-	103
INTEREST RECEIVABLE	-	17,557	2,922	8,918	9,006	-	24,081	451,062	513,546	524,456
TOTAL ASSETS	\$ -	2,001,261	333,117	1,016,503	1,026,604	137,356	2,740,653	51,413,423	58,668,917	68,426,327
<u>LIABILITIES AND FUND BALANCES</u>										
LIABILITIES:										
ACCOUNTS PAYABLE	\$ -	10,994	8,870	64,352	570,972	-	218,474	2,812,995	3,686,657	1,129,450
TOTAL LIABILITIES	-	10,994	8,870	64,352	570,972	-	218,474	2,812,995	3,686,657	1,129,450
FUND BALANCES:										
RESERVED FOR CAPITAL PROJECTS	-	1,990,267	324,247	952,151	455,632	137,356	2,522,179	48,600,428	54,982,260	67,296,877
TOTAL FUND BALANCES	-	1,990,267	324,247	952,151	455,632	137,356	2,522,179	48,600,428	54,982,260	67,296,877
TOTAL LIABILITIES AND FUND BALANCES	\$ -	2,001,261	333,117	1,016,503	1,026,604	137,356	2,740,653	51,413,423	58,668,917	68,426,327

**JEFFERSON COUNTY, TEXAS
CAPITAL PROJECTS FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2001
(With comparative totals for fiscal year ended September 30, 2000)**

	MESQUITE POINT PROJECT	HIGHWAY IMPROVEMENT FUND	TEMPORARY HOUSING PROJECT	1957 ROAD BOND FUND	CAPITAL PROJECTS FUND	ISTEA COURTHOUSE PRESERVATION PROJECT	JUVENILE DETENTION CENTER	SOUTHEAST TEXAS ENTERTAINMENT COMPLEX	TOTALS	
									2001	2000
REVENUES:										
GRANTS AND RECEIPTS -										
OTHER GOVERNMENTS	\$ -	337,275	-	-	-	297,969	-	-	635,244	250,390
INTEREST	4,091	132,374	22,058	93,325	71,542	8,869	249,752	3,402,119	3,984,130	2,818,338
TOTAL REVENUES	4,091	469,649	22,058	93,325	71,542	306,838	249,752	3,402,119	4,619,374	3,068,728
EXPENDITURES:										
CAPITAL OUTLAY	-	577,892	45,294	1,481,605	2,486,258	182,019	2,873,834	10,282,859	17,929,761	7,191,638
TOTAL EXPENDITURES	-	577,892	45,294	1,481,605	2,486,258	182,019	2,873,834	10,282,859	17,929,761	7,191,638
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	4,091	(108,243)	(23,236)	(1,388,280)	(2,414,716)	124,819	(2,624,082)	(6,880,740)	(13,310,387)	(4,122,910)
OTHER FINANCING SOURCES (USES):										
PROCEEDS FOR BOND SALE	-	-	-	-	-	-	-	-	-	53,795,969
OPERATING TRANSFERS IN	-	-	-	-	1,000,000	-	-	-	1,000,000	6,807,739
OPERATING TRANSFERS OUT	-	-	-	-	-	-	(4,230)	-	(4,230)	(4,629,840)
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	-	1,000,000	-	(4,230)	-	995,770	55,973,868
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING (USES)	4,091	(108,243)	(23,236)	(1,388,280)	(1,414,716)	124,819	(2,628,312)	(6,880,740)	(12,314,617)	51,850,958
FUND BALANCES, OCTOBER 1	123,204	2,098,510	347,483	2,203,424	1,538,418	217,172	5,150,491	55,618,175	67,296,877	15,445,919
RESIDUAL EQUITY TRANSFER	(127,295)	-	-	137,007	331,930	(204,635)	-	(137,007)	-	-
FUND BALANCES, SEPTEMBER 30	\$ -	1,990,267	324,247	952,151	455,632	137,356	2,522,179	48,600,428	54,982,260	67,296,877

DEBT SERVICE FUNDS

DEBT SERVICE FUNDS

The Debt Service Funds are used to account for each specific long-term debt. These funds account for the accumulation of resources and subsequent disbursement of such resources to pay principal, interest, and commissions. Included in this heading are the following individual funds:

1993 Bond Refunding - This fund is used to account for the revenues and expenditures associated with the \$19,000,000 1993 Bond Refunding.

1993 Certificates of Obligation - This fund is used to account for the revenues and expenditures associated with the \$6,000,000 1993 Certificates of Obligation.

1999 Certificates of Obligation - This fund is used to account for the revenues and expenditures associated with the \$6,000,000 1999 Certificates of Obligation.

2000 Certificates of Obligation - This fund is used to account for the revenues and expenditures associated with the \$55,000,000 2000 Certificates of Obligation.

JEFFERSON COUNTY, TEXAS
DEBT SERVICE FUNDS
COMBINING BALANCE SHEET
SEPTEMBER 30, 2001
(With comparative totals for September 30, 2000)

	<u>1993 BOND REFUNDING</u>	<u>1993 CERTIFICATES OF OBLIGATION</u>	<u>1999 CERTIFICATES OF OBLIGATION</u>	<u>2000 CERTIFICATES OF OBLIGATION</u>	<u>TOTALS</u>	
					<u>2001</u>	<u>2000</u>
<u>ASSETS</u>						
CASH AND INVESTMENTS	\$ 107,642	111,805	126,611	497,659	843,717	2,294,597
DELINQUENT TAXES RECEIVABLE, Net	3,102	22,299	58,375	297,368	381,144	216,327
PENALTY AND INTEREST RECEIVABLE, Net	1,926	13,846	36,247	184,649	236,668	138,067
INTEREST RECEIVABLE	953	990	1,121	4,405	7,469	17,982
DUE FROM OTHER FUNDS	549	430	772	3,416	5,167	31,801
TOTAL ASSETS	<u>\$ 114,172</u>	<u>149,370</u>	<u>223,126</u>	<u>987,497</u>	<u>1,474,165</u>	<u>2,698,774</u>
<u>LIABILITIES AND FUND BALANCES</u>						
LIABILITIES:						
DEFERRED REVENUES:						
DELINQUENT TAXES	\$ 2,910	20,917	54,757	278,937	357,521	204,088
PENALTY AND INTEREST	1,926	13,846	36,247	184,649	236,668	138,067
TOTAL LIABILITIES	<u>4,836</u>	<u>34,763</u>	<u>91,004</u>	<u>463,586</u>	<u>594,189</u>	<u>342,155</u>
FUND BALANCES:						
RESERVED FOR DEBT SERVICE	<u>109,336</u>	<u>114,607</u>	<u>132,122</u>	<u>523,911</u>	<u>879,976</u>	<u>2,356,619</u>
TOTAL FUND BALANCES	<u>109,336</u>	<u>114,607</u>	<u>132,122</u>	<u>523,911</u>	<u>879,976</u>	<u>2,356,619</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 114,172</u>	<u>149,370</u>	<u>223,126</u>	<u>987,497</u>	<u>1,474,165</u>	<u>2,698,774</u>

JEFFERSON COUNTY, TEXAS
DEBT SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2001
(With comparative totals for fiscal year ended September 30, 2000)

	1993 BOND REFUNDING	1993 CERTIFICATES OF OBLIGATION	1999 CERTIFICATES OF OBLIGATION	2000 CERTIFICATES OF OBLIGATION	TOTALS	
					2001	2000
REVENUES:						
PROPERTY TAXES	\$ 83,793	375,892	961,207	4,863,411	6,284,303	3,740,351
INTEREST	52,314	24,982	2,790	73,961	154,047	511,083
TOTAL REVENUES	<u>136,107</u>	<u>400,874</u>	<u>963,997</u>	<u>4,937,372</u>	<u>6,438,350</u>	<u>4,251,434</u>
EXPENDITURES:						
DEBT SERVICE:						
PRINCIPAL	960,000	450,000	600,000	-	2,010,000	2,670,000
INTEREST AND COMMISSION	458,363	269,237	234,780	4,942,613	5,904,993	1,112,364
TOTAL EXPENDITURES	<u>1,418,363</u>	<u>719,237</u>	<u>834,780</u>	<u>4,942,613</u>	<u>7,914,993</u>	<u>3,782,364</u>
EXCESS OF REVENUES OVER EXPENDITURES	(1,282,256)	(318,363)	129,217	(5,241)	(1,476,643)	469,070
FUND BALANCES, OCTOBER 1	<u>1,391,592</u>	<u>432,970</u>	<u>2,905</u>	<u>529,152</u>	<u>2,356,619</u>	<u>1,887,549</u>
FUND BALANCES, SEPTEMBER 30	<u>\$ 109,336</u>	<u>114,607</u>	<u>132,122</u>	<u>523,911</u>	<u>879,976</u>	<u>2,356,619</u>

JEFFERSON COUNTY, TEXAS
DEBT SERVICE FUNDS
SCHEDULE OF REVENUES AND EXPENDITURES
BUDGET (GAAP) AND ACTUAL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2001
(With comparative totals for September 30, 2000)

	<u>2001</u>		<u>FAVORABLE (UNFAVORABLE)</u>	<u>2000</u>
	<u>BUDGET</u>	<u>ACTUAL</u>		<u>ACTUAL</u>
REVENUES:				
PROPERTY TAXES	\$ 6,183,498	6,284,303	100,805	2,160,559
INTEREST	479,372	154,047	(325,325)	468,373
TOTAL REVENUES	<u>6,662,870</u>	<u>6,438,350</u>	<u>(224,520)</u>	<u>2,628,932</u>
EXPENDITURES:				
DEBT SERVICE:				
PRINCIPAL	2,010,000	2,010,000	-	1,120,000
INTEREST AND COMMISSION	5,904,993	5,904,993	-	1,007,992
TOTAL EXPENDITURES	<u>7,914,993</u>	<u>7,914,993</u>	<u>-</u>	<u>2,127,992</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>\$ (1,252,123)</u>	<u>(1,476,643)</u>	<u>(224,520)</u>	<u>500,940</u>

**JEFFERSON COUNTY, TEXAS
DEBT SERVICE FUNDS
SCHEDULES OF REVENUES AND EXPENDITURES
ACTUAL AND BUDGET (GAAP)
BUDGETED DEBT SERVICE FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2001
(With comparative totals for the fiscal year ended September 30, 2000)**

	<u>2001</u>		<u>FAVORABLE (UNFAVORABLE)</u>	<u>2000</u>
	<u>BUDGET</u>	<u>ACTUAL</u>		<u>ACTUAL</u>
<u>1993 BOND REFUNDING</u>				
REVENUES:				
PROPERTY TAXES	\$ 80,897	83,793	2,896	1,417,067
INTEREST	89,024	52,314	(36,710)	95,883
TOTAL REVENUES	<u>169,921</u>	<u>136,107</u>	<u>(33,814)</u>	<u>1,512,950</u>
EXPENDITURES:				
DEBT SERVICE:				
PRINCIPAL	960,000	960,000	-	920,000
INTEREST AND COMMISSION	458,363	458,363	-	494,974
TOTAL EXPENDITURES	<u>1,418,363</u>	<u>1,418,363</u>	<u>-</u>	<u>1,414,974</u>
EXCESS OF REVENUES OVER EXPENDITURES	\$ <u>(1,248,442)</u>	<u>(1,282,256)</u>	<u>(33,814)</u>	<u>97,976</u>
<u>1993 CERTIFICATES OF OBLIGATION</u>				
REVENUES:				
PROPERTY TAXES	\$ 365,975	375,892	9,917	473,892
INTEREST	25,037	24,982	(55)	29,293
TOTAL REVENUES	<u>391,012</u>	<u>400,874</u>	<u>9,862</u>	<u>503,185</u>
EXPENDITURES:				
DEBT SERVICE:				
PRINCIPAL	450,000	450,000	-	200,000
INTEREST AND COMMISSION	269,237	269,237	-	278,237
TOTAL EXPENDITURES	<u>719,237</u>	<u>719,237</u>	<u>-</u>	<u>478,237</u>
EXCESS OF REVENUES OVER EXPENDITURES	\$ <u>(328,225)</u>	<u>(318,363)</u>	<u>9,862</u>	<u>24,948</u>

JEFFERSON COUNTY, TEXAS
DEBT SERVICE FUNDS
SCHEDULE OF REVENUES AND EXPENDITURES
ACTUAL AND BUDGET (GAAP)
BUDGETED DEBT SERVICE FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2001
(With comparative totals for the fiscal year ended September 30, 2000)

	2001			2000
	BUDGET	ACTUAL	FAVORABLE (UNFAVORABLE)	ACTUAL
<u>1999 CERTIFICATES OF OBLIGATION</u>				
REVENUES:				
PROPERTY TAXES	\$ 941,336	961,207	19,871	269,600
INTEREST	35,844	2,790	(33,054)	1,274
TOTAL REVENUES	<u>977,180</u>	<u>963,997</u>	<u>(13,183)</u>	<u>270,874</u>
EXPENDITURES:				
DEBT SERVICE:				
PRINCIPAL	600,000	600,000	-	-
INTEREST AND COMMISSION	234,780	234,780	-	234,781
TOTAL EXPENDITURES	<u>834,780</u>	<u>834,780</u>	<u>-</u>	<u>234,781</u>
EXCESS OF REVENUES OVER EXPENDITURES	\$ <u>142,400</u>	<u>129,217</u>	<u>(13,183)</u>	<u>36,093</u>
<u>2000 CERTIFICATES OF OBLIGATION</u>				
REVENUES:				
PROPERTY TAXES	\$ 4,795,290	4,863,411	68,121	-
INTEREST	329,467	73,961	(255,506)	341,923
TOTAL REVENUES	<u>5,124,757</u>	<u>4,937,372</u>	<u>(187,385)</u>	<u>341,923</u>
EXPENDITURES:				
DEBT SERVICE:				
PRINCIPAL	-	-	-	-
INTEREST AND COMMISSION	4,942,613	4,942,613	-	-
TOTAL EXPENDITURES	<u>4,942,613</u>	<u>4,942,613</u>	<u>-</u>	<u>-</u>
EXCESS OF REVENUES OVER EXPENDITURES	\$ <u>182,144</u>	<u>(5,241)</u>	<u>(187,385)</u>	<u>341,923</u>

ENTERPRISE FUND

ENTERPRISE FUND

The Enterprise Fund is used to account for certain activities that are financed and operated in a manner similar to private business enterprises where the intent is that the costs of providing goods or services to the general public on a continuing basis should be financed or recovered primarily through user charges. Included in this heading is the following individual fund:

Airport Enterprise Fund - This fund is used to account for the operation of the Southeast Texas Regional Airport.

Southeast Texas Government Employee Benefit Pool – This fund is used to account for the County’s group health insurance program which includes comprehensive major medical and dental care.

