BRAZORIA COUNTY, TEXAS

COMPREHENSIVE ANNUAL
FINANCIAL REPORT

For the Fiscal Year Ended
September 30, 2016

BRAZORIA COUNTY, TEXAS
AUDITOR'S OFFICE
BRAZORIA COUNTY COURTHOUSE
111 E. Locust, Room 303
Angleton, Texas 77515


STATE OF TEXAS
COUNTY OF BRAZORIA

BRAZORIA COUNTY, TEXAS
Comprehensive Annual Financial Report
For the Year Ended September 30, 2016

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STATE OF TEXAS
COUNTY OF BRAZORIA

INTRODUCTORY SECTION


STATE OF TEXAS
COUNTY OF BRAZORIA

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Brazosport (979) 388-1275
Houston (281) 756-1275

March 29, 2017

The Honorable Board of District Judges
The Honorable Commissioners' Court
Brazoria County, Texas

Greetings:

The Comprehensive Annual Financial Report of Brazoria County, Texas, for the fiscal year ended September 30, 2016, is submitted herewith in accordance with Chapter 114.025 of the Local Government Code. The accompanying financial statements were prepared in accordance with accounting principles generally accepted in the United States of America as promulgated by the Governmental Accounting Standards Board and audited in accordance with auditing standards generally accepted in the United States of America by a firm of licensed public accountants.

Management assumes full responsibility for the completeness and reliability of all the information presented in this report. To provide a reasonable basis for making these representations, Brazoria County management has established a comprehensive internal control framework designed both to protect governmental assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the County's financial statements in conformity with Generally Accepted Accounting Principles (GAAP). Brazoria County's comprehensive framework, because the cost of internal controls should not outweigh their benefits, has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement.

Kennemer, Masters & Lunsford, LLC, Certified Public Accountants, have issued an unmodified (clean) opinion on Brazoria County's financial statements for the year ended September 30, 2016. The independent auditor's report is located at the front of the financial section of this report.

The independent audit of the financial statements of Brazoria County was a part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the government's internal controls and compliance with legal requirements. Specific emphasis was placed on internal controls and compliance with laws and regulations involving the administration of federal awards. These reports are included in the single audit section of this report.

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

PROFILE OF BRAZORIA COUNTY

The County of Brazoria is located on the Gulf Coast. Brazoria County is "Where Texas Began". It takes its name from the Brazos River, which flows through it. Brazoria County became one of Texas original counties at independence in 1836. The County has a land area of 1,386 square miles. The decennial census levels in Texas determine which of the various State statutes apply to each particular Texas County. Neighboring counties are Matagorda, Wharton, Fort Bend, Harris and Galveston.

The County operates as specified under the Constitution of the State of Texas and Vernon's Texas Code Annotated, which provide for a Commissioners Court consisting of the County Judge and four Commissioners, one from each of four geographical precincts. The County Judge is elected for a term of four years and the Commissioners for four-year staggered terms. Policy-making authority is vested in the Commissioners Court and the Commissioners Court is responsible, among other things, for adopting the budget and for setting county policies.

The County provides a full range of services authorized by statute. Such services include general governmental functions such as recording and licensing, maintaining the county and district court systems, maintaining public facilities, ensuring public safety, maintaining public health and welfare, aiding conservation, and maintaining county roads and bridges.

The annual budget serves as the foundation for Brazoria County's financial planning and control. All departments of the County are required to submit budget requests to the budget officer during May each year. The budget officer uses these requests as the starting point for developing a proposed budget. The proposed budget is then presented to the Commissioners Court for review. The Commissioners Court is required to hold public hearings on the proposed budget. The appropriated budget is prepared by fund, function (e.g., public safety), department and by the categories of salaries and benefits, operating expenditures, capital outlay and debt services. All transfers of appropriations, either between departments or within an individual department's budget, require the approval of the Commissioners Court. Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted.

FACTORS AFFECTING FINANCIAL CONDITION

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which Brazoria County operates.

Local Economy

Brazoria County is one of Texas' most fertile agricultural areas, one of the regions, more prolific fuel and mineral areas, and in recent decades, the location of one of the world's largest basic chemical manufacturing complexes. The primary economic bases of the county include chemical manufacturing, petroleum processing, offshore production maintenance services, diversified manufacturing including pacemakers and computer chips, biochemical and electronic industries, commercial fishing and agriculture. In addition, the area's deep waterway and port facilities, sports fishing services and tourism are major components of the county's economic base.

Brazoria County continues to experience strong growth in population and in its economic base. This is evident by the increases in new home sales, labor force and employment rate. Major industrial investments continue at levels never experienced by the County.

Long-term Financial Planning

Brazoria County has adopted several financial management policies to provide guidelines to insure its long-term financial health. The General Fund Balance policy sets a level for reserve funds in the General Fund at 30% of operating expenditures. The Debt Management policy establishes guidelines for debt issuance, debt levels, appropriate types of debt to issue, and debt repayment schedules. These policies have been adopted in the last several years, and the County has remained in compliance with them.

Relevant Financial Policies

Due to the County's large investment in capital projects financed by tax exempt bonded debt, Brazoria County has adopted a debt management policy and a compliance policy for the use and accounting for the proceeds from our debt issues. The debt management policy formalizes the types of debt the County will incur, the preferred method of selling our bonds, guidelines for refinancing existing debt, and the maximum levels of debt permissible. The compliance policy seeks to insure that bond proceeds will be spent for permissible purposes, that debt proceeds will not be co-mingled with local funds, and that the County will meet its continuing disclosure and arbitrage rebate obligations.

Major Initiatives

The long-term financial plans of the County include multiple capital projects. To meet the needs of the growing population, the Commissioners' Court is very active in infrastructure development, specifically road improvements, to help insure economic growth. Voters approved $ 50 million in mobility bonds in 2004. The County issued $ 19.5 million in March, 2010, $ 14 million in November, 2006 and an additional $ 8 million in July, 2008. The balance was issued in the summer of 2012 and some projects are ongoing.

In the summer of 2012, the County issued certificates of obligation to fund approximately $ 27.5 million in numerous facilities and infrastructure projects. As of September 30, 2016, the County had initiated most of these projects.

As part of future planning, the Commissioners' Court created the Brazoria County Toll Road Authority (BCTRA) in December, 2003. BCTRA is charged with the planning for the 288 managed toll lanes. This project will add two lanes in each direction and will run from CR58 near Manvel and extend north to Beltway 8. It is anticipated that construction bids will be awarded in 2017 with construction to be complete in 2019. Revenues generated are anticipated to be used to retire a portion of the debt and/or to fund future improvements.

AWARDS AND ACKNOWLEDGEMENTS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Brazoria County for its comprehensive annual financial report for the fiscal year ended September 30, 2015. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. Such 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. The County has received this prestigious award for the last 23 consecutive fiscal years. We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to GFOA.

The preparation of this report on a timely basis could not have been accomplished without the efficient and dedicated services of the County Auditor's Office. I want to express my appreciation to all staff members who have assisted in the maintenance of the accounting records of the County, and to the members of the Commissioners' Court for their interest and support in planning and conducting the financial operations of the county in a responsible and progressive manner.

Respectfully submitted,

Connie Garner

Connie Garner
County Auditor

Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

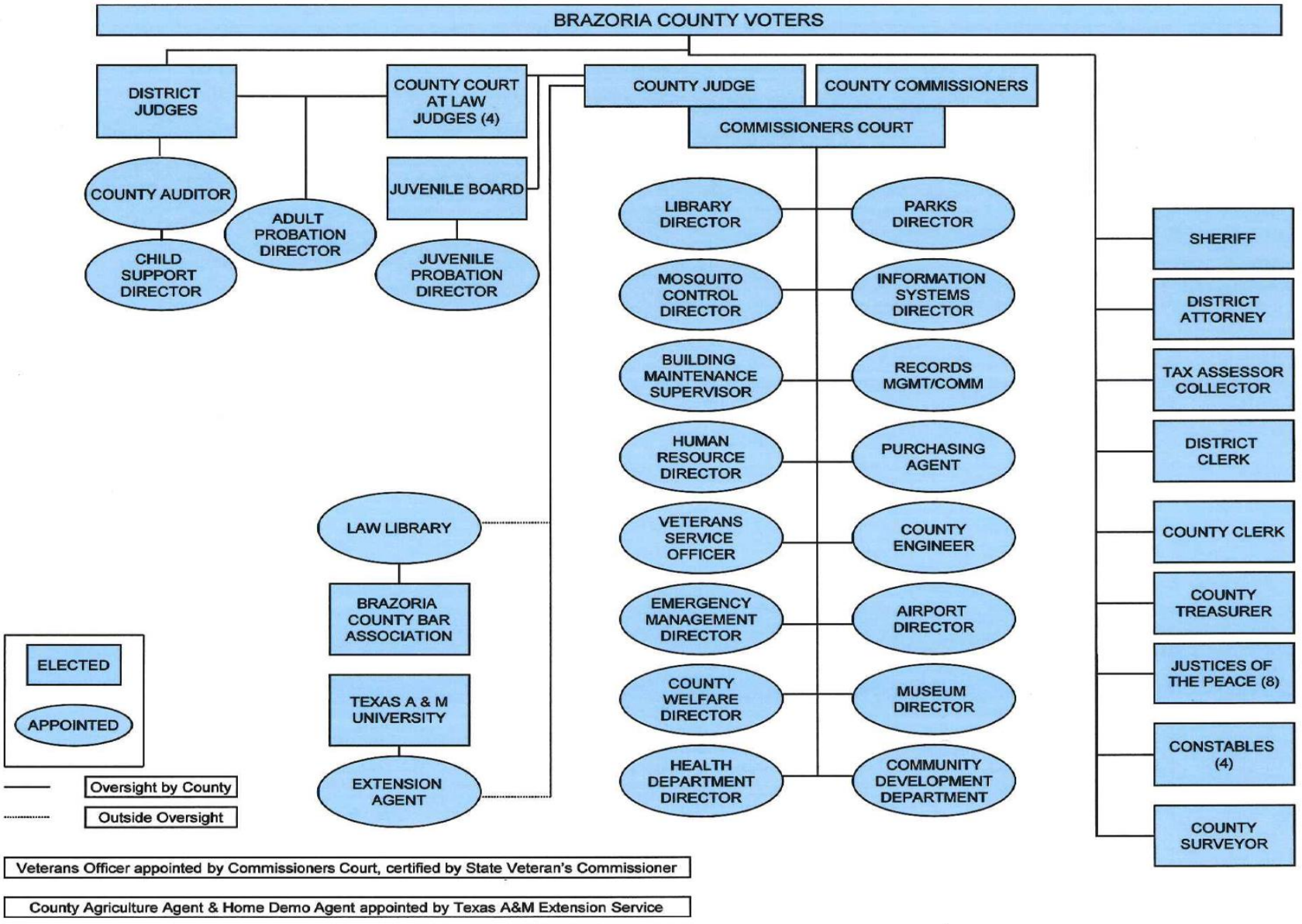
Brazoria County

Texas

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

September 30, 2015

Executive Director/CEO


BRAZORIA COUNTY VOTERS
DISTRICT JUDGES
COUNTY COURT AT LAW JUDGES (4)
COUNTY JUDGE
COUNTY COMMISSIONERS
COMMISSIONERS COURT
COUNTY AUDITOR
CHILD SUPPORT DIRECTOR
ADULT PROBATION DIRECTOR
JUVENILE BOARD
JUVENILE PROBATION DIRECTOR
LIBRARY DIRECTOR
MOSQUITO CONTROL DIRECTOR
BUILDING MAINTENANCE SUPERVISOR
HUMAN RESOURCE DIRECTOR
VETERANS SERVICE OFFICER
EMERGENCY MANAGEMENT DIRECTOR
COUNTY WELFARE DIRECTOR
HEALTH DEPARTMENT DIRECTOR
PARKS DIRECTOR
INFORMATION SYSTEMS DIRECTOR
RECORDS MGMT/COMM
PURCHASING AGENT
COUNTY ENGINEER
AIRPORT DIRECTOR
MUSEUM DIRECTOR
COMMUNITY DEVELOPMENT DEPARTMENT
SHERIFF
DISTRICT ATTORNEY
TAX ASSESSOR COLLECTOR
DISTRICT CLERK
COUNTY CLERK
COUNTY TREASURER
JUSTICES OF THE PEACE (8)
CONSTABLES (4)
COUNTY SURVEYOR
LAW LIBRARY
BRAZORIA COUNTY BAR ASSOCIATION
TEXAS A & M UNIVERSITY
EXTENSION AGENT
ELECTED
APPOINTED
Oversight by County
Outside Oversight
Veterans Officer appointed by Commissioners Court, certified by State Veteran's Commissioner
County Agriculture Agent & Home Demo Agent appointed by Texas A&M Extension Service

GOVERNING BODY

Honorable Matthew Sebesta, Jr., County Judge

Donald Payne, Commissioner, Precinct 1

Ryan Cade, Commissioner, Precinct 2

Stacy Adams, Commissioner, Precinct 3

David Linder, Commissioner, Precinct 4

OTHER PRINCIPAL OFFICIALS

Ro'Vin Garrett, Tax Assessor-Collector

Connie Garner, County Auditor

Cathy Campbell, County Treasurer

Joyce Hudman, County Clerk

Rhonda Barchak, District Clerk

Jeri Yenne, District Attorney

Raethella Jones, District Attorney - Chief Civil Division

Charles Wagner, Sheriff


STATE OF TEXAS
COUNTY OF BRAZORIA

FINANCIAL SECTION


STATE OF TEXAS
COUNTY OF BRAZORIA

Kennemer, Masters & Lunsford

CERTIFIED PUBLIC ACCOUNTANTS
Limited Liability Company

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Lake Jackson, Texas 77566
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El Campo, Texas 77437
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281-974-3416

Independent Auditor's Report

The Honorable County Judge,
and Members of Commissioners'
Court of Brazoria County, Texas

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Brazoria County, Texas (the "County") as of and for the year ended September 30, 2016, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Brazoria County, Texas, as of September 30, 2016, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, and the pension related schedules on pages 5-18, 100-101, and 102-103, respectively, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, schedules, the Financial Data Schedule as required by the Department of Housing and Urban Development, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedules of expenditures of federal and state awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards,* and the Texas *Single Audit Circular* and are also not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements, schedules, and the Financial Data Schedules as required by the Department of Housing and Urban Development, and the schedule of expenditures of federal and state awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information, has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements, schedules, and the Financial Data Schedules as required by the Department of Housing and Urban Development, and the schedules of expenditures of federal and state awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

The Honorable County Judge,
and Members of Commissioners'
Court of Brazoria County, Texas

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 29, 2017, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.

Kennemer, Masters & Rumford, LLC

Lake Jackson, Texas
March 29, 2017


STATE OF TEXAS
COUNTY OF BRAZORIA

As management of Brazoria County, Texas (the "County"), we offer readers of the County's financial statements this narrative overview and analysis of the financial activities of the County for the fiscal year ended September 30, 2016. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages i - v of this report.

Financial Highlights

- The assets and deferred outflows of resources of the County exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year for governmental and business-type activities by $ 321,582,408 and $ 20,618,628 (net position), respectively. Of this amount, $ 65,733,042 and $(26,397) (unrestricted net position), respectively, may be used to meet the government's ongoing obligations to citizens and creditors with the County's fund designations.
- The County's total net position increased for governmental and decreased business-type activities by $ 19,880,837 and $ 1,184,159, respectively.
- As of the close of the current fiscal year, the County's governmental funds reported combined ending fund balances of $ 143,188,393 and its enterprise fund reported ending net position of $ 20,663,587. 52.42% and 0.09% of these total amounts, $ 75,064,207 (unassigned fund balance) and $ 18,562 (unrestricted net position), respectively, were available for use within the County's fund designations.
- At the end of the current fiscal year, unassigned fund balance for the general fund was $ 75,587,237 or 69.47% of the total general fund expenditures.
- During the year, the County reported net pension liability of $ 68,099,280, at September 30, 2016. This compares to last year's September 30, 2015 balance of $ 20,232,270.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

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

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

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

Both of the government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The *governmental activities* of the County include general administration, judicial and legal, financial administration, elections, public facilities, public safety, corrections, public transportation, health and welfare, public assistance, culture and recreation, conservation, environmental protection, and community development. The *business-type activities* of the County include airport operations.

The government-wide financial statements can be found on pages 20 through 23 of this report.

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

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

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

  The County maintains ninety-six (96) individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General and the Road and Bridge (special revenue fund); both of which are considered to be major funds. Data from the other ninety-four (94) funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report. The basic governmental funds financial statements can be found on pages 24 through 27 of this report.

- **Proprietary Funds.** The County maintains two categories of *proprietary funds*. The *enterprise fund* is used to report the same functions presented as *business-type activities* in government-wide financial statements. The County uses an *enterprise fund* to account for its airport operations and its toll road operations. The second type of proprietary fund is the *internal service fund.* Internal service funds are an accounting device used to accumulate and allocate costs of its self-funded health, liability insurance, and health clinic internally among various funds and functions. Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The basic proprietary funds financial statements can be found on pages 28 through 33 of this report.

- **Fiduciary Funds.** *Fiduciary funds* are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statements because the resources of those funds are *not* available to support the County's operations. The County is the trustee, or *fiduciary*, for these funds and is responsible for ensuring that the assets reported in these funds are used for their intended purposes. All of the County's fiduciary activities are reported in a separate statement of fiduciary net position and a statement of changes in fiduciary net position that can be found on pages 34 and 35.

Notes to the Financial Statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 37 through 98 of this report.

Other Information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information that further explains and supports the information in the financial statements. Required supplementary information can be found on pages 100 through 103 of this report.

The combining statements referred to earlier in connection with non-major governmental funds are presented following the required supplementary information on pensions. Combining and individual statements and schedules can be found on pages 118 through 201 of this report.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of government's financial position. In the case of the County, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by $ 342,201,036 as of September 30, 2016.

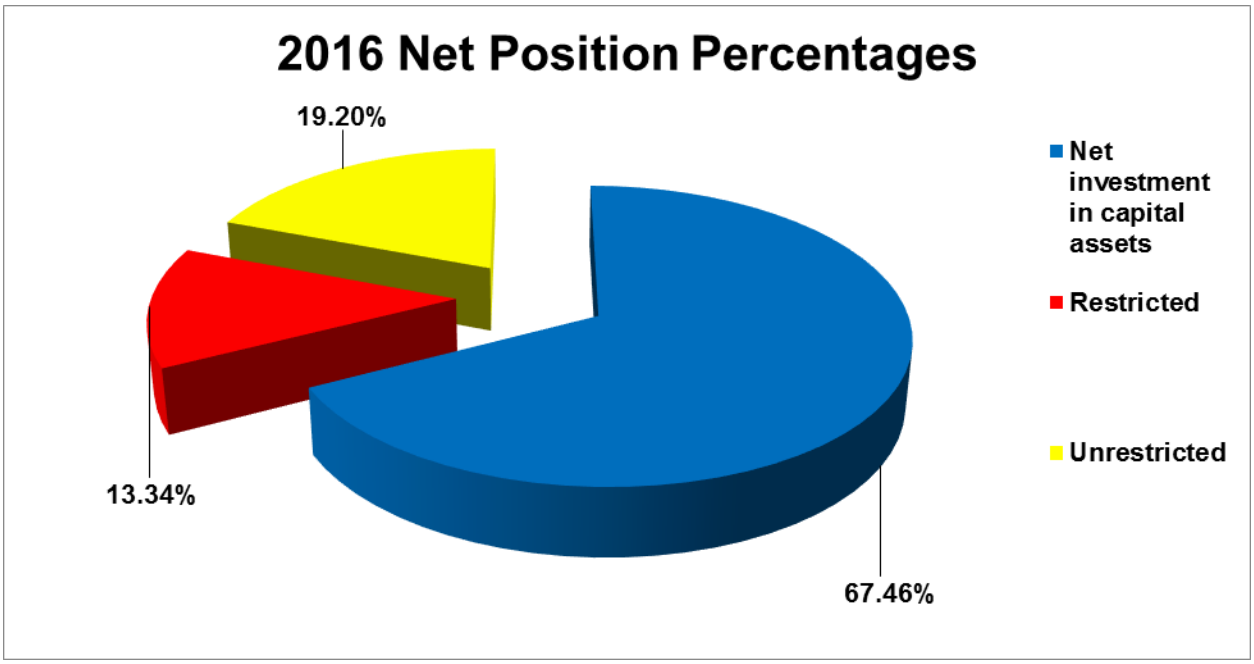
The largest portion of the County's net position, $ 230,833,542 (67.46%) reflects its investments in capital assets (e.g., land; land improvements; buildings and improvements; furniture, equipment and vehicles; runways, taxiways and aprons; infrastructure; and construction in progress), less any debt used to acquire those assets that is still outstanding. The County uses capital assets to provide service to citizens; consequently these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

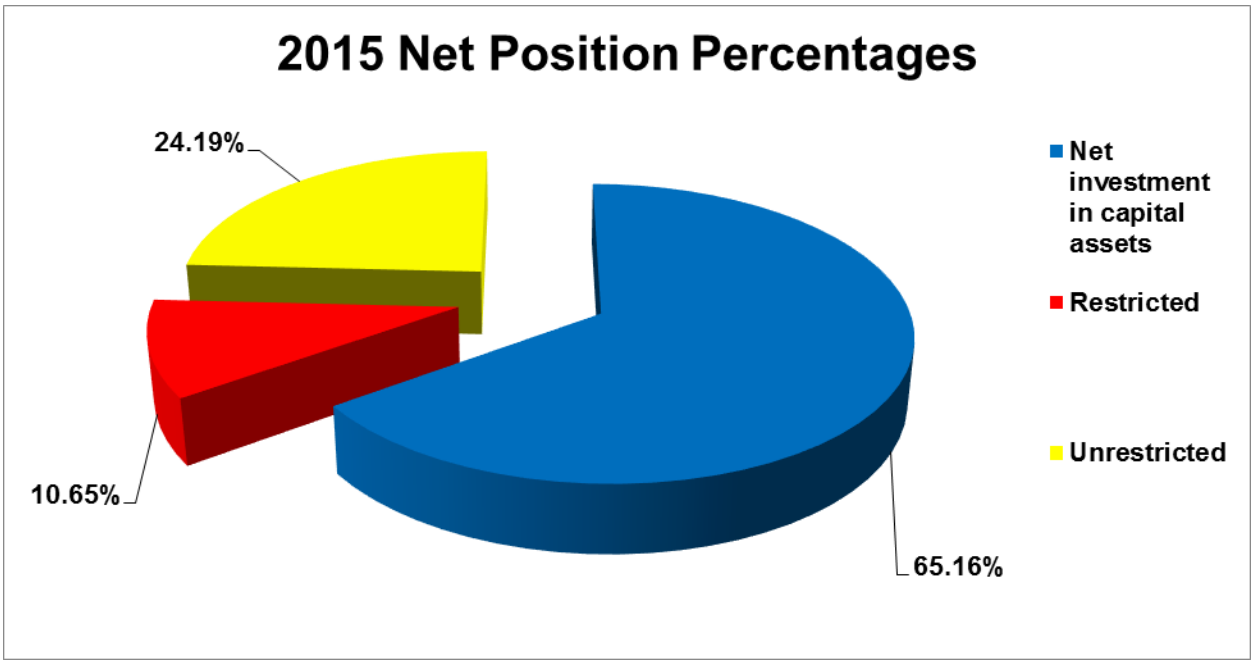
BRAZORIA COUNTY'S NET POSITION

	Governmental Activities		Business-type Activities		Totals	
	September 30,	(Restated)	September 30		September 30,	(Restated)
	2016	2015	2016	2015	2016	2015
ASSETS						
Current and other assets	$ 182,692,912	$ 164,849,784	$ 891,474	$ 891,384	$ 183,584,386	$ 165,741,168
Capital assets	284,315,150	268,808,445	33,753,781	33,149,444	318,068,931	301,957,889
Total assets	467,008,062	433,658,229	34,645,255	34,040,828	501,653,317	467,699,057
DEFERRED OUTFLOWS OF RESOURCES						
Deferred outflows of resources	34,084,884	9,434,728	283,882	72,386	34,368,766	9,507,114
Total deferred outflows of resources	34,084,884	9,434,728	283,882	72,386	34,368,766	9,507,114
LIABILITIES						
Current and other liabilities	20,621,062	26,672,652	548,203	146,729	21,169,265	26,819,381
Long-term liabilities	158,889,476	114,718,734	13,762,306	12,163,698	172,651,782	126,882,432
Total liabilities	179,510,538	141,391,386	14,310,509	12,310,427	193,821,047	153,701,813
DEFERRED INFLOWS OF RESOURCES						
Deferred inflows of resources					-0-	-0-
Total deferred inflows of resources	-0-	-0-	-0-	-0-	-0-	-0-
NET POSITION						
Net investment in capital assets	210,188,517	190,567,382	20,645,025	21,210,397	230,833,542	211,777,779
Restricted	45,660,849	34,159,173			45,660,849	34,159,173
Unrestricted	65,733,042	76,975,016	(26,397)	592,390	65,706,645	77,567,406
Total net position	$ 321,582,408	$ 301,701,571	$ 20,618,628	$ 21,802,787	$ 342,201,036	$ 323,504,358

An additional portion of the County's net position of $ 45,660,849 (13.34%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position of $ 65,706,645 (19.20%) may be used to meet the government's ongoing obligations to citizens and creditors.

As of September 30, 2016, the County is able to report positive balances in all three categories of net position, both for the government as a whole, as well as for its separate categories-governmental and business-type activities, with the exception of the unrestricted net position in the business-type activities of $(26,397), caused primarily by internal service fund adjustments.





Analysis of the County's Operations. Overall the County had an increase in net position of $ 18,696,678. Governmental activities reported an increase in net position in the amount of $ 19,880,837, while the business-type activities decreased the County's net position in the amount of $ 1,184,159. The reasons for the increase of net position in the governmental activities is primarily related to capital assets balances. Net capital asset balances increased by $ 16,111,042, substantially due to the receipt of federal grant funds such as the U.S. Department of Transportation - Highway Planning and Construction Program of $ 6,860,586 for roads. The reason for the decrease of net position in the business-type activities is primarily related to depreciation expense for the current year.

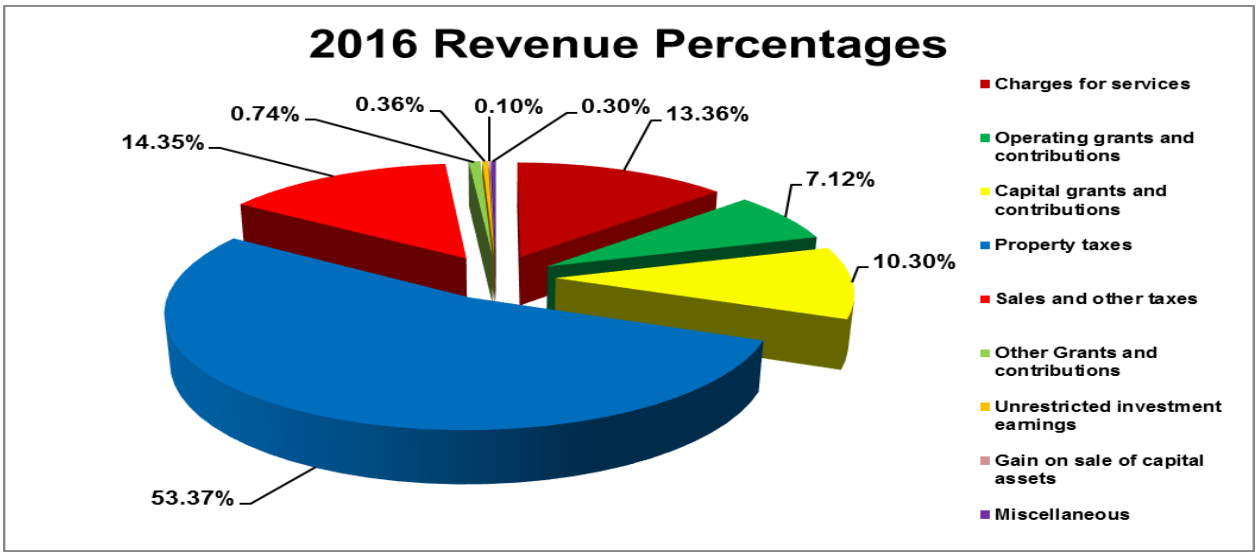
The following table provides a summary of the County's operations for the year ended September 30, 2016:

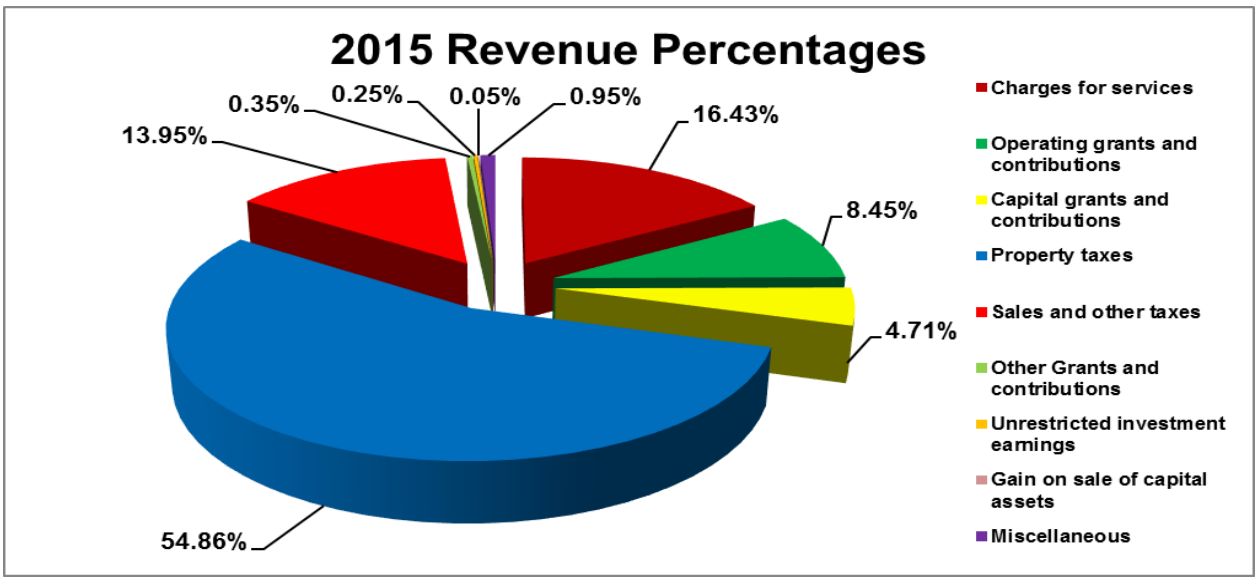
BRAZORIA COUNTY'S CHANGES IN NET POSITION

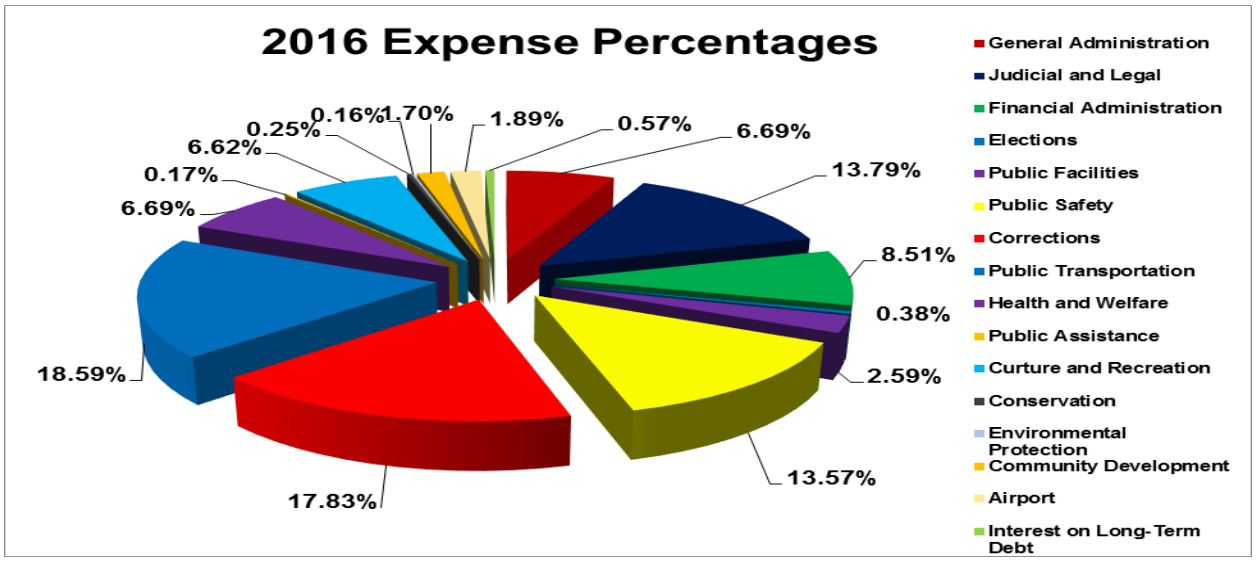
	Governmental Activities		Business-type Activities		Totals	
	September 30,		September 30,		September 30,	
	2016	(Restated) 2015	2016	2015	2016	(Restated) 2015
Revenues:						
Program Revenues:						
Charges for services	$ 26,907,644	$ 30,674,791	$ 2,214,867	$ 2,552,465	$ 29,122,511	$ 33,227,256
Operating grants and contributions	15,483,005	17,034,646	50,000	56,643	15,533,005	17,091,289
Capital grants and contributions	22,400,581	7,324,038	65,169	2,194,205	22,465,750	9,518,243
General Revenues:						
Property taxes	116,355,826	110,943,738			116,355,826	110,943,738
Sales and other taxes	31,299,375	28,207,665			31,299,375	28,207,665
Grants and contributions not restricted to specific programs	1,607,901	709,617			1,607,901	709,617
Unrestricted investment earnings	775,821	499,740			775,821	499,740
Gain on disposition of capital assets	217,277	99,302			217,277	99,302
Miscellaneous	656,809	1,934,315			656,809	1,934,315
Total revenues	215,704,239	197,427,852	2,330,036	4,803,313	218,034,275	202,231,165
Expenses:						
General administration	13,333,069	9,819,841			13,333,069	9,819,841
Judicial and legal	27,480,125	20,702,777			27,480,125	20,702,777
Financial administration	16,962,227	14,199,026			16,962,227	14,199,026
Elections	755,090	593,251			755,090	593,251
Public facilities	5,161,249	4,247,946			5,161,249	4,247,946
Public safety	27,044,603	20,549,314			27,044,603	20,549,314
Corrections	35,532,021	28,672,523			35,532,021	28,672,523
Public transportation	37,065,270	27,695,529			37,065,270	27,695,529
Health and welfare	13,335,024	10,961,502			13,335,024	10,961,502
Public assistance	346,000	341,462			346,000	341,462
Culture and recreation	13,188,901	10,516,642			13,188,901	10,516,642
Conservation	508,036	394,293			508,036	394,293
Environmental protection	321,618	248,480			321,618	248,480
Community development	3,388,193	6,165,252			3,388,193	6,165,252
Airport			3,772,731	3,788,609	3,772,731	3,788,609
Interest on long-term debt	1,143,440	3,640,139			1,143,440	3,640,139
Total expenses	195,564,866	158,747,977	3,772,731	3,788,609	199,337,597	162,536,586

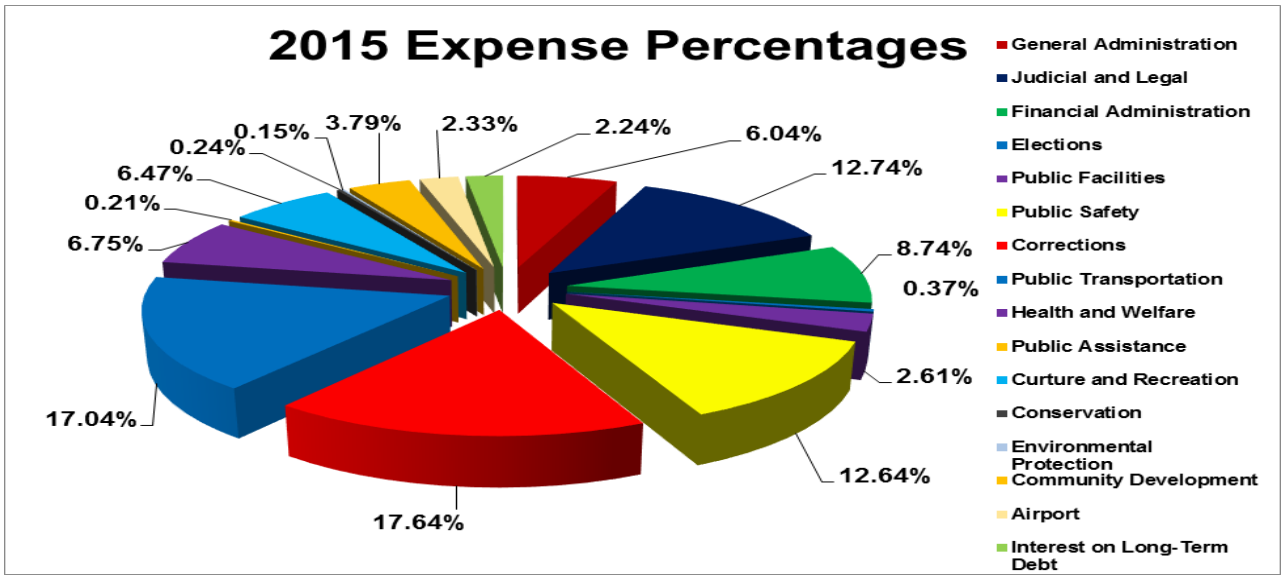
(continued)

	Governmental Activities		Business-type Activities		Totals	
	September 30,	(Restated)	September 30,		September 30,	(Restated)
	2016	2015	2016	2015	2016	2015
Increase (decrease) in net position before transfers	$ 20,139,373	$ 38,679,875	$(1,442,695)	$ 1,014,704	$ 18,696,678	$ 39,694,579
Transfers	(258,536)	(690,800)	258,536	690,800	-0-	-0-
Increase (decrease) in net position	19,880,837	37,989,075	(1,184,159)	1,705,504	18,696,678	39,694,579
Net position – October 1, (Restated)	301,701,571	263,712,496	21,802,787	20,097,283	323,504,358	283,809,779
Net position – Sept. 30,	$ 321,582,408	$ 301,701,571	$ 20,618,628	$ 21,802,787	$ 342,201,036	$ 323,504,358









Financial Analysis of the County's Funds

As noted earlier, the County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

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

As of the end of the current fiscal year, the County's governmental funds reported combined ending fund balances of $ 143,188,393. The unassigned fund balance of $ 75,064,207 constitutes 52.42% of ending fund balance. The remainder of the fund balance is categorized as 1) non-spendable $ 14,680,062, 2) restricted $ 51,770,973, and 3) committed $ 1,673,157.

Fund balance of the General Fund increased by $ 12,611,902; the Road and Bridge (special revenue fund) increased by $ 5,997,383; and, other (non-major) governmental funds increased by $ 2,648,673. The General Fund revenue increased by $ 12.6 million. Taxes increased by $ 6.9 million due to an increase in the property tax rates and sales tax collections. Expenditures in General Fund increased by $ 5.5 million, primarily due to increased salaries and benefit costs. The Road & Bridge (special revenue fund) increased mostly due to the timing of planned road projects.

Proprietary funds. The County's proprietary fund statements provide the same type of information found in the government-wide financial statements, but in more detail. The enterprise funds are used to account for airport operations and toll road operations. Net position at September 30, 2016 amounted to $ 20,663,587. Total net position decreased $ 1,166,022 (approximately 5.34%), and the decrease was primarily due to the decrease in sales of fuel and supplies.

General Fund Budgetary Highlights. Over the course of the year, the County recommended and the Commissioners approved several revisions to budgeted revenue and appropriations. Differences between the original budget and the final amended budget were a $ 1.6 million increase in estimated revenues, and a $ 2.7 million increase in appropriations and were primarily for the following:

- The re-appropriation of funds for prior year-end encumbrances.
- The $ 1.5 million donation of real property from Stephen F. Austin 500, a Texas nonprofit corporation, for the Stephen F. Austin-Munson Historical County Park.

During the year, revenues were more than budgetary estimates and expenditures were less than budgetary estimates. Major variances include:

- Sales Tax revenue exceeded budget by 20.7% ($ 5.4 million) due to higher than expected collections.
- Charges for services exceeded budget due to increased motor vehicle and boat tax commissions.
- Miscellaneous revenue was up due to first year commission collections on a new inmate phone contract.
- Expenditures in public safety were less than budgeted due to turnover and inability to fill vacant positions. Fuel costs were also less than anticipated.
- Expenditures in financial administration were less than budgeted due to a decision to delay some financial software upgrades.

Capital Assets

The County's investment in capital assets for its governmental and business-type activities as of September 30, 2016, amounts to $ 318,068,931 (net of accumulated depreciation). This investment in capital assets includes land; land improvements; buildings and improvements; furniture, equipment and vehicles; runways, taxiways and aprons; infrastructure; and construction in progress.