**JEFFERSON COUNTY, TEXAS
ENTERPRISE FUNDS
COMBINING BALANCE SHEET
SEPTEMBER 30, 2001
(With comparative totals for September 30, 2000)**

	SOUTHEAST		TOTALS	
	AIRPORT ENTERPRISE FUND	TEXAS GOVERNMENT EMPLOYEE BENEFIT POOL FUND	2001	2000
<u>ASSETS</u>				
CASH AND INVESTMENTS	\$ -	1,850,393	1,850,393	-
ACCOUNTS RECEIVABLE, Net	97,556	56	97,612	235,054
INTEREST RECEIVABLE	-	14,530	14,530	-
DUE FROM OTHER GOVERNMENTAL ENTITIES	13,015	-	13,015	13,015
PREPAID ITEMS	683	-	683	683
INVENTORY, At Cost	66,096	-	66,096	43,287
TOTAL ASSETS	177,350	1,864,979	2,042,329	292,039
FIXED ASSETS				
LAND, BUILDINGS AND EQUIPMENT	39,452,079	-	39,452,079	39,206,198
ACCUMULATED DEPRECIATION	(22,128,075)	-	(22,128,075)	(21,185,014)
CONSTRUCTION IN PROGRESS	2,003,752	-	2,003,752	246,713
TOTAL FIXED ASSETS	19,327,756	-	19,327,756	18,267,897
TOTAL ASSETS	\$ 19,505,106	1,864,979	21,370,085	18,559,936
<u>LIABILITIES AND EQUITY</u>				
LIABILITIES:				
ACCOUNTS PAYABLE	\$ 182,676	-	182,676	175,754
CLAIMS LIABILITY	-	1,166,422	1,166,422	-
DUE TO OTHER FUNDS	1,356,910	492	1,357,402	483,885
COMPENSATED ABSENCES	19,163	-	19,163	21,187
CUSTOMER DEPOSITS	28,023	-	28,023	28,023
TOTAL LIABILITIES	1,586,772	1,166,914	2,753,686	708,849
LONG-TERM LIABILITIES:				
COMPENSATED ABSENCES	229,746	-	229,746	210,874
TOTAL LONG-TERM LIABILITIES	229,746	-	229,746	210,874
TOTAL LIABILITIES	1,816,518	1,166,914	2,983,432	919,723
EQUITY:				
CONTRIBUTED CAPITAL	13,487,682	-	13,487,682	14,232,508
RETAINED EARNINGS	4,200,906	698,065	4,898,971	3,407,705
TOTAL EQUITY	17,688,588	698,065	18,386,653	17,640,213
TOTAL LIABILITIES AND EQUITY	\$ 19,505,106	1,864,979	21,370,085	18,559,936

JEFFERSON COUNTY, TEXAS
ENTERPRISE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN RETAINED EARNINGS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2001
(With comparative totals for the fiscal year ended September 30, 2000)

	AIRPORT ENTERPRISE FUND	SOUTHEAST TEXAS GOVERNMENT EMPLOYEE BENEFIT POOL FUND	TOTALS (Memorandum Only)	
			2001	2000
OPERATING REVENUES:				
CHARGES FOR SERVICES	\$ 1,801,872	6,319,138	8,121,010	2,154,500
OPERATING EXPENSES:				
COST OF SALES AND SERVICES	2,577,804	7,749,616	10,327,420	2,585,093
DEPRECIATION	968,600	-	968,600	951,291
TOTAL OPERATING EXPENSES	3,546,404	7,749,616	11,296,020	3,536,384
OPERATING INCOME (LOSS)	(1,744,532)	(1,430,478)	(3,175,010)	(1,381,884)
NONOPERATING REVENUES (EXPENSES):				
(LOSS) ON DISPOSAL OF EQUIPMENT	-	-	-	(1,633)
INTEREST	7,219	78,543	85,762	6,750
TOTAL NONOPERATING REVENUES (EXPENSES)	7,219	78,543	85,762	5,117
INCOME (LOSS) BEFORE OPERATING TRANSFERS	(1,737,313)	(1,351,935)	(3,089,248)	(1,376,767)
TRANSFER FROM OTHER FUNDS:				
GENERAL FUND	1,785,688	-	1,785,688	-
NET INCOME (LOSS)	48,375	(1,351,935)	(1,303,560)	(1,376,767)
ADD: DEPRECIATION ON CONTRIBUTED ASSETS	744,826	-	744,826	747,184
INCREASE (DECREASE) IN RETAINED EARNINGS	793,201	(1,351,935)	(558,734)	(629,583)
RETAINED EARNINGS, OCTOBER 1	3,407,705	-	3,407,705	4,037,288
RESIDUAL EQUITY TRANSFER	-	2,050,000	2,050,000	-
RETAINED EARNINGS, SEPTEMBER 30	4,200,906	698,065	4,898,971	3,407,705
CONTRIBUTED CAPITAL, OCTOBER 1	14,232,508	-	14,232,508	14,979,692
LESS: DEPRECIATION ON CONTRIBUTED ASSETS	(744,826)	-	(744,826)	(747,184)
CONTRIBUTED CAPITAL, SEPTEMBER 30	13,487,682	-	13,487,682	14,232,508
FUND EQUITY, SEPTEMBER 30	\$ 17,688,588	698,065	18,386,653	17,640,213

JEFFERSON COUNTY, TEXAS
ENTERPRISE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2001
(With comparative totals for the fiscal year ended September 30, 2000)

	AIRPORT ENTERPRISE FUND	SOUTHEAST TEXAS GOVERNMENT EMPLOYEE BENEFIT POOL FUND	TOTALS (Memorandum only)	
			2001	2000
CASH FLOWS FROM OPERATING ACTIVITIES:				
OPERATING LOSS	\$ (1,744,532)	(1,430,478)	(3,175,010)	(1,381,884)
ADJUSTMENTS TO RECONCILE NET OPERATING LOSS TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:				
DEPRECIATION	968,600	-	968,600	951,291
(INCREASE) DECREASE IN ACCOUNTS RECEIVABLE	137,498	(56)	137,442	(10,345)
(INCREASE) IN INVENTORY	(22,809)	-	(22,809)	(6,122)
INCREASE (DECREASE) IN ACCOUNTS PAYABLE	6,922	-	6,922	(73,814)
INCREASE IN CLAIMS LIABILITY	-	1,166,422	1,166,422	-
INCREASE IN DUE TO OTHER FUNDS	873,025	492	873,517	483,885
INCREASE IN OTHER LIABILITIES	16,848	-	16,848	20,084
(DECREASE) IN CUSTOMER DEPOSITS	-	-	-	(596)
TOTAL ADJUSTMENTS	1,980,084	1,166,858	3,146,942	1,364,383
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	235,552	(263,620)	(28,068)	(17,501)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:				
TRANSFERS FROM OTHER FUNDS	1,785,688	-	1,785,688	-
RESIDUAL EQUITY TRANSFER	-	2,050,000	2,050,000	-
NET CASH PROVIDED FROM NONCAPITAL FINANCING ACTIVITIES	1,785,688	2,050,000	3,835,688	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:				
PAYMENTS FOR CAPITAL ACQUISITIONS AND CONSTRUCTION	(2,028,459)	-	(2,028,459)	(470,347)
NET CASH USED FOR CAPITAL AND RELATED FINANCING ACTIVITIES	(2,028,459)	-	(2,028,459)	(470,347)
CASH FLOWS FROM INVESTING ACTIVITIES:				
RECEIPTS OF INTEREST	7,219	64,013	71,232	8,153
NET CASH PROVIDED FROM INVESTING ACTIVITIES	7,219	64,013	71,232	8,153
NET CASH INCREASE (DECREASE) FOR THE YEAR	-	1,850,393	1,850,393	(479,695)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	-	-	-	479,695
CASH AND CASH EQUIVALENTS AT END OF YEAR	\$ -	1,850,393	1,850,393	-

**JEFFERSON COUNTY, TEXAS
AIRPORT ENTERPRISE FUND
COMPARATIVE BALANCE SHEETS
SEPTEMBER 30, 2001 AND 2000**

	2001	2000
<u>ASSETS</u>		
ACCOUNTS RECEIVABLE, Net	\$ 97,556	235,054
DUE FROM OTHER GOVERNMENTAL ENTITIES	13,015	13,015
PREPAID ITEMS	683	683
INVENTORY, At Cost	66,096	43,287
 TOTAL ASSETS	 177,350	 292,039
 FIXED ASSETS		
LAND, BUILDINGS AND EQUIPMENT	39,452,079	39,206,198
ACCUMULATED DEPRECIATION	(22,128,075)	(21,185,014)
CONSTRUCTION IN PROGRESS	2,003,752	246,713
 TOTAL FIXED ASSETS	 19,327,756	 18,267,897
 TOTAL ASSETS	 \$ 19,505,106	 18,559,936
<u>LIABILITIES AND EQUITY</u>		
LIABILITIES:		
ACCOUNTS PAYABLE	\$ 182,676	175,754
DUE TO OTHER FUNDS	1,356,910	483,885
COMPENSATED ABSENCES	19,163	21,187
CUSTOMER DEPOSITS	28,023	28,023
 TOTAL LIABILITIES	 1,586,772	 708,849
 LONG-TERM LIABILITIES:		
COMPENSATED ABSENCES	229,746	210,874
 TOTAL LONG-TERM LIABILITIES	 229,746	 210,874
 TOTAL LIABILITIES	 1,816,518	 919,723
 EQUITY:		
CONTRIBUTED CAPITAL	13,487,682	14,232,508
RETAINED EARNINGS	4,200,906	3,407,705
 TOTAL EQUITY	 17,688,588	 17,640,213
 TOTAL LIABILITIES AND EQUITY	 \$ 19,505,106	 18,559,936

**JEFFERSON COUNTY, TEXAS
AIRPORT ENTERPRISE FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENSES, AND
CHANGES IN FUND EQUITY
FOR THE FISCAL YEARS ENDED SEPTEMBER 30, 2001 AND 2000**

	<u>2001</u>	<u>2000</u>
OPERATING REVENUES:		
FEES:		
FIELD USAGE	\$ 107,367	180,841
FLOWAGE	60,814	47,848
ADVERTISING DISPLAYS	21,000	21,000
SALES, RENTALS AND SERVICES:		
AVIATION FUEL SALES	612,182	827,350
RENTAL CAR CONTRACTS	277,914	296,075
HANGER RENTAL	136,111	125,925
OFFICE SPACE RENTAL	254,366	311,289
PASSENGER FACILITY CHARGE	212,441	294,850
LAND SPACE	53,645	44,377
MISCELLANEOUS	66,032	4,945
	<u>1,801,872</u>	<u>2,154,500</u>
OPERATING EXPENSES:		
AVIATION FUEL	420,254	554,937
PERSONAL SERVICES	1,210,902	1,127,893
EMPLOYEE BENEFITS	400,164	377,795
MATERIALS AND SUPPLIES	78,812	78,833
MAINTENANCE AND REPAIRS	147,970	153,937
UTILITIES	218,843	188,607
DEPRECIATION	968,600	951,291
MISCELLANEOUS	100,859	103,091
	<u>3,546,404</u>	<u>3,536,384</u>
OPERATING LOSS	<u>(1,744,532)</u>	<u>(1,381,884)</u>
NONOPERATING REVENUES (EXPENSES):		
INTEREST	7,219	6,750
(LOSS) ON DISPOSAL OF EQUIPMENT	-	(1,633)
	<u>7,219</u>	<u>5,117</u>
LOSS BEFORE OPERATING TRANSFERS	(1,737,313)	(1,376,767)
TRANSFER FROM OTHER FUNDS:		
GENERAL FUND	1,785,688	-
NET (INCOME) LOSS	48,375	(1,376,767)
ADD: DEPRECIATION ON CONTRIBUTED ASSETS	744,826	747,184
NET INCREASE (DECREASE) IN RETAINED EARNINGS	793,201	(629,583)
RETAINED EARNINGS, OCTOBER 1	3,407,705	4,037,288
RETAINED EARNINGS, SEPTEMBER 30	<u>4,200,906</u>	<u>3,407,705</u>
CONTRIBUTED CAPITAL, OCTOBER 1	14,232,508	14,979,692
LESS: DEPRECIATION ON CONTRIBUTED ASSETS	(744,826)	(747,184)
CONTRIBUTED CAPITAL, SEPTEMBER 30	<u>13,487,682</u>	<u>14,232,508</u>
FUND EQUITY, SEPTEMBER 30	<u>\$ 17,688,588</u>	<u>17,640,213</u>

**JEFFERSON COUNTY, TEXAS
AIRPORT ENTERPRISE FUND
COMPARATIVE STATEMENTS OF CASH FLOWS
FOR THE FISCAL YEARS ENDED SEPTEMBER 30, 2001 AND 2000**

	<u>2001</u>	<u>2000</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
OPERATING LOSS	\$ (1,744,532)	(1,381,884)
ADJUSTMENTS TO RECONCILE NET OPERATING LOSS		
DEPRECIATION	968,600	951,291
INCREASE (DECREASE) IN ACCOUNTS RECEIVABLE	137,498	(10,345)
(INCREASE) IN INVENTORY	(22,809)	(6,122)
INCREASE (DECREASE) IN ACCOUNTS PAYABLE	6,922	(73,814)
INCREASE IN DUE TO OTHER FUNDS	873,025	483,885
INCREASE IN OTHER LIABILITIES	16,848	20,084
(DECREASE) IN CUSTOMER DEPOSITS	-	(596)
TOTAL ADJUSTMENTS	<u>1,980,084</u>	<u>1,364,383</u>
NET CASH PROVIDED (USED) FOR OPERATING ACTIVITIES	<u>235,552</u>	<u>(17,501)</u>
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:		
TRANSFERS FROM OTHER FUNDS	<u>1,785,688</u>	-
NET CASH PROVIDED FOR NON-CAPITAL FINANCING ACTIVITIES	<u>1,785,688</u>	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:		
PAYMENTS FOR CAPITAL ACQUISITIONS AND CONSTRUCTION	<u>(2,028,459)</u>	<u>(470,347)</u>
NET CASH USED FOR CAPITAL AND RELATED FINANCING ACTIVITIES	<u>(2,028,459)</u>	<u>(470,347)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
RECEIPTS OF INTEREST	<u>7,219</u>	<u>8,153</u>
NET CASH PROVIDED FROM INVESTING ACTIVITIES	<u>7,219</u>	<u>8,153</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	-	(479,695)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	<u>-</u>	<u>479,695</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>\$ -</u>	<u>-</u>

JEFFERSON COUNTY, TEXAS
SOUTHEAST TEXAS GOVERNMENT EMPLOYEE BENEFIT POOL FUND
COMPARATIVE BALANCE SHEETS
SEPTEMBER 30, 2001 AND 2000

	<u>2001</u>	<u>2000</u>
<u>ASSETS</u>		
CASH AND INVESTMENTS	\$ 1,850,393	-
ACCOUNTS RECEIVABLE, Net	56	-
INTEREST RECEIVABLE	<u>14,530</u>	<u>-</u>
TOTAL ASSETS	<u>\$ 1,864,979</u>	<u>-</u>
<u>LIABILITIES AND EQUITY</u>		
LIABILITIES:		
CLAIMS LIABILITY	\$ 1,166,422	-
DUE TO OTHER FUNDS	<u>492</u>	<u>-</u>
TOTAL LIABILITIES	<u>1,166,914</u>	<u>-</u>
EQUITY:		
RETAINED EARNINGS	<u>698,065</u>	<u>-</u>
TOTAL EQUITY	<u>698,065</u>	<u>-</u>
TOTAL LIABILITIES AND EQUITY	<u>\$ 1,864,979</u>	<u>-</u>

JEFFERSON COUNTY, TEXAS
SOUTHEAST TEXAS GOVERNMENT EMPLOYEE BENEFIT POOL FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENSES,
AND CHANGES IN RETAINED EARNINGS
FOR THE FISCAL YEARS ENDED SEPTEMBER 30, 2001 AND 2000

	<u>2001</u>	<u>2000</u>
OPERATING REVENUES:		
EMPLOYEE CONTRIBUTIONS	\$ 893,543	-
EMPLOYER CONTRIBUTIONS	4,953,644	-
OTHER CONTRIBUTIONS AND REFUNDS	<u>471,951</u>	<u>-</u>
TOTAL OPERATING REVENUES	<u>6,319,138</u>	<u>-</u>
OPERATING EXPENSES:		
ADMINISTRATIVE EXPENSES	549,667	-
CLAIMS EXPENSES	<u>7,199,949</u>	<u>-</u>
TOTAL OPERATING EXPENSES	<u>7,749,616</u>	<u>-</u>
NET OPERATING INCOME (LOSS)	<u>(1,430,478)</u>	<u>-</u>
NONOPERATING REVENUES:		
INTEREST	<u>78,543</u>	<u>-</u>
TOTAL NONOPERATING REVENUES	<u>78,543</u>	<u>-</u>
NET INCOME (LOSS)	(1,351,935)	-
RETAINED EARNINGS, OCTOBER 1	-	-
RESIDUAL EQUITY TRANSFER	<u>2,050,000</u>	<u>-</u>
RETAINED EARNINGS, SEPTEMBER 30	<u><u>\$ 698,065</u></u>	<u><u>-</u></u>

JEFFERSON COUNTY, TEXAS
SOUTHEAST TEXAS GOVERNMENT EMPLOYEE BENEFIT POOL FUND
COMPARATIVE STATEMENTS OF CASH FLOWS
FOR THE FISCAL YEARS ENDED SEPTEMBER 30, 2001 AND 2000

	<u>2001</u>	<u>2000</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
OPERATING (LOSS)	\$ (1,430,478)	-
ADJUSTMENTS TO RECONCILE NET OPERATING LOSS TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:		
(INCREASE) IN ACCOUNTS RECEIVABLE	(56)	-
INCREASE IN CLAIMS LIABILITY	1,166,422	-
INCREASE IN DUE TO OTHER FUNDS	492	-
TOTAL ADJUSTMENTS	<u>1,166,858</u>	<u>-</u>
NET CASH (USED) BY OPERATING ACTIVITIES	<u>(263,620)</u>	<u>-</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:		
RESIDUAL EQUITY TRANSFER	<u>2,050,000</u>	<u>-</u>
NET CASH PROVIDED BY FINANCING ACTIVITIES	<u>2,050,000</u>	<u>-</u>
CASH FLOWS FROM INVESTMENT ACTIVITIES:		
RECEIPTS OF INTEREST	<u>64,013</u>	<u>-</u>
NET CASH PROVIDED BY INVESTMENT ACTIVITIES	<u>64,013</u>	<u>-</u>
NET INCREASE IN CASH	1,850,393	-
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	<u>-</u>	<u>-</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>\$ 1,850,393</u>	<u>-</u>

INTERNAL SERVICE FUNDS

INTERNAL SERVICE FUNDS

The Internal Service Funds are used to account for the financing of goods and services provided by one department or agency to other agencies of the government and to other government units, on a cost reimbursement basis. Included in this heading are the following individual funds:

Life & Retirees' Health Insurance Fund - This fund is used to account for the County's life insurance benefit and also account for the Medicare supplement insurance for retirees over 65.

Liability Insurance Fund - This fund is used to account for the County's contribution and payment for liability claims.

Workers' Compensation Fund - This fund is used to account for the County's contribution and payment for workers' compensation claims.

**JEFFERSON COUNTY, TEXAS
INTERNAL SERVICE FUNDS
COMBINING BALANCE SHEET
SEPTEMBER 30, 2001
(With comparative totals for September 30, 2000)**

	LIFE & RETIREES'			TOTALS	
	HEALTH	LIABILITY	WORKERS'		
	INSURANCE	INSURANCE	COMPENSATION	2001	2000
	FUND	FUND	FUND		
<u>ASSETS</u>					
CASH AND INVESTMENTS	\$ 447,836	482,618	2,888,987	3,819,441	6,992,266
ACCOUNTS RECEIVABLE, Net	119,675	-	274,362	394,037	938,405
INTEREST RECEIVABLE	4,038	4,272	25,128	33,438	53,390
DUE FROM OTHER FUNDS	492	-	-	492	-
DUE FROM OTHER GOVERNMENTAL ENTITIES	-	-	-	-	6,332
TOTAL ASSETS	\$ <u>572,041</u>	<u>486,890</u>	<u>3,188,477</u>	<u>4,247,408</u>	<u>7,990,393</u>
<u>LIABILITIES AND EQUITY</u>					
LIABILITIES:					
CLAIMS LIABILITY	\$ <u>2,807</u>	<u>250,000</u>	<u>65,256</u>	<u>318,063</u>	<u>1,867,242</u>
TOTAL LIABILITIES	<u>2,807</u>	<u>250,000</u>	<u>65,256</u>	<u>318,063</u>	<u>1,867,242</u>
EQUITY:					
RETAINED EARNINGS	<u>569,234</u>	<u>236,890</u>	<u>3,123,221</u>	<u>3,929,345</u>	<u>6,123,151</u>
TOTAL EQUITY	<u>569,234</u>	<u>236,890</u>	<u>3,123,221</u>	<u>3,929,345</u>	<u>6,123,151</u>
TOTAL LIABILITIES AND EQUITY	\$ <u>572,041</u>	<u>486,890</u>	<u>3,188,477</u>	<u>4,247,408</u>	<u>7,990,393</u>

**JEFFERSON COUNTY, TEXAS
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN RETAINED EARNINGS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2001
(With comparative totals for the fiscal year ended September 30, 2000)**

	LIFE & RETIREES'			TOTALS	
	HEALTH INSURANCE FUND	LIABILITY INSURANCE FUND	WORKERS' COMPENSATION FUND	2001	2000
OPERATING REVENUES:					
EMPLOYEE CONTRIBUTIONS	\$ 270,290	-	-	270,290	1,248,527
EMPLOYER CONTRIBUTIONS	654,101	86,000	655,611	1,395,712	7,962,281
OTHER CONTRIBUTIONS AND REFUNDS	139,545	-	-	139,545	903,904
TOTAL OPERATING REVENUES	<u>1,063,936</u>	<u>86,000</u>	<u>655,611</u>	<u>1,805,547</u>	<u>10,114,712</u>
OPERATING EXPENSES:					
CONTRACTUAL SERVICES	1,641,586	11,454	597,522	2,250,562	8,875,746
MISCELLANEOUS	4,722	-	-	4,722	985
TOTAL OPERATING EXPENSES	<u>1,646,308</u>	<u>11,454</u>	<u>597,522</u>	<u>2,255,284</u>	<u>8,876,731</u>
OPERATING INCOME (LOSS)	<u>(582,372)</u>	<u>74,546</u>	<u>58,089</u>	<u>(449,737)</u>	<u>1,237,981</u>
NONOPERATING REVENUES					
INTEREST	89,612	29,245	187,074	305,931	355,803
TOTAL NONOPERATING REVENUES	<u>89,612</u>	<u>29,245</u>	<u>187,074</u>	<u>305,931</u>	<u>355,803</u>
INCOME (LOSS) BEFORE OPERATING TRANSFERS	<u>(492,760)</u>	<u>103,791</u>	<u>245,163</u>	<u>(143,806)</u>	<u>1,593,784</u>
TRANSFER FROM OTHER FUNDS:					
GENERAL FUND	-	-	-	-	30,000
NET INCOME (LOSS)	<u>(492,760)</u>	<u>103,791</u>	<u>245,163</u>	<u>(143,806)</u>	<u>1,623,784</u>
RETAINED EARNINGS, OCTOBER 1	3,111,994	133,099	2,878,058	6,123,151	4,499,367
RESIDUAL EQUITY TRANSFER	<u>(2,050,000)</u>	<u>-</u>	<u>-</u>	<u>(2,050,000)</u>	<u>-</u>
RETAINED EARNINGS, SEPTEMBER 30	<u>\$ 569,234</u>	<u>236,890</u>	<u>3,123,221</u>	<u>3,929,345</u>	<u>6,123,151</u>

JEFFERSON COUNTY, TEXAS
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2001
(With comparative totals for the fiscal year ended September 30, 2000)

	LIFE & RETIREES'			TOTALS	
	HEALTH INSURANCE FUND	LIABILITY INSURANCE FUND	WORKERS' COMPENSATION FUND	2001	2000
CASH FLOWS FROM OPERATING ACTIVITIES:					
OPERATING INCOME (LOSS)	\$ (582,372)	74,546	58,089	(449,737)	1,237,981
ADJUSTMENTS TO RECONCILE NET OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES					
(INCREASE) DECREASE IN:					
ACCOUNTS RECEIVABLE	787,003	-	(242,635)	544,368	(698,135)
DUE FROM OTHER FUNDS	(492)	-	-	(492)	-
DUE FROM OTHER GOVERNMENTAL ENTITIES	6,332	-	-	6,332	29,860
(DECREASE) IN:					
CLAIMS LIABILITY	(1,430,378)	(21,751)	(97,050)	(1,549,179)	(896,020)
TOTAL ADJUSTMENTS	(637,535)	(21,751)	(339,685)	(998,971)	(1,564,295)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	(1,219,907)	52,795	(281,596)	(1,448,708)	(326,314)
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:					
RESIDUAL EQUITY TRANSFER	(2,050,000)	-	-	(2,050,000)	-
TRANSFERS FROM OTHER FUNDS	-	-	-	-	30,000
NET CASH PROVIDED BY NON-CAPITAL FINANCING ACTIVITIES	(2,050,000)	-	-	(2,050,000)	30,000
CASH FLOWS FROM INVESTMENT ACTIVITIES:					
RECEIPTS OF INTEREST	112,913	28,109	184,861	325,883	338,060
NET CASH PROVIDED BY INVESTMENT ACTIVITIES	112,913	28,109	184,861	325,883	338,060
NET INCREASE (DECREASE) IN CASH	(3,156,994)	80,904	(96,735)	(3,172,825)	41,746
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	3,604,830	401,714	2,985,722	6,992,266	6,950,520
CASH AND CASH EQUIVALENTS AT END OF YEAR	\$ 447,836	482,618	2,888,987	3,819,441	6,992,266

**JEFFERSON COUNTY, TEXAS
LIFE AND RETIREES HEALTH INSURANCE FUND
COMPARATIVE BALANCE SHEETS
SEPTEMBER 30, 2001 AND 2000**

	<u>2001</u>	<u>2000</u>
<u>ASSETS</u>		
CASH AND INVESTMENTS	\$ 447,836	3,604,830
ACCOUNTS RECEIVABLE, Net	119,675	906,678
INTEREST RECEIVABLE	4,038	27,339
DUE FROM OTHER FUNDS	492	-
DUE FROM OTHER GOVERNMENTAL ENTITIES	-	6,332
	<u> </u>	<u> </u>
TOTAL ASSETS	\$ <u>572,041</u>	<u>4,545,179</u>
<u>LIABILITIES AND EQUITY</u>		
LIABILITIES:		
CLAIMS LIABILITY	\$ <u>2,807</u>	<u>1,433,185</u>
	<u> </u>	<u> </u>
TOTAL LIABILITIES	<u>2,807</u>	<u>1,433,185</u>
EQUITY:		
RETAINED EARNINGS	<u>569,234</u>	<u>3,111,994</u>
	<u> </u>	<u> </u>
TOTAL EQUITY	<u>569,234</u>	<u>3,111,994</u>
	<u> </u>	<u> </u>
TOTAL LIABILITIES AND EQUITY	\$ <u>572,041</u>	<u>4,545,179</u>

JEFFERSON COUNTY, TEXAS
LIFE AND RETIREES HEALTH INSURANCE FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENSES,
AND CHANGES IN RETAINED EARNINGS
FOR THE FISCAL YEARS ENDED SEPTEMBER 30, 2001 AND 2000

	<u>2001</u>	<u>2000</u>
OPERATING REVENUES:		
EMPLOYEE CONTRIBUTIONS	\$ 270,290	1,248,527
EMPLOYER CONTRIBUTIONS	654,101	7,455,411
OTHER CONTRIBUTIONS AND REFUNDS	<u>139,545</u>	<u>903,904</u>
TOTAL OPERATING REVENUES	<u>1,063,936</u>	<u>9,607,842</u>
OPERATING EXPENSES:		
CONTRACTUAL SERVICES	1,641,586	8,289,611
MISCELLANEOUS	<u>4,722</u>	<u>985</u>
TOTAL OPERATING EXPENSES	<u>1,646,308</u>	<u>8,290,596</u>
NET OPERATING INCOME (LOSS)	<u>(582,372)</u>	<u>1,317,246</u>
NONOPERATING REVENUES:		
INTEREST	<u>89,612</u>	<u>174,453</u>
TOTAL NONOPERATING REVENUES	<u>89,612</u>	<u>174,453</u>
NET INCOME (LOSS)	(492,760)	1,491,699
RETAINED EARNINGS, OCTOBER 1	3,111,994	1,620,295
RESIDUAL EQUITY TRANSFER	<u>(2,050,000)</u>	<u>-</u>
RETAINED EARNINGS, SEPTEMBER 30	<u>\$ 569,234</u>	<u>3,111,994</u>

JEFFERSON COUNTY, TEXAS
LIFE AND RETIREES HEALTH INSURANCE FUND
COMPARATIVE STATEMENTS OF CASH FLOWS
FOR THE FISCAL YEARS ENDED SEPTEMBER 30, 2001 AND 2000

	<u>2001</u>	<u>2000</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
OPERATING INCOME (LOSS)	\$ <u>(582,372)</u>	<u>1,317,246</u>
ADJUSTMENTS TO RECONCILE NET OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:		
DECREASE (INCREASE) IN ACCOUNTS RECEIVABLE	787,003	(666,408)
(INCREASE) IN DUE FROM OTHER FUNDS	(492)	-
DECREASE IN DUE FROM OTHER GOVERNMENTAL ENTITIES	6,332	29,860
(DECREASE) IN CLAIMS LIABILITY	<u>(1,430,378)</u>	<u>(890,131)</u>
TOTAL ADJUSTMENTS	<u>(637,535)</u>	<u>(1,526,679)</u>
NET CASH (USED) BY OPERATING ACTIVITIES	<u>(1,219,907)</u>	<u>(209,433)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:		
RESIDUAL EQUITY TRANSFER	<u>(2,050,000)</u>	-
NET CASH (USED) BY FINANCING ACTIVITIES	<u>(2,050,000)</u>	-
CASH FLOWS FROM INVESTMENT ACTIVITIES:		
RECEIPTS OF INTEREST	<u>112,913</u>	<u>165,937</u>
NET CASH PROVIDED BY INVESTMENT ACTIVITIES	<u>112,913</u>	<u>165,937</u>
NET (DECREASE) IN CASH	(3,156,994)	(43,496)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	<u>3,604,830</u>	<u>3,648,326</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>\$ 447,836</u>	<u>3,604,830</u>

**JEFFERSON COUNTY, TEXAS
LIABILITY INSURANCE FUND
COMPARATIVE BALANCE SHEETS
SEPTEMBER 30, 2001 AND 2000**

	<u>2001</u>	<u>2000</u>
<u>ASSETS</u>		
CASH AND INVESTMENTS	\$ 482,618	401,714
INTEREST RECEIVABLE	<u>4,272</u>	<u>3,136</u>
 TOTAL ASSETS	 <u>\$ 486,890</u>	 <u>404,850</u>
<u>LIABILITIES AND EQUITY</u>		
LIABILITIES:		
CLAIMS LIABILITY	\$ <u>250,000</u>	<u>271,751</u>
 TOTAL LIABILITIES	 <u>250,000</u>	 <u>271,751</u>
EQUITY:		
RETAINED EARNINGS	<u>236,890</u>	<u>133,099</u>
 TOTAL EQUITY	 <u>236,890</u>	 <u>133,099</u>
 TOTAL LIABILITIES AND EQUITY	 <u>\$ 486,890</u>	 <u>404,850</u>

**JEFFERSON COUNTY, TEXAS
LIABILITY INSURANCE FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENSES,
AND CHANGES IN RETAINED EARNINGS
FOR THE FISCAL YEARS ENDED SEPTEMBER 30, 2001 AND 2000**

	<u>2001</u>	<u>2000</u>
OPERATING REVENUES:		
EMPLOYER CONTRIBUTIONS	\$ 86,000	86,231
OPERATING EXPENSES:		
CONTRACTUAL SERVICES	11,454	39,395
TOTAL OPERATING EXPENSES	11,454	39,395
NET OPERATING INCOME (LOSS)	74,546	46,836
NONOPERATING REVENUES:		
INTEREST	29,245	19,177
TOTAL NONOPERATING REVENUES	29,245	19,177
INCOME (LOSS) BEFORE OPERATING TRANSFERS	103,791	66,013
TRANSFER FROM OTHER FUNDS:		
GENERAL FUND	-	30,000
NET INCOME	103,791	96,013
RETAINED EARNINGS, OCTOBER 1	133,099	37,086
RETAINED EARNINGS, SEPTEMBER 30	\$ 236,890	133,099

**JEFFERSON COUNTY, TEXAS
LIABILITY INSURANCE FUND
COMPARATIVE STATEMENTS OF CASH FLOWS
FOR THE FISCAL YEARS ENDED SEPTEMBER 30, 2001 AND 2000**

	<u>2001</u>	<u>2000</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
OPERATING INCOME	\$ 74,546	46,836
ADJUSTMENTS TO RECONCILE NET OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES (DECREASE) INCREASE IN CLAIMS LIABILITY	<u>(21,751)</u>	<u>13,572</u>
TOTAL ADJUSTMENTS	<u>(21,751)</u>	<u>13,572</u>
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>52,795</u>	<u>60,408</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:		
TRANSFERS FROM OTHER FUNDS	<u>-</u>	<u>30,000</u>
NET CASH PROVIDED BY FINANCING ACTIVITIES	<u>-</u>	<u>30,000</u>
CASH FLOWS FROM INVESTMENT ACTIVITIES:		
RECEIPTS OF INTEREST	<u>28,109</u>	<u>17,560</u>
NET CASH PROVIDED BY INVESTMENT ACTIVITIES	<u>28,109</u>	<u>17,560</u>
NET INCREASE IN CASH	80,904	107,968
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	<u>401,714</u>	<u>293,746</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>\$ 482,618</u>	<u>401,714</u>

**JEFFERSON COUNTY, TEXAS
WORKERS' COMPENSATION FUND
COMPARATIVE BALANCE SHEETS
SEPTEMBER 30, 2001 AND 2000**

	2001	2000
<u>ASSETS</u>		
CASH AND INVESTMENTS	\$ 2,888,987	2,985,722
ACCOUNTS RECEIVABLE, Net	274,362	31,727
INTEREST RECEIVABLE	25,128	22,915
TOTAL ASSETS	\$ 3,188,477	3,040,364
<u>LIABILITIES AND EQUITY</u>		
LIABILITIES:		
CLAIMS LIABILITY	\$ 65,256	162,306
TOTAL LIABILITIES	65,256	162,306
EQUITY:		
RETAINED EARNINGS	3,123,221	2,878,058
TOTAL EQUITY	3,123,221	2,878,058
TOTAL LIABILITIES AND EQUITY	\$ 3,188,477	3,040,364