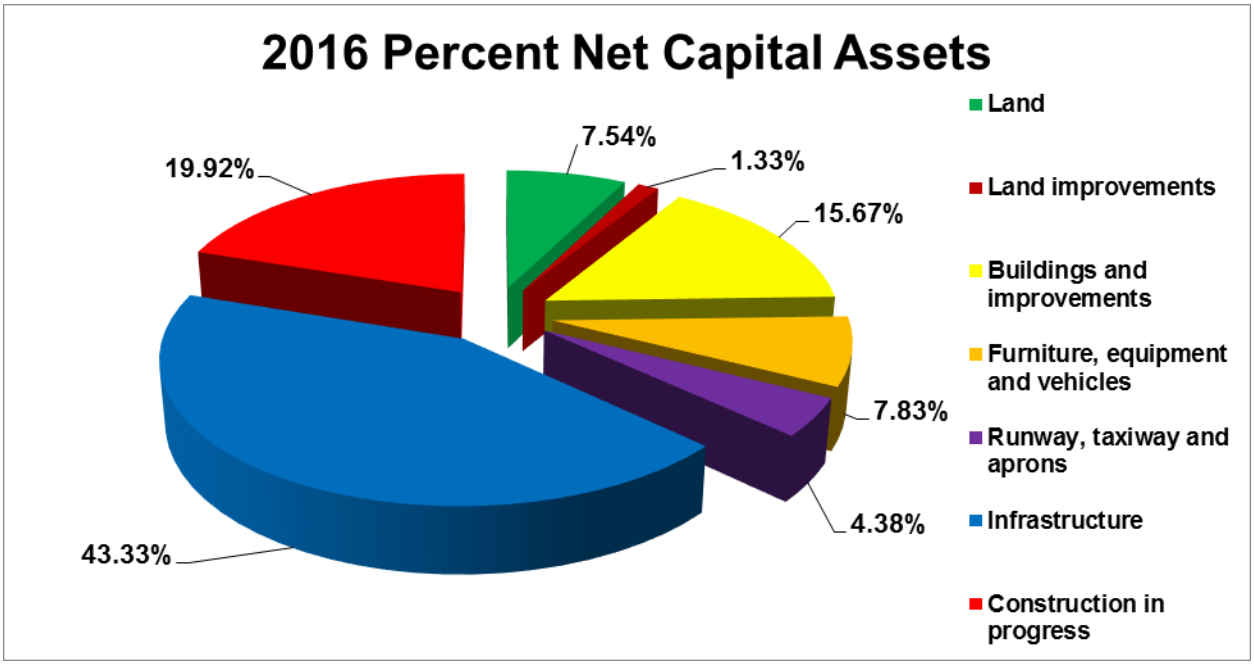
Major capital asset events during the current fiscal year included the following:

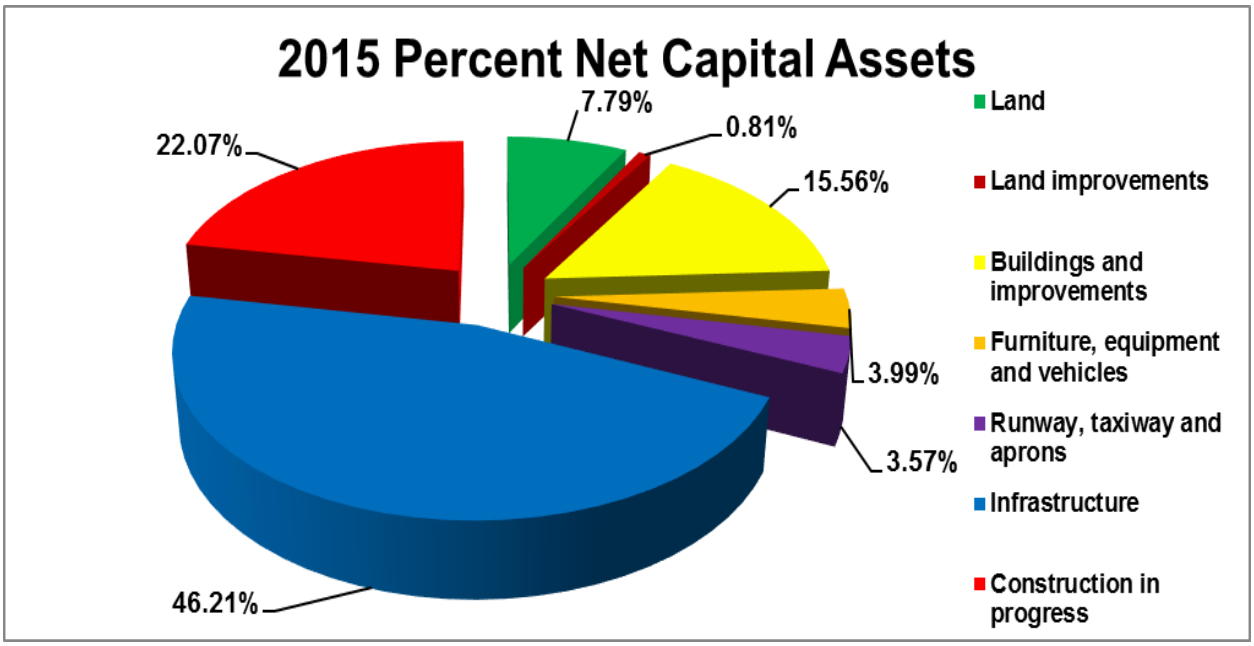
- Purchase of land and right of ways for $243,556 and $304,185, respectively.
- Park projects: Hanson Park Boat Ramp - $349,941 and Stephen F Austin-Munson Historical County Park donation - $1,500,000.
- Completion of the Courthouse Restroom Improvements for $274,416.
- Fairground projects: Parking improvements - $419,420, Home Economics Building - $322,650 and Electrical upgrades - $119,516.
- Completion of roads and bridges, $5,219,969 and $1,669,549, respectively.
- Vehicles and equipment were acquired, primarily as replacements to vehicles and road and bridge equipment, for $5,758,010.
- Various transportation projects were initiated or continued at a cost of $48,409,901.
- Completion of new building projects including: Facilities Management - $3,307,025; and Health Department - $1,294,626.
- Emergency Communication System: Radio towers - $3,466,063.
- A diversity of technology projects were completed including: Odyssey courts and justice software - $4,037,253, Sheriff radio upgrade - $5,851,839, and Oracle-PeopleSoft financials and human resources software updates - $180,000.
- A variety of other construction in progress projects including: West Columbia fueling station - $94,611, Park projects - $1,050,412, Restore Act grants – Quintana pier for $100,653 and San Bernard River for $660,131, and Museum renovations - $415,297.

BRAZORIA COUNTY'S CAPITAL ASSETS
Net of Accumulated Depreciation

	Governmental Activities		Business-type Activities		Totals	
	September 30,		September 30,		September 30,	
	2016	2015	2016	2015	2016	2015
Land	$ 22,421,587	$ 21,740,684	$ 1,558,687	$ 1,558,687	$ 23,980,274	$ 23,299,371
Land improvements	4,232,239	2,429,841			4,232,239	2,429,841
Buildings & improvements	45,722,577	42,267,457	4,117,529	4,294,567	49,840,106	46,562,024
Furniture, equipment and vehicles	24,574,433	11,628,173	326,831	302,536	24,901,264	11,930,709
Runway, taxiway and aprons			13,925,535	10,672,016	13,925,535	10,672,016
Infrastructure	137,845,061	138,235,167			137,845,061	138,235,167
Construction in progress	49,519,253	52,507,123	13,825,199	16,321,638	63,344,452	68,828,761
Total	$ 284,315,150	$ 268,808,445	$ 33,753,781	$ 33,149,444	$ 318,068,931	$ 301,957,889

Additional information on the County's capital assets can be found in Note 6 on pages 70 through 76 of this report.





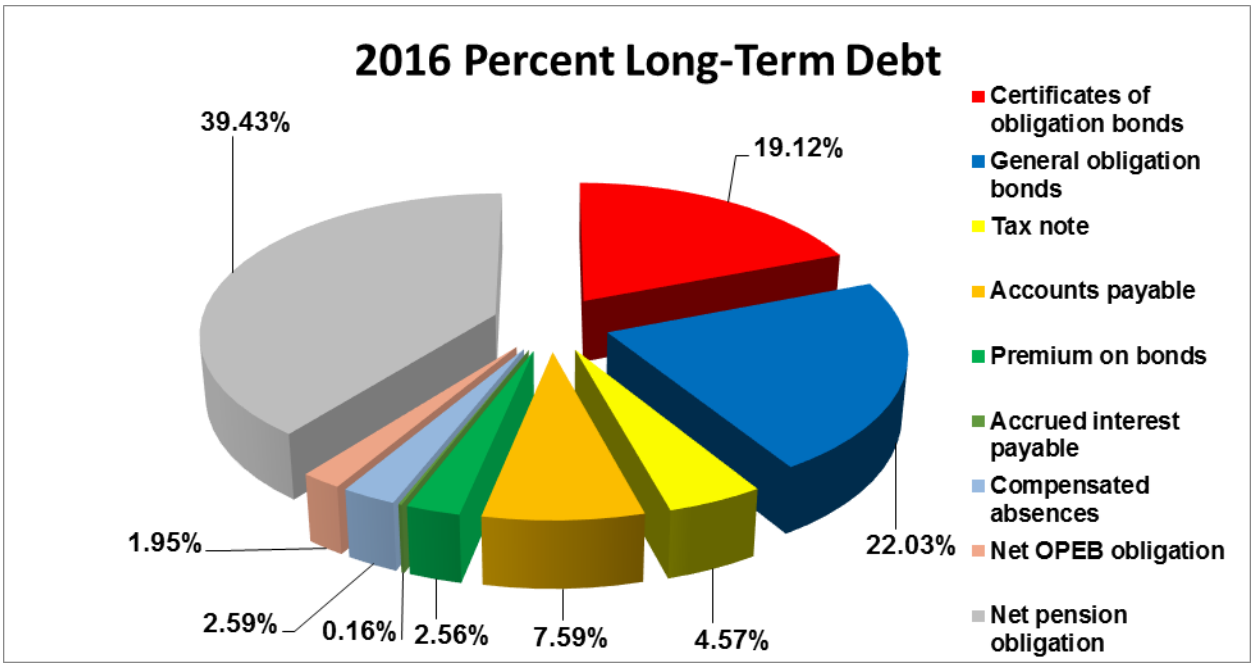
DEBT ADMINISTRATION

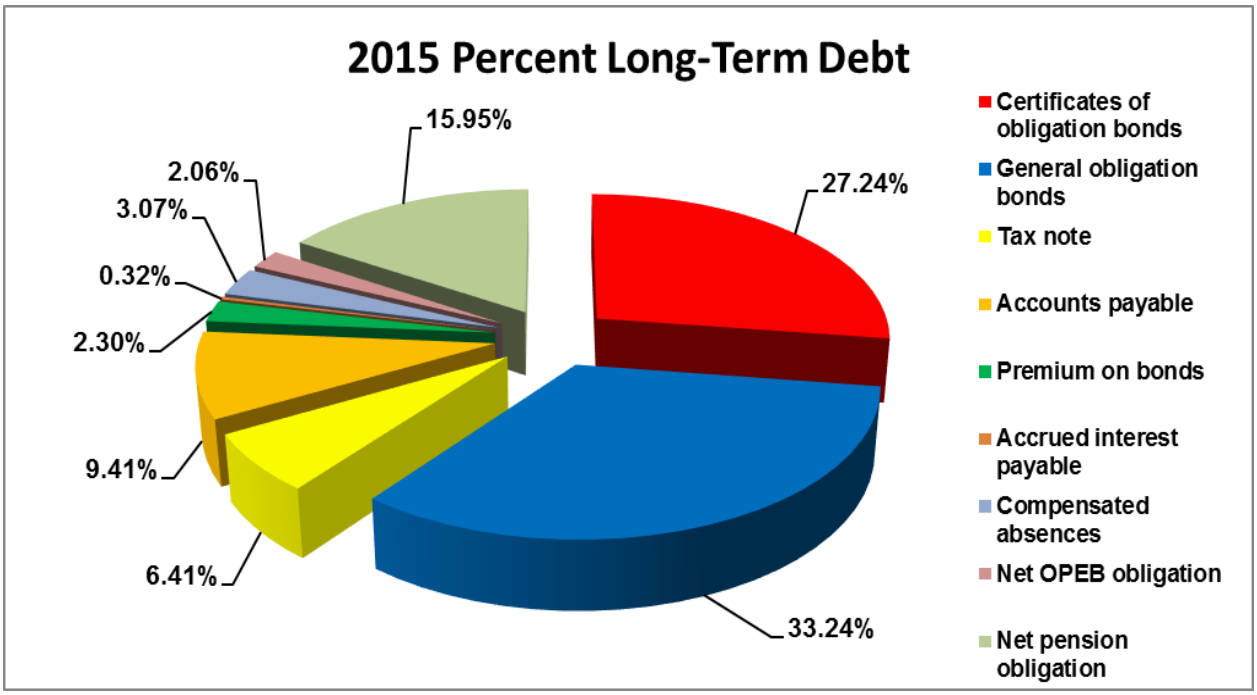
At the end of the current fiscal year, the County had a total bonded debt of $ 78,930,000 which, comprises bonded debt backed by the full faith and credit of the County. These bonds and tax note will be retired with revenues from property and sales taxes, and fees for services.

BRAZORIA COUNTY'S LONG-TERM DEBT
Bonds, Capital Leases, Components of Debt, and Compensated Absences

	Governmental Activities		Business-type Activities		Totals	
	2016	2015	2016	2015	2016	2015
Certificates of obligation bonds	$ 33,010,000	$ 34,570,000	$	$	$ 33,010,000	$ 34,570,000
General obligation bonds	38,035,000	42,175,000			38,035,000	42,175,000
Tax note	7,885,000	8,135,000			7,885,000	8,135,000
Accounts payable			13,108,756	11,939,047	13,108,756	11,939,047
Components of Debt:						
Premium on bonds	4,411,736	2,912,935			4,411,736	2,912,935
Accrued interest payable	267,950	408,507			267,950	408,507
Compensated absences	4,411,894	3,848,540	51,488	41,282	4,463,382	3,889,822
Net OPEB obligation	3,342,130	2,598,340	28,548	21,511	3,370,678	2,619,851
Net pension obligation	67,525,766	20,070,412	573,514	161,858	68,099,280	20,232,270
Total	$ 158,889,476	$ 114,718,734	$ 13,762,306	$ 12,163,698	$ 172,651,782	$ 126,882,432

During the fiscal year, the County's total debt increased $ 45,769,350 or 36.07%. The increase was due primarily to the increase in the net pension obligation after the most recent actuarial valuations.


2016 Percent Long-Term Debt
39.43%
19.12%
22.03%
1.95%
2.59%
0.16%
2.56%
7.59%
4.57%
Certificates of obligation bonds
General obligation bonds
Tax note
Accounts payable
Premium on bonds
Accrued interest payable
Compensated absences
Net OPEB obligation
Net pension obligation


2015 Percent Long-Term Debt
15.95%
27.24%
2.06%
3.07%
0.32%
2.30%
9.41%
6.41%
33.24%
Certificates of obligation bonds
General obligation bonds
Tax note
Accounts payable
Premium on bonds
Accrued interest payable
Compensated absences
Net OPEB obligation
Net pension obligation

All of the outstanding Bonds of the County payable from its limited taxes are insured and are, therefore, rated "Aa1" by Moody's Investors Service Inc. ("Moody's"), "AA" by Standard & Poor's ("S&P"), and "AA+" by Fitch.

Additional information on the County's long-term debt can be found in Note 8 on pages 77 through 80 of this report.

Economic Factors and Next Year's Budgets and Rates

- New construction continues at an increasing rate suggesting a stronger economy.
- Tax rolls saw an increase due to the economy.
- Sales tax and other revenues continue to increase

All of these factors were considered in preparing Brazoria County's budget for the 2017 fiscal year. At the end of the current fiscal year, fund balances in the governmental funds increased to $143,188,393. Brazoria County has appropriated $6.6 million of this amount for spending in the 2017 fiscal year budget. It is expected that conservative revenue budgets will serve to make the actual decrease in fund balance far less than budgeted.

Request for Information

This financial report is designed to provide a general overview of the County's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of the Brazoria County Auditor, 111 E. Locust, Room 303, Angleton, Texas, 77515, or call (979) 864-1275.

BASIC FINANCIAL STATEMENTS

BRAZORIA COUNTY, TEXAS
STATEMENT OF NET POSITION
September 30, 2016

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and temporary investments	$ 123,821,841	$ 473,611	$ 124,295,452
Receivables (Net of Allowance for Uncollectibles):			
Taxes	1,143,320		1,143,320
Accounts	17,759,466	268,682	18,028,148
Special assessments	1,055,231		1,055,231
Due from other governments	8,082,371	28,355	8,110,726
Accrued interest	47,802		47,802
Interfund balances	(54,831)	54,831	-0-
Inventories	786,903	62,134	849,037
Prepaid items	1,422,771	3,861	1,426,632
Investments	16,021,900		16,021,900
Discounted loans receivable	12,606,138		12,606,138
Capital Assets:			
Land	22,421,587	1,558,687	23,980,274
Land improvements	4,232,239		4,232,239
Buildings and improvements (net)	45,722,577	4,117,529	49,840,106
Furniture, equipment and vehicles (net)	24,574,433	326,831	24,901,264
Runways, taxiways and aprons (net)		13,925,535	13,925,535
Infrastructure (net)	137,845,061		137,845,061
Construction in progress	49,519,253	13,825,199	63,344,452
Total assets	467,008,062	34,645,255	501,653,317
DEFERRED OUTFLOWS OF RESOURCES			
Bond refunding cost (net of accumulated amortization)	1,177,331		1,177,331
Pension:			
Difference between projected and actual investment earnings	21,039,108	181,188	21,220,296
Difference between expected and actual economic experience	2,868,057	24,619	2,892,676
Changes in assumptions	2,746,292	23,823	2,770,115
Subsequent contributions	6,254,096	54,252	6,308,348
Total deferred outflows of resources	34,084,884	283,882	34,368,766

	Governmental Activities	Business-type Activities	Total
LIABILITIES			
Accounts and accrued liabilities payable	$ 16,094,401	$ 528,643	$ 16,623,044
Estimated health claims payable	2,092,599		2,092,599
Due to others	408,350		408,350
Unearned revenue	2,025,712	19,560	2,045,272
Noncurrent Liabilities:			
Due within one year	18,541,190	135,488	18,676,678
Due in more than one year	140,348,286	13,626,818	153,975,104
Total liabilities	179,510,538	14,310,509	193,821,047
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows of resources			-0-
Total deferred inflows of resources	-0-	-0-	-0-
NET POSITION			
Net investment in capital assets	210,188,517	20,645,025	230,833,542
Restricted:			
Debt service	7,674,598		7,674,598
Public transportation projects	27,346,470		27,346,470
Records management	3,495,356		3,495,356
Health services	3,778,813		3,778,813
Other	3,365,612		3,365,612
Unrestricted	65,733,042	(26,397)	65,706,645
Total net position	$ 321,582,408	$ 20,618,628	$ 342,210,036

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

BRAZORIA COUNTY, TEXAS
STATEMENT OF ACTIVITIES
For the Year Ended September 30, 2016

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions
Governmental Activities:				
General administration	$ 13,333,069	$ 3,546,875	$ 1,504,832	$ 6,071
Judicial and legal	27,480,125	10,678,104	1,389,638	3,118
Financial administration	16,962,227	3,828,331	25,355	21,512
Elections	755,090	217,783		
Public facilities	5,161,249	65,568	22,958	
Public safety	27,044,603	1,597,103	111,845	1,030
Corrections	35,532,021	1,801,471	253,382	
Public transportation	37,065,270	4,312,980	2,138,069	21,108,052
Health and welfare	13,335,024	447,359	5,501,490	50,925
Public assistance	346,000			
Culture and recreation	13,188,901	381,621	925,998	586,591
Conservation	508,036	10,526		
Environmental protection	321,618	11,232		
Community development	3,388,193	8,691	3,371,875	623,282
Interest on long-term debt	1,143,440		237,563	
Total governmental activities	195,564,866	26,907,644	15,483,005	22,400,581
Business-type Activities:				
Airport	3,772,731	2,214,867	50,000	65,169
Total primary government	$ 199,337,597	$ 29,122,511	$ 15,533,005	$ 22,465,750
General Revenue:				
Property taxes				
Sales and other taxes				
Grants and contributions not restricted to specific programs				
Unrestricted investment earnings				
Gain on disposition of capital assets				
Miscellaneous				
Transfers				
Total general revenues, special items, and transfers				
Change in net position				
Net position – beginning (restated)				
Net position – ending				

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

Net (Expense) Revenue and Changes In Net Position		
Primary Government		
Governmental Activities	Business-Type Activities	Total
$(8,275,291)	$	$(8,275,291)
(15,409,265)		(15,409,265)
(13,087,029)		(13,087,029)
(537,307)		(537,307)
(5,072,723)		(5,072,723)
(25,334,625)		(25,334,625)
(33,477,168)		(33,477,168)
(9,506,169)		(9,506,169)
(7,335,250)		(7,335,250)
(346,000)		(346,000)
(11,294,691)		(11,294,691)
(497,510)		(497,510)
(310,386)		(310,386)
615,655		615,655
(905,877)		(905,877)
(130,773,636)	-0-	(130,773,636)
	(1,442,695)	(1,442,695)
(130,773,636)	(1,442,695)	(132,216,331)
116,355,826		116,355,826
31,299,375		31,299,375
1,607,901		1,607,901
775,821		775,821
217,277		217,277
656,809		656,809
(258,536)	258,536	-0-
150,654,473	258,536	150,913,009
19,880,837	(1,184,159)	18,696,678
301,701,571	21,802,787	323,504,358
$ 321,582,408	$ 20,618,628	$ 342,201,036

BRAZORIA COUNTY, TEXAS

BALANCE SHEET - GOVERNMENTAL FUNDS Exhibit 3

September 30, 2016

	Major Funds		Non-Major Funds	
	General Fund	Road & Bridge Fund	Other Governmental Funds	Total Governmental Funds
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES				
Assets:				
Cash and temporary investments	$ 65,539,307	$ 29,244,154	$ 27,015,396	$ 121,798,857
Investments	16,021,900			16,021,900
Receivables (Net of Allowance for Uncollectibles):				
Taxes	752,579	265,947	124,794	1,143,320
Accounts	152,781	50	10,654	163,485
Special assessments		1,012,868	42,363	1,055,231
Due from other governments	6,738,911	366,328	977,132	8,082,371
Accrued interest	47,802			47,802
Due from other funds	1,517,681		763,156	2,280,837
Inventories	14,596	250,239	522,068	786,903
Prepaid expenditures	1,335,721	400	46,475	1,382,596
Long-Term Receivables:				
Accounts	12,510,563		607,193	13,117,756
Total assets	104,631,841	31,139,986	30,109,231	165,881,058
Deferred Outflows of Resources:				
Deferred outflows of resources				
Total deferred outflows of resources	-0-	-0-	-0-	-0-
Total assets and deferred outflows of resources	$ 104,631,841	$ 31,139,986	$ 30,109,231	$ 165,881,058
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities:				
Accounts and accrued liabilities payable	$ 11,519,790	$ 3,198,317	$ 1,142,745	$ 15,860,852
Due to others	408,350			408,350
Due to other funds	862,946		1,517,681	2,380,627
Unearned revenue	888,209	637,560	499,943	2,025,712
Total liabilities	13,679,295	3,835,877	3,160,369	20,675,541
Deferred Inflows of Resources:				
Deferred inflows of resources	632,834	1,236,744	147,546	2,017,124
Total deferred inflows of resources	632,834	1,236,744	147,546	2,017,124
Fund Balances:				
Non-spendable	13,860,880	250,639	568,543	14,680,602
Restricted	96,059	25,816,726	25,858,188	51,770,973
Committed	775,536		897,615	1,673,151
Unassigned	75,587,237		(523,030)	75,064,207
Total fund balances	90,319,712	26,067,365	26,801,316	143,188,393
Total liabilities, deferred inflows of resources and fund balances	$ 104,631,841	$ 31,139,986	$ 30,109,231	$ 165,881,058

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

BRAZORIA COUNTY, TEXAS

RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET Exhibit 3R
TO THE GOVERNMENTAL ACTIVITIES STATEMENT OF NET POSITION
September 30, 2016

Total fund balances - governmental funds balance sheet (Exhibit 3)		$ 143,188,393
Amounts reported for *governmental activities* in the statement of net position (Exhibit 1) are different because:		
Assets and Deferred Outflows of Resources (Excluding Internal Service Funds):		
Capital assets less accumulated depreciation.		284,315,150
Long-term loans receivable discounted for present value		(511,618)
Judicial accounts receivables net of related allowance for uncollectible accounts.		16,809,662
Property taxes receivable net of allowance for uncollectible account and sixty-day collections.		919,531
Special assessments receivable net of allowance for uncollectible accounts.		1,097,593
Pension Deferred Outflows of Resources:		
Differences between expected and actual earnings.	$ 21,039,108	
Differences between expected and actual experience	2,868,057	
Change in assumptions	2,746,292	
Subsequent pension contributions	6,254,096	32,907,553
Bond refunding costs less accumulated amortization.		1,177,331
Liabilities and Deferred Inflows of Resources (Excluding Internal Service Funds):		
Payables for bond principal.		(71,045,000)
Payables for tax note principal.		(7,885,000)
Premium on the issuance of bonds less accumulated amortization.		(4,411,736)
Payables for bond accrued interest.		(247,730)
Payables for tax note accrued interest		(20,220)
Payables for compensated absences.		(4,411,894)
Payables for net OPEB obligation.		(3,342,130)
Payables for net pension obligation.		(67,525,766)
Internal Service Funds (Net Positions):		
Self Insurance Funds:		
Liability Fund	$ 1,026,163	
Health Fund	(462,016)	
Health Clinic Fund	4,142	568,289
Net position of governmental activities – statement of net position (Exhibit 1)		$ 321,582,408

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

BRAZORIA COUNTY, TEXAS

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES Exhibit 4

GOVERNMENTAL FUNDS

For the Year Ended September 30, 2016

	Major Funds		Non-Major Funds	
	General Fund	Road & Bridge Fund	Other Governmental Funds	Total Governmental Funds
Revenues:				
Property taxes	$ 76,227,383	$ 27,464,112	$ 12,789,357	$ 116,480,852
Sales taxes	31,386,070			31,386,070
Intergovernmental	1,269,922	4,970,335	16,755,138	22,995,395
Charges for services	8,742,358	895	3,359,892	12,103,145
Licenses and permits	1,950,794	3,856,002	98,190	5,904,986
Fines and forfeitures	3,510,776		413,852	3,924,628
Special assessments		100,744	5,644	106,388
Investment income	498,695	145,767	121,955	766,417
Miscellaneous	3,554,676	14,333,930	570,202	18,458,808
Total revenues	127,140,674	50,871,785	34,114,230	212,126,689
Expenditures:				
Current:				
General administration	8,171,276		2,903,063	11,074,339
Judicial and legal	19,414,710		1,644,789	21,059,499
Financial administration	12,600,907		32,035	12,632,942
Elections	486,456		256,514	742,970
Public facilities	4,286,261			4,286,261
Public safety	19,635,888		460,087	20,095,975
Corrections	24,081,389		3,781,145	27,862,534
Public transportation		23,244,954	207,984	23,452,937
Health and welfare	4,546,660		6,936,347	11,483,007
Public assistance	346,000			346,000
Culture and recreation	9,715,701		754,089	10,469,790
Conservation	428,328			428,328
Environmental protection	242,319			242,319
Community development			3,371,875	3,371,875
Capital outlay	4,842,000	21,278,028	6,039,292	32,159,320
Debt Service:				
Principal			4,495,000	4,495,000
Interest and fiscal charges			3,326,676	3,326,676
Total expenditures	108,797,895	44,522,982	34,208,896	187,529,773
Excess (deficiency) of revenues over expenditures	18,342,779	6,348,803	(94,666)	24,596,916
Other Financing Sources (Uses):				
Sale of capital assets	194,866	88,209	105,774	388,849
Issuance of general obligation bonds			16,550,000	16,550,000
Premium on bonds			2,250,887	2,250,887
Payment to escrow agent			(18,432,305)	(18,432,305)
Transfers in	19,687		2,419,370	2,439,057
Transfers out	(5,945,430)	(439,629)	(150,387)	(6,535,446)
Total other financing sources and (uses)	(5,730,877)	(351,420)	2,743,339	(3,338,958)
Net change in fund balances	12,611,902	5,997,383	2,648,673	21,257,958
Fund balances - beginning	77,707,810	20,069,982	24,152,643	121,930,435
Fund balances - ending	$ 90,319,712	$ 26,067,365	$ 26,801,316	$ 143,188,393

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

BRAZORIA COUNTY, TEXAS

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS TO THE GOVERNMENTAL ACTIVITIES STATEMENT OF ACTIVITIES

Exhibit 4R

For the Year Ended September 30, 2016

Net change in fund balances - total governmental funds (Exhibit 4)		$ 21,257,958
Amounts reported for *governmental activities* in the statement of activities (Exhibit 2) are different because:		
Revenues and Other Resources (Excluding Internal Service Funds):		
Property tax revenues		(125,026)
Special assessment revenues		(187,439)
Gain on the sale of capital assets		(171,572)
Judicial revenues		289,006
Bond proceeds		(16,550,000)
Expenditures/Expenses and Other Uses (Excluding Internal Service Funds):		
Capital expenditures		32,159,320
Depreciation of capital assets		(16,481,043)
Bond refunding cost		19,108,581
Tax note principal payments		250,000
Bond principal payments		4,245,000
Premium on the issuance of bonds amortization		(1,498,801)
Bond interest		139,916
Tax note interest		641
Compensated absences		(563,354)
Net OPEB obligation		(743,790)
Net pension liability		(23,908,779)
Noncurrent loan advance discounts		614,317
Internal Service Funds Statement of Revenues, Expenses and Changes in Net Position:		
Self Insurance Funds:		
Liability Fund	$ 70,829	
Health Fund	1,980,825	
Health Clinic Fund	(5,752)	2,045,902
Change in net position of governmental activities (see Exhibit 2)		$ 19,880,837

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

BRAZORIA COUNTY, TEXAS
COMOPARATIVE STATEMENT OF NET POSITION
PROPRIETARY FUNDS
September 30, 2016

Exhibit 5

	Business-type Activities – Enterprise Funds 2016			Governmental Activities - Internal Service Funds
	Airport Fund	Brazoria County Toll Road Fund	Total	
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES				
Current Assets:				
Cash and temporary investments	$ 473,611	$	$ 473,611	$ 2,022,984
Accounts receivable	268,682		268,682	786,319
Due from other governments	28,355		28,355	
Due from other funds		99,790	99,790	
Inventory	62,134		62,134	
Prepaid expense	3,861		3,861	40,175
Total current assets	836,643	99,790	936,433	2,849,478
Noncurrent Assets:				
Capital Assets:				
Land	1,558,687		1,558,687	
Buildings and improvements	8,949,068		8,949,068	
Furniture, equipment and vehicles	1,242,035		1,242,035	
Runways, taxiways and aprons	30,388,673		30,388,673	
Construction in progress	395,296	13,429,903	13,825,199	
Accumulated depreciation	(22,209,881)		(22,209,881)	
Total capital assets (net of accumulated depreciation)	20,323,878	13,429,903	33,753,781	-0-
Total assets	21,160,521	13,529,693	34,690,214	2,849,478
Deferred Outflows of Resources:				
Deferred outflows of resources	283,882		283,882	
Total deferred outflows of resources	283,882	-0-	283,882	-0-
Total assets and deferred outflows of resources	$ 21,444,403	$ 13,529,693	$ 34,974,096	$ 2,849,478

BRAZORIA COUNTY, TEXAS
COMPARATIVE STATEMENT OF NET POSITION
PROPRIETARY FUNDS
September 30, 2016

	Business-type Activities – Enterprise Funds 2016			Governmental Activities - Internal Service Funds
	Airport Fund	Brazoria County Toll Road Fund	Total	
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITIONS				
Current Liabilities:				
Accounts and accrued liabilities payable	$ 107,706	$ 420,937	$ 528,643	$ 2,326,148
Compensated absences	51,488		51,488	
Net OPEB obligation	9,000		9,000	
Net pension obligation	75,000		75,000	
Unearned revenue	19,560		19,560	
Total current liabilities	262,754	420,937	683,691	2,326,148
Noncurrent Liabilities:				
Accounts payable		13,108,756	13,108,756	
Net OPEB obligation	19,548		19,548	
Net pension obligation	498,514		498,514	
Total non-current liabilities	518,062	13,108,756	13,626,818	-0-
Total liabilities	780,816	13,529,693	14,310,509	2,326,148
Deferred Inflows of Resources:				
Deferred inflows of resources				
Total deferred inflows of resources	-0-	-0-	-0-	-0-
Net Position:				
Net investment in capital assets	20,323,878	321,147	20,645,025	
Unrestricted	339,709	(321,147)	18,562	523,330
Total net position	20,663,587	-0-	20,663,587	$ 523,330
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds	(44,959)		(44,959)	
Net position of business-type activities	20,618,628	-0-	20,618,628	
Total liabilities, deferred inflows of resources and net position	$ 21,399,444	$ 13,529,693	$ 34,929,137	

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

BRAZORIA COUNTY, TEXAS

COMPARATIVE STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION - PROPRIETARY FUNDS

Exhibit 6

For the Year Ended September 30, 2016

	Business-type Activities – Enterprise Funds 2016			Governmental Activities - Internal Service Funds
	Airport Fund	Brazoria County Toll Road Fund	Total	
Operating Revenues:				
Sales of fuel and supplies	$ 1,359,130	$	$ 1,359,130	$
Cost of sales	1,054,892		1,054,892	
Gross profit	304,238	-0-	304,238	-0-
Other Operating Revenue:				
Contributions for self-insurance				15,086,525
Operating grants	50,000		50,000	
Rentals	454,531		454,531	
Fees	353,071		353,071	
Miscellaneous	15,357		15,357	
Net operating revenue	1,177,197	-0-	1,177,197	15,086,525
Operating Expenses:				
Salaries and wages	622,744		622,744	
Employee benefits	459,878		459,878	
Supplies	164,088		164,088	
Other charges	206,964		206,964	16,906,017
Depreciation	1,216,244		1,216,244	
Total operating expenses	2,669,918	-0-	2,669,918	16,906,017
Operating income (loss)	(1,492,721)	-0-	(1,492,721)	(1,819,492)
Non-Operating Revenues (Expenses):				
Investment income				9,404
Gain (loss) on sale of assets	2,994		2,994	
Total non-operating revenues (expenses)	2,994	-0-	2,994	9,404
Net income (loss) before contributions and transfers	(1,489,727)	-0-	(1,489,727)	(1,810,088)
Capital contributions	65,169		65,169	
Transfers in	258,536		258,536	3,837,853
Transfers out				
Change in net position	(1,166,022)	-0-	(1,166,022)	2,027,765
Net Position:				
Total net position – beginning of year	21,829,609		21,829,609	(1,504,435)
Total net position - end of year	$ 20,663,587	$ -0-	$ 20,663,587	$ 523,330

BRAZORIA COUNTY, TEXAS

COMPARATIVE STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION - PROPRIETARY FUNDS

Exhibit 6

For the Year Ended September 30, 2016

	Business-type Activities – Enterprise Funds 2016			Governmental Activities - Internal Service Funds
	Airport Fund	Brazoria County Toll Road Fund	Total	
Business-type Activities:				
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds	$(18,137)	$	$(18,137)	
Change in net position of business-type activities	(1,184,159)	-0-	(1,184,159)	
Net Position (Business-type Activities):				
Total net position - beginning of year	21,802,787		21,802,787	
Total net position - end of year	$ 20,618,628	$ -0-	$ 20,618,628	

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

BRAZORIA COUNTY, TEXAS
COMPARATIVE STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Year Ended September 30, 2016

	Business-type Activities – Enterprise Funds 2016			Governmental Activities - Internal Service Funds
	Airport Fund	Brazoria County Toll Road Fund	Total	
Cash Flows from Operating Activities:				
Cash flows received from customers and other funds	$ 2,161,898	$	$ 2,161,898	$
Cash receipts from interfund services provided				13,793,798
Cash paid to and on behalf of employees	(865,219)		(865,219)	(15,510,572)
Cash paid to suppliers and others	(1,416,240)	305,464	(1,110,776)	(1,768,388)
Net cash provided (used) by operating activities	(119,561)	305,464	185,903	(3,485,162)
Cash Flows from Noncapital Financing Activities:				
Transfers from other funds	258,536		258,536	3,837,853
Net cash provided by noncapital financing activities	258,536	-0-	258,536	3,837,853
Cash Flows from Capital and Financing Activities:				
Cash received from capital grants	65,169		65,169	
Cash received from other funds		1,169,709	1,169,709	
Cash received from sale of capital assets	2,994		2,994	
Acquisition of capital assets	(356,822)	(1,475,173)	(1,831,995)	
Net cash used by capital financing activities	(288,659)	(305,464)	(594,123)	-0-
Cash Flows from Investing Activities:				
Investment income	-0-	-0-	-0-	9,404
Net cash used by investment activities	-0-	-0-	-0-	9,404
Net increase (decrease) in cash	(149,684)	-0-	(149,684)	362,095
Cash and temporary investments – beginning of year	623,295		623,295	1,660,889
Cash and temporary investments - end of year	$ 473,611	$ -0-	$ 473,611	$ 2,022,984

BRAZORIA COUNTY, TEXAS

COMPARATIVE STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS - Continued

Exhibit 7

For the Year Ended September 30, 2016

	Business-type Activities – Enterprise Funds 2016			Governmental Activities - Internal Service Funds
	Airport Fund	Brazoria County Toll Road Fund	Total	
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:				
Operating Activities:				
Operating income (loss)	$(1,492,721)	$	$(1,492,721)	$(1,819,492)
Depreciation	1,216,244		1,216,244	
Changes in Assets and Deferred Outflows of Resources, and Liabilities and Deferred Inflows of Resources:				
(Increase) Decrease In:				
Accounts receivable	(83,468)		(83,468)	(45,142)
Due from other governments	16,067		16,067	
Due from other funds		(99,790)	(99,790)	
Inventory	3,241		3,241	
Prepaid expenses	7,453		7,453	(3,400)
Pension deferred outflows	(211,496)		(211,496)	
Increase (Decrease) In:				
Accounts and accrued liabilities payable	(990)	405,254	404,264	620,529
Compensated absences	10,206		10,206	
Due to other funds				(2,237,657)
Unearned revenue	(2,790)		(2,790)	
Net OPEB obligation	7,037		7,037	
Net pension obligation	411,656		411,656	
Net cash provided (used) for operating activities	$(119,561)	$ 305,464	$ 185,903	$(3,485,162)
Noncash Transactions Affecting Financial Position:				
Contribution from governmental funds	$ 65,169	$	$ 65,169	
Assets acquired as a result of contributed assets	(65,169)		(65,169)	
Net noncash transactions affecting financial position	$ -0-	$ -0-	$ -0-	$ -0-

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

BRAZORIA COUNTY, TEXAS
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
September 30, 2016

Exhibit 8

	Private-Purpose Trust Fund Historical Commission Fund	Agency Funds
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES		
Current Assets:		
Cash and temporary investments	$ 15,939	$ 10,913,199
Receivables:		
Accounts receivable		61,513
Total current assets	15,939	$ 10,974,712
Deferred Outflows of Resources:		
Deferred outflows of resources		
Total deferred outflows of resources	-0-	
Total assets and deferred outflows of resources	$ 15,939	
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION		
Liabilities:		
Accounts and accrued liabilities payable	$	$ 268,217
Amounts held for others		10,706,495
Total liabilities	-0-	$ 10,974,712
Deferred Inflows of Resources:		
Deferred inflows of resources		
Total deferred outflows of resources	-0-	
Net Position:		
Held in trust for historical commission	15,939	
Total net position	15,939	
Total liabilities, deferred inflows of resources and net position	$ 15,939	

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

BRAZORIA COUNTY, TEXAS

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION

FIDUCIARY FUNDS Exhibit 9

For the Year Ended September 30, 2016

	Private-Purpose Trust Fund Historical Commission Funds
Additions	
Contributions:	
Private donations and sales	$ 1,992
Investment Earnings:	
Interest	48
Total additions	2,040
Deductions	
Culture and recreation (historical commission)	2,366
Total deductions	2,366
Change in net position	(326)
Net Position	
Net position - beginning of the year	16,265
Net position - end of the year	$ 15,939

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


STATE OF TEXAS
COUNTY OF BRAZORIA

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NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting and reporting policies of Brazoria County, Texas (the "County") related to the funds in the accompanying basic financial statements conform to accounting principles generally accepted in the United States of America applicable to state and local governments. Generally accepted accounting principles for local governments include those principles prescribed by the Governmental Accounting Standards Board (GASB), and the American Institute of Certified Public Accountants in the publication entitled Audits of State and Local Governmental Units. The County applies all applicable GASB pronouncements. The more significant accounting policies of the County are described below.

Reporting Entity

In evaluating how to define the government, for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying the criteria set forth in GAAP. Based upon the application of these criteria, the following is a brief review of each potential component unit addressed in defining the County's reporting entity. Financial statements for component units can be obtained from the office of the County Auditor.

Included in the reporting entity:

Brazoria County, Texas (Primary Government) -
The County is a political subdivision of the State of Texas. The County is governed by the Commissioners' Court, composed of four elected County Commissioners and an elected County Judge. Each of these officials serve a term of four years. The primary activities of the County include: the construction and maintenance of county roads, provision of public safety through a sheriff's department, support of area fire protection and ambulance service, administration of justice, correctional facilities, health and welfare services, culture and recreation through libraries, parks and a museum, operation and maintenance of an airport, and other social and administrative services.

Brazoria County Toll Road Authority – (Blended Component Unit (Enterprise)) –

The Brazoria County Toll Road Authority (the "Authority") is a political subdivision of the State of Texas. The Authority is governed by the Board, composed of four Directors, appointed by Brazoria County Commissioners' Court. Each of the officials serve a term of four years. The primary activities of the Authority include: the construction and maintenance of county toll roads, and related administrative services.

Excluded from the reporting entity:

Adult Probation -
This entity is considered a separate agency of the State of Texas. While the County provides office space, utilities, telephone and certain supplies, the operations of this unit are primarily provided for by the State. A separate board develops the operating budget, which is also approved and controlled by the State of Texas. Required County expenditures are disclosed as a department within the General Fund function of Corrections. Due to custodial responsibility, the accounts of this entity are reported as an Agency Fund of the County.

Brazoria County Fair Association -
The County owns the premises where the annual County Fair is held; however, all financial matters related to the Fair and the Fair Association operating polices are the responsibility of a separate board.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Reporting Entity - continued

Brazoria County Appraisal District -
This is a separate entity providing property appraisal services to all taxing units within the county. This entity has its own governing board, elected by the various taxing units, which it serves; however, the taxing units do not designate management or significantly influence operations. The Appraisal District's cost of operations is divided on a prorated basis among the various taxing units within the county. Brazoria County's share of this cost is disclosed within the General Fund under the Financial Administration function.

City Libraries -
The only library owned and operated by Brazoria County is the central library located in the city of Angleton. There are other libraries located in municipalities throughout the County. The County provides for employee salaries in these libraries and the purchase of books and some supplies. The various municipal library premises are owned and maintained by the various municipalities.

Brazoria County Children's Protective Services -
Brazoria County Children's Protective Services (CPS) was created by a mandate from the Texas Legislature, Title II, Section 34. CPS investigates reports of neglected and abused children and provides foster care, institutional care and adoptive placements for children who cannot live with their parents. The Commissioners' Court appoints the CPS Board. The CPS Board appoints an Executive Director to administer the day-to-day operation. CPS is excluded from the reporting entity because the County does not have the ability to exercise influence over its daily operations. The State of Texas directly pays all salaries and related personnel costs of this organization. The County pays some related expenditures, which are disclosed under the department of Child Welfare within the General Fund function of Health and Welfare.

Other entities within the county which provide similar services but are not included in the reporting entity because they do not meet the criteria are: municipalities, school districts, drainage districts, hospital districts, water districts and various non-profit organizations.

Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities report financial information on all of the non-fiduciary activities of the primary government). For the most part, interfund activity has been removed from these statements; however, interfund services provided and used are not eliminated in the process of consolidation. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given program are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services, or privileges provided by a given program and 2) operating or capital grants and contributions that are restricted to meeting operational or capital requirements of a particular program. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Government-Wide and Fund Financial Statements - continued

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. The County has two enterprise funds.

Measurement Focus, Basis Of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary and fiduciary fund (excluding agency funds) financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Revenues from property and sales taxes, grants and contracts, charges for services, licenses and permits, fines and forfeitures, and interest associated with the current fiscal period are all considered to be susceptible to accrual. Miscellaneous revenues are recorded as revenue when received in cash because they are generally not measurable until actually received. Investment earnings are recorded as earned, since they are both measurable and available.

Revenue from investments, including governmental external investment pools, is based upon fair value. Fair value is the amount at which a financial instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale. Most investments are reported at amortized cost when the investments have remaining maturities of one year or less at time of purchase. External investment pools are permitted to report short-term debt investments at amortized cost, provided that the fair value of those investments is not significantly affected by the impairment of the credit standing of the issuer, or other factors. For that purpose, a pool's short-term investments are those with remaining maturities of up to ninety days.

Grant funds are considered earned to the extent of the expenditures made under the provisions of the grant. Accordingly, when such funds are received, they are recorded as unearned revenues until the related and authorized expenditures have been made. If balances have not been expended by the end of the project period, grantors sometimes require the County to refund all or part of the unused amount.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Measurement Focus, Basis Of Accounting, and Financial Statement Presentation - continued

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, and 2) operating and capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the County's enterprise fund are charges to customers for sales and services and rentals.

Operating expenses for the enterprise fund includes the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses. When both restricted and unrestricted resources are available for use, it is the County's policy to use restricted resources first, and then unrestricted resources as they are needed.