JEFFERSON COUNTY, TEXAS
WORKERS' COMPENSATION FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENSES AND CHANGES
IN RETAINED EARNINGS
FOR THE FISCAL YEARS ENDED SEPTEMBER 30, 2001 AND 2000

	<u>2001</u>	<u>2000</u>
OPERATING REVENUES:		
EMPLOYER CONTRIBUTIONS	\$ 655,611	420,639
TOTAL OPERATING REVENUES	<u>655,611</u>	<u>420,639</u>
OPERATING EXPENSES:		
CONTRACTUAL SERVICES	<u>597,522</u>	<u>546,740</u>
TOTAL OPERATING EXPENSES	<u>597,522</u>	<u>546,740</u>
NET OPERATING INCOME (LOSS)	<u>58,089</u>	<u>(126,101)</u>
NONOPERATING REVENUES:		
INTEREST	<u>187,074</u>	<u>162,173</u>
TOTAL NONOPERATING REVENUES	<u>187,074</u>	<u>162,173</u>
NET INCOME	245,163	36,072
RETAINED EARNINGS, OCTOBER 1	<u>2,878,058</u>	<u>2,841,986</u>
RETAINED EARNINGS, SEPTEMBER 30	<u>\$ 3,123,221</u>	<u>2,878,058</u>

**JEFFERSON COUNTY, TEXAS
WORKERS' COMPENSATION FUND
COMPARATIVE STATEMENTS OF CASH FLOWS
FOR THE FISCAL YEARS ENDED SEPTEMBER 30, 2001 AND 2000**

	<u>2001</u>	<u>2000</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
OPERATING INCOME (LOSS)	\$ 58,089	(126,101)
ADJUSTMENTS TO RECONCILE NET OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES		
(INCREASE) IN ACCOUNTS RECEIVABLE	(242,635)	(31,727)
(DECREASE) IN CLAIMS LIABILITY	<u>(97,050)</u>	<u>(19,461)</u>
TOTAL ADJUSTMENTS	<u>(339,685)</u>	<u>(51,188)</u>
NET CASH (USED) BY OPERATING ACTIVITIES	<u>(281,596)</u>	<u>(177,289)</u>
CASH FLOWS FROM INVESTMENT ACTIVITIES:		
RECEIPTS OF INTEREST	<u>184,861</u>	<u>154,563</u>
NET CASH PROVIDED BY INVESTMENT ACTIVITIES	<u>184,861</u>	<u>154,563</u>
NET (DECREASE) IN CASH AND CASH EQUIVALENTS	(96,735)	(22,726)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	<u>2,985,722</u>	<u>3,008,448</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>\$ 2,888,987</u>	<u>2,985,722</u>

AGENCY FUNDS

AGENCY FUNDS

The Agency Funds are used to account for assets held by the County as a trustee or agent for individuals, private organizations and other units of government. Such funds are operated by carrying out specific terms of trust indentures, ordinances, grant requirements or other governing regulations. Included in this heading are the following individual funds:

Treasurer Maintained Fund - This fund is used to account for various monies deposited with the County Treasurer for distribution to other individuals and/or government entities.

County Clerk Fund - This fund is used to account for the collection and distribution of money by the Clerk of the County Courts.

District Clerk Fund - This fund is used to account for the collection and distribution of the money by the Clerk of the District Courts.

Payroll Fund - This fund is used to account for the County's payroll checks and the related disbursements made from monies withheld from individuals, and the County's payment of payroll related taxes and deductions.

Sheriff's Fund - This fund is used to account for the collection and distribution of money by the Sheriff.

Justice of the Peace Fund - This fund is used to account for the collection and distribution of money by the Justices of the Peace.

Constables Fund - This fund is used to account for the collection and distribution of money by the Constables.

Tax Assessor/Collector Fund - This fund is used to account for the collection and distribution of money by the Tax Assessor/Collector.

District Attorney's Seizure Fund - This fund is used to account for the seizure and subsequent distribution of seized personal property.

District Clerk Records Management and Preservation Fund - This fund is used to account for fees collected by the District Clerk for the maintenance of County records and the expenditure of those funds.

D.A.R.E. Contributions Fund - This fund is used to account for public contributions to the D.A.R.E. program.

Mobil Volunteer Program - This fund is used to account for contributions from the Mobil Foundation, Inc. Volunteer Program and the expenditures of those funds.

Hibernia CASA Mediation Fund – This fund is used to account for contributions from Hibernia through CASA for the mediation expenditures in the Family District Courts.

Sheriff and Constable Education Fund - This fund is used to account for the expenditures associated with the education of Sheriff's deputies and Constables of the County.

Tax Office Auto Dealer Fund - This fund is used to account for taxes collected from Local Auto Dealerships to be used by the County's Tax Office.

Unclaimed Funds Management Fund - This fund is used to account for Unclaimed Funds for all County departments.

Child Welfare Fund - This fund is used to account for federal, state, and local money allocated for the care of foster children and the expenditure of this money.

District Attorney Forfeiture Fund - This fund is used to account for forfeitures received by the District Attorney from criminal convictions and the expenditure of those funds.

Justice of the Peace Courtroom Technology Fund – This fund is used to account for the fees collected by the Justice of the Peaces on misdemeanor convictions and the expenditure of those funds on technological enhancements for the justices' courts.

Constable Pct. #4 Forfeiture Fund - This fund is used to account for forfeitures received by Constable Pct. #4 from criminal convictions and the expenditure of those funds.

Narcotics Task Force Seizure Fund - This fund is used to account for the seized and forfeited personal property of persons arrested in connection with the Jefferson County Narcotics Task Force.

Adult Probation Fund - This fund is used to account for the collection and distribution of money collected by the Community Supervision Department.

Juvenile Probation Fund - This fund is used to account for the collection and distribution of money collected by the Juvenile Probation Department.

Flexible Spending - This fund is used to account for the collection and distribution of money collected under the Internal Revenue Code Section 125 benefit plan.

Restitution Center #1 Fund - This fund is used to account for the collection and distribution of money collected by the Restitution Center #1.

Restitution Center #2 Fund - This fund is used to account for the collection and distribution of money collected by the Restitution Center #2.

Downtown Jail Lease Fund - This fund is used to account for the collection and distribution of money collected from the Downtown Lease Agreement.

**JEFFERSON COUNTY, TEXAS
AGENCY FUNDS
COMPARATIVE BALANCE SHEETS
SEPTEMBER 30, 2001 AND 2000**

	<u>2001</u>	<u>2000</u>
<u>ASSETS</u>		
CASH AND INVESTMENTS	\$ 18,195,992	20,668,002
ACCOUNTS RECEIVABLE, Net	3,455	9,078
DUE FROM OTHER FUNDS	75,288	105,557
DUE FROM OTHER GOVERNMENTAL ENTITIES	770,133	1,192,970
INVENTORY	<u>59,643</u>	<u>55,277.00</u>
 TOTAL ASSETS	 <u>\$ 19,104,511</u>	 <u>22,030,884</u>
<u>LIABILITIES</u>		
ACCOUNTS PAYABLE	\$ 13,782,340	15,877,464
DUE TO OTHER FUNDS	1,710,892	2,516,758
DUE TO OTHER GOVERNMENTAL ENTITIES	3,159,191	3,165,635
OTHER PAYABLES	<u>452,088</u>	<u>471,027</u>
 TOTAL LIABILITIES	 <u>\$ 19,104,511</u>	 <u>22,030,884</u>

JEFFERSON COUNTY, TEXAS
AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2001
(With comparative totals for September 30, 2000)

	TREASURER MAINTAINED FUND	COUNTY CLERK FUND	DISTRICT CLERK FUND	PAYROLL FUND	SHERIFF'S FUND	JUSTICE OF THE PEACE FUND	CONSTABLES' FUND	TAX ASSESSOR COLLECTOR FUND	DISTRICT ATTORNEY'S SEIZURE FUND	NARCOTICS TASK FORCE SEIZURE FUND	ADULT PROBATION FUND	JUVENILE PROBATION FUND	FLEXIBLE SPENDING FUND
ASSETS - OCTOBER 1, 2000													
CASH AND INVESTMENTS	\$ 276,989	931,841	13,028,146	2,146	586,625	249,384	6,875	4,295,822	121,284	251,282	822,826	3,023	24,103
ACCOUNTS RECEIVABLE, Net	15	-	-	-	-	-	-	9,063	-	-	-	-	-
DUE FROM OTHER FUNDS	105,557	-	-	-	-	-	-	-	-	-	-	-	-
DUE FROM OTHER GOVERNMENTAL ENTITIES	-	-	40,220	-	-	-	-	-	-	-	-	-	-
INVENTORY	-	-	-	-	55,277	-	-	-	-	-	-	-	-
TOTAL	382,561	931,841	13,068,366	2,146	641,902	249,384	6,875	4,304,885	121,284	251,282	822,826	3,023	24,103
ADDITIONS													
CASH AND INVESTMENTS	1,064,844	3,190,829	30,115,529	58,911,428	4,912,669	3,082,942	206,581	352,407,294	568,139	174,806	4,220,707	39,835	251,864
ACCOUNTS RECEIVABLE, Net	60	-	-	-	-	-	-	351,772,792	-	-	-	-	-
DUE FROM OTHER FUNDS	75,288	-	-	-	-	-	-	-	-	-	-	-	-
DUE FROM OTHER GOVERNMENTAL ENTITIES	-	-	24,954	-	-	-	-	-	-	-	-	-	-
INVENTORY	-	-	-	-	4,366	-	-	-	-	-	-	-	-
TOTAL	1,140,192	3,190,829	30,140,483	58,911,428	4,917,035	3,082,942	206,581	704,180,086	568,139	174,806	4,220,707	39,835	251,864
DELETIONS													
CASH AND INVESTMENTS	1,063,018	2,968,173	31,815,534	58,910,254	4,938,000	3,131,603	196,999	353,335,386	539,107	224,210	4,188,090	40,909	257,415
ACCOUNTS RECEIVABLE, Net	15	-	-	-	-	-	-	351,778,460	-	-	-	-	-
DUE FROM OTHER FUNDS	105,557	-	-	-	-	-	-	-	-	-	-	-	-
DUE FROM OTHER GOVERNMENTAL ENTITIES	-	-	40,220	-	-	-	-	-	-	-	-	-	-
INVENTORY	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	1,168,590	2,968,173	31,855,754	58,910,254	4,938,000	3,131,603	196,999	705,113,846	539,107	224,210	4,188,090	40,909	257,415
ASSETS - SEPTEMBER 30, 2001													
CASH AND INVESTMENTS	278,815	1,154,497	11,328,141	3,320	561,294	200,723	16,457	3,367,730	150,316	201,878	855,443	1,949	18,552
ACCOUNTS RECEIVABLE, Net	60	-	-	-	-	-	-	3,395	-	-	-	-	-
DUE FROM OTHER FUNDS	75,288	-	-	-	-	-	-	-	-	-	-	-	-
DUE FROM OTHER GOVERNMENTAL ENTITIES	-	-	24,954	-	-	-	-	-	-	-	-	-	-
INVENTORY	-	-	-	-	59,643	-	-	-	-	-	-	-	-
TOTAL ASSETS	\$ 354,163	1,154,497	11,353,095	3,320	620,937	200,723	16,457	3,371,125	150,316	201,878	855,443	1,949	18,552

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JEFFERSON COUNTY, TEXAS
AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2001
(With comparative totals for September 30, 2000)

	RESTITUTION	RESTITUTION	DOWNTOWN	TOTAL	
	CENTER #1	CENTER #2	JAIL LEASE	2001	2000
	FUND	FUND	FUND		
ASSETS - OCTOBER 1, 2000					
CASH AND INVESTMENTS	\$ 22,487	45,169	-	20,668,002	18,528,929
ACCOUNTS RECEIVABLE, Net	-	-	-	9,078	9,433
DUE FROM OTHER FUNDS	-	-	-	105,557	74,706
DUE FROM OTHER	-	-	-	-	-
GOVERNMENTAL ENTITIES	-	-	1,152,750	1,192,970	1,201,129
INVENTORY	-	-	-	55,277	-
TOTAL	22,487	45,169	1,152,750	22,030,884	19,814,197
ADDITIONS					
CASH AND INVESTMENTS	462,130	802,676	6,902,157	467,314,430	493,480,297
ACCOUNTS RECEIVABLE, Net	-	-	-	351,772,852	338,283,730
DUE FROM OTHER FUNDS	-	-	-	75,288	170,835
DUE FROM OTHER	-	-	-	-	-
GOVERNMENTAL ENTITIES	-	-	756,399	781,353	2,412,206
INVENTORY	-	-	-	4,366	55,277
TOTAL	462,130	802,676	7,658,556	819,948,289	834,402,345
DELETIONS					
CASH AND INVESTMENTS	465,220	810,365	6,902,157	469,786,440	491,341,224
ACCOUNTS RECEIVABLE, Net	-	-	-	351,778,475	338,284,085
DUE FROM OTHER FUNDS	-	-	-	105,557	139,984
DUE FROM OTHER	-	-	-	-	-
GOVERNMENTAL ENTITIES	-	-	1,163,970	1,204,190	2,420,365
INVENTORY	-	-	-	-	-
TOTAL	465,220	810,365	8,066,127	822,874,662	832,185,658
ASSETS - SEPTEMBER 30, 2001					
CASH AND INVESTMENTS	19,397	37,480	-	18,195,992	20,668,002
ACCOUNTS RECEIVABLE, Net	-	-	-	3,455	9,078
DUE FROM OTHER FUNDS	-	-	-	75,288	105,557
DUE FROM OTHER	-	-	-	-	-
GOVERNMENTAL ENTITIES	-	-	745,179	770,133	1,192,970
INVENTORY	-	-	-	59,643	55,277
TOTAL ASSETS	\$ 19,397	37,480	745,179	19,104,511	22,030,884

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JEFFERSON COUNTY, TEXAS
AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2001
(With comparative totals for September 30, 2000)

	TREASURER MAINTAINED FUND	COUNTY CLERK FUND	DISTRICT CLERK FUND	PAYROLL FUND	SHERIFF'S FUND	JUSTICE OF THE PEACE FUND	CONSTABLES' FUND	TAX ASSESSOR COLLECTOR FUND	DISTRICT ATTORNEY'S SEIZURE FUND	NARCOTICS TASK FORCE SEIZURE FUND	ADULT PROBATION FUND	JUVENILE PROBATION FUND	FLEXIBLE SPENDING FUND
LIABILITIES - OCTOBER 1, 2000													
ACCOUNTS PAYABLE	\$ 126,258	337,231	12,969,959	2,146	433,897	20,065	-	440,769	121,284	251,282	667,465	307	24,103
DUE TO OTHER FUNDS	510	123,583	98,407	-	208,005	229,319	6,875	954,274	-	-	155,361	2,716	-
DUE TO OTHER GOVERNMENTAL ENTITIES	255,793	-	-	-	-	-	-	2,909,842	-	-	-	-	-
OTHER PAYABLES	-	471,027	-	-	-	-	-	-	-	-	-	-	-
TOTAL	382,561	931,841	13,068,366	2,146	641,902	249,384	6,875	4,304,885	121,284	251,282	822,826	3,023	24,103
ADDITIONS													
ACCOUNTS PAYABLE	38,484	720,085	28,392,769	91,306,249	3,313,162	500,453	86,994	2,912,818	568,139	174,806	4,045,125	38,196	251,864
DUE TO OTHER FUNDS	6,780	2,489,523	1,477,321	-	1,422,052	1,681,832	119,586	66,352,343	-	-	175,582	1,639	-
DUE TO OTHER GOVERNMENTAL ENTITIES	1,006,858	106,744	215,660	-	205,921	903,555	-	283,824,585	-	-	-	-	-
OTHER PAYABLES	-	497,995	-	-	-	-	-	-	-	-	-	-	-
TOTAL	1,052,122	3,814,347	30,085,750	91,306,249	4,941,135	3,085,840	206,580	353,089,746	568,139	174,806	4,220,707	39,835	251,864
DELETIONS													
ACCOUNTS PAYABLE	30,774	651,999	30,104,184	91,305,075	3,245,455	497,433	86,994	3,289,450	539,107	224,210	4,032,729	38,193	257,415
DUE TO OTHER FUNDS	6,825	2,316,014	1,481,177	-	1,510,724	1,733,513	110,004	66,939,090	-	-	155,361	2,716	-
DUE TO OTHER GOVERNMENTAL ENTITIES	1,042,921	106,744	215,660	-	205,921	903,555	-	283,794,966	-	-	-	-	-
OTHER PAYABLES	-	516,934	-	-	-	-	-	-	-	-	-	-	-
TOTAL	1,080,520	3,591,691	31,801,021	91,305,075	4,962,100	3,134,501	196,998	354,023,506	539,107	224,210	4,188,090	40,909	257,415
LIABILITIES - SEPTEMBER 30, 2001													
ACCOUNTS PAYABLE	133,968	405,317	11,258,544	3,320	501,604	23,085	-	64,137	150,316	201,878	679,861	310	18,552
DUE TO OTHER FUNDS	465	297,092	94,551	-	119,333	177,638	16,457	367,527	-	-	175,582	1,639	-
DUE TO OTHER GOVERNMENTAL ENTITIES	219,730	-	-	-	-	-	-	2,939,461	-	-	-	-	-
OTHER PAYABLES	-	452,088	-	-	-	-	-	-	-	-	-	-	-
TOTAL LIABILITIES	\$ 354,163	1,154,497	11,353,095	3,320	620,937	200,723	16,457	3,371,125	150,316	201,878	855,443	1,949	18,552

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JEFFERSON COUNTY, TEXAS
AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2001
(With comparative totals for September 30, 2000)

	RESTITUTION	RESTITUTION	DOWNTOWN	TOTAL	
	CENTER #1	CENTER #2	JAIL LEASE	2001	2000
	FUND	FUND	FUND		
LIABILITIES - OCTOBER 1, 2000					
ACCOUNTS PAYABLE	\$ 5,777	25,414	451,507	15,877,464	15,078,703
DUE TO OTHER FUNDS	16,710	19,755	701,243	2,516,758	1,784,319
DUE TO OTHER					
GOVERNMENTAL ENTITIES	-	-	-	3,165,635	2,580,638
OTHER PAYABLES	-	-	-	471,027	370,537
TOTAL	22,487	45,169	1,152,750	22,030,884	19,814,197
ADDITIONS					
ACCOUNTS PAYABLE	479,529	793,423	324,964	133,947,060	169,976,546
DUE TO OTHER FUNDS	32,388	69,165	431,435	74,259,646	68,047,211
DUE TO OTHER					
GOVERNMENTAL ENTITIES	-	-	-	286,263,323	281,120,021
OTHER PAYABLES	-	-	-	497,995	1,303,590
TOTAL	511,917	862,588	756,399	494,968,024	520,447,368
DELETIONS					
ACCOUNTS PAYABLE	481,759	805,900	451,507	136,042,184	169,177,785
DUE TO OTHER FUNDS	33,248	64,377	712,463	75,065,512	67,314,772
DUE TO OTHER					
GOVERNMENTAL ENTITIES	-	-	-	286,269,767	280,535,024
OTHER PAYABLES	-	-	-	516,934	1,203,100
TOTAL	515,007	870,277	1,163,970	497,894,397	518,230,681
LIABILITIES - SEPTEMBER 30, 2001					
ACCOUNTS PAYABLE	3,547	12,937	324,964	13,782,340	15,877,464
DUE TO OTHER FUNDS	15,850	24,543	420,215	1,710,892	2,516,758
DUE TO OTHER					
GOVERNMENTAL ENTITIES	-	-	-	3,159,191	3,165,635
OTHER PAYABLES	-	-	-	452,088	471,027
TOTAL LIABILITIES	\$ 19,397	37,480	745,179	19,104,511	22,030,884

GENERAL FIXED ASSETS

ACCOUNT GROUP

GENERAL FIXED ASSETS ACCOUNT GROUP

This group of accounts is used to account for tangible assets of the County having a useful life longer than one year and monetary value large enough to warrant maintaining custodial records on the property.

**JEFFERSON COUNTY, TEXAS
COMPARATIVE SCHEDULES OF GENERAL
FIXED ASSETS BY SOURCE
SEPTEMBER 30, 2001 AND 2000**

	<u>2001</u>	<u>2000</u>
<u>GENERAL FIXED ASSETS</u>		
LAND	\$ 6,207,106	6,207,106
BUILDINGS	52,047,765	52,025,868
IMPROVEMENTS OTHER THAN BUILDINGS	15,535,499	14,794,437
PROPERTY AND EQUIPMENT	23,845,557	22,498,158
ROADS, BRIDGES, AND RIGHT-OF-WAY	17,060,444	17,060,445
CONSTRUCTION IN PROGRESS	<u>27,858,739</u>	<u>9,370,247</u>
 TOTAL GENERAL FIXED ASSETS	 <u>\$ 142,555,110</u>	 <u>121,956,261</u>
<u>INVESTMENTS IN GENERAL FIXED ASSETS FROM:</u>		
CURRENT REVENUES	\$ 125,874,759	115,780,137
BOND ISSUES	13,923,713	3,387,128
STATE GRANTS	2,475,865	2,493,188
FEDERAL GRANTS	232,893	247,928
GIFTS AND FORFEITURES	<u>47,880</u>	<u>47,880</u>
 TOTAL INVESTMENTS IN GENERAL FIXED ASSETS	 <u>\$ 142,555,110</u>	 <u>121,956,261</u>

**JEFFERSON COUNTY, TEXAS
COMPARATIVE SCHEDULES OF GENERAL
FIXED ASSETS BY SOURCE
SEPTEMBER 30, 2001 AND 2000**

	<u>2001</u>	<u>2000</u>
<u>GENERAL FIXED ASSETS</u>		
LAND	\$ 6,207,106	6,207,106
BUILDINGS	52,047,765	52,025,868
IMPROVEMENTS OTHER THAN BUILDINGS	15,535,499	14,794,437
PROPERTY AND EQUIPMENT	23,845,557	22,498,158
ROADS, BRIDGES, AND RIGHT-OF-WAY	17,060,444	17,060,445
CONSTRUCTION IN PROGRESS	<u>27,858,739</u>	<u>9,370,247</u>
 TOTAL GENERAL FIXED ASSETS	 <u>\$ 142,555,110</u>	 <u>121,956,261</u>
<u>INVESTMENTS IN GENERAL FIXED ASSETS FROM:</u>		
CURRENT REVENUES	\$ 125,874,759	115,780,137
BOND ISSUES	13,923,713	3,387,128
STATE GRANTS	2,475,865	2,493,188
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 TOTAL INVESTMENTS IN GENERAL FIXED ASSETS	 <u>\$ 142,555,110</u>	 <u>121,956,261</u>

JEFFERSON COUNTY, TEXAS
SCHEDULE OF GENERAL FIXED ASSETS - BY FUNCTION AND ACTIVITY
SEPTEMBER 30, 2001

FUNCTION AND ACTIVITY	LAND	BUILDINGS	IMPROVEMENTS OTHER THAN BUILDINGS	PROPERTY AND EQUIPMENT	ROADS, BRIDGES AND RIGHT-OF-WAY	TOTAL
GENERAL GOVERNMENT:						
COUNTY AUDITOR	\$ -	-	-	92,562	-	92,562
COUNTY CLERK	-	-	-	1,533,273	-	1,533,273
COUNTY ENGINEER	-	-	1,228	265,331	-	266,559
COUNTY JUDGE	-	-	-	70,032	-	70,032
COUNTY TREASURER	-	-	-	26,799	-	26,799
FEE COLLECTIONS	-	-	85	6,323	-	6,408
GENERAL SERVICES	-	2,080	532	194,829	-	197,441
HISTORICAL COMMISSION	-	-	-	13,641	-	13,641
HUMAN RESOURCES	-	-	-	24,376	-	24,376
LIBRARY	-	-	-	108,241	-	108,241
MAINTENANCE	-	-	-	-	-	-
BEAUMONT	1,922,658	27,303,425	13,158,829	651,494	-	43,036,406
MID-COUNTY	-	178,750	81,117	30,003	-	289,870
PORT ARTHUR	413,089	2,864,470	440,884	143,954	-	3,862,397
MIS - DATA PROCESSING	-	-	16,933	581,700	-	598,633
PRINTING	-	-	504	72,717	-	73,221
PURCHASING	-	-	17,106	74,631	-	91,737
RISK MANAGEMENT	-	-	226	35,939	-	36,165
SERVICE CENTER - BEAUMONT	113,314	820,755	447,102	184,789	-	1,565,960
TAX ASSESSOR/COLLECTOR	-	246,786	3,700	514,385	-	764,871
VOTING MACHINES	-	-	280,352	43,208	-	323,560
TOTAL GENERAL GOVERNMENT	\$ 2,449,061	31,416,266	14,448,598	4,668,227	-	52,982,152
JUDICIAL AND LAW ENFORCEMENT:						
ADULT PROBATION	\$ -	810,068	12,144	465,672	-	1,287,884
BOOT CAMP	-	5,413	12,185	157,775	-	175,373
CONSTABLES	-	-	9,929	794,052	-	803,981
COUNTY COURTS	-	-	-	119,863	-	119,863
COUNTY MORGUE	-	618,056	-	103,558	-	721,614
COURT OF APPEALS	-	-	-	18,275	-	18,275
COURT COORDINATOR	-	-	-	24,296	-	24,296
CRIME LAB	-	-	3,924	369,754	-	373,678
CRIMINAL & DISTRICT COURTS	-	-	-	368,862	-	368,862
DISPUTE RESOLUTION	-	-	-	22,174	-	22,174
DISTRICT ATTORNEY	-	-	3,972	559,346	-	563,318
DISTRICT CLERK	-	-	-	225,528	-	225,528
DRUG IMPACT COURT	-	-	-	44,578	-	44,578
JUSTICE OF THE PEACE COURTS	-	47,678	327	287,243	-	335,248
JUVENILE PROBATION & DETENTION	45,446	60,452	6,099	248,164	-	360,161
LAW LIBRARY	-	-	-	8,800	-	8,800
PRESS ROOM - 4TH FLOOR	-	-	-	1,550	-	1,550
PRE-TRIAL RELEASE	-	-	-	22,778	-	22,778
SHERIFF & JAIL	1,739,593	18,037,205	489,959	4,201,159	-	24,467,916
TOTAL JUDICIAL AND LAW ENFORCEMENT	\$ 1,785,039	19,578,872	538,539	8,043,427	-	29,945,877
ROAD AND BRIDGES:						
PRECINCT OFFICES	\$ -	-	-	33,699	-	33,699
PRECINCT SERVICE CENTERS	326,973	183,353	302,360	7,493,300	12,338,599	20,644,585
PARKS & RECREATION	1,632,033	-	58,131	50,044	-	1,740,208
ROADS, BRIDGES & ROW	-	-	-	-	4,700,070	4,700,070
TOTAL ROAD AND BRIDGES	\$ 1,959,006	183,353	360,491	7,577,043	17,038,669	27,118,562

[CONTINUED]

JEFFERSON COUNTY, TEXAS
SCHEDULE OF GENERAL FIXED ASSETS - BY FUNCTION AND ACTIVITY
SEPTEMBER 30, 2001

<u>FUNCTION AND ACTIVITY</u>	<u>LAND</u>	<u>BUILDINGS</u>	<u>IMPROVEMENTS OTHER THAN BUILDINGS</u>	<u>PROPERTY AND EQUIPMENT</u>	<u>ROADS, BRIDGES AND RIGHT-OF-WAY</u>	<u>TOTAL</u>
CHARITIES, HEALTH AND WELFARE:						
AGRICULTURE	\$ -	-	-	108,845	-	108,845
ENVIRONMENTAL CONTROL	-	-	-	94,748	-	94,748
CHILD WELFARE	-	-	-	26,718	-	26,718
HEALTH & WELFARE I	-	-	-	207,402	-	207,402
HEALTH & WELFARE II	14,000	238,582	10,640	153,101	-	416,323
MOSQUITO CONTROL	-	610,261	46,580	536,369	-	1,193,210
NURSE PRACTITIONER	-	-	-	16,729	-	16,729
TOTAL CHARITIES, HEALTH AND WELFARE	\$ 14,000	848,843	57,220	1,143,912	-	2,063,975
COOPERATIVE WORK:						
EMERGENCY MANAGEMENT	\$ -	309	1,038	39,444	-	40,791
VETERANS SERVICES	-	-	-	26,198	-	26,198
TOTAL COOPERATIVE WORK	\$ -	309	1,038	65,642	-	66,989
STATE/ FEDERAL GRANT:						
STATE/FEDERAL GRANT	\$ -	20,122	129,613	2,347,306	21,775	2,518,816
TOTAL STATE/FEDERAL GRANT	\$ -	20,122	129,613	2,347,306	21,775	2,518,816
TOTAL GENERAL FIXED ASSETS ALLOCATED TO FUNCTIONS AND ACTIVITIES	\$ 6,207,106	52,047,765	15,535,499	23,845,557	17,060,444	114,696,371
CONSTRUCTION IN PROGRESS					\$ 27,858,739	
TOTAL GENERAL FIXED ASSETS					\$ 142,555,110	

**JEFFERSON COUNTY, TEXAS
SCHEDULE OF CHANGES IN FIXED ASSETS - BY FUNCTION AND ACTIVITY
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2001**

<u>FUNCTION AND ACTIVITY</u>	<u>10/1/2000</u>	<u>ADDITIONS</u>	<u>DELETIONS</u>	<u>9/30/2001</u>
GENERAL GOVERNMENT:				
COUNTY AUDITOR	\$ 91,547	5,875	4,860	92,562
COUNTY CLERK	1,461,729	139,935	68,391	1,533,273
COUNTY ENGINEER	245,978	32,146	11,565	266,559
COUNTY JUDGE	54,961	16,171	1,100	70,032
COUNTY TREASURER	28,918	-	2,119	26,799
FEE COLLECTIONS	4,337	2,071	-	6,408
GENERAL SERVICES	197,441	-	-	197,441
HISTORICAL COMMISSION	14,835	-	1,194	13,641
HUMAN RESOURCES	27,951	2,258	5,833	24,376
LIBRARY	97,631	10,610	-	108,241
MAINTENANCE				
BEAUMONT	42,558,960	491,366	13,920	43,036,406
MID-COUNTY	289,870	-	-	289,870
PORT ARTHUR	3,836,112	26,581	296	3,862,397
MIS - DATA PROCESSING	571,698	36,988	10,053	598,633
PRINTING	66,879	21,533	15,191	73,221
PURCHASING	96,093	15,477	19,833	91,737
RISK MANAGEMENT	31,650	4,708	193	36,165
SERVICE CENTER - BEAUMONT	1,560,995	5,365	400	1,565,960
TAX ASSESSOR/COLLECTOR	736,176	95,566	66,871	764,871
VOTING MACHINES	324,017	1,043	1,500	323,560
TOTAL GENERAL GOVERNMENT	\$ 52,297,778	907,693	223,319	52,982,152
JUDICIAL AND LAW ENFORCEMENT:				
ADULT PROBATION	\$ 1,303,801	7,046	22,963	1,287,884
BOOT CAMP	186,572	-	11,199	175,373
CONSTABLES	769,011	39,272	4,302	803,981
COUNTY COURTS	121,869	1,062	3,068	119,863
COUNTY MORGUE	718,443	6,858	3,687	721,614
COURT OF APPEALS	18,875	-	600	18,275
COURT COORDINATOR	25,162	-	866	24,296
CRIME LAB	352,072	23,790	2,184	373,678
CRIMINAL & DISTRICT COURTS	380,477	21,447	33,062	368,862
DISPUTE RESOLUTION	22,071	1,453	1,350	22,174
DISTRICT ATTORNEY	544,866	64,442	45,990	563,318
DISTRICT CLERK	211,800	23,128	9,400	225,528
DRUG IMPACT COURT	37,374	7,204	-	44,578
JUSTICE OF THE PEACE COURTS	330,900	17,363	13,015	335,248
JUVENILE PROBATION & DETENTION	362,711	450	3,000	360,161
LAW LIBRARY	8,800	-	-	8,800
PRESS ROOM - 4TH FLOOR	1,550	-	-	1,550
PRE-TRIAL RELEASE	19,955	2,823	-	22,778
SHERIFF & JAIL	23,866,769	787,715	186,568	24,467,916
TOTAL JUDICIAL AND LAW ENFORCEMENT	\$ 29,283,078	1,004,053	341,254	29,945,877
ROAD AND BRIDGES:				
PRECINCT OFFICES	\$ 32,141	1,558	-	33,699
PRECINCT SERVICE CENTERS	20,132,136	758,653	246,204	20,644,585
PARKS & RECREATION	1,700,708	39,500	-	1,740,208
ROADS, BRIDGES & ROW	4,700,070	-	-	4,700,070
TOTAL ROAD AND BRIDGES	\$ 26,565,055	799,711	246,204	27,118,562

[CONTINUED]

JEFFERSON COUNTY, TEXAS
SCHEDULE OF CHANGES IN FIXED ASSETS - BY FUNCTION AND ACTIVITY
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2001

<u>FUNCTION AND ACTIVITY</u>	<u>10/1/2000</u>	<u>ADDITIONS</u>	<u>DELETIONS</u>	<u>9/30/2001</u>
HEALTH AND WELFARE:				
AGRICULTURE	\$ 105,545	3,300	-	108,845
ENVIRONMENTAL CONTROL	89,348	32,667	27,267	94,748
CHILD WELFARE	24,292	2,426	-	26,718
HEALTH & WELFARE I	188,582	29,533	10,713	207,402
HEALTH & WELFARE II	413,245	28,191	25,113	416,323
MOSQUITO CONTROL	1,143,484	116,594	66,868	1,193,210
NURSE PRECTIONER	14,674	2,055	-	16,729
TOTAL HEALTH AND WELFARE	<u>\$ 1,979,170</u>	<u>214,766</u>	<u>129,961</u>	<u>2,063,975</u>
COOPERATIVE WORK:				
EMERGENCY MANAGEMENT	\$ 41,261	480	950	40,791
VETERANS SERVICES	26,598	-	400	26,198
TOTAL COOPERATIVE WORK	<u>\$ 67,859</u>	<u>480</u>	<u>1,350</u>	<u>66,989</u>
STATE/ FEDERAL GRANT:				
STATE/FEDERAL GRANT	\$ 2,393,074	128,371	2,629	2,518,816
TOTAL STATE/FEDERAL GRANT	<u>\$ 2,393,074</u>	<u>128,371</u>	<u>2,629</u>	<u>2,518,816</u>
TOTAL GENERAL FIXED ASSETS ALLOCATED TO FUNCTIONS AND ACTIVITIES	\$ 112,586,014	3,055,074	944,717	114,696,371
CONSTRUCTION IN PROGRESS	\$ 9,370,247	18,942,408	453,916	27,858,739
TOTAL GENERAL FIXED ASSETS	<u><u>\$ 121,956,261</u></u>	<u><u>21,997,482</u></u>	<u><u>1,398,633</u></u>	<u><u>142,555,110</u></u>

GENERAL LONG-TERM DEBT

ACCOUNT GROUP

GENERAL LONG-TERM DEBT ACCOUNT GROUP

This group of accounts is used to record and account for the general obligation bonded debt, long-term leases and compensated absences liability of the County.