The County has presented the following major governmental funds:

The *General fund* is the County's primary operating fund. It accounts for all financial resources of the County, except those required to be accounted for in another fund. All general tax revenues and other receipts that are not restricted by law or contractual agreement to some other fund are accounted for in this fund. General operating expenditures, fixed charges and capital improvement costs that are not paid through other funds are paid from the general fund.

The *Road and Bridge, special revenue, fund* accounts for the property taxes and fees from auto registration, certificates of title, and gross weight and axle fees, and approved expenditures for public transportation projects.

The County reports the following major proprietary funds:

An *enterprise fund* is used to account for airport operations that are financed and operated in a manner similar to private business enterprises, where the intent of the governing body is that costs (expenses, including depreciation) of providing services be financed primarily through user charges, or where periodic determination of net income is appropriate. Activities of the fund include administration, operations and maintenance of the airport and billing and collection activities. The fund also accounts for the accumulation of resources for, and the payment of, long-term debt principal and interest. All costs are financed through charges to airport customers with rates reviewed regularly and adjusted if necessary to ensure integrity of the fund.

An *enterprise fund* is used to account for toll road operations that are financed and operated in a manner similar to private business enterprises, where the intent of the governing body is that costs (expenses, including depreciation) of providing services be financed primarily through user charges, or where periodic determination of net income is appropriate. Activities of the fund include administration, construction and maintenance of roads and maintenance of the toll road billing and collection activities. The fund also accounts for the accumulation of resources for, and the payment of, long-term debt principal and interest. All costs are expected to be financed through charges to toll road with rates reviewed regularly and adjusted if necessary to ensure integrity of the fund.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Measurement Focus, Basis Of Accounting, and Financial Statement Presentation - continued

Additionally, the County reports the following fiduciary funds:

The *Historical Commission fiduciary fund* is a private purpose trust fund, which accounts for grant revenues, publication sales, and private donations used by the Historical Commission Board of Directors to preserve Brazoria County's heritage.

The *agency funds* account for assets that the government holds on behalf of others as their agent. The County's agency funds include payroll clearing, Brazoria County Freshwater Supply District #2, Brazoria County Groundwater Conservation District, Community Corrections and Supervision (Adult Probation), District and County Clerk trusts, and the Brazos Mall Entrance.

New Pronouncements

GASB issues statements on a routine basis with the intent to provide authoritative guidance on the preparation of financial statements and to improve governmental accounting and financial reporting of governmental entities. Management reviews these statements to ensure that preparation of its financial statements are in conformity with generally accepted accounting principles and to anticipate changes in those requirements. The following recent GASB Statements reflect the action and consideration of management regarding these requirements:

GASB Statement No. 68, "Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27", was issued June 2012. The statement has been implemented and did have a material effect on the County. This statement is effective for periods beginning after June 15, 2014.

GASB Statement No. 69, "Government Combinations and Disposals of Government Operations", was issued January 2013. The statement was implemented and did not have an impact on the County's financial statements. This statement is effective for periods beginning after December 15, 2013.

GASB Statement No. 70, "Accounting and Financial Reporting for Nonexchange Financial Guarantees", was issued April 2013. This statement is effective for periods beginning after June 15, 2013. The statement was implemented and did not have an impact on the County's financial statements.

GASB Statement No. 71, "Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68", was issued November 2013. The statement has been implemented and did have a material effect on the County. This statement is effective for periods beginning after June 15, 2014.

GASB No. 72, "Fair Value Measurement and Application" was issued February 2015. The management of the County does not expect the implementation of this standard to have a material effect on the financial statements of the County, however there will be additional disclosures related to Fair Values. This statement is effective for periods beginning after June 15, 2015.

GASB No. 73, "Accounting and Financial Reporting for Pensions and Related Assets That Are Not Within the Scope of GASB Statement 68, and Amendments to Certain Provisions of Statements 67 and 68" was issued June 2015. The management of the County does not expect the implementation of this standard to have a material effect on the financial statements of the County. This statement is effective for periods beginning after June 15, 2016.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

New Pronouncements - continued

GASB No. 74, "Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans" was issued June 2015. The management of the County does not expect the implementation of this standard to have a material effect on the financial statements of the County. This statement is effective for periods beginning after June 15, 2016.

GASB No. 75, "Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions" was issued June 2015. The management of the County does not expect the implementation of this standard to have a material effect on the financial statements of the County. This statement is effective for periods beginning after June 15, 2017.

GASB No. 76, "The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments" was issued June 2015. The management of the County does not expect the implementation of this standard to have a material effect on the financial statements of the County. This statement is effective for periods beginning after June 15, 2015.

GASB No. 77 "Tax Abatement Disclosures" was issued in August 2015. The management of the County does not expect the implementation of this standard to have a material effect on the financial statements of the County. This statement is effective for periods beginning after December 15, 2015.

GASB No. 78 "Pensions Provided through Certain Multiple-Employer Defined Benefit Pension Plans" was issued in December 2015. The management of the County does not expect the implementation of this standard to have a material effect on the financial statements of the County. This statement is effective for periods beginning after December 15, 2015.

GASB No. 79 "Certain External Investment Pools and Pool Participants" was issued in December 2015. The management of the County does not expect the implementation of this standard to have a material effect on the financial statements of the County. This statement is effective for periods beginning after December 15, 2015.

GASB No. 80 "Blending Requirements for Certain Component Units and amendment of GASB No. 14" was issued in January 2016. The management of the County does not expect the implementation of this standard to have a material effect on the financial statements of the County. This statement is effective for periods beginning after June 15, 2016.

GASB No. 81 "Irrevocable Split-Interest Agreements" was issued in March 2016. The management of the County does not expect the implementation of this standard to have a material effect on the financial statements of the County. The requirements of this Statement are effective for periods beginning after December 15, 2016.

GASB No. 82 "Pension Issues – an amendment of GASB No. 67, No. 68, and No. 73" was issued in March 2016. The management of the County does not expect the implementation of this standard to have a material effect on the financial statements of the County. The requirements of this Statement are effective for periods beginning after June 15, 2016.

GASB No. 83 "Certain Asset Retirement Obligations" was issued in November 2016. The management of the County does not expect the implementation of this standard to have a material effect on the financial statements of the County. The requirements of this Statement are effective for periods beginning after June 15, 2018.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

New Pronouncements - continued

GASB No. 84 "Fiduciary Activities" was issued in January 2017. The management of the County does not expect the implementation of this standard to have a material effect on the financial statements of the County. The requirements of this Statement are effective for periods beginning after December 15, 2018.

Budgetary Data

The budget law of the State of Texas provides that amounts budgeted for current expenditures from the various funds of the County shall not exceed the balances in the funds, plus the anticipated revenues for the current year as estimated by the County Auditor. The legal level of budgetary control is at the category level (salaries and wages, and employee benefits; operating expenditures/expenses, and capital outlay) within departments of each fund. Any expenditure, which alters the total budgeted amounts of a fund, must be approved by Commissioners' Court, and the budget amended. Budgets are adopted on a basis consistent with generally accepted accounting principles.

Annual appropriated budgets are adopted for the general fund, certain special revenue funds (Road and Bridge Fund, Emergency Management Fire Code Fund, District Attorney Hot Check Collection Fund, District Attorney Supplement Fund, District Attorney Forfeiture CCP Chapter 59 Fund, Special Inventory Dealer Escrow Tax Fund, Sheriff Contraband Forfeiture Fund, Brazoria County Narcotics Task Force Fund, Sheriff Commissary Fund, Sheriff Federal Forfeiture Fund, Book Sale Fund, Library Special Projects Fund, Law Library Fund, and Mosquito Control District Fund), and certain debt service funds (2003 Certificate of Obligation, I & S Fund, 2006 Certificate of Obligation, I & S Fund, 2012 Certificate of Obligation, I & S Fund, Tax Note Series 2013, I & S Fund, Toll Road I & S Fund, Road Bonds Mobility, I & S Fund, and the Mobility - Build America, I & S Fund).

Prior to May 1 of each year, or as soon thereafter as practical, the County Judge, assisted by the County Auditor, prepares a proposed operating budget for the subsequent fiscal year beginning the following October 1st. The proposed operating budget establishes estimated revenues and other resources available for appropriation. Proposed expenditures may not exceed estimated revenues, other resources, and available fund balances.

Subsequent to May 15 and after proper publication of notice, a public hearing is conducted by the Commissioners' Court to obtain taxpayer comments. If an increase to the effective tax rate of more than 3% is proposed as a result of the proposed budget, additional notices and public hearings are required. After the public hearing(s) the Commissioners' Court makes appropriate budget changes and adopts the budget through the passage of an order at a regularly scheduled meeting. A separate order is adopted to levy the taxes necessary to finance the budgeted expenditures.

Although the level of budgetary control is total revenues plus available fund balance, the County adopts its budget at a line-item level for managerial control purposes. Line item level is defined for revenue purposes as the type of revenue to be derived and for expenditure purposes by department and type of expenditures (salaries and wages, employee benefits; operating expenses/expenditures; and capital outlay).

Budget amendments to transfer budgeted amounts from one line item to another may be made at the discretion of Commissioners' Court. Amendments to provide for items not included in the original budget may be made by the Commissioners' Court upon finding and declaration of the existence of an emergency sufficient to require action. County management has no prerogative to amend the budget without the approval of Commissioners' Court. Appropriations not exercised in the current year lapse at the end of the year. Twenty-four supplemental budget amendments in the general and special revenue funds were deemed necessary due to the timing of planned expenditures and construction projects.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Encumbrances

Encumbrances represent commitments related to unperformed contracts for goods or services. Encumbrance accounting - under which purchase orders, contracts and other commitments for the expenditure of resources are recorded to reserve that portion of the applicable appropriation - is utilized. Encumbrances outstanding at year-end are reported as a reservation of fund balances and do not constitute expenditures or liabilities because the commitments will be honored during the subsequent year.

The following outstanding encumbrances were provided for in the subsequent year's budget:

	General Fund	Road and Bridge Fund	Non-Major Funds	Total
Encumbrances:				
Restricted	$	$ 1,105,779	$ 110,209	$ 1,215,988
Unassigned	524,562			524,562
	$ 524,562	$ 1,105,779	$ 110,209	$ 1,740,550

	Proprietary Fund Airport
Encumbrances:	
Unrestricted	$ 65,923

Cash and Investments

Cash and temporary investments include amounts in demand deposits and short-term investments with a maturity date within three months of the date acquired by the County. For purposes of the cash flow statement, cash and temporary investments are considered cash equivalents. In accordance with GASB Statement 31, “Accounting and Financial Reporting for Certain Investments and for External Investment Pools”, investments are stated at fair value.

The County maintains a cash and investment pool that is available for use by all funds. Each fund type's portion of this pool is displayed on the combined balance sheet as cash and temporary investments under each fund's caption. Funds are allowed to exceed the amount of their equity in the pooled cash account. Funds with overdrawn accounts are disclosed as an interfund payable in the liability section of the balance sheet.

Restricted Assets

Restricted assets consist of debt service restrictions. Restricted assets for debt service consist of amounts placed in interest and sinking funds from operations and residual balances from proceeds of certificates of obligations and general obligations of the County.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Property Taxes

Property taxes are levied as of October 1st of each year with statements prepared and mailed at that date or soon thereafter. The tax levy is based upon appraised property values as of each previous January 1st for all taxable property within the County. Payments are due and payable when taxes are levied and may be timely paid through January 31st. On February 1st, taxes become delinquent and subject to penalty and interest charges. After June 30th, any uncollected taxes are subject to tax suit and additional charges to offset related legal costs. The lien date for property taxes is July 1st.

The appraisal of property within the county is the responsibility of the Brazoria County Appraisal District. The Texas Legislature established the Appraisal District and the related Appraisal Review Board in 1979 through the adoption of a comprehensive Property Tax Code. The Appraisal District is required under the Code to assess property at 100% of its appraised value. Real property is reappraised at least every four years. Under certain circumstances, taxpayers and taxing units including the County, may challenge orders of the Appraisal Review Board through various appeals and, if necessary, legal action.

Under the Code, the Commissioners' Court will continue to set annual tax rates on the property. The Code also provides that, if approved by the qualified voters in the Appraisal District, collection functions may be placed with the Appraisal District. The County bills and collects its property taxes and those of certain other taxing entities. Collections of those taxes pending distribution are accounted for in an agency fund.

The County is permitted by Article VIII; Section 9 of the State of Texas Constitution to levy taxes up to $ 0.80 per $ 100 assessed valuation for general governmental services including payment of principal and interest on general long-term debt and maintenance of roads and bridges. Article 6790 of Vernon's Civil Statutes permits the County to collect an additional $ 0.15 per $ 100 valuation for road and bridge purposes. Article 7048a of Vernon's Civil Statutes permits the County to collect $ 0.30 per $ 100 valuation for road, bridge and flood control purposes.

The County's 2015 tax levy, supporting the 2016 fiscal period budget, totaled $ 0.486000 per $ 100 valuation and was comprised as follows:

Constitutional Levy:		
General Fund	$	0.317704
Road and Bridge		0.055000
Mosquito Control		0.011690
Special Road and Bridge:		
Article 6790		0.060000
Article 7048a		-0-
Debt Service:		
Combination Tax and Revenue		
Certificates of Obligation Series 2003		0.004100
Certificates of Obligation Series 2006		0.004700
Unlimited Tax Road Bonds Series 2008		0.015800
Certificate of Obligation Series 2012		0.004700
Tax Notes Series 2013		0.001606
Toll Road 2015		0.010700
Combined tax rate	$	0.486000

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Interfund Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either “due to/from other funds” (i.e., the current portion of interfund loans) or “advances to/from other funds” (i.e., the non-current portion of interfund loans). All outstanding balances between funds are reported as “due to/from other funds”. The County had no advances between funds. All activity between funds was for short-term cash flow requirements. See Note 5 for additional discussion of interfund receivables and payables.

Inventories

The County utilizes the consumption method to account for inventory. Under this method, inventory is considered an expenditure when used rather than when purchased. Significant inventories are reported on the balance sheet at cost, using the first-in, first-out method, with an offsetting reservation of fund balance in the governmental fund financial statements since they do not constitute "available spendable resources" even though they are a component of current assets. Inventories in the governmental funds are comprised of road materials, bulk fuel and chemicals. Inventory of the proprietary fund type, Enterprise Fund (Airport), is comprised of bulk fuel held for sale. Changes in inventory balances for a proprietary fund type have a direct effect on respective cost of sales.

Capital Assets

Capital assets, which include land, land improvements, buildings and improvements, furniture, equipment and vehicles, runways, taxiways and aprons, infrastructure, and construction in progress are reported in the applicable governmental or business-type activities columns in the government-wide financial statements and in the fund financial statements for proprietary funds. All capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated assets are valued at their fair market value on the date donated. Repairs and maintenance are recorded as expenses. Renewals and betterments are capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. The amount of interest cost to be capitalized on assets with tax-exempt borrowing is equal to the cost of the borrowing less interest earned on the related tax-exempt borrowing. During the year ended September 30, 2016, no capitalized interest was included in the cost of capital assets under construction.

Assets capitalized have an original cost of $ 5,000 or more and over two years of useful life. Depreciation has been calculated on each class of depreciable property using the straight-line method. Leased assets are depreciated over the lesser of the term of the related lease or the estimated useful lives of the assets. Estimated useful lives are as follows:

Land improvements	12-40 Years
Buildings and improvements	9-40 Years
Furniture, equipment and vehicles	2-20 Years
Runways, taxiways and aprons	15-20 Years
Infrastructure	20-50 Years

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Compensated Absences

Employees are allowed paid absences due to sickness, vacation and compensatory time. As of January 1, 2000, sick leave benefits are earned by all full time employees at a rate of 96 hours annually. The leave policy allows employees to accumulate up to sixty days of sick leave benefit. Sick leave benefits are recognized in the period in which time off is actually taken. Vacation benefits accrue monthly at rates depending upon an employee's length of service. Vacation benefits must be taken annually and are limited to a carryover period depending upon the employee's length of service.

Effective January 1, 2000, the County implemented a sick leave pool. The sick leave pool provides additional sick leave days to employees in the event of a catastrophic illness or injury, surgery, or disability that prevents an employee from active employment. Days are applied from the pool only after the employee exhausts all accrued sick, vacation and compensatory time. The Sick Leave Pool Committee, an elected body of pool members who serve as the pool administrator, authorizes benefits from the pool.

Compensatory time represents time worked by employees in excess of 40 hours per week, and is earned at one and one-half times such hours worked. This applies to all non-exempt employees. Exempt employees are all department heads, supervisory personnel, and certain other professional or administrative positions. The maximum compensatory time an employee may accumulate is 240 hours. All such paid absences are paid at the employee's regular pay rate. The liability for compensated absences disclosed in the financial statements represents accumulated vacation and compensatory time at September 30, 2016, computed at pay rates in effect at that time.

The following is a summary of benefits payable as of September 30, 2016:

Governmental activities	$ 4,411,894
Business-type activities	51,488
	$ 4,463,382

Compensated Absences

Compensated absence liabilities for governmental activities have been paid from the general fund and various special revenue funds, and liabilities for business-type activities have been paid by the enterprise fund. These liabilities are expected to turn over completely during the next fiscal year; therefore, they are reported as current liabilities.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Deferred Outflows and Inflows of Resources

Guidance for deferred outflows of resources and deferred inflows of resources is provided by GASB No. 63, "Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position". Concepts Statement No. 4, Elements of Financial Statements, introduced and defined those elements as a consumption of net position by the government that is applicable to a future reporting period, and an acquisition of net position by the government that is applicable to a future period, respectively. Previous financial reporting standards do not include guidance for reporting those financial statement elements, which are distinct from assets and liabilities. Further, GASB No. 65, "Items Previously Reported as Assets and Liabilities", had an objective to either (a) properly classify certain items that were previously reported as assets and liabilities as deferred outflows of resources or deferred inflows of resources or (b) recognize certain items that were previously reported as assets and liabilities as outflows of resources (expenses or expenditures) or inflows of resources (revenues).

Pension Plans

The fiduciary net position of the Texas County & District Retirement System (TCDRS) has been determined using the flow of economic resources measurement focus and full accrual basis of accounting. This includes for purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, pension expense, and information about assets, liabilities and additions to/deductions from TCDRS's fiduciary net position. Benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Long-Term Debt

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities or proprietary fund type statement of net position. Bond premiums and discounts are amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as expenditures and expenses at the time of the transaction.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of the debt is reported as other financing resources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Fund Equity

The County's Commissioners Court meets on a regular basis to manage and review cash financial activities and to ensure compliance with established policies. The County's Unassigned General Fund Balance is maintained to provide the County with sufficient working capital and a margin of safety to

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Fund Equity - Continued

address local and regional emergencies without borrowing. The unassigned General fund balance may only be appropriated by resolution of the County's Commissioners Court. Fund balance of the County may be committed for a specific source by formal action of the County's Commissioners Court. Amendments or modifications of the committed fund balance must also be approved by formal action by the County's Commissioners Court. When it is appropriate for fund balance to be assigned, the County's Commissioners Court has delegated authority to the County Judge or the County Auditor. In circumstances where an expenditure is to be made for a purpose for which amounts are available in multiple fund balance classifications, the order in which resources will be expended as follows: restricted fund balance, followed by committed fund balance, assigned fund balance, and lastly, unassigned fund balance.

Fund Balance Classifications:

The *nonspendable* fund balance includes portion of net resources that cannot be spent because of their form or because they must be maintained intact. Resources not in spendable form include supplies inventories, prepaid items, and long-term receivables net of unearned interest revenue.

The *restricted* fund balance includes net resources that can be spent only for the specific purposes stipulated by constitution, external resource providers (creditors, grantors, and contributors), laws and regulations of other governments, or through enabling legislation.

The enabling legislation authorizes the County to access, levy, charge or otherwise mandate payment of resources from external resource providers; those resources can be used only for the specific purposes stipulated in the legislation. The County's fee revenue generated through enabling legislations include auto registration fees, birth/death certificate fees, adult bond supervision fees, child abuse protection fees, graffiti eradication fees, court technology fees, election service fees, family protection fees, financial security fees, juvenile case management fees, law library fees, records archive fees, and records management and preservation fees reported under Non-major Special Revenue Funds, and auto registration fees, certificates of title, and gross weight and axle fees reported under the Road and Bridge Major Fund.

The *committed* fund balance includes spendable net resources that can only be used for specific purposes pursuant to constraints imposed by formal Commissioners Court actions, no later than the close of the fiscal year. These actions must be in the form of a resolution approved by Commissioners' Court. Those constraints remain binding unless removed or changed in the same manner employed to previously commit those resources, which was formal action of Commissioners Court.

The *assigned* fund balance includes amounts that are constrained by the County's intent to be used for specific purposes, but are neither restricted nor committed. Such intent should be expressed by Commissioners Court or its designated officials to assign amounts to be used. Constraints imposed on the use of assigned amounts can be removed with no formal Commissioners Court actions. At September 30, 2016, there were no assignments of fund balance.

The *unassigned* fund balance represents spendable net resources that have not been restricted, committed, or assigned to specific purposes. The general fund is the only fund that reports a positive fund balance amount. In other governmental funds, it is not appropriate to report a positive unassigned fund balance amount. However, in governmental funds other than the general fund, if expenditures incurred for specific purposes exceed the amounts that are restricted, committed, or assigned to those purposes, it may be necessary to report a negative unassigned fund balance in that fund.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Governmental Fund Financial Statements:

The following schedule presents details of fund balance components at September 30, 2016:

	Major Funds		Non-Major Funds	
	General Fund	Road & Bridge Fund	Other Governmental Fund	Total Governmental Funds
Fund Balances:				
Nonspendable:				
Inventories	$ 14,596	$ 250,239	$ 522,068	$ 786,903
Prepaid expenditures	1,335,721	400	46,475	1,382,596
Long-term receivables	12,510,563			12,510,563
Restricted:				
Capital projects			8,037,772	8,037,772
Contributor purposes	8,403		96,542	104,945
Court improvements and operations			377,008	377,008
Debt service			7,861,756	7,861,756
Elections services			182,258	182,258
Family protection services	24,852		65,835	90,687
Federal grants			813,014	813,014
Health services			3,280,334	3,280,334
Inmate services			353,732	353,732
Juvenile services	10,163		5,740	15,903
Library services			540,385	540,385
Public safety personnel training	52,641		110,965	163,606
Public transportation projects		25,816,726		25,816,726
Records management			3,493,156	3,493,156
State grants and appropriations			139,474	139,474
Other			500,217	500,217
Committed:				
District Attorney supplement			73,573	73,573
District Clerk supplement	599,234			599,234
Narcotics operations			145,766	145,766
Juvenile services	176,302			176,302
Sheriff supplement			613,546	613,546
Tax Collector supplement			64,730	64,730
Unassigned	75,587,237		(523,030)	75,064,207
Total	$90,319,712	$26,067,365	$26,801,316	$143,188,393

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Net Position

Net position represents the difference between assets and deferred outflows of resources, and liabilities and deferred inflows of resources. Net position invested in capital assets consists of capital assets net of accumulated depreciation and the outstanding balances of any borrowing spent for the acquisition, construction or improvements of those assets. Net position are reported as restricted when there is limitations imposed on the use either through enabling legislation adopted by the County or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

	Governmental Activities	Business-type Activities	Total
Net Position:			
Net investment in capital assets	$ 210,188,517	$ 20,645,025	$ 230,833,542
Restricted:			
Debt service	7,674,598		7,674,598
Public transportation projects	27,346,470		27,346,470
Records management	3,495,356		3,495,356
Health services	3,778,813		3,778,813
Other:			
Contributor purposes	104,945		104,945
Court improvements and operations	377,008		377,008
Elections services	182,258		182,258
Family protection services	90,687		90,687
Federal grants	813,014		813,014
Inmate services	401,714		401,714
Juvenile services	15,903		15,903
Library services	575,493		575,493
Public safety personnel training	163,656		163,656
State grants and appropriations	140,717		140,717
Other	500,217		500,217
Unrestricted	65,733,042	(26,397)	65,706,645
Total	$ 321,582,408	$ 20,618,628	$ 342,201,036

NOTE 2 - RECONCILIATION OF GOVERNMENTAL FUNDS TO THE GOVERNMENTAL ACTIVITIES FINANCIAL STATEMENTS

Reconciliation of Governmental Funds Balance Sheet to the Governmental Activities Statement of Net Position

Total fund balances - governmental funds balance sheet (Exhibit 3)	$ 143,188,393
Amounts reported for *governmental activities* in the statement of net position (Exhibit 1) are different because:	
Assets and Deferred Outflows of Resources (Excluding Internal Service Funds):	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. Capital assets include $ 493,423,218 in assets less $ 209,108,068 in accumulated depreciation.	284,315,150
Long-term loans receivable from other entities unavailable to pay for current period expenditures are not recorded in the funds. Loans receivable discounted for present value of $ 511,618.	(511,618)
Judicial accounts receivables net of related allowance for uncollectible are unavailable to pay for current period expenditures and availability of funds are uncertain as to availability are not recorded in the funds. Judicial receivables of $ 30,447,389 net of allowance for uncollectible accounts of $ 13,637,727 of the general fund amounted to $ 16,809,662.	16,809,662
Property taxes receivable unavailable to pay for current period expenditures are deferred in the funds. Deferred property tax revenues for the General fund, Road and Bridge special revenue fund, Mosquito Control District, 2003 Certificate of Obligation Bonds, I & S Fund, 2006 Certificates of Obligation Bonds, I & S Fund, 2012 Certificates of Obligation Bonds, I & S Fund, Tax Notes Series 2013, I & S Fund, Toll Road I & S Fund, Road Bonds Mobility I & S Fund and Sheriff & Detention Complex I & S Fund amounted to $ 632,834, $ 181,514, $ 24,393, $ 8,108, $ 9,577, $ 9,806, $ 5,490, $ 14,273, $ 32,703 and $ 833, respectively.	919,531
Special assessments receivable unavailable to pay for current period expenditures are deferred in the funds. Deferred special assessment tax revenues for Brazos Oaks/Forest Assessment, Brazos Bend Assessment, Bonnie Lane Assessment, Laura Lane Assessment, Sherwood Land Assessment, Norris Road Special Assessment, Brazos Bend 2 Special Assessment, Oakwood Creek Assessment, Manvel Assessment, Hampton Road Assessment, Pecan Estates Assessment, Westwood Road Assessment, Sally Lake Road Assessment, Rose Mary Street Assessment , Oakwood Creek Estates Assessment, Benefield Assessment 313 County Road 64 Assessment and Wink Wynn Assessment reported in the Road and Bridge special revenue fund in the amount of $ 1,055,230 and the Vivian Street Lazy Oaks Assessment special revenue fund of $ 42,363.	1,097,593
Pension deferred outflows of resources are not reported based upon the measurement date of December 31, 2015 and are unavailable at September 30, 2016 to pay for current period expenditures and are not recorded in the funds. Pension deferred outflows of resources of $ 26,653,457 (differences between expected and actual earnings of $ 21,039,108 differences between expected and actual experience of $ 2,868,057 and changes in assumptions of $ 2,746,292).	26,653,457
Deferred outflows of resources for subsequent pension contributions of $ 6,254,096 made during the period January 1, 2016 through September 30, 2016 are charged to expenditures in the funds but do not reduce the amount of net pension liability.	6,254,096

NOTE 2 - RECONCILIATION OF GOVERNMENTAL FUNDS TO THE GOVERNMENTAL ACTIVITIES FINANCIAL STATEMENTS - Continued

Reconciliation of Governmental Funds Balance Sheet to the Governmental Activities Statement of Net Position - Continued

Bond refunding costs are reported as current financial uses for governmental funds but the expenditures increase long-term assets in the statement of net position. This amount is amortized over the life of the bonds. Bond refunding costs of $ 1,382,840 less accumulated amortization of $ 205,509.	$ 1,177,331
Liabilities and Deferred Inflows of Resources (Excluding Internal Service Funds):	
Payables for bonds ($ 71,045,000) and tax note ($ 7,885,000) principal are not reported in the funds.	(78,930,000)
Premium on the issuance of bonds provide current financial resources to governmental funds but the proceeds decrease long-term assets in the statement of net position. This amount is amortized over the life of the bonds. Net premium on the issuance of bonds were $ 4,411,736 (premium on the sale of bonds of $ 6,171,204 less amortization of $ 1,759,468).	(4,411,736)
Payables for bond and tax note interest is not reported in the funds except for amounts received from the sale of bonds or issuance of tax notes after the issuance date. Total accrued interest payable of $ 267,950 ($ 247,730 for bonds and $ 20,220 for tax notes).	(267,950)
Payables for compensated absences are not reported in the funds.	(4,411,894)
Payables for net OPEB obligation are not reported in the funds.	(3,342,130)
Payables for net pension liability are not reported in the funds.	(67,525,766)
Internal Service Funds Net Position:	
Internal service funds are used by management to charge the cost of certain activities, such as health insurance and liability insurance, to individual funds. The assets and liabilities of the service funds are not reported separately from the funds statements. The internal service funds balances (net of amount allocated to business-type activities and fiduciary funds) not included in other reconciling items:	

	Self Insurance			
	Liability	Health	Clinic	
Current assets	$ 1,408,106	$ 583,215	$ 31,663	
Accounts receivable	18,057	768,262		
Prepaid items		40,175		
Accounts and accrued liabilities payable		(206,042)	(27,507)	
Estimated claims payable	(400,000)	(1,692,599)		
Net amount allocated to business-type activities		44,973	(14)	
Net	$ 1,026,163	$(462,016)	$ 4,142	568,289

Net position of governmental activities – statement of net position (Exhibit 1). $ 321,582,408

NOTE 2 - RECONCILIATION OF GOVERNMENTAL FUNDS TO THE GOVERNMENTAL ACTIVITIES FINANCIAL STATEMENTS - Continued

Reconciliation of Governmental Funds Balance Sheet to the Governmental Activities Statement of Net Position - Continued

Net change in fund balances - total governmental funds (Exhibit 4)	$	21,257,958
Amounts reported for *governmental activities* in the statement of activities (Exhibit 2) are different because:		
Revenues and Other Resources (Excluding Internal Service Funds):		
Property tax revenues in the governmental activities statement of activities do not provide current available resources and are not reported as revenues in the funds. Deferred property tax revenues for the General fund, Road and Bridge special revenue fund, Mosquito Control District, 2003 Certificate of Obligation Bonds, I & S Fund, 2006 Certificates of Obligation Bonds, I & S Fund, 2012 Certificates of Obligation Bonds, I & S Fund, Tax Notes Series 2013, I & S Fund, Toll Road I & S Fund, Road Bonds Mobility I & S Fund and Sheriff & Detention Complex I & S Fund amounted to $(93,459), $(17,390), $(5,433), $(1,445), $(1,988), $(1,402), $(6,461), $ 14,273, $(7,294) and $ (4,427) respectively.	(	125,026)
Special assessment revenues in the governmental activities statement of activities do not provide current available resources and are not reported as revenues in the funds. Deferred special assessment tax revenues for Brazos Oaks/Forest Assessment, Brazos Bend Assessment, Bonnie Lane Assessment, Laura Lane Assessment, Sherwood Land Assessment, Norris Road Special Assessment, Brazos Bend 2 Special Assessment, Oakwood Creek Assessment, Manvel Assessment, Quail Ridge Assessment, Hampton Road Assessment, Pecan Estates Road Assessment, Westwood Road Assessment, Sally Lake Road Assessment, Rose Mary Street Assessment, Oakwood Creek Estates Assessment, Benefield Assessment, 313 County Road 64 Assessment and Wink Wynn Assessment were reported in the Road and Bridge special revenue fund in the amount of $(181,796) and the Vivian Street Lazy Oaks Assessment special revenue fund in the amount of $(5,643).	(	187,439)
Governmental funds report proceeds from the sale of assets as revenue. However, in the governmental activities statement of activities, the cost of the assets disposed is offset against the proceeds to report gain or loss on the disposition of assets. The cost of assets disposed were $ 171,572. (Cost of $ 2,450,674 less accumulated depreciation of $ 2,279,102).	(	171,572)
Judicial revenues (resulting from accounts receivables net of related allowance for uncollectible) in the governmental activities statement of activities does not provide current available resources and are not reported as revenues in the funds. The change in these net receivables resulted in a decrease in revenues reported in the governmental activities statement of activities.		289,006
Long-term debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the governmental activities statement of net position. Long-term proceeds in the governmental fund were $ 16,550,000 for bonds.	(	16,550,000)
Bond refunding costs is another use in the governmental funds, but the costs increase long-term assets in the statement of net position. This amount is amortized over the life of the refunding bonds or the refunded bonds, whichever is shorter. The payments to the escrow agent of $ 18,432,305 less the bond proceeds related to the refunding bond is the refunding costs, plus current amortization of $ 676,276.		19,108,581

NOTE 2 - RECONCILIATION OF GOVERNMENTAL FUNDS TO THE GOVERNMENTAL ACTIVITIES FINANCIAL STATEMENTS - Continued

Reconciliation of Governmental Funds Balance Sheet to the Governmental Activities Statement of Net Position - Continued

Expenditures/Expenses and Other Uses (Excluding Internal Service Funds):

Governmental funds report capital outlays as expenditures. However, in the governmental activities statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays $ 32,159,320 exceeded depreciation $ 16,481,043 in the current period.	$	15,678,277
Repayment of long-term debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the governmental activities statement of net position. The funds statements reported $ 250,000 in tax note principal payments.		250,000
Repayment of long-term debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the governmental activities statement of net position. The funds statements reported $ 4,245,000 in bond principal payments.		4,245,000
Premium on the issuance of bonds provide current financial resources to governmental funds, but the proceeds decrease long-term assets in the statement of net position. This amount is amortized over the life of the bonds. Net premium on the issuance of bonds was $ 1,498,801 (Premiums on bonds issued of $ 2,250,887 less current amortization of $ 752,086).	(	1,498,801)
Some expenses reported in the governmental activities statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. This is the amount of accrued interest on long-term debt. Change in accrued interest of $ 140,557 ($ 139,916 in bonds and $ 641 in tax notes).		140,557
Some expenses reported in the governmental activities statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. This is the amount of change in compensated absences.	(	563,354)
Some expenses reported in the governmental activities statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. This is the amount of change in net OPEB obligation.	(	743,790)
Some expenses reported in the governmental activities statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. This is the net amount of change in expenditures related to the change in net pension obligations.	(	23,908,779)
The change in noncurrent loan advance discounts do not produce current financial resources to governmental funds but these changes increase long-term assets in the statement of net position. The current change in noncurrent loan discounts was $ 614,317 (prior discount of $ 1,125,935 less current discount of $ 511,618).		614,317

NOTE 2 - RECONCILIATION OF THE GOVERNMENTAL FUNDS TO GOVERNMENTAL ACTIVITIES FINANCIAL STATEMENTS - Continued

Reconciliation of Governmental Funds Balance Sheet to the Governmental Activities Statement of Net Position - Continued

Internal Service Funds Statement of Revenues, Expenses and Changes in Net Position:

Internal service funds are used by management to charge the cost of insurance, health and liability to individual funds. The net revenue (expense) of the internal service funds is reported in the governmental activities statement of activities (net of amounts allocated to business-type activities and fiduciary funds) not included in other reconciling items:

	Self Insurance			
	Liability	Health	Clinic	
Investment income	$ 5,165	$ 4,239	$	
Operating expenses	(3,306)	(16,231,903)	(670,808)	
Contributions for self insurance	68,970	14,352,555	665,000	
Transfers in		3,837,853		
Net amount allocated to business-type activities		18,081	56	
Net	$ 70,829	$ 1,980,825	$(5,752)	2,045,902
Change in net position of governmental activities (see Exhibit 2).				$ 19,880,837

NOTE 3 - DEPOSITS, INVESTMENTS AND DERIVATIVES

The County classifies deposits and investments for financial statement purposes as cash and temporary investments, and investments based upon both liquidity (demand deposits) and maturity date (deposits and investments) of the asset at the date of purchase. For this purpose, a temporary investment is one that when purchased had a maturity date of three months or less. See Note 1 for additional Governmental Accounting Standards Board Statement No. 31 disclosures. Cash and temporary investments as reported on the financial statements at September 30, 2016 are as follows:

	Governmental Funds	Proprietary Funds	Fiduciary Funds	Total
Cash and Temporary Investment:				
Cash (petty cash accounts)	$ 30,667	$ 100	$	$ 30,767
Cash with Fiscal Agent	1,261,370	725,417		1,986,787
Financial Institution Deposits:				
Demand deposits	27,635,033	920,482	10,915,481	39,470,996
Local Government Investment Pools:				
Texpool	43,748,034	850,596	13,657	44,612,287
MBIA Texas Class Pool	49,123,753			49,123,753
Cash and temporary investments total	121,798,857	2,496,595	10,929,138	135,224,590
Investments:				
Government agency securities	16,021,900			16,021,900
Investments total	$ 137,820,757	$ 2,496,595	$ 10,929,138	$ 151,246,490

NOTE 3 - DEPOSITS, INVESTMENTS AND DERIVATIVES - Continued

Deposits

Custodial Credit Risk – Deposits. Custodial credit risk is the risk that in the event of a financial institution failure, the County's deposits may not be returned to them. The County requires that all deposits with financial institutions be collateralized in an amount equal to 100 percent of uninsured balances.

At year-end, in addition to petty cash of $ 30,767, the carrying amount, of the County's deposits, was $ 39,470,996, while the financial institution balances totaled $ 41,165,704. Of these balances, $ 8,103,981 represents amounts controlled by County courts and held by various financial institutions jointly under the name of the County and the court's beneficiaries and carrying the identification number of the beneficiaries. These accounts are entirely covered by federal deposit insurance. Of the financial institution balances, $ 8,353,981 was covered by federal depository insurance coverage, and $ 32,811,723 was covered by collateral held by the County's agent in the County's name.

Investments

Chapter 2256 of the Texas Government Code (the Public Funds Investment Act) authorizes the County to invest its funds under written investment policy (the "investment policy") that primarily emphasizes safety of principal and liquidity, addresses investment diversification, yield, and maturity and addresses the quality and capability of investment personnel. This investment policy defines what constitutes the legal list of investments allowed under the policies, which excludes certain instruments allowed under chapter 2256 of the Texas Government Code.

The County's deposits and investments are invested pursuant to the investment policy, which is approved by Commissioners' Court. The investment policy includes lists of authorized investment instruments and allowable stated maturity of individual investments. In addition it includes an "Investment Strategy Statement" that specifically addresses each investment option and describes the priorities of suitability of investment type, preservation and safety of principal, liquidity, marketability, diversification and yield. Additionally, the soundness of financial institutions (including broker/dealers) in which the County will deposit funds is addressed. The County's investment policy and types of investments are governed by the Public Funds Investment Act (PFIA). The County's management believes it complied with the requirements of the PFIA and the County's investment policy.

The County's Investment Officer submits an investment report each quarter to the Commissioners' Court. The report details the investment positions of the County and the compliance of the investment portfolio's as they relate to both the adopted investment strategy statements and Texas State law.

NOTE 3 - DEPOSITS, INVESTMENTS AND DERIVATIVES - Continued

Investments - continued

The County is authorized to invest in the following investment instruments provided that they meet the guidelines of the investment policy:

1. Obligations of the United States or its agencies and instrumentalities;
2. Direct obligations of the State of Texas or its agencies and instrumentalities;
3. No-load money market mutual funds: regulated by SEC, with a dollar-weighted average stated maturity of 90 days or less, includes in its investment objectives the maintenance of a stable $ 1.00 net asset value per each share, and limited in quantity to the requirements, set forth in Chapter 2256, Government Code Section 2256.014;
4. Other obligations, the principal and interest of which are unconditionally guaranteed or insured by, or backed by the full faith and credit of, the State of Texas or the United States or their respective agencies and instrumentalities;
5. Obligations of states, agencies, counties, cities, and other political subdivisions of any state rated as to investment quality by a nationally recognized investment rating firm not less than A or its equivalent;
6. Certificates of deposit if issued by a state or national bank domiciled in the State of Texas and is: guaranteed or insured by the Federal Deposit Insurance Corporation or its successor, secured in any manner and amount provided by law for deposits of the County;
7. Fully collateralized repurchase agreements, if it: has a defined termination date, is secured by obligations described by Section 2256.009(a)(1) of the Public Funds Investment Act, requires the securities being purchased by the County to be pledged to the County, held in the County's name, and deposited at the time the investment is made with the County or with a third party selected and approved by the County, is placed through a primary government securities dealer, approved by the County, or a financial institution doing business in the State of Texas;
8. Commercial paper is an authorized investment, if the commercial paper: has a stated maturity of 270 days or fewer from the date of its issuance, and is rated not less than A-1 or P-1 or an equivalent rating by at least two nationally recognized credit agencies or one nationally recognized credit rating agency and is fully secured by an irrevocable letter of credit issued by a bank organized and existing under the laws of the United States or any state;
9. Eligible investment pools if the Commissioners' Court by resolution authorizes investment in the particular pool. An investment pool shall invest funds it receives from entities in authorized investments permitted by the Public Funds Investment Act. The County by contract may delegate to an investment pool the authority to hold legal title as custodian of investments purchased with its local funds; and,

The County participates in two Local Government Investment Pools (LGIPs): Texpool and Texas Class. The State Comptroller oversees Texpool with Lehman Brothers and Federated Investors managing the daily operations of the pool under a contract with the State Comptroller. Advisory boards consisting of participants or their designees, maintains oversight responsibility for Texas Class. These external investment pools are not registered with the Securities and Exchange Commission, and the County's fair value of its position in theses pools are not same as the value of the pool shares. These funds seek to maintain a constant net asset value of $ 1.00, although this cannot be fully guaranteed.

NOTE 3 - DEPOSITS, INVESTMENTS AND DERIVATIVES - Continued

Investments - continued

The County invests in Texpool and Texas Class to provide its liquidity needs. Texpool and Texas Class are local government investment pools that were established in conformity with the Interlocal Cooperation Act, Chapter 791 of the Texas Government Code and the Public Funds Investment Act, Chapter 2256 of the Code. Texpool and Texas Class are 2(a)7 like funds, meaning that they are structured similar to a money market mutual fund. Such funds allow shareholders the ability to deposit or withdraw funds on a daily basis. Interest rates are also adjusted on a daily basis. Such funds seek to maintain a constant net asset value of $ 1.00, although this cannot be fully guaranteed. Texpool and Texas Class are rated AAA and must maintain a dollar weighted average maturity not to exceed 60 days, which is the limit. At September 30, 2016 Texpool and Texas Class had a weighted average maturity of 48 days and 56 days, respectively. Although Texpool and Texas Class portfolios had a weighted average maturity of 48 days and 56 days, respectively, the County considers holdings in these funds to have a one day weighted average maturity. This is due to the fact that the share position can usually be redeemed each day at the discretion of the shareholder, unless there has been a significant change in value.

During the year ended September 30, 2016, the County invested in the direct purchase of government agency securities (FHLMC, FNMA, and FHLB Discount Notes) within the General Fund. These securities have staggered maturity dates beginning on July 7, 2017 through July 26, 2019 and had a market value of $ 16,021,900 at September 30, 2016.

As of September 30, 2016, the County had the following investments:

Investment Type	Interest Rate	Fair Value	Weighted Avg. Maturity (Days)
Local Government Investment Pools:			
Texpool	Varies	$ 44,612,287	48
MBIA Texas Class Pool	Varies	49,123,753	56
		93,736,040	45
Government Agency Securities:			
FMLMC - Callable	1.000%	2,005,000	280
FFCB – Callable	1.010%	2,000,800	756
FHLMC – Callable	1.100%	2,001,000	759
FNMA – Callable	1.250%	2,002,540	791
FNMA – Callable	1.300%	2,003,500	903
FNMA – Callable	1.400%	2,003,900	994
FHLB – Callable	1.200%	2,001,000	1,029
FNMA – Callable	1.250%	2,004,160	1,029
		16,021,900	119
		$ 109,757,940	55

NOTE 3 - DEPOSITS, INVESTMENTS AND DERIVATIVES - Continued

Investments - continued

Credit Risk - As of September 30, 2016, the LGIPs (which represent approximately 85.40% of the investment portfolio) are rated AAAm by Standard and Poor's or AAA by Finch. The government agency securities rated A-1 by Standard and Poor's and P-1 by Moody's (represent approximately 14.60% of the investment portfolio) are registered and the County's agent holds the securities in the County's name; therefore, the County is not exposed to credit risk.