JEFFERSON COUNTY, TEXAS
COMPARATIVE SCHEDULES OF GENERAL LONG-TERM DEBT
SEPTEMBER 30, 2001 AND 2000

	<u>2001</u>	<u>2000</u>
AMOUNT AVAILABLE AND TO BE PROVIDED FOR PAYMENT OF GENERAL LONG-TERM DEBT		
<hr/>		
AMOUNT AVAILABLE IN DEBT SERVICE FUNDS	\$ 879,976	2,356,619
AMOUNT TO BE PROVIDED FOR:		
RETIREMENT OF CAPITAL LEASES	555,132	831,697
RETIREMENT OF GENERAL LONG-TERM DEBT		
OTHER LIABILITIES	<u>81,004,513</u>	<u>81,476,845</u>
TOTAL AMOUNT AVAILABLE AND TO BE PROVIDED	<u>\$ 82,439,621</u>	<u>84,665,161</u>
GENERAL LONG-TERM DEBT OBLIGATIONS		
<hr/>		
COMPENSATED ABSENCES	\$ 7,509,489	7,448,464
CAPITAL LEASES PAYABLE	555,132	831,697
BONDS PAYABLE	<u>74,375,000</u>	<u>76,385,000</u>
TOTAL GENERAL LONG-TERM DEBT OBLIGATIONS	<u>\$ 82,439,621</u>	<u>84,665,161</u>

JEFFERSON COUNTY, TEXAS
SCHEDULE OF CHANGES IN GENERAL LONG-TERM DEBT
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2001

	<u>BALANCE</u> <u>10/1/00</u>	<u>ADDITIONS</u>	<u>DELETIONS</u>	<u>BALANCE</u> <u>9/30/01</u>
COMPENSATED ABSENCES	\$ 7,448,464	784,675	723,650	7,509,489
CAPITAL LEASES PAYABLE	831,697	-	276,565	555,132
BONDS PAYABLE	<u>76,385,000</u>	<u>-</u>	<u>2,010,000</u>	<u>74,375,000</u>
TOTALS	<u>\$ 84,665,161</u>	<u>784,675</u>	<u>3,010,215</u>	<u>82,439,621</u>

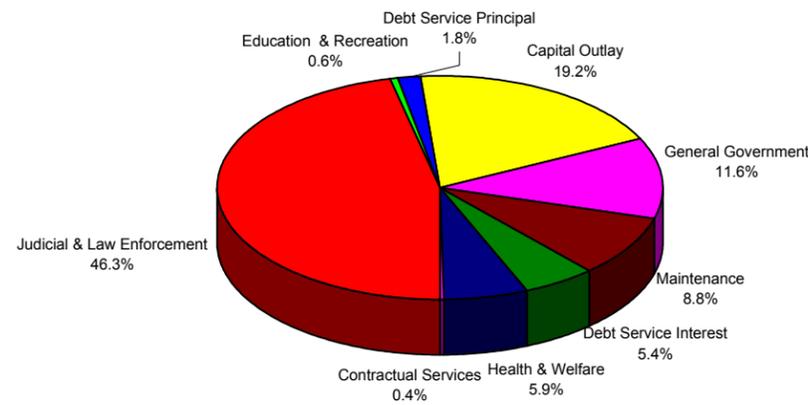
STATISTICAL SECTION

TABLE 1

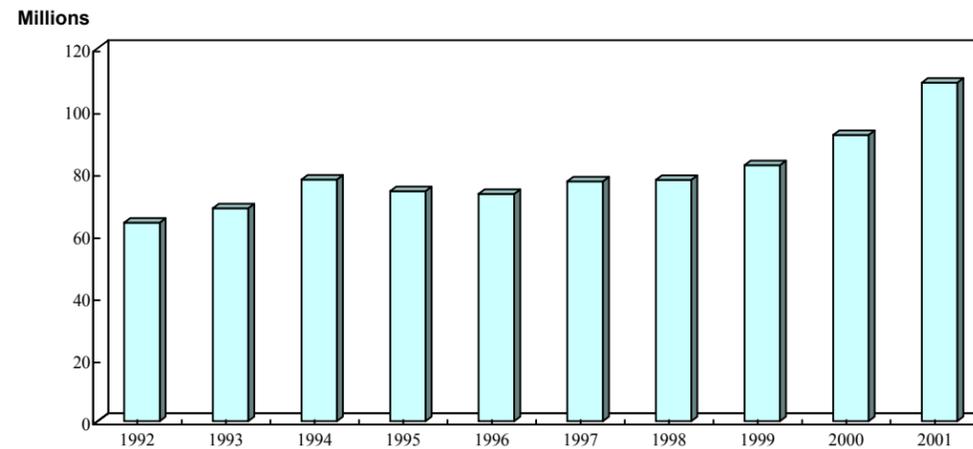
**JEFFERSON COUNTY, TEXAS
GENERAL GOVERNMENT EXPENDITURES BY FUNCTION (a)
LAST TEN FISCAL YEARS
(Unaudited)**

FISCAL YEAR	GENERAL GOVERNMENT	JUDICIAL AND LAW ENFORCEMENT	EDUCATION AND RECREATION	HEALTH AND WELFARE	CONTRACTUAL SERVICES	PARTICIPATION WITH OTHER GOVERNMENTAL AGENCIES	MAINTENANCE EQUIPMENT AND STRUCTURES	CAPITAL OUTLAY	DEBT SERVICE PRINCIPAL	DEBT SERVICE INTEREST/ COMMISSION	TOTAL EXPENDITURES
1992	\$ 9,386,550	\$ 26,793,040	\$ 631,726	\$ 6,605,550	\$ 1,175,166	\$ -	\$ 4,993,589	\$ 10,315,662	\$ 2,305,000	\$ 1,676,008	\$ 63,882,291
1993	10,283,807	34,051,640	810,289	7,156,744	1,539,975	-	5,505,871	5,308,129	2,250,000	1,549,299	68,455,754
1994	11,181,815	38,362,335	955,341	7,231,696	1,400,338	23,000	4,841,213	9,983,387	2,654,042	1,113,074	77,746,241
1995	11,754,509	41,526,888	426,438	7,007,316	578,466	-	5,195,709	3,755,289	2,475,000	1,298,255	74,017,870
1996	9,250,555	41,474,153	489,097	6,529,535	365,688	-	7,805,386	3,991,974	1,960,000	1,242,522	73,108,910
1997	10,646,320	43,243,192	524,963	5,612,021	49,352	-	8,351,767	5,264,113	2,220,000	1,189,927	77,101,655
1998	10,229,806	44,081,194	486,719	5,150,674	30,180	-	8,215,782	5,839,748	2,485,000	1,101,286	77,620,389
1999	10,348,142	47,441,074	513,718	5,199,497	39,053	-	8,698,584	6,594,022	2,405,000	1,067,213	82,306,303
2000	11,626,757	49,543,078	516,098	6,180,430	9,684	-	9,542,345	10,881,982	2,670,000	1,112,364	92,082,738
2001	12,662,674	50,383,391	565,046	6,448,683	399,129	-	9,615,834	20,911,522	2,010,000	5,904,993	108,901,272

General Government Expenditures by Function



General Government Expenditures Last Ten Fiscal Years

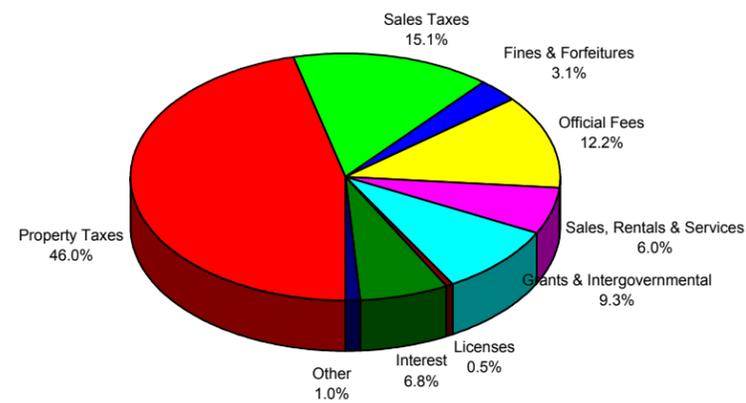


(a) Includes General, Special Revenue, Capital Projects and Debt Service Funds.

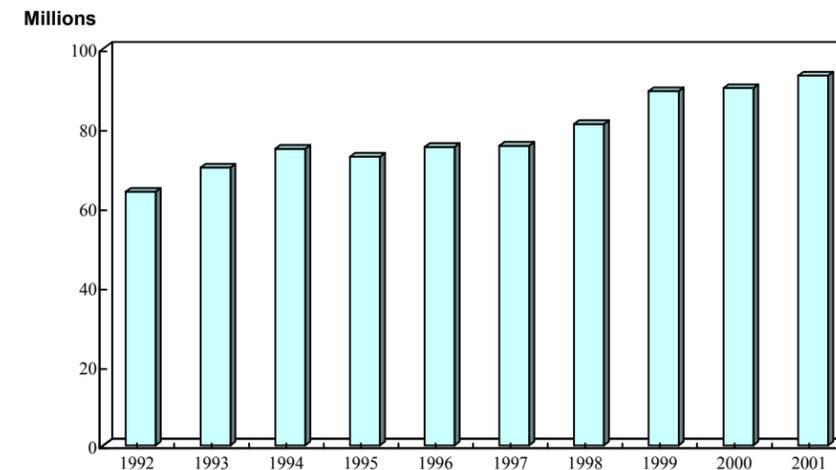
**JEFFERSON COUNTY, TEXAS
GENERAL REVENUES BY SOURCE (a)
LAST TEN FISCAL YEARS
(Unaudited)**

FISCAL YEAR	PROPERTY TAXES	SALES AND USE TAX	OFFICAL FEES	FINES AND FORFEITURES	SALES, RENTALS AND SERVICES	REPAYMENTS AND REFUNDS	GRANTS AND RECEIPTS FROM OTHER GOVERNMENTS	INTEREST ON INVESTMENTS	LICENSES	OTHER REVENUES	TOTAL REVENUES
1992	\$ 29,158,720	\$ 13,155,520	\$ 8,105,027	\$ 1,760,585	\$ 94,033	\$ 545,142	\$ 8,883,483	\$ 1,446,904	\$ 96,903	\$ 693,680	\$ 63,939,997
1993	30,540,252	12,734,254	13,777,264	2,315,753	306,996	36,146	8,985,651	894,066	401,240	23,727	70,015,349
1994	30,552,260	13,114,976	16,573,764	1,873,298	275,903	-	10,096,303	1,426,883	451,223	400,140	74,764,750
1995	32,377,831	13,389,266	12,948,940	2,126,374	258,202	15,093	8,886,600	2,060,575	479,260	220,737	72,762,878
1996	37,703,857	13,148,044	10,851,762	1,322,376	553,732	443	8,241,356	2,339,855	506,414	551,513	75,219,352
1997	38,879,048	12,622,841	9,575,098	1,963,894	1,825,690	16,057	7,382,249	2,288,536	447,001	517,853	75,518,267
1998	39,950,551	15,247,440	10,262,716	2,334,443	1,909,543	29,933	7,969,156	2,469,724	473,567	354,407	81,001,480
1999	42,347,242	13,502,676	10,679,407	2,922,403	7,563,814	21,229	8,408,841	2,638,316	450,865	721,015	89,255,808
2000	42,624,272	13,860,790	10,731,563	3,365,240	4,727,874	13,792	8,378,371	5,183,310	487,024	656,689	90,028,925
2001	42,885,676	14,051,840	11,377,989	2,902,650	5,586,316	9,260	8,670,250	6,348,578	445,002	901,075	93,178,636

General Revenues by Source



General Revenues Last Ten Fiscal Years



(a) Includes General, Special Revenue, Capital Projects and Debt Service Funds.

JEFFERSON COUNTY, TEXAS
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
(Unaudited)

FISCAL YEAR ENDED	AD VALOREM TAX LEVY OCTOBER 1	CURRENT TAX COLLECTIONS (a)	PERCENTAGE OF LEVY COLLECTED	DELINQUENT	TOTAL TAX COLLECTIONS	RATIO	DELINQUENT		
				TAX		COLLECTIONS	TO CURRENT	TAXES RECEIVABLE (c)	
				COLLECTIONS (b)		TAX LEVY	PERSONAL PROPERTY	REAL PROPERTY	
1992	\$ 30,124,005	\$ 29,491,505	97.90%	\$ 311,510	\$ 29,803,015	98.93%	\$ 820,853	\$ 1,841,340	
1993	30,911,951	30,176,334	97.62%	262,886	30,439,220	98.47%	904,058	2,143,915	
1994	31,330,904	30,606,048	97.69%	321,478	30,927,526	98.71%	893,851	2,419,040	
1995	32,854,258	32,197,200	98.00%	370,326	32,567,526	99.13%	850,476	2,602,595	
1996	37,684,064	37,006,664	98.20%	656,942	37,663,606	99.95%	829,927	2,470,587	
1997	38,690,064	37,691,228	97.42%	353,536	38,044,764	98.33%	913,773	2,895,521	
1998	39,702,445	39,100,364	98.48%	802,333	39,902,697	100.50%	902,166	2,590,099	
1999	42,022,635	41,426,352	98.58%	487,145	41,913,497	99.74%	942,589	2,599,166	
2000	41,752,443	41,099,423	98.44%	637,887	41,737,310	99.96%	847,217	2,530,086	
2001	43,189,589	42,274,843	97.88%	491,497	42,766,340	99.02%	960,641	2,746,345	



- (a) Taxes levied in any year which are collected commencing October 1 of such year through September 30 of the following year are shown as current collections. Such amounts include collections of the current levy after February 1, which is the date taxes become legally delinquent.
- (b) Non-current collections of property taxes during the period beginning on October 1 of the year indicated and ending September 30 of the following year are shown as delinquent collections.
- (c) The accumulation of all unpaid ad valorem taxes at the end of the collection period on October 1 of the year indicated and ending September 30, of the following year, is shown as delinquent taxes receivable.