Interest rate Risk - As a means of minimizing risk of loss due to interest rate fluctuations, the Investment Policy requires that investment maturities will not exceed the lesser of a dollar weighted average maturity of 365 days or the anticipated cash flow requirements of the funds. Quality short-to-medium term securities should be purchased, which complement each other in a structured manner that minimizes risk and meets the County's cash flow requirements.

Fair Value Measures

Financial Accounting Standards Board Accounting Standards Codification 820-10, *Fair Value Measurements* (FASB Codification 820-10), establishes a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurement) and the lowest priority to unobservable inputs (level 3 measurements). The three levels of the fair value hierarchy under FASB Codification 820-10 are described below:

Level 1 Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Plan has the ability to access.

Level 2 Inputs to the valuation methodology include:

- Quoted prices for similar assets or liabilities in active markets;
- Quoted prices for identical or similar assets or liabilities in inactive markets;
- Inputs other than quoted prices that are observable for the asset or liability;
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

NOTE 3 - DEPOSITS, INVESTMENTS AND DERIVATIVES - Continued

Fair Value Measures - continued

The following table sets forth by level, within the fair value hierarchy, the District's assets at fair value as of September 30, 2016:

	Level 1	Level 2	Level 3	Total
U.S. Government agency securities	$16,021,900	$	$	$ 16,021,900
Total assets at fair value	$16,021,900	$ -0-	$ -0-	$ 16,021,900

Derivatives

Interest in derivative products has increased in recent years. Derivatives are investment products, which may be a security or contract, which derives its value from another security, currency, commodity, or index, regardless of the source of funds used. The County made no direct investments in derivatives during the year ended September 30, 2016, and holds no direct investments in derivatives at September 30, 2016.

NOTE 4 - RECEIVABLES, UNCOLLECTIBLE ACCOUNTS, DEFERRED OUTFLOWS AND INFLOWS OF RESOURCES AND UNEARNED REVENUES

Receivables and Allowances

Receivables as of September 30, 2016, for the government's individual governmental major and nonmajor funds, proprietary major funds, internal service funds, and fiduciary funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

	Governmental Funds			
	General Fund	Road & Bridge Fund	Other Governmental Funds	Total
Receivables:				
Property taxes	$ 1,655,061	$ 588,127	$ 253,495	$ 2,496,683
Accounts	152,781	50	10,654	163,485
Special assessments		1,290,090	42,898	1,332,988
Due from other governments	6,738,911	366,328	977,132	8,082,371
Accrued interest	47,802			47,802
Gross receivables	8,594,555	2,244,595	1,284,179	12,123,329
Less Allowance for Uncollectible:				
Property taxes	902,482	322,180	128,701	1,353,363
Special assessments		277,222	535	277,757
Net receivables	$ 7,692,073	$ 1,645,193	$ 1,154,943	$10,492,209

NOTE 4 - RECEIVABLES, UNCOLLECTIBLE ACCOUNTS, DEFERRED OUTFLOWS AND INFLOWS OF RESOURCES AND UNEARNED REVENUES - Continued

Receivables and Allowances - continued

	Proprietary Funds			
	Enterprise Fund	Internal Service Funds	Total	Fiduciary Funds
Receivables:				
Accounts:				
Airport customers	$ 314,763	$	$ 314,763	$
Stop loss insurance		786,319	786,319	
Due from other governments	28,355		28,355	
Other				61,513
Gross receivables	343,118	786,319	1,129,437	61,513
Less Allowance for Uncollectible:				
Accounts:				
Airport customers	46,081		46,081	
Net total receivables	$ 297,037	$ 786,319	$ 1,083,356	$ 61,513

Receivables From Other Governments

The County participates in a variety of federal and state programs from which it receives grants to, partially or fully, finance certain activities. In addition, the County receives entitlements from the State through the legislative actions and taxes collected by the State on behalf of the County (sales and other taxes). All federal grants shown below are either direct or passed through state or local agencies and are reported on the financial statements as due from other governments.

Amounts due from federal, state, and local governments as of September 30, 2016 are summarized below:

	State Entitlements and Taxes	Federal Grants	State Grants	Other	Total
Major Governmental Funds:					
General Fund	$ 5,632,746	$ 915,168	$ 135,375	$ 55,622	$ 6,738,911
Road & Bridge Fund	81,253	285,075			366,328
Non major governmental Funds		783,951	193,181		977,132
Total	$ 5,713,999	$ 1,984,194	$ 328,556	$ 55,622	$ 8,082,371
Major Proprietary Funds:					
Airport Fund	$	$ 28,355	$	$	28,355
Total	$ -0-	$ 28,355	$ -0-	$ -0-	$ 28,355

NOTE 4 - RECEIVABLES, UNCOLLECTIBLE ACCOUNTS, DEFERRED OUTFLOWS AND INFLOWS OF RESOURCES AND UNEARNED REVENUES - Continued

Loans Receivable (Discounted)

The County advanced funds to the Brazoria County Toll Road Authority in the amount of $ 13,108,756 ($ 1,534, $ 16,269, $ 63,387, $ 64,017, $ 100,483, $ 61,736, $ 309,767, $ 8,592,424, and $ 3,899,139 during the years ended September 30, 2007, 2008, 2009, 2010, 2011, 2012, 2014, 2015 and 2016 respectively) to provide cash flow. The Brazoria County Toll Road Authority is reported as an enterprise fund (blended component unit). The Brazoria County Toll Road Authority has agreed to repay these funds, without interest, from future bonds (expected within five years for financial statement purposes). The $ 10,000 due during the years ended September 30, 2016, 2015, 2014, 2013, 2012, 2011, 2010, 2009, 2008, and 2007 was unpaid and the County has not established an allowance for uncollectible accounts at September 30, 2016.

The County advanced funds to the Brazoria County Fresh Water Supply #2 ("BCFWS") in the amount of $ 25,000 ($ 10,000, $ 5,000, and $ 10,000 during the years ended September 30, 2009, 2010, and 2012, respectively) to provide cash flow. The Brazoria County Fresh Water Supply #2 is reported as an agency fund. The Brazoria County Fresh Water Supply #2 has agreed to pay back the County over a nine year period beginning October 1, 2010 and ending September 30, 2019, without interest. The $ 15,000 due during the years ended September 30, 2016, 2015, 2014, 2013, 2012 and 2011 was unpaid and the County established an allowance for uncollectible accounts at September 30, 2016 of $ 16,000.

Since these are long-term receivables without interest, the County has discounted the loan receivable at September 30, 2016, as follows:

	General Fund	Other Governmental Funds	Total
Receivable current	$ 15,000	$	$ 15,000
Receivable within one year	3,000		3,000
Receivable within two years	3,000		3,000
Receivable within three years	3,000		3,000
Receivable within four years	1,000		1,000
Receivable within five years	12,501,563	607,193	13,108,756
Total loan receivable	12,526,563	607,193	13,133,756
Less allowance for uncollectible	(16,000)		(16,000)
Less discounts to net present value	(487,925)	(23,693)	(511,618)
Net loan receivable at September 30, 2016	$ 12,022,638	$ 583,500	$ 12,606,138

The discount rate used on long-term loans was 1.01% for the year ended September 30, 2016.

NOTE 4 - RECEIVABLES, UNCOLLECTIBLE ACCOUNTS, DEFERRED OUTFLOWS AND INFLOWS OF RESOURCES AND UNEARNED REVENUES - Continued

Loans Receivable (Discounted) - Continued

These net long term receivables are from the following entities:

	General Fund	Other Governmental Funds	Total
Brazoria County Toll Road Authority (Blended Component Unit Enterprise Fund)	$ 12,501,563	$ 607,193	$ 13,108,756
Brazoria County Fresh Water Supply District #2	9,000		9,000
	$ 12,510,563	$ 607,193	$ 13,117,756

Judicial Receivables

Judicial receivables are reported in the governmental activities statement of net position accounts line. Since these receivables do not represent current available resources, they are not reported in the governmental funds balance sheet. The allowance for uncollectible receivables related to the County's various court assessments is determined based on historical experience and evaluation of collectability in relation to the aging of customer accounts. The following is a summary of the receivable and allowance for uncollectible as of September 30, 2016:

	Governmental Activities		
	Judicial Receivable	Allowance for Uncollectible Accounts	Net Receivable
Judicial Receivables:			
Justice of the Peace	$ 8,994,824	$ 3,148,188	$ 5,846,636
County courts	2,367,440	946,976	1,420,464
District courts	18,734,804	9,367,402	9,367,402
Juvenile probation	350,321	175,161	175,160
	$ 30,447,389	$ 13,637,727	$ 16,809,662

NOTE 4 - RECEIVABLES, UNCOLLECTIBLE ACCOUNTS, DEFERRED OUTFLOWS AND INFLOWS OF RESOURCES AND UNEARNED REVENUES - Continued

Deferred Outflows and Inflows of Resources and Unearned Revenue

Governmental funds report deferred inflows of resources in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. As of September 30, 2016, the various components of deferred outflows and inflows of resources and unearned revenue reported in the governmental and proprietary funds were as follows:

	Governmental Funds			
	General Fund	Road & Bridge Funds	Other Governmental Funds	Total
Deferred Inflows of Resources:				
Delinquent property taxes receivable	$ 632,834	$ 181,514	$ 105,183	$ 919,531
Delinquent special assessment taxes receivable		1,055,230	42,363	1,097,593
	$ 632,834	$ 1,236,744	$ 147,546	$ 2,017,124
Unearned Revenue:				
Federal grants	$ 236,485	$ 301,840	$ 92,193	$ 630,518
State grants			193,541	193,541
Bail bonds	572,497			572,497
Public safety seizures	61,327		214,209	275,536
Developer advance		335,720		335,720
Rental deposits	17,900			17,900
	$ 888,209	$ 637,560	$ 499,943	$ 2,025,712

	Proprietary Fund
	Airport Enterprise Fund
Deferred Outflows of Resources:	
Pension:	
Difference between projected and actual investment earnings	$ 181,188
Difference between expected and actual economic experience	24,619
Changes in assumptions	23,823
Subsequent contributions	54,252
	$ 283,882
Unearned Revenue:	
Rental deposits	$ 19,560

NOTE 4 - RECEIVABLES, UNCOLLECTIBLE ACCOUNTS, DEFERRED OUTFLOWS AND INFLOWS OF RESOURCES AND UNEARNED REVENUES - Continued

Deferred Outflows and Inflows of Resources and Unearned Revenue - Continued

Governmental and business-type activities defer the recognition of pension expense for contributions made subsequent to the measurement date to the current year-end of September 30, 2016 and report these as deferred outflows of resources. Governmental and business-type activities also defer revenue recognition in connections with resources that have been received, but not yet earned and report these amounts as a deferred inflow of resources. Further, for governmental and business-type activities, like governmental funds, defer revenue recognition in connection with resources that have been received, but not yet earned and report these amounts as a liability (unearned revenue).

As of September 30, 2016, the various components of deferred inflows and outflows of resources reported in the governmental and business-type activities were as follows:

	Governmental Activities		Business-Type Activities	
	Deferred Outflows of Resources	Unearned Revenue	Deferred Outflows of Resources	Unearned Revenue
Bond refunding cost (net of accumulated amortization)	$ 1,177,331	$	$	$
Pension Related:				
Differences between projected and actual investment earnings	21,039,108		181,188	
Differences between expected and actual economic experience	2,868,057		24,619	
Changes in assumptions	2,746,292		23,823	
Subsequent contributions	6,254,096		54,252	
Unearned Revenue:				
Federal grants		630,518		
State grants		193,541		
Bail bonds		572,497		
Public safety seizures		275,536		
Developer advances		335,720		
Rental deposits		17,900		19,560
	$ 34,084,884	$ 2,025,712	$ 283,882	$ 19,560

NOTE 5 - INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

Interfund receivables and payables at September 30, 2016 consisted of the following:

Receivable Fund	Payable Fund	2016
General	Other governmental	$ 1,517,681
Other governmental	General	763,156
Proprietary	General	99,790
		$ 2,380,627

NOTE 5 - INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS - Continued

Detail interfund receivables and payables at September 30, 2016 consisted of the following:

Receivable Fund	Payable Fund	2016
General Fund	TDSHS Women, Infants & Children Fund	$ 94,263
General Fund	HHS-PPCPS Cities Readiness Initiative Fund	6,374
General Fund	HHS-BRHLO Community and Rural Health Fund	3,483
General Fund	HHS-PPCPS Hazards (Bioterrorism Grant) Fund	17,129
General Fund	HHS-CPS EBOLA-PHEP Fund	1,767
General Fund	HHS-Infectious Disease Control Unit Fund	305
General Fund	HHS-CPS Title IV-E Foster Care Maintenance Fund	12,192
General Fund	HHS-CPS Title IV-E Legal Services Fund	22,356
General Fund	DHS-State Homeland Security – UASI Fund	38,078
General Fund	CDBG County (HUD) Fund	46,443
General Fund	HUD - Texas Recovery Fund	17,750
General Fund	USDOJ-CJD Juv Incentive Block Fund	435
General Fund	USDOJ Crime Victim Assistance VOCA Fund	12,766
General Fund	USDOJ CSCD Victim Services Program Fund	345
General Fund	USDOJ Drug Court Program Fund	2,663
General Fund	USDOJ DEA Narcotics OT Expense Fund	1,572
General Fund	FEMA Flood Disaster 2015 Fund	75,422
General Fund	FEMA Flood Disaster 2016 Fund	297,674
General Fund	TJJD JJAEP Boot Camp	8,729
General Fund	OAG Victim Assistance Grant Fund	617
General Fund	DFPS CPS Title IV-B Concrete Services Fund	80
General Fund	TDSHS Immunization Fund	18,811
General Fund	Voter Registration Tax Office Fund	4,325
General Fund	SEP Wastewater Environmental Health – TCEQ Fund	9,157
General Fund	Vivian Street Lazy Oaks Special Assessment Fund	22,127
General Fund	Mobility Build American I & S Fund	482,696
General Fund	Brazoria County Toll Road Construction Fund	306,205
General Fund	OAG Juvenile Mental Health Services Fund	13,917
USDOJ DWI Court Program Fund	General Fund	139
FEMA Flood Disaster 2015 Fund	General Fund	24,541
FEMA Flood Disaster 2016 Fund	General Fund	433,012
Brazoria County Toll Road Construction Fund	General Fund	305,464
Brazoria County Toll Road Authority	General Fund	99,790
Total		$ 2,380,627

Interfund receivables and payables represent short-term borrowings primarily for cash flow purposes. These include short-term borrowings for reimbursement grants and some revenue or expenditures/expense adjustments between funds at or near year-end.

NOTE 5 - INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS - Continued

Interfund transfers for the year ended September 30, 2016 consisted of the following individual fund transfers in and transfers out:

Transferring Fund	Receiving Fund	2016
General	Other governmental	$ 1,849,041
General	Airport Operations	258,536
General	Health Care Benefits	3,837,853
Other governmental	General	19,687
Road and Bridge	Other governmental	439,629
Other governmental	Other governmental	130,700
Total		$ 6,535,446

Detail interfund transfers for the year ended September 30, 2016 consisted of the following individual fund transfers in and transfers out:

Transferring Fund	Receiving Fund	2016
General Fund	HHS-PPCPS – CRI Fund	$ 344
General Fund	HHS-PPCPS Hazards (Bioterrorism Grant) Fund	3,937
General Fund	HHS-CPS UNIQUE Fund	3,172
General Fund	HHS-CPS Title IV-E Foster Care Maintenance Fund	76,644
General Fund	HHS-CPS Title IV-E Legal Services Fund	248,110
General Fund	USDOJ Crime Victim Assistance VOCA Fund	38,588
General Fund	DOI Parks Boating Access Fund	7,830
General Fund	FEMA Flood Disaster 2015 Fund	24,541
General Fund	FEMA Flood Disaster 2016 Fund	433,012
General Fund	TJJD State Aid Fund	529,467
General Fund	TJJD JJAEP Boot Camp Fund	342,726
General Fund	OAG - VAG Grant Fund	19,964
General Fund	TDH Immunization Fund	2,706
General Fund	Emergency Management – Fire Code Fund	30,000
General Fund	CSCD Bond Supervision Fund	38,000
General Fund	Law Library Fund	50,000
General Fund	Airport Operations	258,536
General Fund	Health Care Benefits	3,837,853
Election Services Contract Fund	General Fund	3,752
SEP Wastewater Environmental Health – TCEQ Fund	General Fund	15,935
Road & Bridge Fund	TXDOT CR 48 Project Fund	17,955
Road & Bridge Fund	USTREAS Restore Act Projects Fund	421,674
Brazoria County Narcotics Task Force	Sheriff Contraband Forfeitures Fund	130,700
		$ 6,535,446

The Commissioners' Court approved these transfers, as transfers of operational funds to cover planned expenditures/expenses. Transfers to special revenue funds covered expenditures necessary to maintain budgeted shortfalls.

NOTE 6 - CAPITAL ASSETS

Capital Transactions

	Restated Balance 10-01-15	Additions	Retirements	Transfers	Balance 09-30-16
Governmental Activities:					
Capital Assets, Not Being Depreciated:					
Land	$ 21,740,684	$ 697,741	$ 16,838	$	$ 22,421,587
Construction in progress	52,507,123	18,364,133		(21,352,003)	49,519,253
Total capital assets not being depreciated	74,247,807	19,061,874	16,838	(21,352,003)	71,940,840
Capital Assets, Being Depreciated:					
Land improvements	3,717,926	1,584,224		480,465	5,782,615
Buildings and improvements	68,073,829	687,764	74,412	5,011,779	73,698,960
Furniture, equipment and vehicles	54,675,058	5,995,367	2,359,424	13,620,671	71,931,672
Infrastructure	263,021,087	4,830,091		2,217,953	270,069,131
Total capital assets being depreciated	389,487,900	13,097,446	2,433,836	21,330,868	421,482,378
Less Accumulated Depreciation For:					
Land improvements	1,288,085	262,291			1,550,376
Buildings and improvements	25,806,372	2,232,840	62,829		27,976,383
Furniture, equipment and vehicles	43,046,885	6,547,762	2,216,273	(21,135)	47,357,239
Infrastructure	124,785,920	7,438,150			132,224,070
Total accumulated depreciation	194,927,262	16,481,043	2,279,102	(21,135)	209,108,068
Total capital assets being depreciated, net	194,560,638	(3,383,597)	154,734	21,352,003	212,374,310
Governmental activities capital assets, net	$ 268,808,445	$ 15,678,277	$ 171,572	$ -0-	$ 284,315,150

NOTE 6 - CAPITAL ASSETS - Continued

Capital Transactions - continued

	Balance 10-01-15	Additions	Retirements	Transfers	Balance 09-30-16
Total Business-type Activities:					
Capital Assets, Not Being Depreciated:					
Land	$ 1,558,687	$	$	$	$ 1,558,687
Construction in progress	16,321,638	1,729,752		(4,226,191)	13,825,199
Total capital assets not being depreciated	17,880,325	1,729,752	-0-	(4,226,191)	15,383,886
Capital Assets, Being Depreciated:					
Buildings and improvements	8,891,072	33,344		24,652	8,949,068
Furniture, equipment and vehicles	1,143,215	68,899	5,963	35,884	1,242,035
Runways, taxiways and aprons	26,213,297			4,175,376	30,388,673
Total capital assets being depreciated	36,247,584	102,243	5,963	4,235,912	40,579,776
Less Accumulated Depreciation For:					
Buildings and improvements	4,596,505	235,034			4,831,539
Furniture, equipment and vehicles	840,679	59,353	5,963	21,135	915,204
Runways, taxiways and aprons	15,541,281	921,857			16,463,138
Total accumulated depreciation	20,978,465	1,216,244	5,963	21,135	22,209,881
Total capital assets being depreciated, net	15,269,119	(1,114,001)	-0-	4,214,777	18,369,895
Business-type activities capital assets, net	$ 33,149,444	$ 615,751	$ -0-	$(11,414)	$ 33,753,781

NOTE 6 - CAPITAL ASSETS - Continued

Capital Transactions - continued

	Balance 10-01-15	Additions	Retirements	Transfers	Balance 09-30-16
Business-type Activities:					
Airport Fund:					
Capital Assets, Not Being Depreciated:					
Land	$ 1,558,687	$	$	$	$ 1,558,687
Construction in progress	4,366,908	254,579		(4,226,191)	395,296
Total capital assets not being depreciated	5,925,595	254,579	-0-	(4,226,191)	1,953,983
Capital Assets, Being Depreciated:					
Buildings and improvements	8,891,072	33,344		24,652	8,949,068
Furniture, equipment and vehicles	1,143,215	68,899	5,963	35,884	1,242,035
Runways, taxiways and aprons	26,213,297			4,175,376	30,388,673
Total capital assets being depreciated	36,247,584	102,243	5,963	4,235,912	40,579,776
Less Accumulated Depreciation For:					
Buildings and improvements	4,596,505	235,034			4,831,539
Furniture, equipment and vehicles	840,679	59,353	5,963	21,135	915,204
Runways, taxiways and aprons	15,541,281	921,857			16,463,138
Total accumulated depreciation	20,978,465	1,216,244	5,963	21,135	22,209,881
Total capital assets being depreciated, net	15,269,119	(1,114,001)	-0-	4,214,777	18,369,895
Airport capital assets, net	$ 21,194,714	$(859,422)	$ -0-	$(11,414)	$ 20,323,878

NOTE 6 - CAPITAL ASSETS - Continued

Capital Transactions - continued

	Balance 10-01-15	Additions	Retirements	Transfers	Balance 09-30-16
Business-Type Activities:					
Brazoria County Toll Road Authority Assets:					
Capital Assets, Not Being Depreciated:					
Construction in progress	$ 11,954,730	$ 1,475,173	$	$	$ 13,429,903
Total capital assets not being depreciated	11,954,730	1,475,173	-0-	-0-	13,429,903
Capital Assets, Being Depreciated:					
None					
Total capital assets being depreciated	-0-	-0-	-0-	-0-	-0-
Less Accumulated Depreciation For:					
None					
Total accumulated depreciation	-0-	-0-	-0-	-0-	-0-
Total capital assets being depreciated, net	-0-	-0-	-0-	-0-	-0-
Brazoria County Toll Road Authority capital assets, net	$ 11,954,730	$ 1,475,173	$ -0-	$ -0-	$ 13,429,903

Depreciation

Depreciation expense was charged as direct expense to functional categories of the County as follows:

	09-30-16
Governmental Activities:	
General government and administration	$ 610,437
Judicial and legal	185,830
Financial administration	1,865,768
Elections	11,309
Public facilities	345,198
Public safety	1,343,751
Corrections	1,430,168
Public transportation	10,070,475
Health and welfare	170,854
Culture and recreation	436,850
Conservation	5,664
Environmental protection	4,739
	$ 16,481,043

NOTE 6 - CAPITAL ASSETS - Continued

Depreciation - continued

	09-30-16
Business-type Activities:	
Airport	$ 1,216,244

Function and Activity - Original Cost

	Balance 10-01-15	Additions	Retirements	Transfers and Adjustments	Balance 09-30-16
Governmental Activities:					
Function and Activity:					
General government	$ 15,734,911	$ 160,384	$ 541	$ 528,034	$ 16,422,788
Judicial and legal	4,900,044	80,474		3,478,463	8,458,981
Financial administration	6,276,311	228,464	15,983	617,188	7,105,980
Elections	261,159	33,528			294,687
Public facilities	9,511,680	250,686	43,880	2,958,429	12,676,915
Public safety	10,456,781	1,187,789	425,039	5,793,632	17,013,163
Corrections	41,935,604	306,565	82,141	74,036	42,234,064
Public transportation	306,930,480	8,971,003	1,052,537	2,114,873	316,963,819
Health and welfare	4,281,189	119,221	721,801	4,669,698	8,348,307
Culture and recreation	10,704,754	2,457,073	108,752	1,096,515	14,149,590
Conservation	207,869				207,869
Environmental protection	27,802				27,802
	411,228,584	13,795,187	2,450,674	21,330,868	443,903,965
Non-Functional:					
Construction in progress	52,507,123	18,364,133	-0-	(21,352,003)	49,519,253
Total governmental activities	$463,735,707	$ 32,159,320	$ 2,450,674	$(21,135)	$493,423,218
Business-type Activities:					
Function and Activity:					
Airport	$ 37,806,271	$ 102,243	$ 5,963	$ 4,235,912	$ 42,138,463
Non-Functional:					
Construction in progress	16,321,638	1,729,752		(4,226,191)	13,825,199
Total business-type activities	$ 54,127,909	$ 1,831,995	$ 5,963	$ 9,721	$ 55,963,662

NOTE 6 - CAPITAL ASSETS - Continued

Function and Activity - Original Cost - continued

	Land	Land Improvements	Buildings and Improvements	Furniture, Equipment and Vehicles	Infrastructure/ Runways, Taxiways and Aprons
Governmental Activities:					
Function and Activity:					
General government	$ 3,290,094	$ 731,979	$ 9,842,788	$ 1,884,650	$ 673,277
Judicial and legal	223,781	15,319	1,349,465	6,870,416	
Financial administration	26,875		119,125	6,959,980	
Elections			89,196	205,491	
Public facilities	1,377,281	613,942	9,888,118	797,574	
Public safety	10,963	65,898	1,087,085	14,316,653	1,532,564
Corrections	147,014	422,491	39,196,671	2,467,888	
Public transportation	13,441,434	307,052	4,190,766	31,980,053	267,044,514
Health and welfare	1,221,732	15,795	2,667,933	4,436,894	5,953
Culture and recreation	2,672,636	3,610,139	5,090,014	1,963,978	812,823
Conservation	8,935		177,799	21,135	
Environmental protection	842			26,960	
Total governmental activities	$ 22,421,587	$ 5,782,615	$ 73,698,960	$ 71,931,672	$270,069,131
Business-type Activities:					
Function and Activity:					
Airport	$ 1,558,687	$ -0-	$ 8,949,068	$ 1,242,035	$ 30,388,673

Construction Commitments

	Projects Authorized	Expended To Date	Commitment	Requiring Further Financing
September 30, 2016:				
Governmental Activities:				
Facilities Management – former location abatement and demolition	$ 112,768	$	$ 112,768	$
Restore Acts – Quintana fishing pier	240,500	85,631	154,869	
Restore Acts – San Bernard jetties	807,850	336,043	471,807	
Museum – renovations	58,303	25,722	32,581	
Parks – master plan	20,000		20,000	
Parks – National Oak Park	210,644	105,417	105,227	
Parks – Quintana Beach Education Center	352,222		352,222	
Parks – signage	204,332		204,332	
Sheriff – communication towers generators	129,048		129,048	

(continued)

NOTE 6 - CAPITAL ASSETS - Continued

Construction Commitments - continued

	Projects Authorized	Expended To Date	Commitment	Requiring Further Financing
Road and Bridge Projects:				
CR 48	$ 228,072	$ 142,220	$ 85,852	$
CR 58 West	468,198	276,569	191,629	
CR 59 median improvements	263,479	72,274	191,205	
CR 94	31,600		31,600	
CR 180 drainage ditch bridge replacement	119,819	23,277	96,542	
CR 872 bridge replacement over Mustang Bayou	476,824	350,789	126,035	
CR 288 Improvements	301,633	282,059	19,574	
Damaged roads reconstruction - Phillips 66	5,671,960	1,777,954	3,894,006	
Drainage improvements - Airport	72,000	52,158	19,842	
Truck weigh station - Hwy 288	214,523	174,058	40,466	
West Service Center fueling station	819,205	86,211	732,994	
West Service Center office building	30,500	24,480	6,020	
Service Center improvements engineering	80,170	37,736	42,434	
Total governmental activities	$ 10,913,650	$ 3,852,598	$ 7,061,052	$ -0-
Business-type Activities:				
Toll Road	$ 10,367,025	$ 6,971,436	$ 3,395,589	$
Total business-type activities	$ 10,367,025	$ 6,971,436	$ 3,395,589	$ -0-

NOTE 7 - DISAGGREGATION OF ACCOUNTS AND ACCRUED LIABILITIES PAYABLE

Accounts and accrued liabilities payable as of September 30, 2016, for the government's individual governmental major and nonmajor funds, proprietary major fund, internal service funds, and fiduciary funds in the aggregate are as follows:

	Governmental Funds			
	General Fund	Road & Bridge Fund	Other Governmental Funds	Total
Accounts and Accrued Liabilities Payable:				
Vendors	$ 7,671,670	$ 2,769,254	$ 902,111	$ 11,343,035
Other governments	814,147	61	1,631	815,839
Accrued compensation	1,419,768	195,260	115,341	1,730,369
Accrued benefits	1,551,541	233,742	123,662	1,908,945
Other accrued liabilities	62,664			62,664
	$ 11,519,790	$ 3,198,317	$ 1,142,745	$ 15,860,852

NOTE 7 - DISAGGREGATION OF ACCOUNTS AND ACCRUED LIABILITIES PAYABLE - Continued

	Proprietary Funds				
	Enterprise Funds				
	Airport Fund	Brazoria County Toll Road Authority Fund	Internal Service Funds	Total	Fiduciary Funds
Accounts and Accrued Liabilities Payable:					
Vendors	$ 75,294	$ 420,937	$ 233,549	$ 729,780	$ 103,888
Other governments	24			24	
Accrued compensation	13,650			13,650	94,304
Accrued benefits	18,738			18,738	70,025
Estimated claims payable			2,092,599	2,092,599	
Totals	$ 107,706	$ 420,937	$ 2,326,148	$ 2,854,791	$ 268,217

NOTE 8 - LONG-TERM DEBT

General Obligation Debt

General obligation and certificates of obligations payable at September 30, 2016, are summarized as follows:

	Interest Rate %	Series Dates			Bonds Outstanding 09-30-16
		Issued	Maturity	Callable	
General Obligation:					
Unlimited Tax Road Bonds, Series 2008	3.500 - 5.000	2008	2013		$ 5,555,000
Unlimited Tax Road Bonds, Series 2010A	2.000 - 3.125	2010	2018		1,735,000
Unlimited Tax Road Bonds, (Build America Bonds) Series 2010B	4.594 - 6.026	2010	2030		13,225,000
Unlimited Tax Road Bonds, Series 2012	2.000 - 3.625	2012	2018		7,515,000
Refunding Bonds, Series 2012	2.000 - 3.000	2012	2032		1,855,000
Refunding Bonds, Series 2016	2.000 - 5.000	2016	2027		8,150,000
Combination Tax and Revenue Certificates of Obligation Bonds Series 2012	3.500 - 5.000	2012	2032	2022	25,115,000
Combination Tax and Revenue Certificates of Obligation Series 2016	2.000 - 5.000	2016	2026		7,895,000
Total					$ 71,045,000

NOTE 8 - LONG-TERM DEBT - Continued

General Obligation Debt - continued

General obligation and certificates of obligation bond transactions for the year ended September 30, 2016 were as follows:

Bonds outstanding, October 1, 2015	$ 76,745,000
Issued	16,550,000
Refunded	(18,005,000)
Matured	(4,245,000)
Bonds outstanding, September 30, 2016	$ 71,045,000

The bond ordinances require that a tax be levied sufficient to pay current interest and create a sinking fund of not less than the amount to pay current principal and interest. For the year ended September 30, 2016, the amount of ad valorem taxes collected for interest and sinking were $ 9,580,075, while the debt service requirements for principal and interest was $ 7,446,720. The bond resolutions provide no express remedies in the event of default and make no provision for acceleration of maturity of the bonds.

The following is a summary of general obligation bond requirements by year as of September 30, 2016:

September 30,	Principal	Interest	Total Requirement
2017	$ 3,530,000	$ 2,965,182	$ 6,495,182
2018	4,815,000	2,840,945	7,655,945
2019	4,000,000	2,698,617	6,698,617
2020	4,125,000	2,546,531	6,671,531
2021	4,295,000	2,371,513	6,666,513
2022-2026	27,550,000	8,423,752	35,973,752
2027-2031	19,910,000	2,450,266	22,360,266
2032	2,820,000	55,295	2,875,295
	$ 71,045,000	$ 24,352,101	$ 95,397,101

The scheduled federal subsidy for the 2010 Unlimited Tax Road Bonds (Build America Bonds) to be received at September 30, 2016 is as follows:

September 30,	Federal Subsidy
2017	$ 236,544
2018	236,544
2019	229,754
2020	215,761
2021	200,810
2022-2026	744,528
2027-2030	203,014
	$ 2,066,955

NOTE 8 - LONG-TERM DEBT - Continued

General Obligation Debt - continued

During the year ended September 30, 2016, the County received $ 237,563 in federal subsidy under the Build America Bond program. The federal subsidy is provided to offset the interest paid on the bonds.

On July 26, 2012 the County sold $ 25,115,000 of Certificates of Obligation Bonds, Series 2012. These bonds were issued for the purpose of generating funds for numerous facilities projects with an estimated cost of $ 27,500,000.

On July 26, 2012 the County sold $ 4,435,000 of General Obligation Refunding Bonds, Series 2012. The net proceeds of $ 4,590,372 along with $ 70,458 from the general fund, a total of $ 4,660,830, were placed in escrow for the defeasement of $ 4,490,000 in Certificates of Obligation Bonds, Series 2003.

On July 26, 2012 the County sold $ 8,575,000 of Unlimited Tax Road Bonds, Series 2012. These bonds were issued to provide funding for the following road projects:

County Road 48 South from State Highway 6 to County Road 894 (4 lanes divided)	$ 3,098,812
County Road 220 from Farm to Market Road 523 to State Highway 288 (2 lanes each)	3,328,000
State Highway 288 from location to be determined to Harris County line (2 lanes)	1,000,000
Other County general mobility projects	1,148,188
	$ 8,575,000

On January 28, 2016, the County issued two refunding bond issues, the Unlimited Tax Refunding Series 2016 and the Limited Tax Refunding Bond, Series 2016 in the amount of $ 8,425,000 and $ 8,125,000, respectively. These bonds will provide funds to advance refund the Combination Tax and Revenue Certificates of Obligation Series 2006 and the Unlimited Tax Road Bonds, Series 2006 in the amounts of $ 9,235,000 and $ 8,770,000, respectively. The advance refunding occurred on the call date of March 1, 2016. These refunding bonds are calculated to provide cash flow savings of $ 2,983,437 and an economic gain (net present value of savings) of $ 2,786,546.

Tax Note Debt

Tax notes payables at September 30, 2016, are summarized as follows:

	Interest Rate %	Series Dates Issued	Maturity	Callable	Tax Notes Outstanding 09-30-16
Tax Note:					
Tax Note, Series 2013	1.560	2013	2020		$ 7,885,000
Total					$ 7,885,000

General obligation and certificates of obligation bond transactions for the year ended September 30, 2016 were as follows:

Bonds outstanding, October 1, 2015	$ 8,135,000
Matured	(250,000)
Bonds outstanding, September 30, 2016	$ 7,885,000

NOTE 8 - LONG-TERM DEBT - Continued

Tax Note Debt - continued

The tax note agreement requires that a tax be levied sufficient to pay current interest and create a sinking fund of not less than the amount to pay current principal and interest. For the year ended September 30, 2016, the amount of ad valorem taxes collected for interest and sinking were $ 390,742, while the debt service requirements for principal and interest were $ 374,956.

The following is a summary of general obligation bond requirements by year as of September 30, 2016:

September 30,	Principal	Interest	Total Requirement
2017	$ 250,000	$ 121,056	$ 371,056
2018	1,830,000	104,832	1,934,832
2019	2,855,000	68,289	2,923,289
2020	2,950,000	23,010	2,973,010
	$ 7,885,000	$ 317,187	$ 8,202,187

Proprietary Debt

Other than accrued compensated absences, net OPEB obligation, and net pension obligation, there was no proprietary long-term debt at or during the year ended September 30, 2016.

Changes in Long-Term Debt

Transactions for the year ended September 30, 2016 are summarized as follows:

	Balance 10-01-15	Issues or Additions	Payments or Expenditures	Balance 09-30-16	Due Within One Year
Governmental Type Activities:					
Certificates of obligation bonds	$ 34,570,000	$ 8,125,000	$ 9,685,000	$ 33,010,000	$ 570,000
General obligation bonds	42,175,000	8,425,000	12,565,000	38,035,000	2,960,000
Tax notes	8,135,000		250,000	7,885,000	250,000
Component of Bonded Debt:					
Premium on bonds	2,912,935	2,250,887	752,086	4,411,736	417,346
Accrued interest payable	408,507	267,950	408,507	267,950	267,950
Compensated absences	3,848,540	3,193,086	2,629,732	4,411,894	4,411,894
Net OPEB obligation	2,598,340	1,707,505	963,715	3,342,130	964,000
Net pension obligation	20,070,412	83,747,935	36,292,581	67,525,766	8,700,000
Total governmental activities	114,718,734	107,717,363	63,546,621	158,889,476	18,541,190
Business-Type Activities:					
Accounts payable – long-term	11,939,047	1,169,709		13,108,756	
Compensated absences	41,282	36,189	25,983	51,488	51,488
Net OPEB obligation	21,511	16,155	9,118	28,548	9,000
Net pension obligation	161,858	726,480	314,824	573,514	75,000
Total business-type activities	12,163,698	1,948,533	349,925	13,762,306	135,488
Total government	$126,882,432	$109,665,896	$ 63,896,546	$172,651,782	$ 18,676,678

NOTE 9 - LEASING OPERATIONS

Operating Leases - Lessor

The County is involved in various operating leases as lessor. These leases are for properties such as airport facilities and other facilities. Some of the airport facilities are leased for periods through 2037. Other facilities and the coffee shop are leased on either a month-to-month or year-to-year arrangement. The County has not determined the cost of these facilities as of September 30, 2016.

Governmental Funds:

There are no minimum future rentals to be received on noncancelable leases, as of September 30, 2016.

Gross rental income for operating leases, including one-time or month-to-month, for the year ended September 30, 2016 was as follows:

	2016
Park and fairgrounds rental	$ 787,755
HAVA equipment rental	55,327
Coffee shop	600
	$ 843,682

Proprietary Funds (Enterprise Fund - Airport):

Minimum future rentals to be received on noncancelable leases, as of September 30, 2016, for each of the next five years and in the aggregate are:

Year Ended September 30,	2016
2017	$ 160,838
2018	161,869
2019	163,515
2020	129,625
2021	49,550
2022-2026	259,938
2027-2031	50,000
2032-2036	50,000
2037	10,000
	$ 1,035,335

NOTE 9 - LEASING OPERATIONS - Continued

Operating Leases – Lessor - continued

Gross rental income for operating leases, including one-time and month-to-month, for the year ended September 30, 2016 was as follows:

	2016
Building rental	$ 258,361
Hangar rental	196,170
Ground rental	45,822
Car rental	110,374
Other rental	26,750
	$ 637,477

Operating Leases - Lessee

Governmental Funds:

The County is involved in various operating leases as lessee. These leases are for properties such as buildings, copiers, grounds, equipment and other facilities. Most are on month-to-month or year-to-year; however one building lease expires in 2020.

Minimum future rentals to be paid on non-cancelable leases, as of September 30, 2016, for each of the next five years and in the aggregate are as follows:

Year Ended September 30,	2016
2017	$ 52,890
2018	37,800
2018	37,800
2020	18,900
	$ 147,390

Gross rental expenditures for operating leases, including month-to-month for the year ended September 30, 2016 was as follows:

	2016
Building rental	$ 122,951
Ground rental	45,466
Equipment rental	505,601
Section 8 Housing Voucher Choice rentals	2,927,403
	$ 3,601,421

NOTE 9 - LEASING OPERATIONS - Continued

Operating Leases - Lessee - continued

Proprietary Funds (Enterprise Fund - Airport):

The County is involved in various operating leases as lessee. These leases are for properties such as buildings, copiers, ground, equipment and other facilities. Most are on month-to-month or year-to-year, therefore, there are no minimum future rentals required to be paid on non-cancelable leases, as of September 30, 2016.

Gross rental expenditure for operating leases for the year ended September 30, 2016 were as follows:

	2016
Equipment rental	$ 1,343
	$ 1,343

NOTE 10. 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 non-traditional defined benefit pension plan in the statewide Texas County and District Retirement System (TCDRS). The Board of Trustees of TCDRS is responsible for the administration of the statewide agent multiple-employer public employee retirement system consisting of more than 700 non-traditional defined benefit plans. TCDRS in the aggregate issues a comprehensive annual financial report (CAFR) on a calendar year basis. The CAFR is available upon written request from the TCDRS Board of Trustees at P.O. Box 2034, Austin, TX 79768-2034.

The plan provisions are adopted by the governing body of the employer, within the options available in the Texas state statutes governing TCDRS (TCDRS Act). Members can retire at age 60 and above with 8 or more years of service, with 20 years of service regardless of age, or when the sum of their age and years of service equals 75 or more. Members are vested after 8 years of service, but must leave their accumulated contributions in the plan to receive any employer-financed benefit. Members who withdraw their personal contributions in a lump sum are not entitled to any amounts contributed by their employer.

All eligible employees of the County are required to participate in TCDRS.

The plan provisions are adopted by Commissioner's Court of the County, within the options available in the state statutes governing TCDRS. Plan provisions for the County were as follows:

	Plan Year 2015	Plan Year 2016
Employee deposit rate	7.00%	7.00%
Employer deposit rate	12.32%	12.14%
Matching ratio (County to employee)	2 to 1	2 to 1
Years required for vesting	8	8
Service retirement eligibility (expressed as age/years of service)	60/8, 0/20	60/8, 0/20

NOTE 10. TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM PENSION PLAN - Continued

Employees Covered by Benefit Terms:

At the December 31, 2015 valuation and measurement date, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	751
Inactive employees entitled to but not yet receiving benefits	928
Active employees	1,464
	3,143

Contributions - The contribution rates for employees in TCDRS are either 4%, 5%, 6%, or 7% of employee compensation, and the employer matching percentages are either 100%, 150%, or 200%, both as adopted by the governing body of the employer. Under the state laws governing TCDRS, the contribution rate for each employer is determined annually by the actuary, using the Entry Age Normal (EAN) actuarial cost method. Participating employers are required to contribute at the actuarially determined rates to ensure adequate funding for each employer's plan. Employer contribution rates are determined annually and approved by the TCDRS Board of Trustees.

Each employer has the opportunity to make additional contributions in excess of its annual required contribution rate either by adopting an elected rate that is higher than the required rate or by making additional contributions on an ad hoc basis. Employers may make additional contributions to pay down their liabilities faster, pre-fund benefit enhancements and/or buffer against future adverse experience. In addition, employers annually review their plans and may adjust benefits and costs based on their local needs and budgets. Although accrued benefits may not be reduced, employers may reduce future benefit accruals and immediately reduce costs.

Employees of the County were required to contribute 7% of their annual compensation during the fiscal year. The County's required contribution rates of 12.14% and 12.32% in calendar years 2016 and 2015, respectively. The County's contributions to TCDRS for the year ended September 30, 2016 were $ 8,780,780.

Net Pension Liability/Asset - The County's Net Pension Liability/Asset (NPL/NPA) was measured as of December 31, 2015, and the Total Pension Liability (TPL) used to calculate the Net Pension Liability/Asset was determined by an actuarial valuation as of that date.

Actuarial Assumptions:

The Total Pension Liability in the December 31, 2015 actuarial valuation was determined using the following actuarial assumptions:

Inflation	3.0% per year
Overall payroll growth	3.5% per year
Investment Rate of Return	8.0%, net of pension plan investment expense, including inflation

NOTE 10. TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM PENSION PLAN - Continued

Except where indicated in the section of this GASB 68 report entitled "Actuarial Methods and Assumptions Used for GASB Calculations", the assumptions used in this analysis for the December 31, 2015 financial reporting metrics are the same as those used in the December 31, 2015 actuarial valuation analysis for Brazoria County.

Following is a description of the assumptions used in the December 31, 2015 actuarial valuation analysis for Brazoria County. This information may also be found in the Brazoria County December 31, 2015 Summary Valuation Report.

Economic Assumptions:

TCDRS System-Wide Economic Assumptions

Real rate of return	5.0%
Inflation	3.0%
Long-term investment return	8.0%

The assumed long-term investment return of 8% is net after investment and administrative expenses and is expected to enable the system to credit each employer's Subdivision Accumulation Fund (SAF) with a nominal annual rate of 8% on the combined ESF and SAF funds, less the amount credited to the employer's ESF. Under the TCDRS Act, the ESF is credited with a nominal annual rate of 7%. It is assumed interest will be credited at the nominal annual rate of 8% for calculating the actuarial accrued liability and the normal cost contribution rate for the retirement plan of each participating employer.

The annual salary increase rates assumed for individual members vary by length of service and by entry-age group. The annual rates consist of a general wage inflation component of 3.5% (made up of 3.0% inflation and 0.5% productivity increase assumptions) and a merit promotion and longevity component that on average approximates 1.4% per year for a career employee.

Employer Specific Economic Assumptions

Growth in membership	0.0%
Payroll growth	3.5%

The payroll growth assumption is for the aggregate covered payroll of an employer.

The long-term expected rate of return on pension plan investments is 8.1%. The pension plan's policy in regard to the allocation of invested assets is established and may be amended by the TCDRS Board of Trustees. Plan assets are managed on a total return basis with an emphasis on both capital appreciation as well as the production of income, in order to satisfy the short-term and long-term funding needs of TCDRS.

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

NOTE 10. TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM PENSION PLAN - Continued

Asset Class	Benchmark	Target Allocation[1]	Geometric Real Rate of Return (Expected minus Inflation)[2]
US Equities	Dow Jones U.S. Total Stock Market Index	14.50%	5.45%
Private Equities	Cambridge Associates Global Private Equity & Venture Capital Index[3]	14.00%	8.45%
Global Equities	MSCI World (net) index	1.50%	5.75%
International Equities – Developed	MSCI World Ex USA (net)	10.00%	5.45%
International Equities - Emerging	MSCI World Ex USA (net)	8.00%	6.45%
Investment-Grade Bonds	Barclays Capital Aggregate Bond Index	3.00%	1.00%
High-Yield Bonds	Citigroup High-Yield Cash-Pay Capped Index	3.00%	5.10%
Opportunistic Credit	Citigroup High-Yield Cash-Pay Capped Index	2.00%	5.09%
Direct Lending	Citigroup High-Yield Cash-Pay Capped Index	5.00%	6.40%
Distressed Debt	Citigroup High-Yield Cash-Pay Capped Index	3.00%	8.10%
REIT Equities	67% FTSE NAREIT Equity REITs Index + 33% FRSE EPRA/NAREIT Global Real Estate Index	3.00%	4.00%
Commodities	Bloomberg Commodities Index	2.00%	(0.20%)
Master Limited Partnerships (MLPs)	Alerian MLP Index	3.00%	6.80%
Private Real Estate Partnerships	Cambridge Associates Real Estate Index[4]	3.00%	7.20%
Hedge Funds	Hedge Fund Research, Inc. (HFRI) Fund Of Funds Composite Index	25.00%	5.25%
Total		100.00%	8.10%

[1] *Target asset allocation adopted at the April 2016 TCDRS Board meeting.*
[2] *Geometric real rates of return in addition to assumed inflation of 1.6% per Cliffwater's 2016 capital market assumptions.*
[3] *Includes vintage years 2006-present of Quarter Pooled Horizon IRRs.*
[4] *Includes vintage years 2007-present of Quarter Pooled Horizon IRRs.*

Discount Rate - The discount rate used to measure the Total Pension Liability was 8.10%. This rate reflects the long-term rate of return funding valuation assumption of 8.00%, plus 0.10% adjustment to be gross of administrative expenses. The plan's fiduciary net position is projected to be available to make all projected future benefit payments of current active, inactive and retired members. Therefore, the discount rate for calculating the total pension liability is equal to the long-term expected rate of return, and the municipal bond rate does not apply. The discount rate is the single rate of return that, when applied to all projected benefit payments, results in an actuarial present value of projected benefit payments equal to the total of the following:

NOTE 10. TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM PENSION PLAN - Continued

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

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

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

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

1. TCDRS has a funding policy where the Unfunded Actuarial Accrued Liability (UAAL) shall be amortized as a level percent of pay over 20-year closed layered periods.
2. Under the TCDRS Act, the employer is legally required to make the contribution specified in the funding policy.
3. The employer's assets are projected to exceed its accrued liabilities in 20 years or less. When this point is reached, the employer is still required to contribute at least the normal cost.
4. Any increased cost due to the adoption of a COLA is required to be funded over a period of 15 years, if applicable.

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

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

NOTE 10. TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM PENSION PLAN - Continued

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a)-(b)
Balance as of December 31, 2014	$ 300,000,955	$ 279,768,685	$ 20,232,270
Changes for the Year:			
Service cost	9,208,083		9,208,083
Interest on total pension liability (1)	25,022,175		25,022,175
Effect of plan changes (2)	19,339,348		19,339,348
Effect of economic/demographic gains or losses	3,078,052		3,078,052
Effect of assumptions changes or inputs	3,462,644		3,462,644
Refunds of contributions	(912,820)	(912,820)	-0-
Contributions – employer		4,989,108	(4,989,108)
Contributions – employee		8,780,780	(8,780,780)
Net investment income		(964,311)	964,311
Benefit payment,	(12,913,629)	(12,913,629)	-0-
Administrative expense		(200,829)	200,829
Other changes (3)		(361,456)	361,456
Balance as of December 31, 2015	$ 346,284,808	$ 278,185,528	$ 68,099,280

(1) *Reflects the change in the liability due to the time value of money. TCDRS does not charge fees or interest.*
(2) *Reflects new annuity purchase rates applicable to all TCDRS employers effective January 1, 2018.*
(3) *Relates to allocation of system-wide items.*

Sensitivity Analysis - The following presents the net pension liability of the county, calculated using the discount rate of 8.10%, as well as what the County's net pension liability would be if it were calculated using a discount rate of 1 percentage-point lower (7.10%) or 1 percentage-point higher (9.10%) than the current rate:

	1% Decrease In Discount Rate (7.10%)	Discount Rate (8.10%)	1% Increase In Discount Rate (9.10%)
Total pension liability	$ 393,348,131	$ 346,284,808	$ 307,354,894
Fiduciary net position	278,185,528	278,185,528	278,185,528
Net pension liability	$ 115,162,603	$ 68,099,280	$ 29,169,366

NOTE 10. TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM PENSION PLAN - Continued

Pension Expense (Income):	Year Ended 12-31-15
Service cost	$ 9,208,083
Interest on total pension liability [1]	25,022,175
Effect of plan changes	19,339,348
Administrative expenses	200,829
Member contributions	(4,989,108)
Expected investment return net of investment expenses	(22,837,517)
Recognition of deferred inflows/outflows of resources:	
Recognition of economic/demographic gains or losses	759,022
Recognition of assumption changes or inputs	692,529
Recognition of investment gains or losses	5,486,644
Other [2]	361,456
Pension expense	$33,243,461

[1] *Reflects the change in the liability due to the time value of money. TCDRS does not charge fees or interest.*
[2] *Related to allocation of system-wide items.*

Deferred Inflows and Outflows - At September 30, 2016, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual economic experience	$ 2,892,676	$
Difference between projected and actual investment earnings	21,220,296	
Changes in assumptions	2,770,115	
Contributions subsequent to the measurement date [3]	6,308,348	
Totals	$33,191,435	$ -0-

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

Year Ended September 30,	
2016	$ 6,938,194
2017	6,938,194
2018	6,938,194
2019	6,068,505
2020	-0-
Thereafter [4]	-0-

[3] *If eligible employer contributions were made subsequent to the measurement date through the employer's fiscal year end, the employer should reflect these contributions, adjusted as outlined in GASB No. 71.*
[4] *Total remaining balance to be recognized in future years, if any. Note that additional deferred inflows and outflows of resources may impact these numbers.*

NOTE 11 - DEFERRED COMPENSATION AND POST-RETIREMENT LIFE INSURANCE BENEFITS

The County provides participating eligible employees the alternate plans of disability, survivorship and delayed compensation created in accordance with Internal Revenue Code Section 457. The Plans are administered by First Financial Benefits, Inc. (FFB). The plans are funded through tax-delayed employee contributions of 6.7% of eligible gross annual compensation. The County contributes an additional 6.7% of the total eligible gross annual compensation of all participating employees. The employee contribution is deposited into the employee's retirement annuity account. The County contribution is applied to disability and survivorship benefit premiums with the remaining amounts contributed to the employee's retirement annuity.

The County funds all amounts of compensation delayed under the plan through investment in a fixed rate group annuity contract underwritten by American United Life Insurance Company. Investments in these funds are reported at market value. The delayed compensation is not available to employees until termination, retirement, death or unforeseeable emergency. Transactions within the annuity for the year are summarized below:

Balance - October 1, 2015	$ 75,117,505
Contributions and earnings	13,176,059
Withdrawals, premiums, and benefits	(5,876,528)
Balance - September 30, 2016	$ 82,417,036

Participants may make additional contributions to their Delayed Compensation Retirement Plan Account. These contributions will be in addition to the employees 6.7% contribution and the County's matching contribution.

The alternate plan also provides plan participants with long-term disability benefits through Lincoln Financial Group. The policy generally provides the totally disabled insured with benefits of 60 percent of base pay up to a maximum benefit of $ 1,500 per month.

A Group Term Life Insurance Policy is in effect which covers all participating employees. Benefits are a multiple of annual salary with maximum benefit of $ 150,000. The plan also provides a paid-up death benefit of $ 50,000 to employees who retire under certain provisions. Premiums are provided for the benefit through a portion of the County's contribution to the alternate plan. The funds are invested in an annuity with Standard Life Insurance Company referred to as the Retired Lives Reserve (RLR). Funds required for benefits payable under this plan are drawn from the annuity as needed.

A Group Annuity Contract to reimburse TCDRS eligible employees for amounts paid for health insurance benefits became effective on October 1, 1990. The plan provides $ 295 per month until age 65 and then $ 200 per month age 65 and over towards the cost of health insurance premiums.

NOTE 11 - DEFERRED COMPENSATION AND POST-RETIREMENT LIFE INSURANCE BENEFITS - Continued

Transactions within the annuities for the year are summarized below:

	Retired Lives Reserve	Retiree Medical Plan
Balance - October 1, 2015	$ 6,985,716	$ 11,229,505
Contributions and earnings	1,492,201	1,237,618
Withdrawals, premiums, benefits	(1,089,539)	(1,197,072)
Balance - September 30, 2016	$ 7,388,378	$ 11,270,051

Two additional delayed compensation plans are available to employees. The two plans are Nationwide and Lincoln National. The County does not participate and match benefits in these two plans. Transactions for these two plans are summarized below:

	Nationwide	Lincoln
Balance - October 1, 2015	$ 2,354,433	$ 172,102
Contribution and earnings	344,630	14,728
Withdrawals, premiums, benefits, and losses	(537,281)	(2,543)
Balance - September 30, 2016	$ 2,161,782	$ 184,287

The County has no liability for losses under the plan but does have the duty of due care that would be required of an ordinary prudent investor.

The County maintains a Group Annuity Contract to reimburse TCDRS eligible employees for amounts paid for health insurance benefits. The plan is a single-employer defined benefit plan. The Group Annuity Contract became effective on October 1, 1990. The plan provides $ 295 per month until age 65 and then $ 200 per month towards the cost of health insurance premiums. A separate, audited GAAP-basis post-employment benefit plan report is not available for this plan.

Funding Policy - The contribution requirements of the County are adopted by Commissioner's Court and may be amended at any time. For the years ended September 30, 2016, 2015, and 2014, the County contributed $ 972,833, $ 2,245,707, and $ 1,173,666 to the Group Annuity Contract which includes net investment earnings, respectively.

NOTE 12 - POST EMPLOYMENT MEDICAL CARE PLAN

Annual Other Post Employment Benefit (OPEB) Cost and Net OPEB Obligation - The County's annual OPEB cost is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with parameters established by GASB Statement 45. The annual OPEB cost represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or excess) over a period not to exceed thirty years. Actuarial valuations which are used to value OPEB plans reflect a long-term perspective and involve estimates of the value of reported amounts and assumptions about the possibility of events far into the future and actuarially amounts are subject to continual revision as results are compared to past expectations and new estimates are made about the future. Calculations are based on the OBEB benefits provided under the terms of the substantive plan in effect at the time of each evaluation. The following table shows the components of the County's annual OPEB cost, the amounts actually contributed to the plan, and changes in the County's net OPEB obligation to the Group Annuity Contract for the years ended September 30, 2016, 2015, and 2014:

	09-30-16	09-30-15	09-30-14
Annual required contribution	$ 1,712,625	$ 1,601,546	$ 1,589,905
Interest on net OPEB obligation	117,893	146,264	126,999
Adjustment to annual required contribution	(106,858)	(132,573)	(115,111)
Annual OPEB cost	1,723,660	1,615,237	1,601,793
Contributions made	(972,833)	(2,245,707)	(1,173,666)
Increase (decrease) in net OPEB obligation	750,827	(630,470)	428,127
Net OPEB obligation – beginning of year	2,619,851	3,250,321	2,822,194
Net OPEB obligation – end of year	$ 3,370,678	$ 2,619,851	$ 3,250,321

The County's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for the year ended September 30, 2016 and the two preceding years were as follows:

Fiscal Year Ended	Annual OPEB Cost	% of Annual OPEB Cost Contributed	Net OPEB Obligation
9/30/14	$ 1,601,793	73.3%	$ 3,250,321
9/30/15	1,615,237	139.0%	2,619,851
9/30/16	1,723,660	56.4%	3,370,678

Funding Status and Funding Progress - As of September 30, 2015, the most recent actuarial valuation date, the plan was 41.6% funded. The actuarial accrued liability for benefits was $ 27,021,505, and the actuarial value of assets was $ 11,229,505, resulting in an unfunded liability (UAAL) of $ 15,792,000. The County's general fund is ultimately responsible for the liquidation of the net obligation. The covered payroll was $ 58,891,577 and the ratio of the UAAL to the covered payroll was 28.5 percent.

Actuarial Methods and Assumptions - In the September 30, 2015 actuarial valuation, the projected unit credit method was used. The actuarial assumptions include a 4.5% investment rate of return. An inflation rate of 3.0%, salary growth rate of 3.0%, and health care cost trend rate ranging from 10% down to 5% over a 10 year period is used. An interest discount rate of 4.5% was used to value the liability. The UAAL is being amortized over a closed period of thirty years at 4.5% using the level percent of payroll method. The remaining amortization period at September 30, 2015, was 24.52 years.

NOTE 13 - SELF INSURANCE

Health Insurance

The County implemented a limited self-insured health care benefit and life AD&D coverage plan that became effective August 1, 1989. The plan was established to provide for the payment or reimbursement of all or a portion of eligible medical, dental and prescription drug expenses incurred by eligible participants and eligible dependents of such participants. The County is the named fiduciary and plan administrator and has the authority to control and manage the operation and administration of the plan. The County has the authority to amend the plan, to determine its policies, to appoint and remove plan supervisors and exercise general administrative authority over them.

The County, under the direction of the plan supervisor, Third Party Administrators, shall evaluate the cost of the plan and determine the amount to be contributed to the plan. The current contribution to the plan by the County was $ 800 per eligible employee per month for the period October 1, 2015 through September 30, 2016. The contributions, or interfund premiums paid into the Group Health Insurance Fund (Internal Service Fund) are available to pay claims and administrative costs of the plan with a portion of the premiums set aside as reserves for anticipated claims. The total contribution to the plan for the fiscal year ended September 30, 2016 was $ 15,324,570. The plan provides limited medical care benefits to the eligible participants up to $ 1,000,000 lifetime maximum benefit. The plan has in place an excess loss insurance policy through SA Benefit Services LLC, which covers claims in excess of $ 250,000 per participant in any calendar year, with a maximum aggregate benefit of $ 1,000,000 per coverage period. Estimated claims payable at September 30, 2016 was $ 1,692,599.

The following is a reconciliation of changes in the aggregate liabilities for claims for the years ended September 30, 2016 and 2015.

	2016	2015
Claims payable - October 1,	$ 1,235,829	$ 1,241,634
Incurred claims	17,207,318	14,899,318
Payment of claims	(16,544,506)	(14,905,123)
Claims payable - September 30,	$ 1,898,641	$ 1,235,829

The following is a reconciliation of claims payable at September 30, 2016 and 2015.

	2016	2015
Claims payable:		
Actual	$ 206,042	$ 348,095
Estimated	1,692,599	887,734
Total claims payable	$ 1,898,641	$ 1,235,829

NOTE 13 - SELF INSURANCE - Continued

Insurance Reserve

Brazoria County established a self-insurance reserve within the General Fund in 1979. This reserve was established to provide coverage for general liability and automobile risks including settlements, claims and costs in defense of torts, civil rights, contractual suits, environmental protection and defense of County employees not covered by or in excess of commercial insurance limits. In the fiscal year ended September 30, 1989, the Commissioners' Court transferred the balance of $ 789,486 into a self-insurance internal service fund. This was done to facilitate control where all costs and claims can be charged to the fund from which the related liability arose. The repayment of these claims and expenses is reported as expenditures/expenses in the respective funds. The self-insurance fund reports the receipt of the interfund repayment as operating revenue with all legal costs and claims reported as an operating expense. Estimated claims payable at September 30, 2016 was $ 400,000.

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The County maintains commercial coverage for these risks and self-insures amounts in excess of insurance coverage. There have been no significant changes in insurance coverage and settlements (related to self-insurance). For the year's ended September 30, 2016, 2015, and 2014 claims and settlements in excess of insurance coverage amounted to $ 21,363, $ 242,604, and $ 115,859, respectively.

The following is a reconciliation of changes in the aggregate liabilities for claims for the years ended September 30, 2016 and 2015 for both actual and estimated liabilities:

	2016	2015
Claims payable - October 1,	$ 409,754	$ 403,729
Incurred claims	21,363	242,604
Payment of claims	(31,117)	(236,579)
Claims payable - September 30,	$ 400,000	$ 409,754
Claims payable:		
Actual	$	$ 9,754
Estimated	400,000	400,000
Total claims payable	$ 400,000	$ 409,754

These estimated claims are considered current liabilities based on the fact that no clear estimate is available to determine the timing of settlements in the future.

Health Clinic

Brazoria County established a Wellness Clinic on October 3, 2012, in an effort to reduce health insurance costs. Participation is voluntary if you are enrolled in the County's medical plan either as an employee, their dependent or retiree. The clinic offers a range of health and wellness services such as primary health care, health screenings, laboratory services, preventative care support, health education and more. Services are free to all County health insurance plan members. The County is contracting with a third party to manage the clinic.

NOTE 13 - SELF INSURANCE - Continued

Health Clinic - continued

The following is a reconciliation of changes in the aggregate liabilities for claims for the years ended September 30, 2016 and 2015 for actual liabilities:

	2016	2015
Claims payable - October 1,	$ 60,036	$ 34,891
Incurred claims	670,808	672,528
Payment of claims	(703,337)	(647,383)
Claims payable - September 30,	$ 27,507	$ 60,036
Claims payable:		
Actual	$ 27,507	$ 60,036
Total claims payable	$ 27,507	$ 60,036

NOTE 14 - CONTINGENCIES

The County is contingently liable in respect to lawsuits and other claims in the ordinary course of its operations. The potential settlement (if any) of such contingencies under the budgetary process would require appropriation of revenues yet to be realized and in the opinion of the County management would not materially affect the financial position of the County at September 30, 2016.

NOTE 15 - DEFICIT FUND BALANCES AND NET POSITION

As of September 30, 2016, various funds of the County had deficit fund balances as itemized below:

	2016
Fund Balances:	
Non-Major Governmental Funds:	
Special Revenue Funds:	
USDOJ-CJD-Juv Incentive Block Fnd	$ 435
Vivian Street Lazy Oaks Special Assessment Fund	22,127
Debt Service Fund:	
Mobility Build American I & S Fund	485,696
Capital Projects Fund:	
Brazoria County Toll Road Construction Fund	741
Net Position:	
Internal Service Funds:	
Self Insurance Health Fund	506,989

Deficit balances will either be offset by future revenues or reimbursed by other funds. The special revenue fund would be reimbursed by the Road and Bridge Fund, while the other funds would be reimbursed by the General Fund.

NOTE 16 - GRANTS, ENTITLEMENTS AND SHARED REVENUES

During the year ended September 30, 2016, the County applied for and received federal and state grants related to various activities. The operations of these grants are reported in the general fund, various special revenue funds, capital projects fund, and the enterprise fund. For the most part, these grants are reimbursement type grants, therefore, revenues equal expenditures. Grant revenues are classified as intergovernmental revenues. The federal grants are covered by the requirements of the Single Audit Act and the Uniform Guidance. The state grants are covered by the State of Texas Single Audit Circular.

NOTE 17 - BAIL BOND COLLATERAL

The County holds, as collateral, time deposits and other cash equivalents and real property pledged toward bail bonds. The County does not have access to the assets unless the bond is violated; therefore, these assets are not reported in the financial statements of the County as of September 30, 2016. As of September 30, 2016, bail bonds outstanding totaled $ 37,199,305 and collateral pledged against these bonds amounted to $ 4,221,881.

NOTE 18 - LITIGATION

The County is involved in the following legal actions, and is represented by legal counsel. The stated probable outcome and the possible effect are the opinion of legal counsel based upon conditions existing as of March 29, 2017.

Cause No. 3:13-CV-00240 styled *Brandy Hamilton v. Nathaniel Turner*; in the United States District Court, Southern District of Texas Galveston Division. Civil rights litigation, Sheriff's Office. The case is currently in litigation; unable to form judgment as to outcome.

Civil Action No. 3:14-CV-00174; styled *Jail Rajaii Floyd suing unnamed deputy*; under Section 1983; violation of civil rights due to inadequate medical care. No demand for dollar amount has been presented. Motion for summary judgment granted March 2016 in the Southern District. Currently being appealed through the 5th circuit. Unable to form a judgment as to outcome at this time.

Civil Action No. 3:14-CV-329; styled *Harkless v. Brazoria County, et al.*; under Section 1983; violation of civil rights due to inadequate medical care. No demand for dollar amount has been presented. The case is currently in litigation. The County is unable to form a judgment as to the outcome at this time.

Civil Action No. 82103-CV styled *Connie L. Bevel v. Brazoria County, Texas*; in the 412th Judicial District Court of Brazoria County, Texas. The case is currently in litigation; unable to form judgment as to outcome.

Civil Action No. 62845-A styled *Haven Chapel United Methodist Church v. William Michael Leebron, II et al*; in the 412th Judicial District Court of Brazoria County, Texas. The case is currently in litigation; unable to form judgment as to outcome.

Civil Action No. 3:16-cv-109 *John F. Gray et. al. v. Brazoria County et. al.;* under Section 1983; Violation of civil rights; failure to protect from self-harm and failure to provide medical care; no demand has been presented. The case is current in litigation; unable to form judgment as to outcome.

There were $ -0- in actual payables reported at September 30, 2016. In addition, the County has recorded a contingent estimated liability of $ 400,000 in the Self Insurance Liability Fund (Internal Service Fund) at September 30, 2016.

NOTE 19 - PEARLAND-MANVEL LANDFILL

The Pearland-Manvel Landfill site is a five-acre tract deeded from Brazoria County to the City of Pearland for use as a landfill during the 1950's and 60's. Upon completion of its use as a landfill the tract reverted to Brazoria County pursuant to the original instrument of conveyance. In the mid 1980's the Texas Department of Health reviewed the site, which was also the subject of some litigation because of the presence of some radioactive materials. These materials apparently were placed on the property by third parties illegally. No action was taken at that time against Brazoria County. In 2001, the then Texas Natural Resources Conservation Commission reopened its review of the site and mandated further investigation and remediation if appropriate. Brazoria County and the City of Pearland agreed to split evenly the costs of such investigation and remediation because of the fact that both entities at one time had dominion over the property. A phase one study has been presented to the Texas Commission on Environmental Quality (TCEQ). The scope of work in compliance with the findings of the phase one study has also been submitted to the Commission. They responded with another comment letter on November 17, 2004 to which the County responded with a letter to the Commission dated December 30, 2004, agreeing to the installation of a fourth additional groundwater monitoring well. The County's legal and technical representatives met with the Commission on April 20, 2005 and agreed to relocate the three wells. Another comment letter dated October 11, 2005 was received from the Commission after that meeting, and the County's environmental consultants responded by letter on December 14, 2005 and proceeded to install the new monitoring wells in December 2005. Additional sampling was conducted in March 2006, and the new wells were found to not have contamination above applicable TCEQ standards. Results of the latest sampling were reported to TCEQ on October 31, 2006, but no response has been received. At this time the County proposes to leave all existing solid waste and radioactive material deposited at the landfill (as opposed to excavating and removing the same) coupled with a restriction of access and prohibition against future residential use of the site. Periodic future testing and financial assurance may also be necessary. Since the TCEQ has not yet responded to the last submission by the County, the County is not in a position to determine the extent of remediation activities that will ultimately be required in connection with the Landfill.

Environmental consultants have been paid $ 276,736 for their work to date. Half of that expense has been shared by the City of Pearland. The consultant estimates that the costs for additional work suggested by the Commission would total an additional $ 27,338. Further, Brazoria County has retained outside assistance in the environmental legal aspects of this matter. To date the County has spent $ 51,632 in such legal expenses. An additional $ 10,326 has been authorized for further legal services.

At September 30, 2016, the County has recorded an accrued liability in the amount of $ 62,664, which includes its portion of estimated costs as well as $ 25,000 for estimated ongoing costs of monitoring.

NOTE 20 - CHANGE IN NET POSITION (RESTATEMENT OF NET POSITION)

During the year ended September 30, 2016, the County determined that capital assets as at September 30, 2014 had been understated in the amount of $ 2,794,547. During the year ended September 30, 2014, the County implemented an accounting software upgrade and this implementation lead to changes in prior capital asset costs. The capital project module did not properly account for the construction in progress at that time related to a project with Motorola radios. The adjustment resulted in an increase in governmental activities net position (net investment in capital assets), as noted below:

Governmental Activities

Net position, September 30, 2014, previously reported	$ 260,917,949
Increase in capital asset costs	2,794,547
Net position, September 30, 2014, restated	$ 263,712,496
Net position, September 30, 2014, previously reported	$ 263,712,496
Change in net position, September 30, 2015, restated	37,989,075
Net position, September 30, 2015, restated	$ 301,701,571

This change resulting from the prior period adjustments had no effect on governmental funds fund balance or changes in fund balance.

NOTE 21 - EVALUATION OF SUBSEQUENT EVENTS

The County has evaluated subsequent events through March 29, 2017, the date which the financial statements were available to be issued.

REQUIRED SUPPLEMENTARY INFORMATION

BRAZORIA COUNTY, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - GENERAL FUND AND MAJOR SPECIAL REVENUE FUNDS (ROAD AND BRIDGE FUND)

For the Year Ended September 30, 2016

	General Fund			
	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
Revenues:				
Property taxes	$ 76,479,528	$ 76,479,528	$ 76,227,383	$(252,145)
Sales taxes	26,000,000	26,000,000	31,386,070	5,386,070
Intergovernmental	1,137,000	1,137,000	1,269,922	132,922
Charges for services	8,308,950	8,308,950	8,742,358	433,408
Licenses and permits	1,577,900	1,577,900	1,950,794	372,894
Fines and forfeitures	3,620,050	3,620,050	3,510,776	(109,274)
Special assessments				-0-
Investment income	300,000	300,000	498,695	198,695
Miscellaneous	840,101	2,435,100	3,554,676	1,119,576
Total revenues	118,263,529	119,858,528	127,140,674	7,282,146
Expenditures:				
Current:				
General administration	9,990,295	8,890,786	8,171,276	719,510
Judicial and legal	20,179,495	20,294,737	19,414,710	880,027
Financial administration	14,715,051	14,774,301	12,600,907	2,173,394
Elections	372,942	575,361	486,456	88,905
Public facilities	4,747,105	4,757,367	4,286,261	471,106
Public safety	21,224,923	21,310,496	19,635,888	1,674,608
Corrections	24,708,557	25,018,967	24,081,389	937,578
Public transportation				-0-
Health and welfare	5,089,826	5,307,124	4,546,660	760,464
Public assistance	346,000	346,000	346,000	-0-
Culture and recreation	10,575,512	10,726,804	9,715,701	1,011,103
Conservation	589,801	590,105	428,328	161,777
Environmental protection	244,767	247,267	242,319	4,948
Capital outlay	4,019,255	6,618,770	4,842,000	1,776,770
Total expenditures	116,803,529	119,458,085	108,797,895	10,660,190
Excess (deficiency) of revenues over expenditures	1,460,000	400,443	18,342,779	17,942,336
Other Financing Sources (Uses):				
Sale of capital assets	50,000	50,000	194,866	144,866
Transfers in	100,000	103,752	19,687	(84,065)
Transfers out	(1,610,000)	(5,774,853)	(5,945,430)	(170,577)
Total other financing sources (uses)	(1,460,000)	(5,621,101)	(5,730,877)	(109,776)
Net change in fund balances	-0-	(5,220,658)	12,611,902	17,832,560
Fund balances – beginning	77,707,810	77,707,810	77,707,810	-0-
Fund balances – ending	$ 77,707,810	$ 72,487,152	$ 90,319,712	$ 17,832,560

Note: Budgets are adopted on a basis consistent with generally accepted accounting principles.

Road and Bridge Fund			
Budgeted Amounts			Variance With Final Budget Positive
Original	Final	Actual	(Negative)
$ 27,582,943	$ 27,582,943	$ 27,464,112	$(118,831)
			-0-
3,085,000	7,973,000	4,970,335	(3,002,665)
1,500	1,500	895	(605)
945,000	945,000	3,856,002	2,911,002
			-0-
	100,000	100,744	744
50,000	157,000	145,767	(11,233)
	15,785,854	14,333,930	(1,451,924)
31,664,443	52,545,297	50,871,785	(1,673,512)
			-0-
			-0-
			-0-
			-0-
			-0-
			-0-
			-0-
27,710,460	26,334,678	23,244,954	3,089,724
			-0-
			-0-
			-0-
			-0-
			-0-
5,922,500	29,698,481	21,278,028	8,420,453
33,632,960	56,033,159	44,522,982	11,510,177
(1,968,517)	(3,487,862)	6,348,803	9,836,665
5,000	93,000	88,209	(4,791)
			-0-
(50,250)	(472,400)	(439,629)	32,771
(45,250)	(379,400)	(351,420)	27,980
(2,013,767)	(3,867,262)	5,997,383	9,864,645
20,069,982	20,069,982	20,069,982	-0-
$ 18,056,215	$ 16,202,720	$ 26,067,365	$ 9,864,645

BRAZORIA COUNTY, TEXAS Exhibit 11

REQUIRED SUPPLEMENTARY INFORMATION
TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS [(1)]
For the Ten Years Ended September 30, 2016

	Year Ended December 31, 2015	Year Ended December 31, 2014
Total Pension Liability		
Service cost	$ 9,208,083	$ 8,642,622
Interest on total pension liability	25,022,175	22,575,881
Effect of plan changes	19,339,348	
Effect of assumption changes or inputs	3,462,644	
Effect of economic/demographic (gains) or losses	3,078,052	717,058
Benefit payments/refunds of contributions	(13,826,449)	(12,579,115)
Net Change in Total Pension Liability	46,283,853	19,356,446
Total Pension Liability – Beginning	300,000,955	280,644,509
Total Pension Liability – Ending (a)	$ 346,284,808	$ 300,000,955
Fiduciary Net Position		
Employer contributions	$ 8,780,780	$ 7,985,929
Member contributions	4,989,108	4,544,842
Investment income net of investment expenses	(964,311)	17,794,613
Benefit payments/refunds of contributions	(13,826,449)	(12,579,115)
Administrative expense	(200,829)	(208,696)
Other	(361,456)	319,860
Net change in fiduciary net position	(1,583,157)	17,857,433
Fiduciary net position, beginning	279,768,685	261,911,252
Fiduciary net position, ending (b)	$ 278,185,528	$ 279,768,685
Net pension liability/asset, ending = (a)-(b)	$ 68,099,280	$ 20,232,270
Fiduciary net position as a percentage of total pension liability	80.33%	93.26%
Pensionable covered payroll	$ 71,272,649	$ 64,926,320
Net pension liability as a percentage of covered payroll	95.55%	31.16%

Note:
(1) - This schedule is presented to illustrate the requirement to show information for 10 years. However, recalculations of prior years are not required, and if prior years are not reported in accordance with the standards of GASB 68, they should not be shown. Therefore, we have shown only years for which the new GASB statements have been implemented.

BRAZORIA COUNTY, TEXAS Exhibit 12

REQUIRED SUPPLEMENTARY INFORMATION
TEXAS COUNTY AND DISTRICT RETIREMENT SYSTEM
SCHEDULE OF EMPLOYER CONTRIBTIONS
For the Ten Years Ended September 30, 2016

Year Ended December 31, (Measurement Date)	Actuarially Determined Contribution	Actual Employer Contribution	Contribution Deficiency (Excess)	Pensionable Covered Payroll[(1)]	Actual Contribution as a % of Covered Payroll
2006	$ 4,154,636	$ 4,154,636	$ -0-	$ 45,012,309	$ 9.2%
2007	4,792,104	4,792,104	-0-	50,021,958	9.6%
2008	5,179,878	5,179,878	-0-	55,697,618	9.3%
2009	5,256,101	5,256,101	-0-	56,517,212	9.3%
2010	5,824,844	5,824,844	-0-	56,717,078	10.3%
2011	6,024,503	6,025,737	(1,234)	57,650,743	10.5%
2012	6,490,378	6,490,378	-0-	59,218,810	11.0%
2013	7,082,127	7,083,027	(900)	60,895,329	11.6%
2014	7,985,929	7,985,929	-0-	64,926,320	12.3%
2015	8,780,780	8,780,780	-0-	71,272,649	12.3%

(1) TCDRS calculates actuarially determined contributions on a calendar year basis. GASB Statement No. 68 indicates the employer.


STATE OF TEXAS
COUNTY OF BRAZORIA

COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES


STATE OF TEXAS
COUNTY OF BRAZORIA

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

Special revenue funds are used to account for specific revenues that are legally restricted to expenditures for particular purposes.

TDSHS Women, Infants & Children Programs Fund (30100) – This fund accounts for grant proceeds awarded to provide supplemental food vouchers, nutrition education and immunizations as an adjunct to good health care at no cost to low income pregnant and postpartum women, infants, and children identified at nutritional risk. This fund also accounts for supplemental funding for training and salaries of peer counselors who assist pregnant and breastfeeding, services of a registered dietitian, lactation supplies, and obesity prevention education.

HHS-PPCPS Cities Readiness Initiative Fund (30500) – This fund accounts for grant proceeds awarded through the Department of State Health Services to aid cities in increasing their capacity to deliver medicines and medical supplies during a large-scale public health emergency such as a bioterrorism attack or a nuclear accident. The initiative focuses on the ability to distribute medicine to a population in a very short time.

HHS-BRHLO Community and Rural Health Fund (30600) – This fund accounts for grant proceeds to provide outreach, education, and testing & tracking sexually transmitted diseases/tuberculosis STD/TB.

HHS-PPCPS Hazards (Bioterrorism Grant) Fund (30700) – This fund accounts for grant proceeds that allows Brazoria County to assist the Office of Public Health in the implementation of activities associated with the FY 04 Centers for Disease Control and Prevention (CDC) Public Health preparedness and Response for Bioterrorism Cooperative Agreement. This project is designed to upgrade state and local public health jurisdictions' preparedness for a response to bioterrorism, other outbreaks of infectious disease, and other public health threats and emergencies.

HHS-CPS EBOLA-PHEP Fund (30701) – This fund accounts for supplemental funding activities that align with the Public Health Emergency Preparedness (PHEP) capabilities by performing activities that support the Public Health Emergency Preparedness Cooperative Agreement from the Centers for Disease Control and Prevention (CDC). This EBOLA preparedness and response supplemental funding seeks to support accelerated local public health preparedness planning and operational readiness for responding to Ebola virus disease.

HHS-CPS/OT UNIQUE Fund (30702) – This fund accounts for one time funding activities that align with one or more of the 15 Public Health Emergency Preparedness (PHEP) capabilities by performing activities that support the Public Health Emergency Preparedness Cooperative Agreement from the Centers for Disease Control and Prevention (CDC).

HHS-Infectious Disease Control Unit Fund (30710) – This fund accounts for grant proceeds received through the Department of State Health Services (DSHS) to provide funding to conduct surveillance for all foodborne and waterborne illnesses as required in Texas Administrative Code RULE 97.3 and conduct telephone interviews of patients with foodborne and waterborne illnesses who are determined by the Emerging and Acute Infectious Disease Branch (EAID) of the DSHS to be part of a cluster or outbreak to ascertain possible risk factors. Surveillance and epidemiological activities may also be performed during other major outbreaks and/or disasters.

HHS-CPS Title IV-E Foster Care Maintenance Fund (30800) – This fund accounts for grant proceeds awarded for federal Child Protective Services.

HHS-CPS Title IV-E Legal Services Fund (30850) – This fund accounts for administration and training for services rendered to foster care children under provisions of Title IV-E of the Social Security Act and is also authorized by Chapter 40 of the health care code.

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds - Continued

HS Homeland Security Grant Program (HSGP) Fund (31500) – This fund accounts for grant proceeds awarded through the United States Department of Homeland Security for law enforcement and the office of emergency management to purchase equipment and other activities involving preparedness planning, training, and exercises to prevent terrorist attacks, reduce vulnerability to terrorism and minimize the damage from potential attacks and natural disaster. HGAC controls the allocation of these funds.

Homeland Security Grant Program (HGSP) (31610) – This fund accounts for grant proceeds awarded through the United States Department of Homeland Security, Federal Emergency Management Agency to support state and local efforts to prevent terrorism and other catastrophic events and to prepare the Nation for the threats and hazards that pose the greatest risk to the security of the United States. Allowable costs support efforts to build and sustain core capabilities across the Prevention, Protection, Mitigation Response and Recovery mission areas.

2005 – 2015 Section 8 Housing Choice Voucher Program Funds (32005-32113) – These funds account for the activities of the Brazoria County Housing Agency (BCHA) that was established in 2004 and empowered with the responsibility and authority to maintain the Public Housing Program for the County. In 2004, BCHA established the Section 8 Housing program. The BCHA mission is to serve the needs of low-income, very low-income and extremely low-income families in the County by increasing the availability of decent, safe and affordable housing in its communities, by ensuring equal opportunity in housing, by promoting self-sufficiency and asset development of families and individuals and by improving community quality of life and economic viability. Through federal funding from the U.S. Department of Housing and Urban Development (HUD) and landlord participation, BDHA provides low-income families with rental assistance; job training; education opportunities; and support services to obtain housing in a courteous, patient and efficient manner, while promoting self-sufficiency for County growth.

2011 – 2015 CDBG County (HUD) Funds (32213-32215) – These funds account for direct grant proceeds awarded for projects conducted throughout the county. The County is the fiscal agent for these projects, which are performed for municipalities and other non-profit organizations within Brazoria County, Texas.

HUD Texas CDBG Recovery Fund (32600) – This fund accounts for grant proceeds from Texas General Land Office for non-housing hurricane recovery activities funded by the U.S. Department of Housing and Urban Development (HUD).

Criminal Justice Division (CJD) Fund (33000) – This fund accounts for grant proceeds awarded through the Criminal Justice Division Juvenile Accountability Incentive Block Grant Program for the improvement of local juvenile law enforcement.

USDOJ-Crime Victim Assistance VOCA Fund (33200) – This fund accounts for intergovernmental revenues from the State of Texas for the purpose of providing legal assistance to victims of crime.

USDOJ-CSCD Victim Services Program Fund (33250) – This fund accounts for CSCD intergovernmental revenues from the State of Texas for the purpose of providing legal assistance to victims of crime.

USDOJ Drug Court Program Fund (33300) – This fund accounts for grant proceeds awarded through the State of Texas Office of the Governor Criminal Justice Division to create a Drug Treatment Court. Drug courts identify non-violent drug offenders and place them in an intensive program of judicially-supervised substance abuse treatment, case management and drug testing designed to break the cycle of substance abuse and crime.

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds - Continued

USDOJ DWI Court Program Fund (33310) – This fund accounts for grant proceeds awarded through the State of Texas Office of the Governor Criminal Justice Division to create a DWI Court. DWI courts are dedicated to changing the behavior of the DWI offenders through intensive supervision and treatment. The goal of the Court is to promote more responsible and productive members of the community.

USDOJ DEA Narcotics OT Expense Fund (33500) – This fund accounts for an agreement between Brazoria County and the United States Department of Justice (DEA) to provide funding for payment of overtime costs for law enforcement officers assigned to specified narcotics investigations.

USDOJ State Criminal Alien Assistance Fund (33900) – This fund accounts for grant proceeds awarded through the Bureau of Justice Assistance (BJA), Office of Justice Programs (OJP), and the United States Department of Justice (DOJ), to States and localities that have incurred correctional officer salary costs for incarcerating undocumented criminal aliens that have at least one felony or two misdemeanor convictions for violations of State or local law and incarcerated for at least four consecutive days during the reporting period.

DOI Mutual Fire Protection & Disbursement Assistance Fund (34100) – This fund accounts for grant proceeds received from the United States Fish and Wildlife department to cover expenditures relating to any natural disasters and/or wildfires that occur.

DOI Parks Boating Access Fund (34200) – This fund accounts for grant proceeds awarded through U.S. Dept. of Interior, Texas Parks & Wildlife Department State Boating Access Program, to construct new, or renovate existing, public boat ramps that provide public access to public waters for recreational boating.

FEMA Flood Disaster 2015 Fund (34600) – This fund accounts for grant proceeds awarded through the Department of Homeland Security office of Federal Emergency Management Agency to assist State, Tribal and local governments and eligible private non-profits in responding to and recovering from the devastating effects of disasters by providing assistance for debris removal, emergency protective measures and the repair, restoration, reconstruction or replacement of public facilities or infrastructure damaged or destroyed as the result of federally declared disaster or emergencies, These funds were awarded to assist with the May 2015 Flood.

FEMA Flood Disaster 2016 Fund (34610) – This fund accounts for grant proceeds awarded through the Department of Homeland Security office of Federal Emergency Management Agency to assist State, Tribal and local governments and eligible private non-profits in responding to and recovering from the devastating effects of disasters by providing assistance for debris removal, emergency protective measures and the repair, restoration, reconstruction or replacement of public facilities or infrastructure damaged or destroyed as the result of federally declared disaster or emergencies, These funds were awarded to assist with the May 2016 Flood.

TJJD State Aid Fund (35000) – This fund accounts for revenues received from the Texas Juvenile Justice Department to supplement expenditures of the County in administering a Juvenile Justice Department. The County operates under an approved budget with the TJJD and submits reports quarterly with an annual contract report submitted as of each fiscal year ended August 31.