JEFFERSON COUNTY, TEXAS
ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN TAX YEARS
(Unaudited)

TAX YEAR	ASSESSED VALUE					ASSESSMENT RATIO	ESTIMATED ACTUAL VALUE
	REAL PROPERTY	LESS (a) EXEMPTIONS	REAL PROPERTY (NET)	PERSONAL PROPERTY	TOTAL (b)		
1992	\$ 9,014,138,680	\$ 1,827,005,830	\$ 7,187,132,850	\$ 2,403,334,000	\$ 9,590,466,850	100%	\$ 11,075,711,430
1993	9,674,283,760	2,264,030,584	7,410,253,176	2,325,784,960	9,736,038,136	100%	12,000,068,720
1994	9,873,231,860	2,358,578,278	7,514,653,582	2,169,594,586	9,684,248,168	100%	12,042,826,446
1995	10,273,009,120	2,329,299,106	7,943,710,014	2,244,296,720	10,188,006,734	100%	12,517,305,840
1996	10,224,058,800	2,078,894,772	8,145,164,028	2,388,550,990	10,533,715,018	100%	12,612,609,790
1997	10,283,130,071	1,822,642,260	8,460,487,811	2,451,323,011	10,911,810,822	100%	12,734,453,082
1998	10,500,099,232	1,442,037,494	9,058,061,738	2,470,696,101	11,528,757,839	100%	12,970,795,333
1999	11,568,619,310	2,417,269,942	9,151,349,368	2,313,195,563	11,464,544,931	100%	13,881,814,873
2000	12,041,159,841	824,849,700	11,216,310,141	2,511,856,478	13,728,166,619	100%	14,553,016,319
2001	12,874,817,840	2,240,446,601	10,634,371,239	2,908,371,590	13,542,742,829	100%	15,783,189,430

- (a) Exemptions are evenly divided between regular homesteads, and homestead property of persons 65 years of age or older.
- (b) Net of exemptions.

TABLE 5

JEFFERSON COUNTY, TEXAS
PROPERTY TAX RATES (per \$100 valuation)
DIRECT AND ALL OVERLAPPING GOVERNMENTS
LAST TEN TAX YEARS
(Unaudited)

PURPOSE	2001	2000	1999	1998	1997	1996	1995	1994	1993	1992
COUNTY-WIDE TAXING JURISDICTION:										
JEFFERSON COUNTY	0.365000	0.365000	0.365000	0.365000	0.365000	0.370000	0.370000	0.340000	0.320000	0.323000
CITIES:										
BEAUMONT	0.635000	0.635000	0.635000	0.635000	0.615000	0.615000	0.615000	0.615000	0.615000	0.620000
GROVES	0.756750	0.748000	0.748000	0.748000	0.718000	0.700000	0.710000	0.712000	0.712000	0.722000
NEDERLAND	0.650000	0.650000	0.650000	0.700000	0.700000	0.700000	0.700000	0.700000	0.700000	0.700000
PORT ARTHUR	0.775000	0.775000	0.775000	0.775000	0.775000	0.775000	0.775000	0.775000	0.775000	0.775000
PORT NECHES	0.669000	0.660000	0.660000	0.660000	0.689000	0.689000	0.689000	0.750000	0.750000	0.750000
SCHOOL DISTRICTS:										
BEAUMONT	1.540000	1.520000	1.500000	1.500000	1.480000	1.440000	1.417600	1.385000	1.351000	0.456000
HAMSHIRE FANNETT	1.650000	1.550000	1.540000	1.714241	1.480000	1.490000	1.490000	1.490000	1.490000	0.598360
HARDIN JEFFERSON	1.485000	1.486500	1.533000	1.485000	1.430000	1.620000	1.480000	1.480000	1.430000	1.350000
NEDERLAND	1.530000	1.540000	1.510000	1.510000	1.470436	1.430000	1.450000	1.450000	1.450000	0.540000
PORT ARTHUR	1.531967	1.500000	1.500000	1.489000	1.489000	1.489000	1.489000	1.460000	1.420000	0.540000
PORT NECHES	1.677181	1.684053	1.703027	1.734542	1.667155	1.544297	1.370000	1.400000	1.400000	0.480000
SABINE PASS	1.685000	1.680000	1.645000	1.500000	1.500000	1.500000	1.500000	1.545000	1.450000	0.410000
PORT DISTRICTS:										
BEAUMONT	0.090378	0.098750	0.081382	0.082435	0.088382	0.073970	0.073970	0.074963	0.073550	0.065640
PORT ARTHUR	0.131937	0.138556	0.146490	0.139785	0.158451	0.153870	0.163211	0.169288	0.054840	0.054470
SABINE PASS	0.262177	0.270458	0.280136	0.239110	0.122124	0.151591	0.127832	0.110924	0.089670	0.076360
DRAINAGE DISTRICTS:										
DRAINAGE DISTRICTS #3	0.307738	0.307738	0.375863	0.432500	0.443544	0.448014	0.439461	0.425000	0.039943	0.379630
DRAINAGE DISTRICTS #6	0.200039	0.200039	0.200039	0.200039	0.200039	0.200039	0.196898	0.171780	0.164680	0.168920
DRAINAGE DISTRICTS #7	0.170500	0.170500	0.170500	0.172102	0.172102	0.172102	0.174452	0.179697	0.159500	0.159500
NAVIGATION DISTRICTS:										
JEFFERSON COUNTY	0.023023	0.023023	0.017808	0.018000	0.019468	0.019468	0.019000	0.012450	0.011990	0.012000
MUNICIPAL UTILITY DISTRICTS:										
BEVIL OAKS	0.000000	0.306541	0.323262	0.342720	0.356171	0.404123	0.460865	0.348875	0.352220	0.383560
NORTHWEST FOREST	0.777595	0.755752	0.761977	0.837500	0.850000	0.979574	1.139085	0.971805	0.978390	1.030000
WATER DISTRICTS:										
WATER DISTRICT #10	0.315373	0.307688	0.369312	0.408747	0.428613	0.463235	0.424528	0.434411	0.383980	0.388400
FIRE DISTRICTS:										
RURAL FIRE #1	0.035718	0.030018	0.028888	0.030000	0.029204	0.029260	0.029260	0.029260	0.029260	0.030000
EMERGENCY SERVICE DISTRICTS:										
EMERGENCY SERVICE DISTRICT #1	0.047210	0.058574	0.061958	0.063775	0.062538	0.066265	0.076619	0.065021	0.063570	0.070000
CONSERVATION DISTRICTS:										
TRINITY BAY	0.468270	0.518190	0.503920	0.503920	0.503920	0.521240	0.461600	0.419500	0.442000	0.410000
IMPROVEMENT DISTRICT:										
CARDINAL MEADOWS	0.334901	0.332707	0.339887	0.338402	0.395117	0.392988	0.428936	0.417647	0.416330	0.433630

**JEFFERSON COUNTY, TEXAS
COMPUTATION OF LEGAL DEBT MARGIN
SEPTEMBER 30, 2001
(Unaudited)**

Assessed Value of Real Property	\$12,874,817,840
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Assessed Value of All Taxable Property	\$15,783,189,430
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**Bonds Issued Under Article III,
Section 52 of the Texas Constitution:**

The County is authorized under Article III, Section 52 of the State Constitution to issue bonds payable from ad valorem taxes for the construction and maintenance of roads. There is no constitutional or statutory limit as to the rate on bonds issued pursuant to such constitutional provision. However, the amount of bonds which may be issued is limited to 25% of the assessed valuation of real property in the County.

Debt Limit, 25% of Real Property Assessed Value	\$3,218,704,460
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Amount of Debt Applicable to Constitutional
Debt Limit:

Total Bonded Applicable Debt	\$74,375,000		
Less Amount Available in Debt Service Fund	879,976		73,495,024

LEGAL DEBT MARGIN, BONDS ISSUED
UNDER ARTICLE III, SECTION 52
OF THE TEXAS CONSTITUTION

\$3,145,209,436

Bonds Issued Under Article VIII, Section 9:

In addition to unlimited tax bonds, the County may issue statutorily authorized bonds payable from the proceeds of a limited ad valorem tax provided for in Article VII, Section 9 of the State Constitution. Such constitutional provision provides that a county is limited to an ad valorem tax rate of \$.80 per \$100 of assessed valuation for general fund, permanent improvement fund, road and bridge fund, and jury fund purposes.

Certain of the County's bonds payable from such limited tax may be issued under the provisions of Chapter 2, Title 22, Vernon's Texas Civil Statutes. The principal amount of all bonds which may be issued under the provision of such Chapter is limited in the aggregate to 5% of the assessed valuation. The debt limit under Chapter 2, Title 22 is approximately \$789,159,471 compared to applicable bonds outstanding at September 30, 2001 of \$74,375,000.

TABLE 7

JEFFERSON COUNTY, TEXAS
RATIO OF NET GENERAL BONDED DEBT TO
ASSESSED VALUE AND NET BONDED DEBT PER CAPITA
LAST TEN FISCAL YEARS
(Unaudited)

Fiscal Year	Estimated Population (a)	Taxable Assessed Valuation	Funded Debt Outstanding at End of Year (b)	Less Amount Available in Debt Service	Net Bonded Debt	Ratio of Net Bonded Debt to Assessed Value	Net Bonded Debt Per Capita
1992	239,397	\$ 9,593,466,850	\$ 24,350,000	\$ 992,008	\$ 23,357,992	0.24%	\$ 98
1993	239,397	9,736,038,136	22,100,000	800,477	21,299,523	0.22%	89
1994	239,397	9,684,248,168	27,550,000	1,343,774	26,206,226	0.27%	109
1995	239,397	10,544,711,730	25,075,000	1,265,514	23,809,486	0.23%	99
1996	239,397	10,310,184,489	25,165,000	1,600,651	23,564,349	0.23%	98
1997	239,397	10,915,966,140	22,945,000	1,625,341	21,319,659	0.20%	89
1998	239,397	11,525,176,229	20,460,000	1,940,029	18,519,971	0.16%	77
1999	239,397	11,464,544,931	24,055,000	1,887,549	22,167,451	0.19%	93
2000	239,397	11,866,488,079	76,385,000	2,356,619	74,028,381	0.62%	309
2001	252,051	12,395,353,583	74,375,000	879,976	73,495,024	0.59%	292

(a) U.S. Census Bureau estimate.

(b) Includes all General Obligation Bonds and Certificates of Obligation Bonds which are supported by property tax revenues.

TABLE 8

JEFFERSON COUNTY, TEXAS
RATIO OF ANNUAL DEBT SERVICE EXPENDITURES
FOR GENERAL BONDED DEBT TO TOTAL GENERAL
EXPENDITURES
LAST TEN FISCAL YEARS
(Unaudited)

Fiscal Year	Debt Service			General Expenditures	Ratio of Debt Service To General Expenditures
	Principle	Interest	Total Debt Service		
1992	\$ 2,305,000	\$ 1,676,008	\$ 3,981,008	\$ 63,882,291	6.23%
1993	2,250,000	1,549,299	3,799,299	68,455,754	5.55%
1994	2,654,042	1,113,074	3,767,116	77,746,241	4.85%
1995	2,475,000	1,298,255	3,773,255	74,017,870	5.10%
1996	1,960,000	1,242,522	3,202,522	73,108,910	4.38%
1997	2,220,000	1,186,050	3,406,050	77,101,655	4.42%
1998	2,485,000	1,097,308	3,582,308	77,620,389	4.62%
1999	2,405,000	1,062,311	3,467,311	82,336,303	4.21%
2000	2,670,000	1,107,602	3,777,602	92,082,738	4.10%
2001	2,010,000	5,901,345	7,911,345	108,901,272	7.26%

TABLE 9

JEFFERSON COUNTY, TEXAS
COMPUTATION OF DIRECT AND OVERLAPPING DEBT
SEPTEMBER 30, 2001
(Unaudited)

	Net Outstanding Debt	Applicable %	Applicable Share of Debt
COUNTY-WIDE TAXING JURISDICTION:			
JEFFERSON COUNTY	\$74,375,000	100.00%	\$74,375,000
Total Direct Debt			\$74,375,000
CITIES:			
BEAUMONT	80,276,091	100.00%	80,276,091
GROVES	13,415,000	100.00%	13,415,000
NEDERLAND	19,920,000	100.00%	19,920,000
PORT ARTHUR	37,615,000	100.00%	37,615,000
PORT NECHES	17,545,000	100.00%	17,545,000
SCHOOL DISTRICTS:			
BEAUMONT	68,490,000	100.00%	68,490,000
HAMSHIRE FANNETT	9,575,000	100.00%	9,575,000
HARDIN JEFFERSON	5,830,000	55.00%	3,206,500
NEDERLAND	17,395,000	100.00%	17,395,000
PORT ARTHUR	8,000,000	100.00%	8,000,000
PORT NECHES	33,410,000	100.00%	33,410,000
SABINE PASS	10,000,000	100.00%	10,000,000
PORT DISTRICTS:			
BEAUMONT	34,734,995	100.00%	34,734,995
PORT ARTHUR	30,800,000	100.00%	30,800,000
SABINE PASS	1,417,027	100.00%	1,417,027
DRAINAGE DISTRICTS:			
DRAINAGE DISTRICTS #3	-	100.00%	-
DRAINAGE DISTRICTS #6	-	100.00%	-
DRAINAGE DISTRICTS #7	-	100.00%	-
NAVIGATION DISTRICTS:			
JEFFERSON COUNTY	-	100.00%	-
MUNICIPAL UTILITY DISTRICTS:			
BEVIL OAKS	105,600	100.00%	105,600
NORTHWEST FOREST	590,000	100.00%	590,000
PARK CENTRAL	11,209,507	100.00%	11,209,507
WATER DISTRICTS:			
WATER DISTRICT #10	4,190,000	100.00%	4,190,000
FIRE DISTRICTS:			
RURAL FIRE #1	-	100.00%	-
EMERGENCY SERVICE DISTRICTS:			
EMERGENCY SERVICE DISTRICT #1	-	100.00%	-
CONSERVATION DISTRICTS:			
TRINITY BAY	1,745,000	100.00%	1,745,000
IMPROVEMENT DISTRICT:			
CARDINAL MEADOWS	45,577	100.00%	45,577
Total Overlapping Debt			403,685,297
TOTAL DIRECT AND OVERLAPPING DEBT			\$478,060,297

TABLE 10

**JEFFERSON COUNTY, TEXAS
DEMOGRAPHIC STATISTICS
LAST TEN YEARS
(Unaudited)**

EMPLOYMENT STATISTICS

Fiscal Year	Civilian Labor Force	Total Employment	Total Unemployment	Percent Unemployment
1992	121,262	110,559	10,703	8.8%
1993	120,862	108,304	12,558	10.4%
1994	119,328	107,900	11,428	9.6%
1995	118,929	108,026	10,903	9.2%
1996	116,281	106,190	10,091	8.7%
1997	116,262	107,549	8,713	7.5%
1998	116,920	108,941	7,979	6.8%
1999	116,584	107,065	9,519	8.2%
2000	115,737	106,782	8,955	7.7%
2001(a)	115,490	106,420	9,070	7.9%

POPULATION STATISTICS

Year (b)	County	City of Beaumont	City of Pt. Arthur	Beaumont, Pt. Arthur, Orange MSA
1960	245,659	119,175	66,676	306,016
1970	246,402	117,548	57,371	347,568
1980	250,938	118,102	61,195	375,497
1990	239,397	114,323	58,724	361,226
2000	252,051	113,866	57,755	385,090

(a) Average through end of September, 2001. Labor Market Statistics - TWC.

(b) U.S. Census estimates.

**JEFFERSON COUNTY, TEXAS
PROPERTY VALUE AND CONSTRUCTION
LAST TEN TAX YEARS
(Unaudited)**

TAX YEAR	PROPERTY VALUE (a)			CONSTRUCTION (c)		
	MARKET VALUE TAXABLE PROPERTY	EXEMPTIONS (b)	ESTIMATED ACTUAL VALUE	COMMERCIAL	RESIDENTIAL	TOTAL
1992	\$ 12,902,717,260	\$ 1,827,005,830	\$ 11,075,711,430	(d)	(d)	-
1993	14,264,099,304	2,264,030,584	12,000,068,720	(d)	(d)	-
1994	14,401,404,724	2,358,578,278	12,042,826,446	(d)	(d)	-
1995	14,846,604,946	2,329,299,106	12,517,305,840	(d)	(d)	-
1996	14,691,504,562	2,078,894,772	12,612,609,790	\$71,031,491	\$27,971,959	\$99,003,450
1997	14,557,095,342	1,822,642,260	12,734,453,082	87,731,204	48,236,969	135,968,173
1998	14,412,832,827	1,442,037,494	12,970,795,333	68,450,070	53,510,726	121,960,796
1999	16,299,084,815	2,417,269,942	13,881,814,873	141,727,689	65,338,286	207,065,975
2000	17,239,544,557	2,686,528,239	14,553,016,318	79,227,703	71,689,240	150,916,943
2001	14,635,800,184	2,240,446,601	12,395,353,583	165,015,042	79,655,952	244,670,994

- (a) The property value used is the certified appraised value from the Jefferson County Appraisal District.
(b) Exemptions are evenly divided between regular homesteads, and homestead property of persons 65 years of age or older.
(c) Jefferson County estimate.
(d) Information not available.