TJJD JJAEP Boot Camp Fund (35650) – This fund accounts for intergovernmental revenues from the Texas Juvenile Justice Department to fund mandatory juvenile justice alternative education programs as required under Chapter 37, Texas Education Code.

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds - Continued

TCEQ LIRAP Program Fund (36100) – This fund accounts for grant proceeds received from TCEQ for low income repair assistance, retrofit, and accelerated vehicle retirement program that pays for necessary repairs to bring vehicles into emissions compliance and for replacement vehicles when existing vehicles are retired.

TCEQ Environmental Education Kits Fund (36200) – This fund accounts for grant proceeds awarded through the Texas Commission on Environmental Quality (TCEQ) for recycling, local enforcement, composting, household hazardous waste, education, and local plans for reducing solid waste disposal.

TCEQ Local Initiatives Program Fund (36400) – This fund accounts for a portion of grant proceeds received from the Low Income Vehicle Replacement & Repair Assistance Program (LIRAP) for Local Initiative Projects (LIP) Programs. The proceeds are used to help fund the Southern Brazoria County Bus Transit.

TXDOT CR 48 Project Fund (36801) – This fund accounts for grant proceeds from Texas Department of Transportation, under the County Transportation Infrastructure Fund Grant Program, to be used for transportation infrastructure projects located in areas of the state affected by increased oil and gas production.

OAG Victim Assistance Grant Fund (37000) – This fund accounts for intergovernmental revenues from the State of Texas for the purpose of providing victim assistance coordinators or crime victim liaisons to victims of crime.

OAG Texas VINE Contract Fund (37100) – This fund accounts for grant proceeds awarded for reimbursement for certain costs incurred in the participation in a statewide crime victim notification service.

DFPS CPS Title IV-B Concrete Services Fund (37200) – This fund accounts for grant proceeds awarded for State Child Protective Services.

TDSHS Immunization Fund (37400) – This fund accounts for grant proceeds awarded for the implementation of an immunization program. The emphasis of this program is on children two years old or younger. The immunization program goal is to prevent, control, and eliminate indigenous vaccine-preventable diseases. This is done by providing and administering biologicals, promoting immunizations, and applying epidemiological principles and outbreak control within budgetary constraints.

OAG Regional Juvenile Mental Health Services Fund (37800) – This fund accounts for proceeds from the State Criminal Justice Planning Fund SF(421) through the Criminal Justice Department for the Regional Juvenile Mental Health Services project contracted between the Houston Galveston Area Council (H-GAC) and Brazoria County Juvenile Justice Department.

Emergency Management Fire Code Fund (38000) – This fund accounts for receipt and expenditure of fees assessed for inspections of construction sites for enforcement of the county fire code. Such fees may only be spent for activities related to the enforcement of the code.

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds - Continued

Economic Development Tax Abatement Fund (38010) – This fund accounts for local revenues (contributions) for the furtherance of economic development as related to tax abatement programs.

Vital Statistics Fee Fund (38100) – This fund accounts for an optional one dollar local fee collected for death and/or birth certificates by Justice of the Peace officers and/or County Clerk.

Records Management County Clerk Fund (38110) – The "Records Management and Preservation" fee collected by the County Clerk pursuant to Local Government Code 118.011 is for the records management and preservation services performed after the filing and recording of a document in the records of the office of the clerk. The fee is used to provide funds for specific records preservation and automation projects.

Records Archive County Clerk Fund (38120) – The "Records Archive" fee collected by the County Clerk, pursuant to Local Government Code 118.011 (f) is for the preservation and restoration services performed by the County Clerk in connection with maintaining a County Clerk's records archive.

Civil, Criminal and Probate Records Management Fund (38200) – The fee collected by the County and District Clerks pursuant to Local Government Code 118.011 and Government Code 51.317 (c)(2) respectively. This fee is for the civil, criminal and probate records management and preservation services performed after the filing and recording of a document in the records of the office of the clerk. The fee is used to provide funds for specific records preservation and automation projects.

County Graffiti Eradication Fund (38210) – This fund accounts for local revenues designated for the purpose of graffiti eradication in the County.

County/District Court Technology Fund (38220) – This fund accounts for the mandate in House Bill 3637 that each county court, statutory county court, or district court in Brazoria County assesses a $ 4 technology fee on each criminal offense conviction. These funds are restricted to technological enhancements as described by Subchapter A, Chapter 102, and Article 102.0169 of the Code of Criminal Procedure. Commissioners' Court approved this fee on September 8, 2009.

Records Preservation County/District Clerk Fund (38230) – This fund accounts for fees collected by the District and County Clerks pursuant to Government Code 51.708, where the District Clerk shall collect a filing fee of $ 10 in each civil case filed. The County Clerk shall collect a filing fee of $ 5 in each civil case filed. These funds are restricted to digitize and preserve court records from natural disasters. Commissioners' Court approved this fee on September 8, 2009.

Child Abuse Prevention Fund (38300) – This fund accounts for funds collected from private donations and jurors' reimbursement donations to the CPS child welfare board of the county.

Family Protection Fund (38310) – The family protection fee of $ 15 collected by the District Clerk in accordance with Texas Government Code, § 51.961 and approved in Commissioners' Court on December 13, 2005 is collected at the time a suit for dissolution of a marriage under Chapter 6, Family Code, is filed. After sending one half of the fee to the State Comptroller, the County uses the fund for a service provider located in the County or an adjacent county. The service provider may provide family violence and child abuse prevention, intervention, family strengthening, mental health, counseling, legal, and marriage preservation services to families that are at risk of experiencing or that have experienced family violence or the abuse or neglect of a child. Commissioner's Court may provide funding to a nonprofit organization that provides services described above.

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds - Continued

Records Management District Clerk Fund (38320) – The "Records Management and Preservation" fee collected by the District Clerk pursuant to Local Government Code 118.011 is for the records management and preservation services performed after the filing and recording of a document in the records of the office of the clerk. The fee is used to provide funds for specific records preservation and automation projects.

Records Archive District Clerk Fund (38330) – The "Records Management and Preservation" fee collected by the District Clerk pursuant Government Code 51.317 (c)(2) is for records management and preservation services performed by the District Clerk. The fee is used to provide funds for specific records preservation and automation projects.

JP Building Security Fund (38400) – The State Legislature amended the Court of Criminal Procedures Art. 102.017 by adding $ 1 to the existing Courthouse Security Fund. The Justice of Peace collect the funds and deposit them in a Justice Court building security fund for providing security services for a Justice Court located in a building that is not in the County Courthouse.

Justice Court Technology Fund (38410) – This fund accounts for the mandate that each Brazoria County justice court assess a technology fee of $ 4.00 as cost of court on each conviction, as defined by Art. 102.0173 Code of Criminal Procedure, for a fine-only misdemeanor committed on or after January 1, 2002. The use of this fee is restricted to the purchase of technological enhancements for a justice court.

Financial Security Fund (38500) – The Financial Security fee collected by the county and district clerks is pursuant to Article 102.017 of the Code of Criminal Procedure and Local Government Code 291.007. Article 102.017 of the Code of Criminal Procedure mandates a $ 5 fee to court costs of a defendant convicted in trial for a felony offense in a district court and adds a $ 3 fee to court costs of a defendant convicted in trial for a misdemeanor offense in a county court. Local Government Code 291.007 allows Commissioners' Court to set a $ 5 fee to be collected at the time of filing in each county or district court civil case. The use of this fee is restricted to specific items used for providing security services for buildings housing a district or county court.

Law Enforcement Officers Standards and Education Fund (38600) – This fund accounts for fees utilized for law enforcement officers' educational expenditures.

District Attorney Hot Check Collection Fund (38710) – This fund is used to account for monies received from fees collected on the payment of hot checks. Expenditures are made for the improvement of the operation of the District Attorney's office and Hot Check collections.

District Attorney Supplemental Fund (38720) – This fund accounts for funds used for the payment of salaries of Assistant District Attorneys, Investigators and/or secretarial help and expense, including travel for these personnel as determined by the District Attorney.

District Attorney Forfeiture CCP Chapter 59 Fund (38730) – This fund accounts for funds used in criminal investigations of seized funds awarded by court order to the Criminal District Attorney's office.

Voter Registration Tax Office Fund (38810) – This fund accounts for the commission fee received from the Texas State Comptroller and is used to defray expenditures of the Registrar's office.

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds - Continued

Special Inventory Dealer Escrow Tax Fund (38820) – This fund accounts for interest earned on prepayments of vehicle inventory taxes by automobile dealers. The money is held in an escrow bank account by the Tax Collector and the interest is used by the Tax Collector to defray administrative costs. These funds are restricted pursuant to state statute.

Scofflaw Fees TTC Section 502.01 Fund (38830) – This fund accounts for additional fee collected by the Tax Office from a person registering a motor vehicle with an outstanding fine, fee, or tax due to Brazoria County.

Elections Services Contract Fund (38910) – This fund accounts for surplus funds from Election Service Contracts under the Texas Election Code 31.003. Funds are used only to defray expenses of the county election officer's office in connection with election-related duties or functions.

Elections HAVA Equipment Rental Fund (38920) – This fund accounts for revenue and related expenditures from election equipment rental. Funds are used only for the purchase of voting equipment changes or upgrades, and technology upgrades for the election office.

Sheriff Contraband Forfeiture Fund (39100) – This fund accounts for monies acquired through forfeitures shared equally with participating law enforcement agencies for law enforcement purposes.

Brazoria County Narcotics Task Force Fund (39110) – This fund accounts for monies seized by the Task Force for use in undercover operations.

Sheriff Commissary Fund (39120) – This fund is used to account for jail inmates' purchase of food and toiletry items or other supplies. Expenditures are for the purchase of these items. Any revenue generated is used for the benefit of the inmate.

Sheriff Federal Forfeiture Fund (39130) – This fund accounts for monies used in criminal investigations of seized funds awarded by court order to the County Sheriff's office.

Juvenile Case Manager Fund (39200) – This fund accounts for the $ 5 fee collected on convicted fine-only misdemeanor offenses by the Justice of Peace. It provides for the salary and benefits of a Juvenile Case Manager. The Commissioners' Court approved the fee collection on February 28, 2006 in accordance with Code of Criminal Procedure Art. 102.074.

CSCD Bond Supervision Fund (39210) – This fund accounts for collection of program income and expenditures related to the operation of the CSCD surety and personal recognizance bond supervision program. Article 17.42 of the Code of Criminal Procedure authorized the establishment and funding of a personal bond office approved by commissioners' court.

Reliant Energy CARE/RELIEF Program Fund (39300) – This fund accounts for local contributions from Reliant Energy for use in providing needy Brazoria County residents with utility assistance.

United Way Emergency Assistance Fund (39310) – This fund accounts for grant proceeds awarded from United Way of Brazoria County to provide emergency assistance to qualified residents.

SETH-SE TX Housing Finance Corporation Fund (39390) – This fund accounts for funding provided by the Southeast Texas Housing Finance Corporation to create and promote affordable housing opportunities for the citizens of Texas and it's subscribing governmental jurisdictions. Funding will be used to help low income homeowners with their failing septic systems.

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds - Continued

Book Sale Fund (39400) – This fund accounts for proceeds received from the annual used book sale used for the benefit of the libraries.

Library Special Projects Fund (39410) – This fund accounts for proceeds from public donations and used specifically for special projects**.**

SEP Wastewater Environmental Health - TCEQ Fund (39500) – This fund accounts for proceeds awarded through the Texas Commission on Environmental Quality (TCEQ) to provide assistance to low income homeowners to repair or replace failing or inadequately designed on-site sewage facilities within the County.

Shoreline Restoration Task Force Fund (39620) – This fund accounts for administration of funds as a result of a letter of understanding (LOU) between Brazoria County, Port of Freeport, Town of Quintana, Village of Surfside Beach and Treasure Island Municipal Utility District to create a task force to evaluate shoreline erosion problems in Brazoria County, identify and investigate feasible alternatives to restore the shoreline, and maximize state assistance to the region for shoreline restoration projects under the CEPRA, CIAP and other applicable and appropriate state programs.

2006 GoM Energy Security Act Fund (39630) – This fund accounts for revenue from the United States Department of the Interior under the Gulf of Mexico Energy Security Act of 2006 (GOMESA) which provides that certain states and counties receive 37.5% of the oil and gas qualified leasing revenues from certain Outer Continental Shelf areas. Funds are designated for coastal protection.

Vivian Street Lazy Oaks Special Assessment Fund (39762) – This fund accounts for the expenditures required to upgrade roads in the unincorporated area to County specifications. The one-time assessment covers material cost used in upgrading the roads to a condition to where they qualify for the County road system.

Law Library Fund (39800) – This fund accounts for the cost of operating and maintaining a law library for public use. Revenues are derived from law library fees assessed against each civil case filed in District and County courts.

Mosquito Control District Fund (39900) – This fund accounts for the district approved by Brazoria County voters in April, 1955 that authorized a separate tax not to exceed five cents per one dollar of valuations. Mosquito control districts were introduced to the State of Texas by House Bill 127 which was passed by the 1949 Texas Legislature.

Debt Service Funds

Debt service funds account for the accumulation of resources from governmental resources and the payments of general obligation debt principal, interest and related costs.

2003 Certificates of Obligation Bonds, I & S Fund (40000) – This fund accounts for the accumulation of resources and the payment of those resources related to the retiring of the Series 2003 – General Obligation issued for construction and acquisition projects accounted for in the 2003 General Obligation Construction and Maintenance capital project fund, and the retiring of the Refunding Bonds, Series 2012 which were utilized to defease a portion of the Series 2003 Bonds.

NONMAJOR GOVERNMENTAL FUNDS

Debt Service Funds – Continued

2006 Certificates of Obligation Bonds, I & S Fund (41000) – This fund accounts for the accumulation of resources and the payment of those resources related to the retiring of the Series 2006 - Certificates of Obligation issued for construction and acquisition projects accounted for in the 2006 Certificate of Obligation Construction and Maintenance capital project fund.

2012 Certificates of Obligation Bonds, I & S Fund (42000) – This fund accounts for the accumulation of resources and the payment of those resources related to the retiring if the Series 2012 Certificates of Obligations, issued for construction and acquisition projects.

Tax Notes Series 2013 I & S Fund (43000) – This fund accounts for the accumulation of resources and the payment of those resources related to the retiring of the Series 2013 Tax Notes issued for construction, acquisition projects, and professional services.

Toll Road I & S Fund (44000) – This fund accounts for the accumulation of resources and the payment of those resources related to retiring future bonds issued for construction accounted for in the Brazoria County Toll Road Construction fund.

Road Bonds Mobility, I & S Fund (45000) – This fund accounts for the accumulation of resources and the payment of those resources related to the retiring of the Series 2006, 2008, 2010A, and 2012 – Unlimited Tax Road Bonds issued for construction and acquisition projects accounted for in the Mobility Plan Construction and Maintenance capital project fund.

Mobility Build America Bonds, I & S Fund (45100) – This fund accounts for the accumulation of resources and the payment of those resources related to the retiring of the Series 2010B – Unlimited Tax Road Bonds issued for construction and acquisition projects accounted for in the Mobility Plan (Build America Bonds) Construction and Maintenance capital project fund.

Sheriff and Detention Complex, I & S Fund (46000) – This fund accounts for the accumulation of resources and the payment of those resources related to the retiring of the Series 1993 - Certificates of Obligation issued to build a Sheriff and Detention Center Complex, and the retiring of the General Obligation Refunding Bonds, Series 1998 which were utilized to defease a portion of the Series 1993 Bonds.

Capital Projects Funds

Capital projects funds are used to account for the acquisition and construction of major capital facilities other than those financed by proprietary funds and trust funds.

USTREAS Restore Act Projects Fund (34850) – The Resources and Ecosystem Sustainability, Tourist Opportunities, and Revived Economies of the Gulf Coast State Act (RESTORE ACT) created a Gulf Coast Restoration Trust Fund. The fund will receive 80% of any civil penalties paid under the Clean Water Act to support a variety of projects aimed at helping the Gulf recover from environmental and economic injuries experienced as a result of decades of oil and gas development in the region, including the effects of Deepwater Horizon.

NONMAJOR GOVERNMENTAL FUNDS

Capital Projects Funds - Continued

DOI Parks CIAP Grant Fund (34860) – This fund accounts for grant funding from the General Land Office to develop the Coastal Impact Assistance Plan for projects and activities related to conservation, protection and/or restoration of coastal areas.

Brazoria County Toll Road Construction Fund (51100) – This fund accounts for the primary activities of the Brazoria County Toll Road Authority which include the construction and maintenance of county toll roads and related administrative services.

2012 Certificate of Obligation C & M Fund (52000) – This fund accounts for the accumulation of resources and the payment of proceeds of a Certificate of Obligation Bonds – Series 2012 bond issue totaling $ 25,115,000 and resulting interest earned on related deposit balances. This issue was approved for the purpose of construction and improvement of numerous facility projects with an estimated cost of $ 27,500,000.

2013 Tax Note C & M Fund (53000) – This fund accounts for the accumulation of resources and the payment of proceeds of a Tax Note – Series 2013 totaling $ 9,900,000 and resulting interest earned on related deposit balances. This issue was approved for construction, acquisition projects, and professional services.

Mobility Plan C & M Fund (55000) – This fund accounts for bond proceeds for the purpose of the construction and improvement of transportation projects within Brazoria County including State highways, county roads, bridges and related drainage, and specifically the construction and improvement of roads, bridges and related drainage that constitute connecting links and integral parts of County roads and State highways located both within Brazoria County and also within the corporate limits of Brazoria County cities.

Highway 6 Right-of-Way Acquisition C & M Fund (57000) – This fund accounts for the acquisition of rights-of-way for authorized county purposes and for the payment of contractual obligations for professional services. Certificates of Obligation in the amount of $ 1,800,000 were authorized and issued on January 14, 1991. Brazoria County has agreed to contribute funds to the State Department of Highways and Public Transportation pursuant to CSJ No. 0192-01-040 in an amount equal to ten percent (10%) of the cost of the right of way to be acquired.

Ring of Honor C & M Fund (57200) – This fund accounts for the activity related to the war memorial at the northwest corner of the Brazoria County courthouse.


STATE OF TEXAS
COUNTY OF BRAZORIA

BRAZORIA COUNTY, TEXAS
COMBINING BALANCE SHEET -
NONMAJOR GOVERNMENTAL FUNDS
September 30, 2016

	Special		
	TDSHS Women Infants & Children Programs Fund-30100	HHS-PPCPS Cities Readiness Initiative Fund-30500	HHS-BRHLO Community and Rural Health Fund-30600
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES			
Assets:			
Cash and temporary investments	$	$	$
Receivables (Net of Allowance for Uncollectibles):			
Taxes			
Accounts			
Special assessments			
Due from other governments	150,494	9,012	5,944
Due from other funds			
Inventories			
Prepaid expenditures	7,414	138	
Long-Term Receivables:			
Accounts			
Total assets	157,908	9,150	5,944
Deferred Outflows of Resources:			
Deferred outflows of resources			
Total deferred outflows of resources	-0-	-0-	-0-
Total assets and deferred outflows of resources	$ 157,908	$ 9,150	$ 5,944
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE			
Liabilities:			
Accounts and accrued liabilities payable	$ 63,645	$ 2,776	$ 2,461
Due to other funds	94,263	6,374	3,483
Unearned revenue			
Total liabilities	157,908	9,150	5,944
Deferred Inflows of Resources:			
Deferred inflows of resources			
Total deferred inflows of resources	-0-	-0-	-0-
Fund Balance (Deficit):			
Non-spendable	7,414	138	
Restricted			
Committed			
Unassigned	(7,414)	(138)	
Total fund balance	-0-	-0-	-0-
Total liabilities, deferred inflows of resources and fund balances	$ 157,908	$ 9,150	$ 5,944

Revenue Funds

HHS-PPCPS Hazards (Bioterrorism Grant) Fund-30700	HHS-CPS EBOLA-PHEP Fund-30701	HHS-CPS/OT UNIQUE Fund-30702	HHS-Infectious Disease Control Unit Fund-30710	HHS-CPS Title IV-E Foster Care Maintenance Fund-30800	HHS-CPS Title IV-E Legal Services Fund-30850
$	$	$	$	$	$
24,661	1,767		1,876	24,843	39,802
322					
24,983	1,767	-0-	1,876	24,843	39,802
-0-	-0-	-0-	-0-	-0-	-0-
$ 24,983	$ 1,767	$ -0-	$ 1,876	$ 24,843	$ 39,802
$ 7,854	$	$	$ 1,571	$ 12,572	$ 17,446
17,129	1,767		305	12,192	22,356
24,983	1,767	-0-	1,876	24,764	39,802
-0-	-0-	-0-	-0-	-0-	-0-
322				79	
(322)					
-0-	-0-	-0-	-0-	79	-0-
$ 24,983	$ 1,767	$ -0-	$ 1,876	$ 24,843	$ 39,802

BRAZORIA COUNTY, TEXAS
COMBINING BALANCE SHEET -
NONMAJOR GOVERNMENTAL FUNDS
September 30, 2016

	HS Homeland Security - Grant Program (HSGP) Fund-31500	Homeland Security Grant Program (HSGP) Fund-31610	Special Section 8 Housing Choice Vouchers Funds 32005-32113
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES			
Assets:			
Cash and temporary investments	$	$	$ 824,961
Receivables (Net of Allowance for Uncollectable):			
Taxes			
Accounts			9,689
Special assessments			
Due from other governments	38,078		
Due from other funds			
Inventories			
Prepaid expenditures			
Long-Term Receivables:			
Accounts			
Total assets	38,078	-0-	834,650
Deferred Outflows of Resources:			
Deferred outflows of resources			
Total deferred outflows of resources	-0-	-0-	-0-
Total assets and deferred outflows of resources	$ 38,078	$ -0-	$ 834,650
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE			
Liabilities:			
Accounts and accrued liabilities payable	$	$	$ 15,449
Due to other funds	38,078		
Unearned revenue			6,266
Total liabilities	38,078	-0-	21,715
Deferred Inflows of Resources:			
Deferred inflows of resources			
Total deferred inflows of resources	-0-	-0-	-0-
Fund Balance (Deficit):			
Non-spendable			
Restricted			812,935
Committed			
Unassigned			
Total fund balance	-0-	-0-	812,935
Total liabilities, deferred inflows of resources and fund balances	$ 38,078	$ -0-	$ 834,650

Revenue Funds

CDBG County (HUD) Funds 32213-32215	HUD-Texas CDBG Recovery Fund-32600	USDOJ-CJD-Juv Incentive Block Fund-33300	USDOJ-Crime Victim Assistance VOCA Fund-33200	USDOJ-CSCD Victim Services Program Fund-33250	USDOJ Drug Court Program Fund-33300
$	$	$	$	$	$
171,662	74,904		19,330	6,148	54,558
					353
171,662	74,904	-0-	19,330	6,148	54,911
-0-	-0-	-0-	-0-	-0-	-0-
$ 171,662	$ 74,904	$ -0-	$ 19,330	$ 6,148	$ 54,911
$ 125,219	$ 57,154	$	$ 6,564	$ 5,803	$ 9,326
46,443	17,750	435	12,766	345	2,663
171,662	74,904	435	19,330	6,148	11,989
-0-	-0-	-0-	-0-	-0-	-0-
					353
					42,569
		(435)			
-0-	-0-	(435)	-0-	-0-	42,922
$ 171,662	$ 74,904	$ -0-	$ 19,330	$ 6,148	$ 54,911

BRAZORIA COUNTY, TEXAS
COMBINING BALANCE SHEET -
NONMAJOR GOVERNMENTAL FUNDS
September 30, 2016

	Special		
	USDOJ DWI Court Program Fund-33310	USDOJ DEA Narcotics OT Expense Fund-33500	USDOJ State Criminal Alien Assistance Fund-33900
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES			
Assets:			
Cash and temporary investments	$ 23,720	$	$ 106,001
Receivables (Net of Allowance for Uncollectable):			
Taxes			
Accounts			
Special assessments			
Due from other governments	19,585	1,572	
Due from other funds	139		
Inventories			
Prepaid expenditures			
Long-Term Receivables:			
Accounts			
Total assets	43,444	1,572	106,001
Deferred Outflows of Resources:			
Deferred outflows of resources			
Total deferred outflows of resources	-0-	-0-	-0-
Total assets and deferred outflows of resources	$ 43,444	$ 1,572	$ 106,001
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE			
Liabilities:			
Accounts and accrued liabilities payable	$ 3,255	$	$
Due to other funds		1,572	
Unearned revenue			106,001
Total liabilities	3,255	1,572	106,001
Deferred Inflows of Resources:			
Deferred inflows of resources			
Total deferred inflows of resources	-0-	-0-	-0-
Fund Balance (Deficit):			
Non-spendable			
Restricted	40,189		
Committed			
Unassigned			
Total fund balance	40,189	-0-	-0-
Total liabilities, deferred inflows of resources and fund balances	$ 43,444	$ 1,572	$ 106,001

Revenue Funds

DOI Mutual Fire Protection & Disbursement Assistance Fund-34100	DOI Parks Boating Access Fund-34200	FEMA Flood Disaster 2015 Fund-34600	FEMA Flood Disaster 2016 Fund-34610	TJJD State Aid Fund-35000	TJJD JJAEP Boot Camp Fund-35650
$ 16	$	$	$	$ 195,077	$
		50,881			64,892
		24,541	433,012		
16	-0-	75,422	433,012	195,077	64,892
-0-	-0-	-0-	-0-	-0-	-0-
$ 16	$ -0-	$ 75,422	$ 433,012	$ 195,077	$ 64,892
$	$	$	$ 135,338	$ 113,682	$ 56,163
		75,422	297,674		8,729
				81,395	
-0-	-0-	75,422	433,012	195,077	64,892
-0-	-0-	-0-	-0-	-0-	-0-
16					
-16	-0-	-0-	-0-	-0-	-0-
$ 16	$ -0-	$ 75,422	$ 433,012	$ 195,077	$ 64,892

BRAZORIA COUNTY, TEXAS
COMBINING BALANCE SHEET -
NONMAJOR GOVERNMENTAL FUNDS
September 30, 2016

	Special		
	TCEQ LIRAP Program Fund-36100	TCEQ Environmental Education Kits Fund-36200	TCEQ Local Initiatives Program Fund-36400
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES			
Assets:			
Cash and temporary investments	$	$ 3,325	$
Receivables (Net of Allowance for Uncollectable):			
Taxes			
Accounts			
Special assessments			
Due from other governments			
Due from other funds			
Inventies			
Prepaid expenditures			
Long-Term Receivables:			
Accounts			
Total assets	-0-	3,325	-0-
Deferred Outflows of Resources:			
Deferred outflows of resources			
Total deferred outflows of resources	-0-	-0-	-0-
Total assets and deferred outflows of resources	$ -0-	$ 3,325	$ -0-
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE			
Liabilities:			
Accounts and accrued liabilities payable	$	$	$
Due to other funds			
Unearned revenue			
Total liabilities	-0-	-0-	-0-
Deferred Inflows of Resources:			
Deferred inflows of resources			
Total deferred inflows of resources	-0-	-0-	-0-
Fund Balance (Deficit):			
Non-spendable			
Restricted		3,325	
Committed			
Unassigned			
Total fund balance	-0-	3,325	-0-
Total liabilities, deferred inflows of resources and fund balances	$ -0-	$ 3,325	$ -0-

Revenue Funds

TXDOT CR 48 Project Fund-36801	OAG Victim Assistance Grant Fund-37000	OAG Texas VINE Contract Fund-37100	DFPS CPS Title IV-B Concrete Services Fund-37200	TDSHS Immunization Fund-37400	OAG Regional Juvenile Mental Health Services Fund-37800
$	$	$	$	$	$ 1,667
				254	
	3,720		80	28,006	12,250
-0-	3,720	-0-	80	28,260	13,917
-0-	-0-	-0-	-0-	-0-	-0-
$ -0-	$ 3,720	$ -0-	$ 80	$ 28,260	$ 13,917
$	$ 3,103	$	$	$ 9,449	$
	617		80	18,811	13,917
-0-	3,720	-0-	80	28,260	13,917
-0-	-0-	-0-	-0-	-0-	-0-
-0-	-0-	-0-	-0-	-0-	-0-
$ -0-	$ 3,720	$ -0-	$ 80	$ 28,260	$ 13,917

BRAZORIA COUNTY, TEXAS

COMBINING BALANCE SHEET -
NONMAJOR GOVERNMENTAL FUNDS
September 30, 2016

	Special Emergency Management Fire Code Fund-38000	Special Economic Development Tax Abatement Fund-38010	Special Vital Statistics Fee Fund-38100
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES			
Assets:			
Cash and temporary investments	$ 30,559	$ 1,139	$ 19,120
Receivables (Net of Allowance for Uncollectable):			
Taxes			
Accounts			
Due from other governments			
Accrued interest			
Due from other funds			
Inventories			
Prepaid expenditures	50		
Long-Term Receivables:			
Accounts			
Total assets	30,609	1,139	19,120
Deferred Outflows of Resources:			
Deferred outflows of resources			
Total deferred outflows of resources	-0-	-0-	-0-
Total assets and deferred outflows of resources	$ 30,609	$ 1,139	$ 19,120
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE			
Liabilities:			
Accounts and accrued liabilities payable	$ 10,105	$	$
Due to other funds			
Unearned revenue			
Total liabilities	10,105	-0-	-0-
Deferred Inflows of Resources:			
Deferred inflows of resources			
Total deferred inflows of resources	-0-	-0-	-0-
Fund Balance (Deficit):			
Non-spendable	50		
Restricted	20,454	1,139	19,120
Committed			
Unassigned			
Total fund balance	20,504	1,139	19,120
Total liabilities, deferred inflows of resources and fund balances	$ 30,609	$ 1,139	$ 19,120

Revenue Funds

Records Management County Clerk Fund-38110	Records Archive County Clerk Fund-38120	Civil, Criminal & Probate Records Management Fund-38200	County Graffiti Eradication Fund-38210	County/ District Court Technology Fund-38220	Records Preservation County/District Clerk Fund-38230
$ 2,095,709	$ 551,366	$ 390,907	$ 2,559	$ 98,123	$ 342,301
		38		6	
		2,200			
2,095,709	551,366	393,145	2,559	98,129	342,301
-0-	-0-	-0-	-0-	-0-	-0-
$ 2,095,709	$ 551,366	$ 393,145	$ 2,559	$ 98,129	$ 342,301
$ 18,312	$ 2,840	$ 22	$	$	$ 2,450
18,312	2,840	22	-0-	-0-	2,450
-0-	-0-	-0-	-0-	-0-	-0-
2,077,397	548,526	2,200 390,923	2,559	98,129	339,851
2,077,397	548,526	393,123	2,559	98,129	339,851
$ 2,095,709	$ 551,366	$ 393,145	$ 2,559	$ 98,129	$ 342,301

BRAZORIA COUNTY, TEXAS
COMBINING BALANCE SHEET -
NONMAJOR GOVERNMENTAL FUNDS
September 30, 2016

	Child Abuse Prevention Fund-38300	Family Protection Fund-38310	Special Records Management District Clerk Fund-38330
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES			
Assets:			
Cash and temporary investments	$ 13,119	$ 52,716	$ 3,534
Receivables (Net of Allowance for Uncollectable):			
Taxes			
Accounts			
Special assessments			
Due to other governments			
Due from other funds			
Inventories			
Prepaid expenditures			
Long-Term Receivables:			
Accounts			
Total assets	13,119	52,716	3,534
Deferred Outflows of Resources:			
Deferred outflows of resources			
Total deferred outflows of resources	-0-	-0-	-0-
Total assets and deferred outflows of resources	$ 13,119	$ 52,716	$ 3,534
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE			
Liabilities:			
Accounts and accrued liabilities payable	$	$	$ 512
Due to other funds			
Unearned revenue			
Total liabilities	-0-	-0-	512
Deferred Inflows of Resources:			
Deferred inflows of resources			
Total deferred inflows of resources	-0-	-0-	-0-
Fund Balance (Deficit):			
Non-spendable			
Restricted	13,119	52,716	3,022
Committed			
Unassigned			
Total fund balance	13,119	52,716	3,022
Total liabilities, deferred inflows of resources and fund balances	$ 13,119	$ 52,716	$ 3,534

Revenue Funds

Records Archive District Clerk Fund-38330	JP Building Security Fund-38400	Justice Court Technology Fund-38410	Financial Security Fund-38500	Law Enforce-ment Officers Standards & Education Fund-38600	District Attorney Hot Check Collection Fund-38710
$ 117,315	$ 147,439	$ 229,541	$ 489,872	$ 90,511	$ 26,019
	19	77	67		2
117,315	147,458	229,618	489,939	90,511	26,021
-0-	-0-	-0-	-0-	-0-	-0-
$ 117,315	$ 147,458	$ 229,618	$ 489,939	$ 90,511	$ 26,021
$ 101,127	$	$ 68	$ 5	$	$ 1,449
101,127	-0-	68	5	-0-	1,449
-0-	-0-	-0-	-0-	-0-	-0-
16,188	147,458	229,550	489,934	90,511	24,572
16,188	147,458	229,550	489,934	90,511	24,572
$ 117,315	$ 147,458	$ 229,618	$ 489,939	$ 90,511	$ 26,021

BRAZORIA COUNTY, TEXAS
COMBINING BALANCE SHEET -
NONMAJOR GOVERNMENTAL FUNDS
September 30, 2016

	Special		
	District Attorney Supplemental Fund-38720	District Attorney Forfeiture CCP Chapter 59 Fund-38730	Voter Registration Tax Office Fund-38810
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES			
Assets:			
Cash and temporary investments	$ 6,859	$ 53,805	$
Receivables (Net of Allowance for Uncollectable):			
Taxes			
Accounts			
Special assessments			
Due from other governments			27,082
Due from other funds			
Inventories			
Prepaid expenditures			
Long-Term Receivables:			
Accounts			
Total assets	6,859	53,805	27,082
Deferred Outflows of Resources:			
Deferred outflows of resources			
Total deferred outflows of resources	-0-	-0-	-0-
Total assets and deferred outflows of resources	$ 6,859	$ 53,805	$ 27,082
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE			
Liabilities:			
Accounts and accrued liabilities payable	$ 714	$ 4,804	$ 22,757
Due to other funds			4,325
Unearned revenue	6,145		
Total liabilities	6,859	4,804	27,082
Deferred Inflows of Resources:			
Deferred inflows of resources			
Total deferred inflows of resources	-0-	-0-	-0-
Fund Balance (Deficit):			
Non-spendable			
Restricted			
Committed		49,001	
Unassigned			
Total fund balance	-0-	49,001	-0-
Total liabilities, deferred inflows of resources and fund balances	$ 6,859	$ 53,805	$ 27,082

Revenue Funds

Special Inventory Dealer Escrow-Tax Fund-38820	Scofflaw Fees TTC Section 502.01 Fund-38830	Elections Services Contract Fund-38910	Elections HAVA Equipment Rental Fund-38920	Sheriff Contraband Forfeiture Fund-39100	Brazoria County Narcotics Task Force Fund-39110
$ 64,301	$ 633	$ 50,692	$ 154,094	$ 499,701	$ 360,374
429	70				
		26,782			
64,730	703	77,474	154,094	499,701	360,374
-0-	-0-	-0-	-0-	-0-	-0-
$ 64,730	$ 703	$ 77,474	$ 154,094	$ 499,701	$ 360,374
$	$	$ 80	$ 49,230	$ 733	$ 399
					214,209
-0-	-0-	80	49,230	733	214,608
-0-	-0-	-0-	-0-	-0-	-0-
64,730	703	77,394	104,864	498,968	145,766
64,730	703	77,394	104,864	498,968	145,766
$ 64,730	$ 703	$ 77,474	$ 154,094	$ 499,701	$ 360,374

BRAZORIA COUNTY, TEXAS
COMBINING BALANCE SHEET -
NONMAJOR GOVERNMENTAL FUNDS
September 30, 2016

	Special		
	Sheriff Commissary Fund-39120	Sheriff Federal Forfeiture Fund-39130	Juvenile Case Manager Fund-39200
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES			
Assets:			
Cash and temporary investments	$ 401,366	$ 114,578	$ 5,737
Receivables (Net of Allowance for Uncollectable):			
Taxes			
Accounts			3
Special assessments			
Due from other governments			
Due from other funds			
Inventories	47,982		
Prepaid expenditures			
Long-Term Receivables:			
Accounts			
Total assets	449,348	114,578	5,740
Deferred Outflows of Resources:			
Deferred outflows of resources			
Total deferred outflows of resources	-0-	-0-	-0-
Total assets and deferred outflows of resources	$ 449,348	$ 114,578	$ 5,740
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE			
Liabilities:			
Accounts and accrued liabilities payable	$ 47,634	$	$
Due to other funds			
Unearned revenue			
Total liabilities	47,634	-0-	-0-
Deferred Inflows of Resources:			
Deferred inflows of resources			
Total deferred inflows of resources	-0-	-0-	-0-
Fund Balance (Deficit):			
Non-spendable	47,982		
Restricted	353,732		5,740
Committed		114,578	
Unassigned			
Total fund balance	401,714	114,578	5,740
Total liabilities, deferred inflows of resources and fund balances	$ 449,348	$ 114,578	$ 5,740

Revenue Funds

CSCD Bond Supervision Fund-39210	Reliant Energy CARE/RELIEF Program Fund-39300	United Way Emergency Assistance Fund-39310	SETH-SE TX Housing Finance Corporation Fund-39390	Book Sale Fund-39400	Library Special Projects Fund-39410
$ 6,334	$ 43,522	$ 4,510	$ 50,026	$ 9,180	$ 196,428
					35,108
6,334	43,522	4,510	50,026	9,180	231,536
-0-	-0-	-0-	-0-	-0-	-0-
$ 6,334	$ 43,522	$ 4,510	$ 50,026	$ 9,180	$ 231,536
$ 2,638	$ 2,222	$ 449	$	$	$ 790
2,638	2,222	449	-0-	-0-	790
-0-	-0-	-0-	-0-	-0-	-0-
3,696	41,300	4,061	50,026	9,180	35,108 195,638
3,696	41,300	4,061	50,026	9,180	230,746
$ 6,334	$ 43,522	$ 4,510	$ 50,026	$ 9,180	$ 231,536

BRAZORIA COUNTY, TEXAS

COMBINING BALANCE SHEET -
NONMAJOR GOVERNMENTAL FUNDS
September 30, 2016

	SEP Wastewater Environmental Health-TCEQ Fund-39500	Shoreline Restoration Task Force Fund-39620	Special 2006 GoM Energy Security Act Fund-39630
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES			
Assets:			
Cash and temporary investments	$	$ 3,609	$ 53,107
Receivables (Net of Allowance for Uncollectable):			
Taxes			
Accounts			
Special assessments			
Due from other governments			
Due from other funds			
Inventories			
Prepaid expenditures		890	
Long-Term Receivables:			
Accounts			
Total assets	-0-	4,499	53,107
Deferred Outflows of Resources:			
Deferred outflows of resources			
Total deferred outflows of resources	-0-	-0-	-0-
Total assets and deferred outflows of resources	$ -0-	$ 4,499	$ 53,107
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE			
Liabilities:			
Accounts and accrued liabilities payable	$	$	$
Due to other funds	9,157		
Unearned revenue			
Total liabilities	9,157	-0-	-0-
Deferred Inflows of Resources:			
Deferred inflows of resources			
Total deferred inflows of resources	-0-	-0-	-0-
Fund Balance (Deficit):			
Non-spendable		890	
Restricted		3,609	53,107
Committed			
Unassigned	(9,157)		
Total fund balance	(9,157)	4,499	53,107
Total liabilities, deferred inflows of resources and fund balances	$ -0-	$ 4,499	$ 53,107

Revenue Funds					Debt Service Funds	
Vivian Street Lazy Oaks Special Assessment Fund-39762	Law Library Fund-39800	Mosquito Control District Fund-39900	Total Special Revenue Funds		2003 Certificates of Obligation I & S Fund-40000	2006 Certificates of Obligation I & S Fund-41000
$	$ 353,919	$ 3,362,090	$ 11,651,481		$ 521,379	$ 668,906
		28,857	28,857		9,697	11,394
			10,654			
42,363			42,363			
			857,929			
			457,692			
		474,086	522,068			
			46,475			
			-0-			
42,363	353,919	3,865,033	13,617,519		531,076	680,300
-0-	-0-	-0-	-0-		-0-	-0-
$ 42,363	$ 353,919	$ 3,865,033	$ 13,617,519		$ 531,076	$ 680,300
$	$ 18,352	$ 86,220	$ 1,022,742		$	$
22,127			728,780			
			414,016			
22,127	18,352	86,220	2,165,538		-0-	-0-
42,363		24,393	66,756		8,108	9,577
42,363	-0-	24,393	66,756		8,108	9,577
		474,086	568,543			
	335,567	3,280,334	9,958,660		522,968	670,723
			897,615			
(22,127)			(39,593)			
(22,127)	335,567	3,754,420	11,385,225		522,968	670,723
$ 42,363	$ 353,919	$ 3,865,033	$ 13,617,519		$ 531,076	$ 680,300

BRAZORIA COUNTY, TEXAS
COMBINING BALANCE SHEET -
NONMAJOR GOVERNMENTAL FUNDS
September 30, 2016

	Debt		
	2012 Certificates of Obligation I & S Fund-42000	Tax Notes Series 2013 I & S Fund-43000	Toll Road I & S Fund-44000
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES			
Assets:			
Cash and temporary investments	$ 115,733	$ 46,252	$ 2,531,066
Receivables (Net of Allowance for Uncollectable):			
Taxes	11,497	6,459	16,701
Accounts			
Special assessments			
Due to other governments			
Due from other funds			
Inventories			
Prepaid expenditures			
Long-Term Receivables:			
Accounts			
Total assets	127,230	52,711	2,547,767
Deferred Outflows of Resources:			
Deferred outflows of resources			
Total deferred outflows of resources	-0-	-0-	-0-
Total assets and deferred outflows of resources	$ 127,230	$ 52,711	$ 2,547,767
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE			
Liabilities:			
Accounts and accrued liabilities payable	$	$	$
Due to other funds			
Unearned revenue			
Total liabilities	-0-	-0-	-0-
Deferred Inflows of Resources:			
Deferred inflows of resources	9,806	5,490	14,273
Total deferred inflows of resources	9,806	5,490	14,273
Fund Balance (Deficit):			
Non-spendable			
Restricted	117,424	47,221	2,533,494
Committed			
Unassigned			
Total fund balance	117,424	47,221	2,533,494
Total liabilities, deferred inflows of resources and fund balances	$ 127,230	$ 52,711	$ 2,547,767

Service Funds				Capital Projects Funds	
Road Bonds Mobility I & S Fund-45000	Mobility Build America I & S Fund-41500	Sheriff & Detention Complex I & S Fund-46000	Total Debt Service Funds	USTREAS Restore Act Projects Fund-34850	DOI Parks CIAP Grant Fund-34860
$ 2,055,816	$	$ 1,907,457	$ 7,846,609	$	$ 85,927
38,728		1,461	95,937		
			-0-		
			-0-		
			-0-		119,203
			-0-		
			-0-		
			-0-		
			-0-		
2,094,544	-0-	1,908,918	7,942,546	-0-	205,130
-0-	-0-	-0-	-0-	-0-	-0-
$ 2,094,544	$ -0-	$ 1,908,918	$ 7,942,546	$ -0-	$ 205,130
$	$	$	$ -0-	$	$ 119,203
	482,696		482,696		
			-0-		85,927
-0-	482,696	-0-	482,696	-0-	205,130
32,703		833	80,790		
32,703	-0-	833	80,790	-0-	-0-
			-0-		
2,061,841		1,908,085	7,861,756		
			-0-		
	(482,696)		(482,696)		
2,061,841	(482,696)	1,908,085	7,379,060	-0-	-0-
$ 2,094,544	$ -0-	$ 1,908,918	$ 7,942,546	$ -0-	$ 205,130

BRAZORIA COUNTY, TEXAS

COMBINING BALANCE SHEET -
NONMAJOR GOVERNMENTAL FUNDS
September 30, 2016

	Capital		
	Brazoria County Toll Road Construction Fund-51100	2012 Certificate of Obligation C & M Fund-52000	2013 Tax Note C & M Fund-53000
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES			
Assets:			
Cash and temporary investments	$	$ 2,959,388	$ 3,596,860
Receivables (Net of Allowance for Uncollectable):			
Taxes			
Accounts			
Special assessments			
Due from other governments			
Due from other funds	305,464		
Inventories			
Prepaid expenditures			
Long-Term Receivables:			
Accounts			
Total assets	305,464	2,959,388	3,596,860
Deferred Outflows of Resources:			
Deferred outflows of resources		-0-	
Total deferred outflows of resources	-0-	-0-	-0-
Total assets and deferred outflows of resources	$ 305,464	$ 2,959,388	$ 3,596,860
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCE			
Liabilities:			
Accounts and accrued liabilities payable	$	$ 800	$
Due to other funds	306,205		
Unearned revenue			
Total liabilities	306,205	800	-0-
Deferred Inflows of Resources:			
Deferred inflows of resources			-0-
Total deferred inflows of resources	-0-	-0-	-0-
Fund Balance (Deficit):			
Non-spendable			
Restricted		2,958,588	3,596,860
Committed			
Unassigned	(741)		
Total fund balance	(741)	2,958,588	3,596,860
Total liabilities, deferred inflows of resources and fund balances	$ 305,464	$ 2,959,388	$ 3,596,860

Projects Funds

Mobility Plan C & M Fund-55000	Highway 6 Right-of-Way Acquisition C & M Fund-57000	Ring of Honor C & M Fund-57200	Total Capital Projects Funds	Total Non-Major Governmental Funds
$ 839,113	$ 109	$ 35,909	$ 7,517,306	$ 27,015,396
			-0-	124,794
			-0-	10,654
			-0-	42,363
			119,203	977,132
			305,464	763,156
			-0-	522,068
			-0-	46,475
607,193			607,193	607,193
1,446,306	109	35,909	8,549,166	30,109,231
			-0-	-0-
-0-	-0-	-0-	-0-	-0-
$ 1,446,306	$ 109	$ 35,909	$ 8,549,166	$ 30,109,231
$	$	$	$ 120,003	$ 1,142,745
			306,205	1,517,681
			85,927	499,943
-0-	-0-	-0-	512,135	3,160,369
			-0-	147,546
-0-	-0-	-0-	-0-	147,546
				568,543
1,446,306	109	35,909	8,037,772	25,858,188
			-0-	897,615
			(741)	(523,030)
1,446,306	109	35,909	8,037,031	26,801,316
$ 1,446,306	$ 109	$ 35,909	$ 8,549,166	$ 30,109,231

BRAZORIA COUNTY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - NONMAJOR GOVERNMENTAL FUNDS

For the Year Ended September 30, 2016

	Special		
	TDSHS Women Infants & Children Programs Fund-30100	HHS-PPCPS Cities Readiness Initiative Fund-30500	HHS-BRHLO Community and Rural Health Fund-30600
Revenues:			
Taxes	$	$	$
Intergovernmental	1,283,811	57,384	30,232
Charges for services			
Licenses and permits			
Fines and forfeitures			
Special assessment			
Investment income			
Miscellaneous			
Total revenues	1,283,811	57,384	30,232
Expenditures:			
Current:			
General administration			
Judicial and legal			
Financial administration			
Elections			
Public safety			
Corrections			
Public transportation			
Health and welfare	1,283,811	57,728	30,232
Culture and recreation			
Community development			
Capital outlay			
Debt Service:			
Principal			
Interest and fiscal charges			
Total expenditures	1,283,811	57,728	30,232
Excess (deficiency) of revenue over (under) expenditures	-0-	(344)	-0-
Other Financing Sources (Uses):			
Sale of capital assets			
Issuance of general obligation bonds			
Premium on bonds			
Payment to escrow agent			
Transfers in		344	
Transfers out			
Total other financing sources (uses)	-0-	344	-0-
Excess (deficiency) of revenue and other financial sources over expenditure and other financing uses	-0-	-0-	-0-
Fund Balance (Deficits):			
Beginning of year			
End of year	$ -0-	$ -0-	$ -0-

Revenue Funds

HHS-PPCPS Hazards (Bioterrorism Grant) Fund-30700	HHS-CPS EBOLA-PHEP Fund-30701	HHS-CPS/OT UNIQUE Fund-30702	HHS-Infectious Disease Control Unit Fund-30710	HHS-CPS Title IV-E Foster Care Maintenance Fund-30800	HHS-CPS Title IV-E Legal Services Fund-30850
$ 166,114	$ 11,676	$ 31,714	$ 45,094	$ 37,155	$ 67,116
166,114	11,676	31,714	45,094	37,155	67,116
					315,226
170,051	11,676	5,962	45,094	113,799	
		28,924			
170,051	11,676	34,886	45,094	113,799	315,226
(3,937)	-0-	(3,172)	-0-	(76,644)	(248,110)
3,937		3,172		76,644	248,110
3,937	-0-	3,172	-0-	76,644	248,110
-0-	-0-	-0-	-0-	-0-	-0-
				79	
$ -0-	$ -0-	$ -0-	$ -0-	$ 79	$ -0-

BRAZORIA COUNTY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - NONMAJOR GOVERNMENTAL FUNDS

For the Year Ended September 30, 2016

	HS Homeland Security - Grant Program (HSGP) Fund-31500	Homeland Security Grant Program (HSGP) Fund-31610	Special Section 8 Housing Choice Vouchers Funds 32005-32113
Revenues:			
Taxes	$	$	$
Intergovernmental	150,132	46,807	3,318,911
Charges for services			
Licenses and permits			
Fines and forfeitures			
Special assessment			
Investment income			4,322
Miscellaneous			22,170
Total revenues	150,132	46,807	3,345,403
Expenditures:			
Current:			
General administration	145,479		
Judicial and legal			
Financial administration	4,653		
Elections			
Public safety		46,807	
Corrections			
Public transportation			
Health and welfare			3,214,499
Culture and recreation			
Community development			
Capital outlay			23,638
Debt Service:			
Principal			
Interest and fiscal charges			
Total expenditures	150,132	46,807	3,238,137
Excess (deficiency) of revenue over (under) expenditures	-0-	-0-	107,266
Other Financing Sources (Uses):			
Sale of capital assets			1,449
Issuance of general obligation bonds			
Premium on bonds			
Payment to escrow agent			
Transfers in			
Transfers out			
Total other financing sources (uses)	-0-	-0-	1,449
Excess (deficiency) of revenue and other financing sources over expenditures and other financing uses	-0-	-0-	108,715
Fund Balance (Deficits):			
Beginning of year			704,220
End of year	$ -0-	$ -0-	$ 812,935

Revenue Funds

CDBG County (HUD) Funds 32213-32215	HUD-Texas CDBG Recovery Fund-32600	USDOJ-CJD-Juv Incentive Block Fund-33300	USDOJ-Crime Victim Assistance VOCA Fund-33200	USDOJ-CSCD Victim Services Program Fund-33250	USDOJ Drug Court Program Fund-33300
$	$	$	$	$	$
1,961,330	2,033,827		89,400	78,108	306,106
					20,281
					4,663
					4
				34,079	
1,961,330	2,033,827	-0-	89,400	112,187	331,054
		435	127,988		310,769
				112,187	
1,961,330	1,410,545				
	623,282				
1,961,330	2,033,827	435	127,988	112,187	310,769
-0-	-0-	(435)	(38,588)	-0-	20,285
			38,588		
-0-	-0-	-0-	38,588	-0-	-0-
-0-	-0-	(435)	-0-	-0-	20,285
					22,637
$ -0-	$ -0-	$(435)	$ -0-	$ -0-	$ 42,922

BRAZORIA COUNTY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - NONMAJOR GOVERNMENTAL FUNDS

For the Year Ended September 30, 2016

	Special		
	USDOJ DWI Court Program Fund-33310	USDOJ DEA Narcotics OT Expense Fund-33500	USDOJ State Criminal Alien Assistance Fund-33900
Revenues:			
Taxes	$	$	$
Intergovernmental	147,216	14,947	
Charges for services	20,235		
Licenses and permits			
Fines and forfeitures	13,507		
Special assessment			
Investment income	28		
Miscellaneous			
Total revenues	180,986	14,947	-0-
Expenditures:			
Current:			
General administration			
Judicial and legal	160,723		
Financial administration			
Elections			
Public safety		14,947	
Corrections			
Public transportation			
Health and welfare			
Culture and recreation			
Community development			
Capital outlay			
Debt Service:			
Principal			
Interest and fiscal charges			
Total expenditures	160,723	14,947	-0-
Excess (deficiency) of revenue over (under) expenditures	20,263	-0-	-0-
Other Financing Sources (Uses):			
Sale of capital assets			
Issuance of general obligation bonds			
Premium on bonds			
Payment to escrow agent			
Transfers in			
Transfers out			
Total other financing sources (uses)	-0-	-0-	-0-
Excess (deficiency) of revenue and other financing sources over expenditures and other financing uses	20,263	-0-	-0-
Fund Balance (Deficits):			
Beginning of year	19,926		
End of year	$ 40,189	$ -0-	$ -0-

Revenue Funds

DOI Mutual Fire Protection & Disbursement Assistance Fund-34100	DOI Parks Boating Access Fund-34200	FEMA Flood Disaster 2015 Fund-34600	FEMA Flood Disaster 2016 Fund-34610	TJJD State Aid Fund-35000	TJJD JJAEP Boot Camp Fund-35650
$	$	$ 73,623	$	$ 1,408,202	$ 424,428
				28	
-0-	-0-	73,623	-0-	1,408,230	424,428
			433,012		
				1,937,697	767,154
		93,020			
		5,144			
	7,830				
-0-	7,830	98,164	433,012	1,937,697	767,154
-0-	(7,830)	(25,541)	(433,012)	(529,467)	(342,726)
	7,830	24,541	433,012	529,467	342,726
-0-	7,830	24,541	433,012	529,467	342,726
-0-	-0-	-0-	-0-	-0-	-0-
16					
$ 16	$ -0-	$ -0-	$ -0-	$ -0-	$ -0-

BRAZORIA COUNTY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - NONMAJOR GOVERNMENTAL FUNDS

For the Year Ended September 30, 2016

	Special		
	TCEQ LIRAP Program Fund-36100	TCEQ Environmental Education Kits Fund-36200	TCEQ Local Initiatives Program Fund-36400
Revenues:			
Taxes	$	$	$
Intergovernmental	934,076		94,350
Charges for services			
Licenses and permits			
Fines and forfeitures			
Special assessment			
Investment income			
Miscellaneous			
Total revenues	934,076	-0-	94,350
Expenditures:			
Current:			
General administration	934,076		94,350
Judicial and legal			
Financial administration			
Elections			
Public safety			
Corrections			
Public transportation			
Health and welfare			
Culture and recreation			
Community development			
Capital outlay			
Debt Service:			
Principal			
Interest and fiscal charges			
Total expenditures	934,076	-0-	94,350
Excess (deficiency) of revenue over (under) expenditures	-0-	-0-	-0-
Other Financing Sources (Uses):			
Sale of capital assets		3,325	
Issuance of general obligation bonds			
Premium on bonds			
Payment to escrow agent			
Transfers in			
Transfers out			
Total other financing sources (uses)	-0-	3,325	-0-
Excess (deficiency) of revenue and other financing sources over expenditures and other financing uses	-0-	3,325	-0-
Fund Balance (Deficits):			
Beginning of year			
End of year	$ -0-	$ 3,325	$ -0-

Revenue Funds					
TXDOT CR 48 Project Fund-36801	OAG Victim Assistance Grant Fund-37000	OAG Texas VINE Contract Fund-37100	DFPS CPS Title IV-B Concrete Services Fund-37200	TDSHS Immunization Fund-37400	OAG Regional Juvenile Mental Health Services Fund-37800
$ 71,820	$ 42,209	$ 27,715	$ 668	$ 185,999	$ 26,250
					2
71,820	42,209	27,715	668	185,999	26,252
	62,173	27,715			
89,775			668	188,705	26,252
89,775	62,173	27,715	668	188,705	26,252
(17,955)	(19,964)	-0-	-0-	(2,706)	-0-
17,955	19,964			2,706	
17,955	19,964	-0-	-0-	2,706	-0-
-0-	-0-	-0-	-0-	-0-	-0-
$ -0-	$ -0-	$ -0-	$ -0-	$ -0-	$ -0-

BRAZORIA COUNTY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - NONMAJOR GOVERNMENTAL FUNDS

For the Year Ended September 30, 2016

	Special Emergency Management Fire Code Fund-38000	Special Economic Development Tax Abatement Fund-38010	Special Vital Statistics Fee Fund-38100
Revenues:			
Taxes	$	$	$
Intergovernmental			
Charges for services		1,000	13,042
Licenses and permits	98,190		
Fines and forfeitures			
Special assessments			
Investment income		139	25
Miscellaneous		211,194	
Total revenues	98,190	212,333	13,067
Expenditures:			
Current:			
General administration	115,096	213,279	1,771
Judicial and legal			
Financial administration			
Elections			
Public safety			
Corrections			
Public transportation			
Health and welfare			
Culture and recreation			
Community development			
Capital outlay			
Debt Service:			
Principal			
Interest and fiscal charges			
Total expenditures	115,096	213,279	1,771
Excess (deficiency) of revenue over (under) expenditures	(16,906)	(946)	11,296
Other Financing Sources (Uses):			
Sale of capital assets			
Issuance of general obligation bonds			
Premium on bonds			
Payment to escrow agent			
Transfers in	30,000		
Transfers out			
Total other financing sources (uses)	30,000	-0-	-0-
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	13,094	(946)	11,296
Fund Balance (Deficits):			
Beginning of year	7,410	2,085	7,824
End of year	$ 20,504	$ 1,139	$ 19,120

Revenue Funds

Records Management County Clerk Fund-38110	Records Archive County Clerk Fund-38120	Civil, Criminal & Probate Records Management Fund-38200	County Graffiti Eradication Fund-38210	County/ District Court Technology Fund-38220	Records Preservation County/District Clerk Fund-38230
$	$	$	$	$	$
704,657	625,995	68,253	4	16,219	42,050
7,591	3,155	1,243	14	485	1,745
712,248	629,150	69,496	18	16,704	43,795
268,581	671,724	25,695		2,069	7,777
10,123		20,090			
278,704	671,724	45,785	-0-	2,069	7,777
433,544	(42,574)	23,711	18	14,635	36,018
-0-	-0-	-0-	-0-	-0-	-0-
433,544	(42,574)	23,711	18	14,635	36,018
1,643,853	591,100	369,412	2,541	83,494	303,833
$ 2,077,397	$ 548,526	$ 393,123	$ 2,559	$ 98,129	$ 339,851

BRAZORIA COUNTY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - NONMAJOR GOVERNMENTAL FUNDS

For the Year Ended September 30, 2016

	Special Records Management District Clerk Fund-38330	Child Abuse Prevention Fund-38300	Family Protection Fund-38310
Revenues:			
Taxes	$	$	$
Intergovernmental			
Charges for services	40,601	1,970	22,054
Licenses and permits			
Fines and forfeitures			
Special assessment			
Investment income	112	67	225
Miscellaneous			
Total revenues	40,713	2,037	22,279
Expenditures:			
Current:			
General administration			
Judicial and legal	69,551		32,000
Financial administration			
Elections			
Public safety			
Corrections			
Public transportation			
Health and welfare			
Culture and recreation			
Community development			
Capital outlay			
Debt Service:			
Principal			
Interest and fiscal charges			
Total expenditures	69,551	-0-	32,000
Excess (deficiency) of revenue over (under) expenditures	(28,838)	2,037	(9,721)
Other Financing Sources (Uses):			
Sale of capital assets			
Issuance of general obligation bonds			
Premium on bonds			
Payment to escrow agent			
Transfers in			
Transfers out			
Total other financing sources (uses)	-0-	-0-	-0-
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(28,838)	2,037	(9,721)
Fund Balance (Deficits):			
Beginning of year	31,860	11,082	62,437
End of year	$ 3,022	$ 13,119	$ 52,716

Revenue Funds

Records Archive District Clerk Fund-38330	JP Building Security Fund-38400	Justice Court Technology Fund-38410	Financial Security Fund-38500	Law Enforce-ment Officers Standards & Education Fund-38600	District Attorney Hot Check Collection Fund-38710
$ 44,542	$ 18,367	$ 73,724	$ 164,261	$ 25,613	$ 18,176
523	741	1,043	2,322	453	
			254		
45,065	19,108	74,767	166,837	26,066	18,176
104,363	1,039	17,810	7,670	1,660	21,598
				14,355	
			48,698		
104,363	1,039	17,810	56,368	16,015	21,598
(59,298)	18,069	56,957	110,469	10,051	(3,422)
-0-	-0-	-0-	-0-	-0-	-0-
(59,298)	18,069	56,957	110,469	10,051	(3,422)
75,486	129,389	172,593	379,465	80,460	27,994
$ 16,188	$ 147,458	$ 229,550	$ 489,934	$ 90,511	$ 24,572

BRAZORIA COUNTY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - NONMAJOR GOVERNMENTAL FUNDS

For the Year Ended September 30, 2016

	Special		
	District Attorney Supplemental Fund-38720	District Attorney Forfeiture CCP Chapter 59 Fund-38730	Voter Registration Tax Office Fund-38810
Revenues:			
Taxes	$	$	$
Intergovernmental	22,687		42,150
Charges for services			
Licenses and permits			
Fines and forfeitures		112,155	
Special assessment			
Investment income	29	282	
Miscellaneous		10,674	
Total revenues	22,716	123,111	42,150
Expenditures:			
Current:			
General administration			
Judicial and legal	22,723	85,225	
Financial administration			20,638
Elections			
Public safety			
Corrections			
Public transportation			
Health and welfare			
Culture and recreation			
Community development			
Capital outlay		31,774	21,512
Debt Service:			
Principal			
Interest and fiscal charges			
Total expenditures	22,723	116,999	42,150
Excess (deficiency) of revenue over (under) expenditures	(7)	6,112	-0-
Other Financing Sources (Uses):			
Sale of capital assets			
Issuance of general obligation bonds			
Premium on bonds			
Payment to escrow agent			
Transfers in			
Transfers out			
Total other financing sources (uses)	-0-	-0-	-0-
Excess (deficiency) of revenue and other financing sources over expenditures and other financing uses	(7)	6,112	-0-
Fund Balance (Deficits):			
Beginning of year	7	42,889	
End of year	$ -0-	$ 49,001	$ -0-

Revenue Funds

Special Inventory Dealer Escrow-Tax Fund-38820	Scofflaw Fees TTC Section 502.01 Fund-38830	Elections Services Contract Fund-38910	Elections HAVA Equipment Rental Fund-38920	Sheriff Contraband Forfeiture Fund-39100	Brazoria County Narcotics Task Force Fund-39110
$ 14,728	$	$	$	$	$
		162,456	55,327		
	420			3,200	254,682
5,407	3	429	769	2,982	1,551
64				11,352	39,769
20,199	423	162,885	56,096	17,534	296,002
6,744					
		154,138	102,376		
				97,249	238,514
				9,699	
6,744	-0-	154,138	102,376	106,948	238,514
13,455	423	8,747	(46,280)	(89,414)	57,488
				130,700	
		(3,752)			(130,700)
-0-	-0-	(3,752)	-0-	130,700	(130,700)
13,455	423	4,995	(46,280)	41,286	(73,212)
51,275	280	72,399	151,144	457,682	218,978
$ 64,730	$ 703	$ 77,394	$ 104,864	$ 498,968	$ 145,766

BRAZORIA COUNTY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - NONMAJOR GOVERNMENTAL FUNDS

For the Year Ended September 30, 2016

	Special		
	Sheriff Commissary Fund-39120	Sheriff Federal Forfeiture Fund-39130	Juvenile Case Manager Fund-39200
Revenues:			
Taxes	$	$	$
Intergovernmental			
Charges for services	1,044,998		1,890
Licenses and permits			
Fines and forfeitures		25,225	
Special assessments			
Investment income	1,632	862	
Miscellaneous	209		
Total revenues	1,046,839	26,087	1,890
Expenditures:			
Current:			
General administration			
Judicial and legal			
Financial administration			
Elections			
Public safety		48,215	
Corrections	891,739		
Public transportation			
Health and welfare			
Culture and recreation			
Community development			
Capital outlay		72,797	
Debt Service:			
Principal			
Interest and fiscal charges			
Total expenditures	891,739	121,012	-0-
Excess (deficiency) of revenue over (under) expenditures	155,100	(94,925)	1,890
Other Financing Sources (Uses):			
Sale of capital assets			
Issuance of general obligation bonds			
Premium on bonds			
Payment to escrow agent			
Transfers in			
Transfers out			
Total other financing sources (uses)	-0-	-0-	-0-
Excess (deficiency) of revenue and other financing sources over expenditures and other financing uses	155,100	(94,925)	1,890
Fund Balance (Deficits):			
Beginning of year	246,614	209,503	3,850
End of year	$ 401,714	$ 114,578	$ 5,740

Revenue Funds

CSCD Bond Supervision Fund-39210	Reliant Energy CARE/RELIEF Program Fund-39300	United Way Emergency Assistance Fund-39310	SETH-SE TX Housing Finance Corporation Fund-39390	Book Sale Fund-39400	Library Special Projects Fund-39410
$	$	$	$	$	$
12,224	27,579	25,000	50,000		
		44	26	77	1,044
				42,461	166,308
12,224	27,579	25,044	50,026	42,538	167,352
46,116					
	14,420	31,178			
				38,807	124,048
46,116	14,420	31,178	-0-	38,807	124,048
(33,892)	13,159	(6,134)	50,026	3,731	43,304
38,000					
38,000	-0-	-0-	-0-	-0-	-0-
4,108	13,159	(6,134)	50,026	3,731	43,304
(412)	28,141	10,195		5,449	187,442
$ 3,696	$ 41,300	$ 4,061	$ 50,026	$ 9,180	$ 230,746

BRAZORIA COUNTY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - NONMAJOR GOVERNMENTAL FUNDS

For the Year Ended September 30, 2016

	SEP Wastewater Environmental Health-TCEQ Fund-39500	Shoreline Restoration Task Force Fund-39620	Special 2006 GoM Energy Security Fund-39630
Revenues:			
Taxes	$	$	$
Intergovernmental			
Charges for services			
Licenses and permits			
Fines and forfeitures			
Special assessments			
Investment income		24	283
Miscellaneous	10,500		471
Total revenues	10,500	24	754
Expenditures:			
Current:			
General administration			
Judicial and legal			
Financial administration			
Elections			
Public safety			
Corrections			
Public transportation			
Health and welfare	8,450		
Culture and recreation		2,646	
Community development			
Capital outlay			
Debt Service:			
Principal			
Interest and fiscal charges			
Total expenditures	8,450	2,646	-0-
Excess (deficiency) of revenue over (under) expenditures	2,050	(2,622)	754
Other Financing Sources (Uses):			
Sale of capital assets			
Issuance of general obligation bonds			
Premium on bonds			
Payment to escrow agent			
Transfers in			
Transfers out	(15,935)		
Total other financing sources (uses)	(15,935)	-0-	-0-
Excess (deficiency) of revenue and other financing sources over expenditures and other financing uses	(13,885)	(2,622)	754
Fund Balance (Deficits):			
Beginning of year	4,728	7,121	52,353
End of year	$(9,157)	$ 4,499	$ 53,107

Revenue Funds					Debt Service Funds	
Vivian Street Lazy Oaks Special Assessment Fund-39762	Law Library Fund-39800	Mosquito Control District Fund-39900	Total Special Revenue Funds		2003 Certificates of Obligation I & S Fund-40000	2006 Certificates of Obligation I & S Fund-41000
$	$	$ 2,803,812	$ 2,818,540		$ 984,156	$ 1,128,311
			13,359,449			
	187,566		3,359,892			
			98,190			
			413,852			
5,644			5,644			
	1,315	17,168	58,194		2,845	2,839
	12,533	2,093	564,131			
5,644	201,414	2,823,073	20,677,892		987,001	1,131,150
			2,903,063			
	266,275		1,644,789			
			32,035			
			256,514			
			460,087			
			3,781,145			
24,448			207,243			
		1,760,074	6,936,347			
			170,645			
			3,371,875			
		53,737	952,104			
			-0-		885,000	915,000
			-0-		68,925	360,859
24,448	266,275	1,813,811	20,715,847		953,925	1,275,859
(18,804)	(64,861)	1,009,262	(37,955)		33,076	(144,709)
		101,000	105,774			
			-0-			8,125,000
			-0-			1,026,449
			-0-			(8,968,378)
	50,000		1,997,696			
			(150,387)			
-0-	50,000	101,000	1,953,083		-0-	183,071
(18,804)	(14,861)	1,110,262	1,915,128		33,076	38,362
(3,323)	350,428	2,644,158	9,470,097		489,892	632,361
$(22,127)	$ 335,567	$ 3,754,420	$ 11,385,225		$ 522,968	$ 670,723

BRAZORIA COUNTY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - NONMAJOR GOVERNMENTAL FUNDS

For the Year Ended September 30, 2016

	Debt		
	2012 Certificate of Obligation I & S Fund-42000	Tax Notes Series 2013 I & S Fund-43000	Toll Road I & S Fund-44000
Revenues:			
Taxes	$ 1,124,268	$ 390,742	$ 2,532,405
Intergovernmental			
Charges for services			
Licenses and permits			
Fines and forfeitures			
Special assessments			
Investment income	2,206	397	1,089
Miscellaneous			
Total revenues	1,126,474	391,139	2,533,494
Expenditures:			
Current:			
General administration			
Judicial and legal			
Financial administration			
Elections			
Public safety			
Corrections			
Public transportation			
Health and welfare			
Culture and recreation			
Community development			
Capital outlay			
Debt Service:			
Principal		250,000	
Interest and fiscal charges	1,110,300	124,956	
Total expenditures	1,110,300	374,956	-0-
Excess (deficiency) of revenue over (under) expenditures	16,174	16,183	2,533,494
Other Financing Sources (Uses):			
Sale of capital assets			
Issuance of general obligation bonds			
Premium on bonds			
Payment to escrow agent			
Transfers in			
Transfers out			
Total other financing sources (uses)	-0-	-0-	-0-
Excess (deficiency) of revenue and other financing sources over expenditures and other financing uses	16,174	16,183	2,533,494
Fund Balance (Deficits):			
Beginning of year	101,250	31,038	
End of year	$ 117,424	$ 47,221	$ 2,533,494

Service Funds					Capital Projects Funds	
Road Bonds Mobility I & S Fund-45000	Mobility Build America I & S Fund-41500	Sheriff & Detention Complex I & S Fund-46000	Total Debt Service Funds		USTREAS Restore Act Projects Fund-34850	DOI Parks CIAP Grant Fund-34860
$ 3,790,185	$	$ 20,750	$ 9,970,817		$	$
	237,563		237,563			1,170,035
			-0-			
			-0-			
			-0-			
			-0-			
9,915		7,252	26,543			
			-0-			
3,800,100	237,563	28,002	10,234,923		-0-	1,170,035
			-0-			
			-0-			
			-0-			
			-0-			
			-0-			
			-0-			
			-0-			
			-0-			
			-0-			583,444
			-0-			
			-0-		421,674	586,591
2,445,000			4,495,000			
933,362	728,274		3,326,676			
3,378,362	728,274	-0-	7,821,676		421,674	1,170,035
421,738	(490,711)	28,002	2,413,247		(421,674)	-0-
			-0-			
8,425,000			16,550,000			
1,224,438			2,250,887			
(9,463,927)			(18,432,305)			
			-0-		421,674	
			-0-			
185,511	-0-	-0-	368,582		421,674	-0-
607,249	(490,711)	28,002	2,781,829		-0-	-0-
1,454,592	8,015	1,880,083	4,597,231		-0-	-0-
$ 2,061,841	$(482,696)	$ 1,908,085	$ 7,379,060		$ -0-	$ -0-

BRAZORIA COUNTY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - NONMAJOR GOVERNMENTAL FUNDS

For the Year Ended September 30, 2016

	Capital		
	Brazoria County Toll Road Construction Fund-51100	2012 Certificate of Obligation C & M Fund-52000	2013 Tax Note C & M Fund-53000
Revenues:			
Taxes	$	$	$
Intergovernmental			
Charges for services			
Licenses and permits			
Fines and forfeitures			
Special assessments			
Investment income		14,521	18,761
Miscellaneous			
Total revenues	-0-	14,521	18,761
Expenditures:			
Current:			
General administration			
Judicial and legal			
Financial administration			
Elections			
Public safety			
Corrections			
Public transportation	741		
Health and welfare			
Culture and recreation			
Community development			
Capital outlay		787,893	641,489
Debt Service:			
Principal			
Interest and fiscal charges			
Total expenditures	741	787,893	641,489
Excess (deficiency) of revenue over (under) expenditures	(741)	(773,372)	(622,728)
Other Financing Sources (Uses):			
Sale of capital assets			
Issuance of general obligation bonds			
Premium on bonds			
Payment to escrow agent			
Transfers in			
Transfers out			
Total other financing sources (uses)	-0-	-0-	-0-
Excess (deficiency) of revenue and other financing sources over expenditures and other financing uses	(741)	(773,372)	(622,728)
Fund Balance (Deficits):			
Beginning of year		3,731,960	4,219,588
End of year	$(741)	$ 2,958,588	$ 3,596,860

Projects Funds

Mobility Plan C & M Fund-55000	Highway 6 Right-of-Way Acquisition C & M Fund-57000	Ring of Honor C & M Fund-57200	Total Capital Projects Funds	Total Non-Major Governmental Funds
$	$	$	$ -0-	$ 12,789,357
1,988,091			3,158,126	16,755,138
			-0-	3,359,892
			-0-	98,190
			-0-	413,852
			-0-	5,644
3,703	56	177	37,218	121,955
		6,071	6,071	570,202
1,991,794	56	6,248	3,201,415	34,114,230
			-0-	2,903,063
			-0-	1,644,789
			-0-	32,035
			-0-	256,514
			-0-	460,087
			-0-	3,781,145
			741	207,984
			-0-	6,936,347
			583,444	754,089
			-0-	3,371,875
2,649,541			5,087,188	6,039,292
			-0-	4,495,000
			-0-	3,326,676
2,649,541	-0-	-0-	5,671,373	34,208,896
(657,747)	56	6,248	(2,469,958)	(94,666)
			-0-	105,774
			-0-	16,550,000
			-0-	2,250,887
			-0-	(18,432,305)
			421,674	2,419,370
			-0-	(150,387)
-0-	-0-	-0-	421,674	2,743,339
(657,747)	56	6,248	(2,048,284)	2,648,673
2,104,053	53	29,661	10,085,315	24,152,643
$ 1,446,306	$ 109	$ 35,909	$ 8,037,031	$ 26,801,316

BRAZORIA COUNTY, TEXAS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL - BY FUNCTION, DEPARTMENT AND LEGAL LEVEL OF BUDGETARY CONTROL - GENERAL FUND

Exhibit 15

For the Year Ended September 30, 2016

	Budgeted Amounts		Actual	Variance With Final Budget Positive
	Original	Final	Amounts	(Negative)
General Administration:				
County Judge:				
Salaries and wages, and employee benefits	$ 667,157	$ 667,157	$ 664,524	$ 2,633
Operating expenditures	32,050	32,050	29,317	2,733
Total County Judge	699,207	699,207	693,841	5,366
South Service Center:				
Salaries and wages, and employee benefits	407,283	412,783	410,634	2,149
Operating expenditures	20,465	20,465	8,626	11,839
Total South Service Center	427,748	433,248	419,260	13,988
Central Service Center:				
Salaries and wages, and employee benefits	395,422	395,422	374,196	21,226
Operating expenditures	18,390	19,822	7,306	12,516
Total Central Service Center	413,812	415,244	381,502	33,742
North Service Center:				
Salaries and wages, and employee benefits	412,212	412,212	404,591	7,621
Operating expenditures	25,650	25,650	7,240	18,410
Capital outlay	30,000	30,500	30,485	15
Total North Service Center	467,862	468,362	442,316	26,046
West Service Center:				
Salaries and wages, and employee benefits	390,859	399,359	397,063	2,296
Operating expenditures	20,500	23,780	10,099	13,681
Total West Service Center	411,359	423,139	407,162	15,977
County Clerk:				
Salaries and wages, and employee benefits	2,777,020	2,777,020	2,574,421	202,599
Operating expenditures	50,900	50,900	46,811	4,089
Total County Clerk	2,827,920	2,827,920	2,621,232	206,688
Veteran's Service:				
Salaries and wages, and employee benefits	204,635	204,635	185,165	19,470
Operating expenditures	5,233	5,272	4,832	440
Total veteran's service	209,868	209,907	189,997	19,910

	Budgeted Amounts		Actual	Variance With Final Budget Positive
	Original	Final	Amounts	(Negative)
General Administration - Continued:				
Emergency Management:				
Salaries and wages, and employee benefits	$ 244,037	$ 269,037	$ 267,154	$ 1,883
Operating expenditures	70,600	70,600	44,792	25,808
Total emergency management	314,637	339,637	311,946	27,691
Non-departmental:				
Salaries and wages, and employee benefits	500,000			
Operating expenditures	3,747,882	3,104,622	2,734,505	370,117
Capital outlay		150,000	145,316	4,684
Total non-departmental	4,247,882	3,254,622	2,879,821	374,801
Total general administration	10,020,295	9,071,286	8,347,077	724,209
Judicial and Legal:				
County Court at Law 1:				
Salaries and wages, and employee benefits	416,646	416,646	413,425	3,221
Operating expenditures	171,200	171,907	133,623	38,284
Total County Court at Law 1	587,846	588,553	547,048	41,505
County Court at Law 2:				
Salaries and wages, and employee benefits	416,719	416,719	413,303	3,416
Operating expenditures	176,000	226,000	209,921	16,079
Total County Court at Law 2	592,719	642,719	623,224	19,495
County Court at Law 3:				
Salaries and wages, and employee benefits	408,132	408,132	394,048	14,084
Operating expenditures	189,058	189,058	163,834	25,224
Total County Court at Law 3	597,190	597,190	557,882	39,308
County Court at Law 4:				
Salaries and wages, and employee benefits	417,232	417,232	413,826	3,406
Operating expenditures	219,200	219,205	157,843	61,362
Total County Court at Law 4	636,432	636,437	571,669	64,768
Probate Court Investigations:				
Salaries and wages, and employee benefits	147,311	147,311	138,474	8,837
Operating expenditures	6,247	6,247	4,702	1,545
Total probate court investigations	153,558	153,558	143,176	10,382
District Courts:				
Salaries and wages, and employee benefits	1,510,723	1,510,723	1,477,434	33,289
Operating expenditures	1,711,805	1,746,146	1,583,048	163,098
Total district courts	3,222,528	3,256,869	3,060,482	196,387

	Budgeted Amounts		Actual	Variance With Final Budget Positive
	Original	Final	Amounts	(Negative)
Judicial and Legal - Continued:				
District Clerk:				
Salaries and wages, and employee benefits	$ 2,405,425	$ 2,405,425	$ 2,344,431	$ 60,994
Operating expenditures	73,247	79,545	61,387	18,158
Total District Clerk	2,478,672	2,484,970	2,405,818	79,152
Justice of the Peace Pct. 1, Pl. 1:				
Salaries and wages, and employee benefits	428,592	428,592	422,456	6,136
Operating expenditures	11,295	11,295	4,233	7,062
Total Justice of the Peace Pct. 1, Pl. 1	439,887	439,887	426,689	13,198
Justice of the Peace Pct. 1, Pl. 2:				
Salaries and wages, and employee benefits	412,344	412,344	407,577	4,767
Operating expenditures	9,700	9,722	6,613	3,109
Total Justice of the Peace Pct. 1, Pl. 2	422,044	422,066	414,190	7,876
Justice of the Peace Pct. 2, Pl. 1:				
Salaries and wages, and employee benefits	451,188	451,188	431,836	19,352
Operating expenditures	8,800	8,823	6,582	2,241
Total Justice of the Peace Pct. 2, Pl. 1	459,988	460,011	438,418	21,593
Justice of the Peace Pct. 2, Pl. 2:				
Salaries and wages, and employee benefits	452,295	452,295	446,612	5,683
Operating expenditures	15,050	15,050	6,894	8,156
Total Justice of the Peace Pct. 2, Pl. 2	467,345	467,345	453,506	13,839
Justice of the Peace Pct. 3, Pl. 1:				
Salaries and wages, and employee benefits	398,337	400,837	398,761	2,076
Operating expenditures	37,450	37,944	16,526	21,418
Total Justice of the Peace Pct. 3, Pl. 1	435,787	438,781	415,287	23,494
Justice of the Peace Pct. 3, Pl. 2:				
Salaries and wages, and employee benefits	332,487	332,487	319,624	12,863
Operating expenditures	13,300	13,330	6,514	6,816
Total Justice of the Peace Pct. 3, Pl. 2	345,787	345,817	326,138	19,679
Justice of the Peace Pct. 4, Pl. 1:				
Salaries and wages, and employee benefits	410,524	411,524	409,207	2,317
Operating expenditures	11,000	11,547	7,080	4,467
Total Justice of the Peace Pct. 4, Pl. 1	421,524	423,071	416,287	6,784

	Budgeted Amounts		Actual	Variance With Final Budget Positive
	Original	Final	Amounts	(Negative)
Judicial and Legal - Continued:				
Justice of the Peace Pct. 4, Pl. 2:				
Salaries and wages, and employee benefits	$ 485,670	$ 485,670	$ 471,532	$ 14,138
Operating expenditures	19,750	19,750	7,669	12,081
Total Justice of the Peace Pct. 4, Pl. 2	505,420	505,420	479,201	26,219
District Attorney:				
Salaries and wages, and employee benefits	6,005,830	6,088,830	6,063,025	25,805
Operating expenditures	110,143	125,918	115,016	10,902
Total District Attorney	6,115,973	6,214,748	6,178,041	36,707
Judicial Miscellaneous:				
Salaries and wages, and employee benefits	265,124	265,124	215,683	49,441
Operating expenditures	1,770,368	1,690,368	1,488,590	201,778
Total judicial miscellaneous	2,035,492	1,955,492	1,704,273	251,219
Indigent Defense:				
Salaries and wages, and employee benefits	123,684	123,684	120,897	2,787
Operating expenditures	5,571	5,571	4,080	1,491
Total indigent defense	129,255	129,255	124,977	4,278
Bail Bond Board:				
Salaries and wages, and employee benefits	126,548	127,048	125,667	1,381
Operating expenditures	5,500	5,500	2,737	2,763
Total bail bond board	132,048	132,548	128,404	4,144
Total judicial and legal	20,179,495	20,294,737	19,414,710	880,027
Financial Administration:				
County Auditor:				
Salaries and wages, and employee benefits	1,480,779	1,480,779	1,462,174	18,605
Operating expenditures	18,915	18,915	10,830	8,085
Total county auditor	1,499,694	1,499,694	1,473,004	26,690

	Budgeted Amounts		Actual	Variance With Final Budget Positive
	Original	Final	Amounts	(Negative)
Financial Administration - Continued:				
Purchasing:				
Salaries and wages, and employee benefits	$ 604,299	$ 604,299	$ 588,255	$ 16,044
Operating expenditures	17,780	17,780	15,724	2,056
Total purchasing	622,079	622,079	603,979	18,100
County Treasurer:				
Salaries and wages, and employee benefits	315,486	319,486	317,796	1,690
Operating expenditures	152,226	152,449	131,561	20,888
Total County Treasurer	467,712	471,935	449,357	22,578
Human Resources:				
Salaries and wages, and employee benefits	605,954	605,954	576,789	29,165
Operating expenditures	53,470	53,470	42,042	11,428
Total human resources	659,424	659,424	618,831	40,593
Tax Assessor-Collector:				
Salaries and wages, and employee benefits	3,123,834	3,123,834	3,045,754	78,080
Operating expenditures	463,018	466,003	411,147	54,856
Total Tax Assessor-Collector	3,586,852	3,589,837	3,456,901	132,936
Information Systems:				
Salaries and wages, and employee benefits	2,169,004	2,169,004	1,947,149	221,855
Operating expenditures	4,910,286	4,958,828	3,248,213	1,710,615
Capital outlay	263,542	442,415	410,780	31,635
Total information systems	7,342,832	7,570,247	5,606,142	1,964,105
Appraisal District Assessment:				
Operating expenditures	800,000	803,500	803,473	27
Total appraisal district assessment	800,000	803,500	803,473	27
Total financial administration	14,978,593	15,216,716	13,011,687	2,205,029
Elections:				
Salaries and wages, and employee benefits	200,000	200,000	155,306	44,694
Operating expenditures	172,942	375,361	331,150	44,211
Capital outlay	30,000	33,752	33,529	223
Total elections	402,942	609,113	519,985	89,128

	Budgeted Amounts		Actual	Variance With Final Budget Positive
	Original	Final	Amounts	(Negative)
Public Facilities:				
Courthouses and Associated Buildings:				
Salaries and wages, and employee benefits	$ 1,838,804	$ 1,838,805	$ 1,730,226	$ 108,579
Operating expenditures	1,708,301	1,718,562	1,602,167	116,395
Capital outlay	350,000	377,969	205,454	172,515
Total courthouses and associated buildings	3,897,105	3,935,336	3,537,847	397,489
Property Insurance:				
Operating expenditures	1,200,000	1,200,000	953,868	246,132
Total property insurance	1,200,000	1,200,000	953,868	246,132
Total public facilities	5,097,105	5,135,336	4,491,715	643,621
Public Safety:				
County Sheriff:				
Salaries and wages, and employee benefits	16,032,215	16,032,215	15,111,537	920,678
Operating expenditures	1,813,029	1,829,200	1,185,722	643,478
Capital outlay	833,802	1,023,946	1,023,278	668
Total County Sheriff	18,679,046	18,885,361	17,320,537	1,564,824
Texas Department of Public Safety:				
Salaries and wages, and employee benefits	170,420	173,420	172,084	1,336
Total Texas Department of Public Safety:	170,420	173,420	172,084	1,336
Constable – Precinct 1:				
Salaries and wages, and employee benefits	452,375	461,375	457,974	3,401
Operating expenditures	14,540	14,596	11,449	3,147
Capital outlay	30,000	30,000	25,697	4,303
Total Constable – Precinct 1	496,915	505,971	495,120	10,851
Constable – Precinct 2:				
Salaries and wages, and employee benefits	549,483	570,483	568,643	1,840
Operating expenditures	47,150	45,012	25,335	19,677
Capital outlay	40,000	70,855	60,565	10,290
Total Constable – Precinct 2	636,633	686,350	654,543	31,807
Constable – Precinct 3:				
Salaries and wages, and employee benefits	544,599	565,600	564,031	1,569
Operating expenditures	50,530	35,588	26,748	8,840
Capital outlay		16,100		16,100
Total Constable – Precinct 3	595,129	617,288	590,779	26,509