TABLE 12

**JEFFERSON COUNTY, TEXAS
PRINCIPAL TAXPAYERS
OCTOBER 1, 2001 (a)
(Unaudited)**

TAXPAYERS	2001 ASSESSED VALUATIONS (b)	PERCENTAGE OF TOTAL ASSESSED VALUATION
MOBIL OIL CORPORATION	\$1,698,542,430	13.70%
HUNTSMAN PETROCHEMICAL CORP.	966,860,980	7.80%
MOTIVA REFINERY	756,360,940	6.10%
CHEVRON USA INC.	397,083,950	3.20%
PREMCO REFINING GROUP INC.	366,924,110	2.96%
AMERICAN PETROFINA MKT INC.	354,512,820	2.86%
ENERGY GULF STATES INC.	210,648,900	1.70%
GOODYEAR TIRE & RUBBER CO.	210,264,440	1.70%
E I DUPONT DE NEMOURS	169,360,100	1.37%
SOUTHWESTERN BELL TELEPHONE CO.	122,644,060	0.99%
BASF CORPORATION	115,379,370	0.93%
BEAUMONT METHANOL LP	107,787,860	0.87%
AIR LIQUIDE AMERICAN CORP.	107,518,480	0.87%
INEOS	87,509,880	0.71%
CENTANA ENERGY MARKETING CO.	83,542,740	0.67%
SUN MARINE TERMINALS INC.	79,785,330	0.64%
ATOFINA CHEMICALS INC	77,989,930	0.63%
PORT ARTHUR COKER COMPANY LP	47,859,100	0.39%
AMERIPOL SYNPOL CORPORATION	43,044,290	0.35%
PD GLYCOL (LYONDELL CHEMICAL)	42,397,000	0.34%
TOTAL	\$6,046,016,710	48.78%

(a) Tax roll for fiscal year 2000

(b) Amounts shown for these taxpayers do not include assessed valuations attributable to certain subsidiaries and affiliates which are not grouped on the tax roll with the taxpayers shown.

JEFFERSON COUNTY, TEXAS
MISCELLANEOUS STATISTICS (a)
SEPTEMBER 30, 2001
(Unaudited)

DEBT SERVICE REQUIREMENTS

Fiscal Year Ended 9/30	Outstanding Debt			\$55,000,000 Certificates of Obligation, Series 2000			Total Outstanding Debt	% of Principal Retired
	Principal	Interest	Total	Principal	Interest	Total		
2002	2,105,000	877,508	2,982,508	-	3,294,675	3,294,675	6,277,183	
2003	2,190,000	790,251	2,980,251	-	3,294,675	3,294,675	6,274,926	
2004	2,275,000	697,226	2,972,226	-	3,294,675	3,294,675	6,266,901	
2005	2,370,000	599,138	2,969,138	-	3,294,675	3,294,675	6,263,813	
2006	2,485,000	494,498	2,979,498	-	3,294,675	3,294,675	6,274,173	15.36%
2007	2,605,000	383,585	2,988,585	-	3,294,675	3,294,675	6,283,260	
2008	1,705,000	265,545	1,970,545	350,000	3,294,675	3,644,675	5,615,220	
2009	1,780,000	182,000	1,962,000	400,000	3,276,300	3,676,300	5,638,300	
2010	1,860,000	93,000	1,953,000	400,000	3,254,900	3,654,900	5,607,900	
2011	-	-	-	2,325,000	3,233,300	5,558,300	5,558,300	30.72%
2012	-	-	-	2,450,000	3,107,750	5,557,750	5,557,750	
2013	-	-	-	2,600,000	2,973,000	5,573,000	5,573,000	
2014	-	-	-	2,750,000	2,810,500	5,560,500	5,560,500	
2015	-	-	-	2,925,000	2,638,625	5,563,625	5,563,625	
2016	-	-	-	3,125,000	2,455,813	5,580,813	5,580,813	49.34%
2017	-	-	-	3,300,000	2,260,500	5,560,500	5,560,500	
2018	-	-	-	3,475,000	2,062,500	5,537,500	5,537,500	
2019	-	-	-	3,675,000	1,854,000	5,529,000	5,529,000	
2020	-	-	-	3,925,000	1,633,500	5,558,500	5,558,500	
2021	-	-	-	4,125,000	1,398,000	5,523,000	5,523,000	74.22%
2022	-	-	-	4,400,000	1,150,500	5,550,500	5,550,500	
2023	-	-	-	4,675,000	886,500	5,561,500	5,561,500	
2024	-	-	-	4,900,000	606,000	5,506,000	5,506,000	
2025	-	-	-	5,200,000	312,000	5,512,000	5,512,000	100.00%
	<u>\$19,375,000</u>	<u>\$4,382,751</u>	<u>\$23,757,751</u>	<u>\$55,000,000</u>	<u>\$58,976,413</u>	<u>\$113,976,413</u>	<u>\$137,734,164</u>	
					Average (2002/2025)		\$5,738,924	
					Maximum		\$6,277,183	

TAX DEBT OUTSTANDING

Debt Outstanding

Refunding Bonds, Series 1993	8,725,000
Certificates of Obligation, Series 1993	5,250,000
Certificates of Obligation, Series 1999	5,400,000
Certificates of Obligation, Series 2000	55,000,000
	<u>\$74,375,000</u>

AUTHORIZED BUT UNISSUED DEBT

The County has no authorized but unissued bonds.

(a) Annual financial disclosure in compliance with the Securities Exchange Commission's Rule 15c2-12.

JEFFERSON COUNTY, TEXAS
MISCELLANEOUS STATISTICS (a)
SEPTEMBER 30, 2001
(Unaudited)

TAXABLE ASSESSED VALUATION BY CATEGORY (b)

	Tax Year 2001		Tax Year 2000		Tax Year 1999		Tax Year 1998		Tax Year 1997		Tax Year 1996	
	Amount	Percent										
Real Property												
Single Family	\$4,075,296,708	27.83%	\$3,999,069,829	29.53%	\$3,896,472,948	30.13%	\$3,598,257,065	27.74%	\$3,543,861,610	27.83%	\$3,493,669,690	27.70%
Multifamily	245,217,620	1.68%	243,916,706	1.80%	216,391,630	1.67%	216,916,690	1.67%	218,527,700	1.72%	213,981,980	1.70%
Vacant Lots/Tracts	134,340,908	0.92%	129,095,323	0.95%	132,587,713	1.03%	133,103,063	1.03%	131,514,110	1.03%	132,984,770	1.05%
Acreage	159,062,184	1.09%	146,953,525	1.08%	150,330,183	1.16%	149,924,931	1.16%	158,732,800	1.25%	163,363,600	1.30%
Farm & Ranch	59,503,380	0.41%	56,192,160	0.41%	53,026,890	0.41%	50,181,220	0.39%	47,701,000	0.37%	44,802,990	0.36%
Improvements												
Commercial	1,060,807,384	7.25%	1,050,438,014	7.76%	1,027,128,602	7.94%	1,017,963,004	7.85%	985,487,400	7.74%	973,363,140	7.72%
Industrial	5,662,003,740	38.69%	5,185,387,860	38.28%	4,960,200,570	38.35%	5,018,535,020	38.70%	4,893,121,751	38.42%	5,008,190,810	39.71%
Oil/Gas/Minerals	270,938,440	1.85%	160,107,180	1.18%	113,830,640	0.88%	238,917,570	1.84%	229,385,590	1.80%	111,464,410	0.88%
Personal Property												
Utilities	601,153,810	4.11%	539,177,540	3.98%	519,675,680	4.02%	546,070,220	4.21%	510,028,870	4.01%	519,455,160	4.12%
Commercial	853,081,970	5.83%	819,536,498	6.05%	786,845,863	6.08%	737,972,643	5.69%	715,792,208	5.62%	699,556,580	5.55%
Industrial	1,497,201,470	10.23%	1,195,980,600	8.83%	1,063,416,710	8.22%	1,212,597,568	9.35%	1,268,701,483	9.96%	1,220,195,380	9.67%
Other Personal	17,192,570	0.11%	18,779,490	0.15%	14,261,270	0.11%	48,997,590	0.37%	31,624,560	0.25%	31,581,280	0.24%
Total Appraised	\$14,635,800,184	100.00%	\$13,544,634,725	100.00%	\$12,934,168,699	100.00%	\$12,969,436,584	100.00%	\$12,734,479,082	100.00%	\$12,612,609,790	100.00%
Less: Deductions	2,240,446,601		1,678,146,646		1,469,623,768		1,444,260,355		1,818,512,942		2,302,425,301	
Net Taxable Value	<u>\$12,395,353,583</u>		<u>\$11,866,488,079</u>		<u>\$11,464,544,931</u>		<u>\$11,525,176,229</u>		<u>\$10,915,966,140</u>		<u>\$10,310,184,489</u>	

JEFFERSON COUNTY, TEXAS
MISCELLANEOUS STATISTICS (a)
SEPTEMBER 30, 2001
(Unaudited)

INCOME DISTRIBUTION AND EFFECTIVE BUYING INCOME (b)

	2000	1999	1998	1997	1996	1995	1994	1993	1992	1991
Retail Sales by Store Group (000's)										
Building Materials & Garden Supplies	\$204,622	\$201,216	\$194,050	\$181,757	\$167,231	\$151,555	\$143,822	\$136,414	\$135,652	\$128,711
General Merchandise Stores	451,098	444,679	357,861	350,591	402,966	370,061	341,725	322,684	305,832	286,650
Food Stores	440,113	420,161	412,267	404,806	398,493	419,389	421,577	403,934	407,881	389,792
Automotive Dealers & Service Stations	613,006	516,746	478,287	456,465	415,005	389,147	348,575	312,338	336,461	363,338
Apparel and Accessory Stores	116,284	111,874	112,458	104,795	97,838	102,094	104,633	106,409	107,975	103,272
Furniture and Home Furnishing Stores	215,127	209,974	203,380	188,859	191,628	185,102	172,530	145,652	129,495	124,858
Eating and Drinking Establishments	276,745	267,306	263,478	247,955	238,373	220,634	233,556	230,727	238,286	205,045
Miscellaneous Retail	522,071	453,063	403,669	372,600	363,676	352,450	355,775	309,670	296,558	320,809
Effective Buying Income (EBI) (000's)										
Total EBI	(c)	(c)	(c)	(c)	(c)	3,322,295	3,634,096	3,504,016	3,256,175	(c)
Median Households EBI	(c)	(c)	(c)	(c)	(c)	28,164	31,426	30,104	28,435	(c)
Percent of Households EBI										
\$10,000-\$19,999	(c)	(c)	(c)	(c)	(c)	37.0%	16.9%	17.4%	18.3%	(c)
\$20,000-\$34,999	(c)	(c)	(c)	(c)	(c)	22.0%	20.9%	21.4%	22.4%	(c)
\$35,000-\$49,999	(c)	(c)	(c)	(c)	(c)	17.0%	17.0%	17.5%	17.9%	(c)
\$50,000 and Over	(c)	(c)	(c)	(c)	(c)	24.0%	28.4%	26.2%	23.0%	(c)

(a) Annual financial disclosure in compliance with the Securities Exchange Commission's Rule 15c2-12.

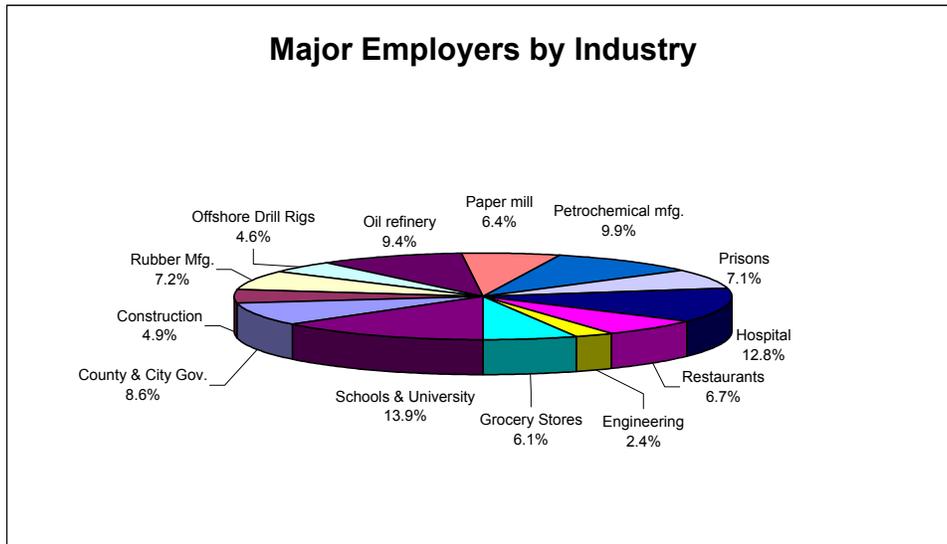
(b) State of Texas Comptroller's Office.

(c) Information no longer available.

**JEFFERSON COUNTY, TEXAS
MISCELLANEOUS STATISTICS (a)
SEPTEMBER 30, 2001
(Unaudited)**

MAJOR EMPLOYERS CITY AND METRO AREA (b)

Company	Industry	Employees
Beaumont ISD	School District	2,903
Christus Saint Elizabeth Hospital	Hospital	2,600
McDonald's Restaurants	Restaurants	2,200
Market Basket Food Stores	Grocery Stores	2,000
DuPont de Nemours-Sabine River Works	Petrochemical mfg.	1,702
Lamar University	University	1,670
Memorial Hermann Baptist Hospital	Hospital	1,600
Bayer Corporation	Synthetic Rubber Mfg.	1,600
City of Beaumont	City Government	1,550
Huntsman	Petrochemical mfg.	1,535
TDI-Halter, LP	Offshore Drill Rigs	1,500
Texas Department of Criminal Justice	Prison	1,406
County of Jefferson	County Government	1,269
Mobil Oil Corporation	Oil refinery	1,250
Temple Inland	Paper mill	1,100
Motiva Enterprises	Oil refinery	1,000
Westvaco	Paperboard	976
Federal Bureau of Prisons	Prison	907
Premcor Refining Group Inc.	Oil refinery	822
Petrocon Engineering	Engineering	800
Triple S Industrial	Industrial Construction	800
Econo-Rail Corp.	Rail Road Construction	800
Ameripol Synpol	Synthetic Rubber Mfg.	756



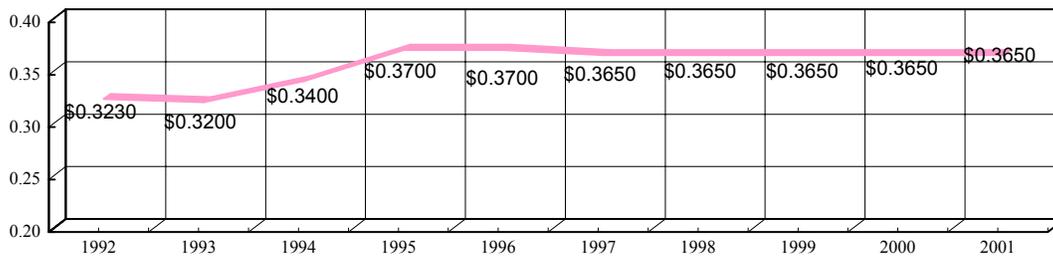
(a) Annual financial disclosure in compliance with the Securities Exchange Commission's Rule 15c2-12.
 (b) Beaumont Chamber of Commerce.

**JEFFERSON COUNTY, TEXAS
MISCELLANEOUS STATISTICS (a)
SEPTEMBER 30, 2001
(Unaudited)**

TAX RATE DISTRIBUTION

	Tax Year									
	1992	1993	1994	1995	1996	1997	1998	1999	2000	2001
Operations	\$0.2927	\$0.2832	\$0.3034	\$0.3373	\$0.3373	\$0.3311	\$0.3364	\$0.3318	\$0.3116	\$0.3128
Debt	0.0303	0.0368	0.0366	0.0327	0.0327	0.0339	0.0286	0.0332	0.0534	0.0522
Totals	\$0.3230	\$0.3200	\$0.3400	\$0.3700	\$0.3700	\$0.3650	\$0.3650	\$0.3650	\$0.3650	\$0.3650

Tax Rate Last Ten Years



(a) Annual financial disclosure in compliance with the Securities Exchange Commission's Rule 15c2-12.