	Budgeted Amounts		Actual	Variance With Final Budget Positive
	Original	Final	Amounts	(Negative)
Public Safety - Continued:				
Constable – Precinct 4:				
Salaries and wages, and employee benefits	$ 612,997	$ 612,997	$ 579,751	$ 33,246
Operating expenditures	33,200	33,625	22,671	10,954
Total Constable – Precinct 4	646,197	646,622	602,422	44,200
Inmate Community Service Work Program:				
Salaries and wages, and employee benefits	130,465	130,465	114,994	15,471
Operating expenditures	54,486	54,486	47,693	6,793
Capital outlay	32,000	32,000	27,696	4,304
Total inmate community service work program	216,951	216,951	190,383	26,568
Ambulance EMS:				
Operating expenditures	96,000	96,000	96,000	-0-
Total ambulance EMS	96,000	96,000	96,000	-0-
Fire Protection:				
Salaries and wages, and employee benefits	57,434	63,434	62,363	1,071
Operating expenditures	566,000	592,000	588,893	3,107
Total fire protection	623,434	655,434	651,256	4,178
Total public safety	22,160,725	22,483,397	20,773,124	1,710,273
Corrections:				
Detention Center:				
Salaries and wages, and employee benefits	12,166,471	12,166,471	12,062,045	104,426
Operating expenditures	4,773,223	5,002,691	4,844,913	157,778
Capital outlay	230,517	275,517	275,084	433
Total detention center	17,170,211	17,444,679	17,182,042	262,637
Juvenile Probation:				
Salaries and wages, and employee benefits	6,729,691	6,729,691	6,294,112	435,579
Operating expenditures	969,995	1,050,937	829,508	221,429
Capital outlay	22,500	34,500	31,480	3,020
Total juvenile probation	7,722,186	7,815,128	7,155,100	660,028
Adult Probation:				
Operating expenditures	69,177	69,177	50,811	18,366
Total adult probation	69,177	69,177	50,811	18,366
Total corrections	24,961,574	25,328,984	24,387,953	941,031

	Budgeted Amounts		Actual	Variance With Final Budget Positive
	Original	Final	Amounts	(Negative)
Health and Welfare:				
Health Department:				
Salaries and wages, and employee benefits	$ 1,067,968	$ 1,067,968	$ 920,733	$ 147,235
Operating expenditures	79,050	87,643	76,055	11,588
Capital outlay		11,400	11,362	38
Total health department	1,147,018	1,167,011	1,008,150	158,861
Environmental Health:				
Salaries and wages, and employee benefits	820,412	1,003,412	994,810	8,602
Operating expenditures	43,000	43,000	16,580	26,420
Capital outlay	31,412	31,412	30,039	1,373
Total environmental health	894,824	1,077,824	1,041,429	36,395
Child Protective Services:				
Operating expenditures	107,650	130,355	59,249	71,106
Total child protective services	107,650	130,355	59,249	71,106
Water Lab:				
Salaries and wages, and employee benefits	223,460	223,460	178,865	44,595
Operating expenditures	49,115	49,115	38,523	10,592
Total water lab	272,575	272,575	217,388	55,187
County Welfare:				
Salaries and wages, and employee benefits	136,156	136,156	126,273	9,883
Operating expenditures	13,800	13,800	2,091	11,709
Total county welfare	149,956	149,956	128,364	21,592
Indigent Health Care:				
Salaries and wages, and employee benefits	109,703	112,703	111,460	1,243
Operating expenditures	2,439,512	2,439,512	2,022,021	417,491
Total indigent health care	2,549,215	2,552,215	2,133,481	418,734
Total health and welfare	5,121,238	5,349,936	4,588,061	761,875
Public Assistance:				
Mental Health-Mental Retardation:				
Operating expenditures	270,000	270,000	270,000	-0-
Total mental health-mental retardation	270,000	270,000	270,000	-0-
Actions, Inc.:				
Operating expenditures	50,000	50,000	50,000	-0-
Total Actions, Inc.	50,000	50,000	50,000	-0-
Brazoria County Marine Protection:				
Operating expenditures	12,000	12,000	12,000	-0-
Total Brazoria County marine protection	12,000	12,000	12,000	-0-

	Budgeted Amounts		Actual	Variance With Final Budget Positive
	Original	Final	Amounts	(Negative)
Public Assistance - Continued:				
Helpline:				
Operating expenditures	$ 14,000	$ 14,000	$ 14,000	$ -0-
Total helpline	14,000	14,000	14,000	-0-
Total public assistance	346,000	346,000	346,000	-0-
Culture and Recreation:				
Library:				
Salaries and wages, and employee benefits	5,265,821	5,265,821	4,830,553	435,268
Operating expenditures	1,525,580	1,565,282	1,459,120	106,162
Capital outlay	33,182	46,783	32,083	14,700
Total library	6,824,583	6,877,886	6,321,756	556,130
Parks and Recreation:				
Salaries and wages, and employee benefits	2,285,186	2,295,186	2,079,621	215,565
Operating expenditures	691,889	792,483	618,157	174,326
Capital outlay	442,300	2,547,696	2,029,423	518,273
Total parks and recreation	3,419,375	5,635,365	4,727,201	908,164
Fairgrounds:				
Salaries and wages, and employee benefits	82,556	84,056	83,160	896
Operating expenditures	155,000	155,462	114,899	40,563
Capital outlay	1,250,000	950,925	434,800	516,125
Total fairgrounds	1,487,556	1,190,443	632,859	557,584
Museum Supplement:				
Salaries and wages, and employee benefits	552,545	552,545	519,701	32,844
Operating expenditures	16,935	15,969	10,490	5,479
Capital outlay	400,000	513,000	34,929	478,071
Total museum supplement	969,480	1,081,514	565,120	516,394
Total culture and recreation	12,700,994	14,785,208	12,246,936	2,538,272
Conservation:				
Agriculture Extension:				
Salaries and wages, and employee benefits	538,751	538,751	394,565	144,186
Operating expenditures	51,050	51,354	33,763	17,591
Total agriculture extension	589,801	590,105	428,328	161,777
Total conservation	589,801	590,105	428,328	161,777
Environmental protection:				
Flood Plain Administrator:				
Salaries and wages, and employee benefits	232,805	235,305	236,420	(1,115)
Operating expenditures	11,962	11,962	5,899	6,063
Total flood plain administrator	244,767	247,267	242,319	4,948
Total environmental protection	244,767	247,267	242,319	4,948
Total current expenditures	$ 116,803,529	$ 119,458,085	$ 108,797,895	$ 10,660,190

BRAZORIA COUNTY, TEXAS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL - BY FUNCTION, DEPARTMENT AND LEGAL LEVEL OF BUDGETARY CONTROL - MAJOR SPECIAL REVENUE FUND (ROAD AND BRIDGE FUND)

Exhibit 16

For the Year Ended September 30, 2016

	Budgeted Amounts		Actual	Variance With Final Budget Positive
	Original	Final	Amounts	(Negative)
Public Transportation:				
Engineers Office:				
Salaries and wages, and employee benefits	$ 11,908,205	$ 10,607,145	$ 10,092,054	$ 515,091
Operating expenditures	15,802,255	15,727,533	13,152,900	2,574,633
Total public transportation	27,710,460	26,334,678	23,244,954	3,089,724
Capital outlay	5,922,500	29,698,481	21,278,028	8,420,453
Total expenditures	$ 33,632,960	$ 56,033,159	$ 44,522,982	$ 11,510,177

BRAZORIA COUNTY, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - SPECIAL REVENUE FUNDS (NONMAJOR)

For the Year Ended September 30, 2016

	Emergency Management Fire Code Fund (38000)			
	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
Revenues:				
Charges for services	$	$	$	$ -0-
Licenses and permits		120,000	98,190	(21,810)
Total revenues	-0-	120,000	98,190	(21,810)
Expenditures:				
Current:				
General Administration:				
Salaries and wages, and employee benefits		110,000	108,257	1,743
Operating expenditures		10,063	6,839	3,224
Total general administration	-0-	120,063	115,096	4,967
Judicial and Legal:				
Salaries and wages, and employee benefits				-0-
Operating expenditures				-0-
Total judicial and legal	-0-	-0-	-0-	-0-
Total expenditures	-0-	120,063	115,096	4,967
Excess (deficiency) of revenues over expenditures	-0-	(63)	(16,906)	(16,843)
Other Financing Sources (Uses):				
Transfer in		30,000	30,000	-0-
Total other financing sources (uses)	-0-	30,000	30,000	-0-
Net change in fund balances	-0-	29,937	13,094	(16,843)
Fund balances – beginning	7,410	7,410	7,410	-0-
Fund balances – ending	$ 7,410	$ 37,347	$ 20,504	$(16,843)

District Attorney Hot Check Collection Fund (38710)

Budgeted Amounts			Variance With Final Budget Positive
Original	Final	Actual	(Negative)
$	$ 45,250	$ 18,176	$(27,074)
			-0-
-0-	45,250	18,176	(27,074)
			-0-
			-0-
-0-	-0-		-0-
	17,250	13,125	4,125
	28,000	8,473	19,527
-0-	45,250	21,598	23,652
-0-	45,250	21,598	23,652
-0-	-0-	(3,422)	(3,422)
-0-	-0-	-0-	-0-
-0-	-0-	-0-	-0-
-0-	-0-	(3,422)	(3,422)
27,994	27,994	27,994	-0-
$ 27,994	$ 27,994	$ 24,572	$(3,422)

BRAZORIA COUNTY, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - SPECIAL REVENUE FUNDS (NONMAJOR)

For the Year Ended September 30, 2016

	District Attorney Supplemental Fund (38720)			
	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
Revenues:				
Intergovernmental	$	$ 35,000	$ 22,687	$(12,313)
Fines and forfeitures				-0-
Investment income			29	29
Miscellaneous				-0-
Total revenues	-0-	35,000	22,716	(12,284)
Expenditures:				
Current:				
Judicial and Legal:				
Salaries and wages, and employee benefits		15,820	15,455	365
Operating expenditures		6,680	7,268	(588)
Capital outlay				-0-
Total judicial and legal	-0-	22,500	22,723	(223)
Excess (deficiency) of revenues over expenditures	-0-	12,500	(7)	(12,507)
Other Financing Sources (Uses):				
Transfers out				-0-
Total other financing sources (uses)	-0-	-0-	-0-	-0-
Net change in fund balances	-0-	12,500	(7)	(12,507)
Fund balances – beginning	7	7	7	-0-
Fund balances – ending	$ 7	$ 12,507	$ -0-	$(12,507)

District Attorney Forfeiture CCP Chapter 59 Fund (38730)

Budgeted Amounts			Variance With Final Budget Positive
Original	Final	Actual	(Negative)
$	$	$	$ -0-
	162,450	112,155	(50,295)
		282	282
		10,674	10,674
-0-	162,450	123,111	(39,339)
	10,000		10,000
	82,450	85,225	(2,775)
	70,000	31,774	38,226
-0-	162,450	116,999	45,451
-0-	-0-	6,112	6,112
			-0-
-0-	-0-	-0-	-0-
-0-	-0-	6,112	6,112
42,889	42,889	42,889	-0-
$ 42,889	$ 42,889	$ 49,001	$ 6,112

BRAZORIA COUNTY, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - SPECIAL REVENUE FUNDS (NONMAJOR)

For the Year Ended September 30, 2016

	Special Inventory Dealer Escrow – Tax Fund (38820)			
	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
Revenues:				
Taxes	$	$ 18,000	$ 14,728	$(3,272)
Fines and forfeitures				-0-
Investment income			5,407	5,407
Miscellaneous			64	64
Total revenues	-0-	18,000	20,199	2,199
Expenditures:				
Current:				
Financial Administration:				
Operating expenditures		45,000	6,744	38,256
Total financial administration	-0-	45,000	6,744	38,256
Public Safety:				
Operating expenditures				
Capital outlay				-0-
Total public safety	-0-	-0-	-0-	-0-
Excess (deficiency) of revenues over expenditures	-0-	(27,000)	13,455	40,455
Other Financing Sources (Uses):				
Transfers in				-0-
Total other financing sources (uses)	-0-	-0-	-0-	-0-
Net change in fund balances	-0-	(27,000)	13,455	40,455
Fund balances – beginning	51,275	51,275	51,275	-0-
Fund balances – ending	$ 51,275	$ 24,275	$ 64,730	$ 40,455

Sheriff Contraband Forfeiture Fund (39100)			
Budgeted Amounts			Variance With Final Budget Positive
Original	Final	Actual	(Negative)
$	$	$	$ -0-
		3,200	3,200
		2,982	2,982
		11,352	11,352
-0-	-0-	17,534	17,534
			-0-
-0-	-0-	-0-	-0-
	100,000	97,249	2,751
		9,699	(9,699)
-0-	100,000	106,948	(6,948)
-0-	(100,000)	(89,414)	10,586
		130,700	(130,700)
-0-	-0-	130,700	(130,700)
-0-	(100,000)	41,286	(120,114)
457,682	457,682	457,682	-0-
$ 457,682	$ 357,682	$ 498,968	$(120,114)

BRAZORIA COUNTY, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - SPECIAL REVENUE FUNDS (NONMAJOR)

For the Year Ended September 30, 2016

	Brazoria County Narcotics Task Force Fund (39110)			
	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
Revenues:				
Charges for services	$	$	$	$ -0-
Fines and forfeitures		260,000	254,682	(5,318)
Investment income			1,551	1,551
Miscellaneous		40,000	39,769	(231)
Total revenues	-0-	300,000	296,002	(3,998)
Expenditures:				
Current:				
Public Safety:				
Operating expenditures		315,000	238,514	76,486
Total public safety	-0-	315,000	238,514	76,486
Corrections:				
Salaries and wages, and employee benefits				-0-
Operating expenditures				-0-
Capital outlay				-0-
Total expenditures	-0-	-0-	-0-	-0-
Excess (deficiency) of revenues over expenditures	-0-	(15,000)	57,488	72,488
Other Financing Sources (Uses):				
Transfers out		(131,000)	(130,700)	(300)
Total other financing sources (uses)	-0-	(131,000)	(130,700)	(300)
Net change in fund balances	-0-	(146,000)	(73,212)	72,188
Fund balances – beginning	218,978	218,978	218,978	-0-
Fund balances – ending	$ 218,978	$ 72,978	$ 145,766	$ 72,188

Sheriff Commissary Fund (39120)			
Budgeted Amounts			Variance With Final Budget Positive
Original	Final	Actual	(Negative)
$	$ 1,000,000	$ 1,044,998	$ 44,998
			-0-
		1,632	1,632
		209	209
-0-	1,000,000	1,046,839	46,839
			-0-
-0-	-0-	-0-	-0-
	250,000	189,397	60,603
	775,150	702,342	72,808
	100,000		100,000
-0-	1,125,150	891,739	233,411
-0-	(125,150)	155,100	280,250
			-0-
-0-	-0-	-0-	-0-
-0-	(125,150)	155,100	280,250
246,614	246,614	246,614	-0-
$ 246,614	$ 121,464	$ 401,714	$ 280,250

BRAZORIA COUNTY, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - SPECIAL REVENUE FUNDS (NONMAJOR)

For the Year Ended September 30, 2016

	Sheriff Federal Forfeiture Fund (39130)			
	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
Revenues:				
Fines and forfeitures	$	$ 1,000	$ 25,225	$ 24,225
Investment income			862	862
Miscellaneous				-0-
Total revenues	-0-	1,000	26,087	25,087
Expenditures:				
Current:				
Public Safety:				
Operating expenditures		145,000	48,215	96,785
Capital outlay			72,797	(72,797)
Total public safety	-0-	145,000	121,012	23,988
Culture and Recreation:				
Operating expenditures				-0-
Total culture and recreation	-0-	-0-	-0-	-0-
Excess (deficiency) of revenues over expenditures	-0-	(144,000)	(94,925)	49,075
Other Financing Sources (Uses):				
Total other financing sources (uses)	-0-	-0-	-0-	-0-
Net change in fund balances	-0-	(144,000)	(94,925)	49,075
Fund balances – beginning	209,503	209,503	209,503	-0-
Fund balances – ending	$ 209,503	$ 65,503	$ 114,578	$ 49,075

Book Sale Fund (39400)

Budgeted Amounts Original	Budgeted Amounts Final	Actual	Variance With Final Budget Positive (Negative)
$	$	$	$ -0-
		77	77
	43,000	42,461	(539)
-0-	43,000	42,538	(462)
			-0-
			-0-
-0-	-0-	-0-	-0-
	44,896	38,807	6,089
-0-	44,896	38,807	6,089
-0-	(1,896)	3,731	5,627
-0-	-0-	-0-	-0-
-0-	(1,896)	3,731	5,627
5,449	5,449	5,449	-0-
$ 5,449	$ 3,553	$ 9,180	$ 5,627

BRAZORIA COUNTY, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - SPECIAL REVENUE FUNDS (NONMAJOR) - Continued

For the Year Ended September 30, 2016

	Library Special Projects Fund (39410)			
	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
Revenues:				
Charges for services	$	$	$	$ -0-
Investment income			1,044	1,044
Miscellaneous		170,000	166,308	(3,692)
Total revenues	-0-	170,000	167,352	(2,648)
Expenditures:				
Current:				
Judicial and Legal:				
Salaries and wages, and employee benefits				-0-
Operating expenditures				-0-
Capital outlay				-0-
Total public safety	-0-	-0-	-0-	-0-
Culture and Recreation:				
Operating expenditures		215,528	124,048	91,480
Total culture and recreation	-0-	215,528	124,048	91,480
Excess (deficiency) of revenues over expenditures	-0-	(45,528)	43,304	88,832
Other Financing Sources (Uses):				
Transfers in				-0-
Total other financing sources (uses)	-0-	-0-	-0-	-0-
Net change in fund balances	-0-	(45,528)	43,304	88,832
Fund balances – beginning	187,442	187,442	187,442	-0-
Fund balances – ending	$ 187,442	$ 141,914	$ 230,746	$ 88,832

Law Library Fund (39800)			
Budgeted Amounts			Variance With Final Budget Positive
Original	Final	Actual	(Negative)
$ 185,000	$ 185,000	$ 187,566	$ 2,566
500	500	1,315	815
14,000	14,000	12,533	(1,467)
199,500	199,500	201,414	1,914
73,231	80,231	76,566	3,665
300,400	300,403	189,709	110,694
20,000	20,000		20,000
393,631	400,634	266,275	134,359
			-0-
-0-	-0-	-0-	-0-
(194,131)	(201,134)	(64,861)	136,273
50,000	50,000	50,000	-0-
50,000	50,000	50,000	-0-
(144,131)	(151,134)	(14,861)	136,273
350,428	350,428	350,428	-0-
$ 206,297	$ 199,294	$ 335,567	$ 136,273

	Mosquito Control District Fund (39900)			
	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
Revenues:				
Taxes	$ 2,804,447	$ 2,804,447	$ 2,803,812	$(635)
Investment income	1,000	1,000	17,168	16,168
Miscellaneous	500	500	2,093	1,593
Total revenues	2,805,947	2,805,947	2,823,073	17,126
Expenditures:				
Current:				
Health and Welfare:				
Salaries and wages, and employee benefits	1,389,505	1,389,505	1,049,089	340,416
Operating expenditures	2,150,930	2,171,229	710,985	1,460,244
Capital outlay	23,000	93,777	53,737	40,040
Total health and welfare	3,563,435	3,654,511	1,813,811	1,840,700
Excess (deficiency) of revenues over expenditures	(757,488)	(848,564)	1,009,262	1,857,826
Other Financing Sources (Uses):				
Sale of capital assets			101,000	(101,000)
Total other financing sources (uses)	-0-	-0-	101,000	(101,000)
Net change in fund balances	(757,488)	(848,564)	1,110,262	1,756,826
Fund balances – beginning	2,644,158	2,644,158	2,644,158	-0-
Fund balances – ending	$ 1,886,670	$ 1,795,594	$ 3,754,420	$ 1,756,826


STATE OF TEXAS
COUNTY OF BRAZORIA

BRAZORIA COUNTY, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - DEBT SERVICE FUNDS (NONMAJOR)

For the Year Ended September 30, 2016

	2003 Certificates of Obligation, I & S Fund (40000)			
	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
Revenues:				
Taxes	$ 980,387	$ 980,387	$ 984,156	$ 3,769
Investment income	1,000	1,000	2,845	1,845
Total revenues	981,387	981,387	987,001	5,614
Expenditures:				
Debt Service:				
Principal	885,000	885,000	885,000	-0-
Interest and agent fees	69,925	69,925	68,925	1,000
Total expenditures	954,925	954,925	953,925	1,000
Excess (deficiency) of revenues over expenditures	26,462	26,462	33,076	6,614
Other Financing Sources (Uses):				
Issuance of general obligation bonds				-0-
Bond premium				-0-
Payment to escrow agent				-0-
Total other financing sources (uses)	-0-	-0-	-0-	-0-
Net change in fund balances	26,462	26,462	33,076	6,614
Fund balances – beginning	489,892	489,892	489,892	-0-
Fund balances – ending	$ 516,354	$ 516,354	$ 522,968	$ 6,614

2006 Certificates of Obligation, I & S Fund (41000)

Budgeted Amounts			Variance With Final Budget Positive
Original	Final	Actual	(Negative)
$ 1,123,711	$ 1,123,711	$ 1,128,311	$ 4,600
1,000	1,000	2,839	1,839
1,124,711	1,124,711	1,131,150	6,439
915,000	915,000	915,000	-0-
186,136	362,136	360,859	1,277
1,101,136	1,277,136	1,275,859	1,277
23,575	(152,425)	(144,709)	7,716
	8,125,000	8,125,000	-0-
	1,026,500	1,026,449	(51)
	(8,969,000)	(8,968,378)	622
-0-	182,500	183,071	571
23,575	30,075	38,362	8,287
632,361	632,361	632,361	-0-
$ 655,936	$ 662,436	$ 670,723	$ 8,287

BRAZORIA COUNTY, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - DEBT SERVICE FUNDS (NONMAJOR)

For the Year Ended September 30, 2016

	2012 Certificates of Obligation Bonds, I & S Fund (42000)			
	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
Revenues:				
Taxes	$ 1,123,211	$ 1,123,211	$ 1,124,268	$ 1,057
Investment income	200	200	2,206	2,006
Miscellaneous				
Total revenues	1,123,411	1,123,411	1,126,474	3,063
Expenditures:				
Debt Service:				
Principal on long-term debt				-0-
Interest on long-term debt	1,110,350	1,110,350	1,110,300	50
Total expenditures	1,110,350	1,110,350	1,110,300	50
Excess (deficiency) of revenues over expenditures	13,061	13,061	16,174	3,113
Other Financing Sources (Uses):				
Total other financing sources (uses)	-0-	-0-	-0-	-0-
Net change in fund balances	13,061	13,061	16,174	3,113
Fund balances – beginning	101,250	101,250	101,250	-0-
Fund balances – ending	$ 114,311	$ 114,311	$ 117,424	$ 3,113

Tax Notes Series 2013, I & S Fund (43000)			
Budgeted Amounts			Variance With Final Budget Positive
Original	Final	Actual	(Negative)
$ 383,633	$ 383,633	$ 390,742	$ 7,109
		397	-0- 397
383,633	383,633	391,139	7,506
250,000	250,000	250,000	-0-
125,956	125,956	124,956	1,000
375,956	375,956	374,956	1,000
7,677	7,677	16,183	8,506
-0-	-0-	-0-	-0-
7,677	7,677	16,183	8,506
31,038	31,038	31,038	-0-
$ 38,715	$ 38,715	$ 47,221	$ 8,506

BRAZORIA COUNTY, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - DEBT SERVICE FUNDS (NONMAJOR)

For the Year Ended September 30, 2016

	Toll Road, I & S Fund (44000)			
	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
Revenues:				
Taxes	$ 2,504,842	$ 2,504,842	$ 2,532,405	$ 27,563
Investment income	500	500	1,089	589
Total revenues	2,505,342	2,505,342	2,533,494	28,152
Expenditures:				
Debt Service:				
Principal on long-term debt				-0-
Interest on long-term debt	2,500,000	2,500,000		2,500,000
Total expenditures	2,500,000	2,500,000	-0-	2,500,000
Excess (deficiency) of revenues over expenditures	5,342	5,342	2,533,494	2,528,152
Other Financing Sources (Uses):				
Transfers in				-0-
Bond premium				-0-
Payment to escrow agent				-0-
Total other financing sources (uses)	-0-	-0-	-0-	-0-
Net change in fund balances	5,342	5,342	2,533,494	2,528,152
Fund balances – beginning				-0-
Fund balances – ending	$ 5,342	$ 5,342	$ 2,533,494	$ 2,528,152

Road Bonds Mobility, I & S Fund (45000)			
Budgeted Amounts			Variance With Final Budget Positive
Original	Final	Actual	(Negative)
$ 3,775,222	$ 3,775,222	$ 3,790,185	$ 14,963
1,000	1,000	9,915	8,915
3,776,222	3,776,222	3,800,100	23,878
2,170,000	2,445,000	2,445,000	-0-
1,029,841	933,841	933,362	479
3,199,841	3,378,841	3,378,362	479
576,381	397,381	421,738	24,357
	8,425,000	8,425,000	-0-
	1,225,000	1,224,438	(562)
	(9,464,000)	(9,463,927)	73
-0-	186,000	185,511	(489)
576,381	583,381	607,249	23,868
1,454,592	1,454,592	1,454,592	-0-
$ 2,030,973	$ 2,037,973	$ 2,061,841	$ 23,868

BRAZORIA COUNTY, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - DEBT SERVICE FUNDS (NONMAJOR)

For the Year Ended September 30, 2016

	Mobility – Build America, I & S Fund (45100)			
	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Intergovernmental revenue	$ 237,000	$ 237,000	$ 237,563	$ 563
Total revenues	237,000	237,000	237,563	563
Expenditures:				
Debt Service:				
Interest on long-term debt	491,986	728,986	728,274	712
Total expenditures	491,986	728,986	728,274	712
Excess (deficiency) of revenues over expenditures	(254,986)	(491,986)	(490,711)	1,275
Other Financing Sources (Uses):				
Total other financing sources (uses)	-0-	-0-	-0-	-0-
Net change in fund balances	(254,986)	(491,986)	(490,711)	1,275
Fund balances – beginning	8,015	8,015	8,015	-0-
Fund balances – ending	$(246,971)	$(483,971)	$(482,696)	$ 1,275


STATE OF TEXAS
COUNTY OF BRAZORIA

BRAZORIA COUNTY, TEXAS

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN NET POSITION - BUDGET AND ACTUAL - ENTERPRISE FUND (AIRPORT)

Exhibit 19

For the Year Ended September 30, 2016

	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
Operating Revenues:				
Sales:				
Fuel and supplies	$ 2,300,000	$ 2,300,000	$ 1,359,130	$(940,870)
Cost of sales	1,769,381	1,793,482	1,054,892	738,590
Gross profit	530,619	506,518	304,238	(202,280)
Other Revenue:				
Operating grants			50,000	50,000
Rentals	349,200	349,200	454,531	105,331
Fees	335,822	335,822	353,071	17,249
Miscellaneous	60,000	60,000	15,357	(44,643)
Net operating revenue	1,275,641	1,251,540	1,177,197	(74,343)
Operating Expenses:				
Salaries and wages	527,031	527,031	622,744	(95,713)
Employee benefits	389,196	389,196	459,878	(70,682)
Supplies	275,226	278,975	164,088	114,887
Other charges	347,143	351,871	206,964	144,907
Depreciation	85,000	118,345	1,216,244	(1,097,899)
Total operating expenses	1,623,596	1,665,418	2,669,918	(1,004,500)
Operating income (loss)	(347,955)	(413,878)	(1,492,721)	(1,078,843)
Non-Operating Revenues (Expenses):				
Gain (loss) on sale of assets			2,994	2,994
Total non-operating revenues (expenses)	-0-	-0-	2,994	2,994
Net income (loss) before contributions and transfers	(347,955)	(413,878)	(1,489,727)	(1,075,849)
Capital contributions			65,169	65,169
Transfers in			258,536	258,536
Transfers out	(50,000)	(50,000)	-0-	50,000
Change in net position	(397,955)	(463,878)	(1,166,022)	(702,144)
Net Position:				
Total net position – beginning of year	21,829,609	21,829,609	21,829,609	-0-
Total net position – end of year	$ 21,431,654	$ 21,365,731	$ 20,663,587	$(702,144)

BRAZORIA COUNTY, TEXAS

COMBINING STATEMENT OF NET POSITION -
INTERNAL SERVICE FUNDS

Exhibit 20

September 30, 2016

	Self Insurance Liability	Self Insurance Health	Self Insurance Health Clinic	Total
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES				
Current Assets:				
Cash and temporary investments	$ 1,408,106	$ 583,215	$ 31,663	$ 2,022,984
Accounts receivable	18,057	768,262		786,319
Prepaid expenses		40,175		40,175
Total current assets	1,426,163	1,391,652	31,663	2,849,478
Deferred Outflows of Resources:				
Deferred outflows of resources				-0-
Total deferred outflows of resources	-0-	-0-	-0-	-0-
Total assets and deferred outflows of resources	$ 1,426,163	$ 1,391,652	$ 31,663	$ 2,849,478
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION				
Current Liabilities:				
Accounts and accrued liabilities payable	$	$ 206,042	$ 27,507	$ 233,549
Estimated claims payable	400,000	1,692,599		2,092,599
Total current liabilities	400,000	1,898,641	27,507	2,326,148
Deferred Inflows of Resources:				
Deferred inflows of resources				-0-
Total deferred inflows of resources	-0-	-0-	-0-	-0-
Total liabilities and deferred inflows of resources	400,000	1,898,641	27,507	2,326,148
Net Position:				
Unrestricted net position	1,026,163	(506,989)	4,156	523,330
Total net position	1,026,163	(506,989)	4,156	523,330
Total liabilities, deferred inflows of resources and net position	$ 1,426,163	$ 1,391,652	$ 31,663	$ 2,849,478

BRAZORIA COUNTY, TEXAS

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION - INTERNAL SERVICE FUNDS

Exhibit 21

For the Year Ended September 30, 2016

	Self Insurance Liability	Self Insurance Health	Self Insurance Health Clinic	Total
Operating Revenues:				
Contributions for self-insurance	$ 87,027	$ 15,324,570	$ 665,000	$ 16,076,597
Total operating revenues	87,027	15,324,570	665,000	16,076,597
Operating Expenses:				
Legal expenses and settlements	21,363			21,363
Health claims expense		15,466,958		15,466,958
Health services expense			670,497	670,497
Administrative expense		1,736,960	311	1,737,271
Total operating expenses	21,363	17,203,918	670,808	17,896,089
Operating income (loss)	65,664	(1,879,348)	(5,808)	(1,819,492)
Non-Operating Revenue (Expense):				
Investment income	5,165	4,239		9,404
Net income (loss) before contributions and transfers	70,829	(1,875,108)	(5,808)	(1,810,088)
Transfers in		3,837,853		3,837,853
Change in net position	70,829	1,962,744	(5,808)	2,027,765
Net position – beginning of year	955,334	(2,469,733)	9,964	(1,504,435)
Net position – end of year	$ 1,026,163	$(506,989)	$ 4,156	$ 523,330

BRAZORIA COUNTY, TEXAS

COMBINING STATEMENT OF CASH FLOWS - INTERNAL SERVICE FUNDS

Exhibit 22

For the Year Ended September 30, 2016

	Self Insurance Liability	Self Insurance Health	Self Insurance Health Clinic	Total
Cash Flows from Operating Activities:				
Cash flows received from employees and other funds	$ 68,970	$ 13,059,828	$ 665,000	$ 13,793,798
Cash paid to and on behalf of employees		(14,807,546)	(703,026)	(15,510,572)
Cash paid to suppliers and others	(31,117)	(1,736,960)	(311)	(1,768,388)
Net cash provided (used) by operating activities	37,853	(3,484,678)	(38,337)	(3,485,162)
Cash Flows from Non-Capital Financing Activities:				
Transfers from other funds		3,837,853		3,837,853
Net cash provided (used) by non-capital financing activities	-0-	3,837,853	-0-	3,837,853
Cash Flows from Capital and Financing Activities:				
Net cash provided (used) by capital and financing activities	-0-	-0-	-0-	-0-
Cash Flows from Investing Activities:				
Investment income	5,165	4,239		9,404
Net cash provided by investment activities	5,165	4,239	-0-	9,404
Net increase (decrease) in cash	43,018	357,414	(38,337)	362,095
Cash and temporary investments - beginning of year	1,365,088	225,801	70,000	1,660,889
Cash and temporary investments - end of year	$ 1,408,106	$ 583,215	$ 31,663	$ 2,022,984
Reconciliation of Operating Income to Net Cash Provided (Used) By Operating Activities:				
Operating Activities:				
Operating income (loss)	$ 65,664	$(1,879,348)	$(5,808)	$(1,819,492)
Changes in Assets and Deferred Outflows of Resources, and Liabilities and Deferred Inflows of Resources:				
(Increase) Decrease In:				
Accounts receivable	(18,057)	(27,085)		(45,142)
Prepaid expenses		(3,400)		(3,400)
Increase (Decrease) In:				
Accounts and accrued liabilities payable	(9,754)	(142,053)	(32,529)	(184,336)
Estimated claims payable		804,865		804,865
Due to other funds		(2,237,657)		(2,237,657)
Net cash provided (used) for operating activities	$ 37,853	$(3,484,678)	$(38,337)	$(3,485,162)
Noncash Transactions Affecting Financial Position:				
Net noncash transactions affecting financial position	$ -0-	$ -0-	$ -0-	$ -0-

BRAZORIA COUNTY, TEXAS

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - AGENCY FUNDS

Exhibit 23

For the Year Ended September 30, 2016

	Balance 10-01-15	Additions	Deductions	Balance 09-30-16
BRAZORIA COUNTY FRESH WATER SUPPLY DISTRICT #2:				
Assets				
Cash and temporary investments	$ 6,413	$	$ 6,413	$
Accounts receivable	18,587	6,413		25,000
Total assets	$ 25,000	$ 6,413	$ 6,413	$ 25,000
Liabilities				
Liabilities:				
Accounts payable and accrued expenses	$ 25,000	$	$	$ 25,000
Due to others		6,413	6,413	-0-
Total liabilities	$ 25,000	$ 6,413	$ 6,413	$ 25,000
BRAZORIA COUNTY GROUNDWATER CONSERVATION DISTRICT:				
Assets				
Cash and temporary investments	$ 990,278	$ 472,750	$ 365,107	$ 1,097,921
Accounts receivable	80,743	36,333	80,743	36,333
Total assets	$ 1,071,021	$ 509,083	$ 445,850	$ 1,134,254
Liabilities				
Liabilities:				
Accounts payable and accrued expenses	$ 12,136	$ 363,472	$ 365,107	$ 10,501
Due to others	1,058,885	145,611	80,743	1,123,753
Total liabilities	$ 1,071,021	$ 509,083	$ 445,850	$ 1,134,254
TDCJ-CJAD:				
Assets				
Cash and temporary investments	$ 1,683,228	$ 2,379,053	$ 2,322,249	$ 1,740,032
Accounts receivable	25	155		180
Total assets	$ 1,683,253	$ 2,379,208	$ 2,322,249	$ 1,740,212
Liabilities				
Liabilities:				
Accounts payable and accrued expenses	$ 215,079	$ 2,339,886	$ 2,322,249	$ 232,716
Due to others	1,468,174	39,322		1,507,496
Total liabilities	$ 1,683,253	$ 2,379,208	$ 2,322,249	$ 1,740,212

BRAZORIA COUNTY, TEXAS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - AGENCY FUNDS
For the Year Ended September 30, 2016

	Balance 10-01-15	Additions	Deductions	Balance 09-30-16
DISTRICT/COUNTY CLERKS TRUSTS:				
Assets				
Cash and temporary investments	$ 8,824,778	$ 8,075,246	$ 8,824,778	$ 8,075,246
Total assets	$ 8,824,778	$ 8,075,246	$ 8,824,778	$ 8,075,246
Liabilities				
Liabilities:				
Due to others	$ 8,824,778	$ 8,075,246	$ 8,824,778	$ 8,075,246
Total liabilities	$ 8,824,778	$ 8,075,246	$ 8,824,778	$ 8,075,246
BRAZOS MALL ENTRANCE:				
Assets				
Cash and temporary investments	$ 11,510	$	$ 11,510	$ -0-
Total assets	$ 11,510	$ -0-	$ 11,510	$ -0-
Liabilities				
Liabilities:				
Due to others	$ 11,510	$	$ 11,510	$
Total liabilities	$ 11,510	$ -0-	$ 11,510	$ -0-
TOTALS - ALL AGENCY FUNDS:				
Assets				
Cash and temporary investments	$ 11,516,207	$ 10,927,049	$ 11,530,057	$ 10,913,199
Accounts receivable	99,355	42,901	80,743	61,513
Total assets	$ 11,615,562	$ 10,969,950	$ 11,610,800	$ 10,974,712
Liabilities				
Liabilities:				
Accounts payable and accrued expenses	$ 252,215	$ 2,703,358	$ 2,687,356	$ 268,217
Due to others	11,363,347	8,266,592	8,923,444	10,706,495
Total liabilities	$ 11,615,562	$ 10,969,950	$ 11,610,800	$ 10,974,712

HOUSING AUTHORITY OF BRAZORIA COUNTY, TEXAS (TX484) Exhibit 24

FINANCIAL DATA SCHEDULE (FDS)
SUPPLEMENTARY INFORMATION
STATEMENT OF NET POSITION
September 30, 2016

FDS Line#	FDS Line Account Title	14.871 Housing Choice Vouchers
111	Cash – unrestricted	$ 808,090
113	Cash – other restricted	1,422
115	Cash – restricted for payment of current liability	15,448
100	Total cash	824,960
121	Accounts receivable – PHA projects	4,845
120	Total receivables net of allowance for doubtful accounts	4,845
150	Total current assets	829,805
200	Deferred outflows of resources	
290	Total assets and deferred outflows of resources	$ 829,805
345	Other current liabilities	$ 15,448
310	Total current liabilities	15,448
350	Total non-current liabilities	
300	Total liabilities	15,448
400	Deferred inflows of resources	
509.3	Restricted fund balance	1,422
512.3	Unassigned fund balance	812,935
513	Total equity – Net assets/position	814,357
600	Total liabilities, deferred inflows of resources and equity – Net assets/position	$ 829,805

HOUSING AUTHORITY OF BRAZORIA COUNTY, TEXAS (TX484) Exhibit 25

FINANCIAL DATA SCHEDULE (FDS)
SUPPLEMENTARY INFORMATION
STATEMENT OF ACTIVITIES
For the Year Ended September 30, 2016

FDS Line#	FDS Line Account Title	14.871 Housing Choice Vouchers
70600	HUD PHA operating grants	$ 3,222,374
71100	Investment income - unrestricted	4,226
71400	Fraud recovery	22,170
71500	Other revenue	37,337
71600	Gain on sale of capital assets	1,449
72000	Investment income – restricted	96
70000	Total revenue	3,287,652
91100	Administrative salaries	202,835
91400	Advertising and marketing	396
91500	Employee benefit contributions – administrative	79,744
91600	Office expenses	9,452
91810	Allocated overhead	2,380
91900	Other	15,312
91000	Total operating – administrative	310,119
96900	Total operating expenses	310,119
97000	Excess of operating revenue over operating expense	2,977,533
97300	Housing assistance payments	2,868,513
97350	HAP Portablity-In	35,867
97600	Capital outlays – governmental funds	23,638
90000	Total expenses	3,238,137
10000	Excess (deficiency) of total revenue over (under) total expenses	49,515
11030	Beginning equity	764,842
11170	Administrative fee equity	812,935
11180	Housing assistance payments equity	$ 1,422
11190	Unit months available	7,032
11210	Number of unit months leases	6,816


STATE OF TEXAS
COUNTY OF BRAZORIA

STATISTICAL SECTION


STATE OF TEXAS
COUNTY OF BRAZORIA

BRAZORIA COUNTY, TEXAS
Statistical Section
(unaudited)

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

Content	Table
Financial Trends	1-4
These tables contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.	
Revenue Capacity	5-8
These tables contain information to help the reader assess the County's most significant local revenue source, the property tax.	
Debt Capacity	9-11
These tables present information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future.	
Demographic and Economic Indicators	12-14
These tables offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.	
Operating Information	15-16
These tables contain service and infrastructure data to help the reader understand how the information in the County's financial report relates to the services the County provides.	

Sources: Unless otherwise noted, the information in these tables is derived from the comprehensive annual financial reports for the relevant year. The County implemented GASB Statement 34 in 2003; tables presenting government-wide information include information beginning in that year.

BRAZORIA COUNTY, TEXAS

NET POSITION BY COMPONENTS

Table 1

Last Nine Fiscal Years

(accrual basis of accounting)

	Fiscal Year				
	2007	2008	2009	2010	2011
Governmental Activities:					
Net investment in capital assets	$ 99,498,617	$ 105,895,455	$ 118,386,142	$ 107,946,044	$ 125,443,284
Restricted For:					
Roads and bridges	11,599,655	11,785,704	14,812,978	28,317,997	12,899,517
Debt service	4,334,733	2,397,569	2,674,027	2,642,145	5,589,069
Capital projects					
Records management					
Health services					
Other purposes	4,891,652	6,903,230	11,038,528	9,138,277	7,857,542
Unrestricted	30,957,200	30,975,246	29,373,464	35,504,190	45,667,087
Total governmental activities net position	$ 151,281,857	$ 157,957,204	$ 176,285,139	$ 183,548,653	$ 197,456,499
Business-type Activities:					
Net investment in capital assets	$ 11,094,843	$ 10,654,958	$ 10,262,087	$ 17,932,099	$ 18,063,644
Restricted For:					
Debt service	43,582	49,419			
Other purposes	58,566	17,781			
Unrestricted	340,261	488,387	1,240,854	936,146	859,249
Total business-type activities net position	$ 11,537,252	$ 11,210,545	$ 11,502,941	$ 18,868,245	$ 18,922,893
Primary Government:					
Net investment in capital assets	$ 110,593,460	$ 116,550,413	$ 128,648,229	$ 125,878,143	$ 143,506,928
Restricted	20,928,188	21,153,703	28,525,533	40,098,419	26,346,128
Unrestricted	31,297,461	32,463,633	30,614,318	36,440,336	46,526,336
Total primary government net position	$ 162,819,109	$ 170,167,749	$ 187,788,080	$ 202,416,898	$ 216,379,392

Fiscal Year				
2012	2013	2014	2015	2016
$ 137,905,630	$ 167,975,425	$ 177,510,442	$ 187,772,835	$ 210,188,517
29,463,484	13,593,152	16,721,519	21,553,918	27,346,470
3,745,648	3,570,603	3,742,201	4,278,259	7,674,598
2,793,607	2,551,020			
			3,105,754	3,495,356
			2,467,837	3,778,813
4,313,104	4,257,142	7,582,694	2,753,405	3,365,612
51,242,021	60,069,501	67,556,823	76,975,016	65,733,042
$ 229,463,494	$ 252,016,843	$ 273,113,679	$ 298,907,024	$ 321,582,408
$ 17,090,784	$ 18,782,258	$ 19,869,765	$ 21,210,397	$ 20,645,025
2,700,569	759,597	328,977	592,390	(26,397)
$ 19,791,353	$ 19,541,855	$ 20,198,742	$ 21,802,787	$ 20,618,628
$ 154,996,414	$ 186,757,683	$ 197,380,207	$ 208,983,232	$ 230,833,542
40,315,843	23,971,917	28,046,414	34,159,173	45,660,849
53,942,590	60,829,098	67,885,800	77,567,406	65,706,645
$ 249,254,847	$ 271,558,698	$ 293,312,421	$ 320,709,811	$ 342,201,036

BRAZORIA COUNTY, TEXAS
CHANGES IN NET POSITION
Last Ten Fiscal Years
(accrual basis of accounting)

Table 2

	Fiscal Year				
	2007	2008	2009	2010	2011
Expenses					
Governmental Activities:					
General administration	$ 5,806,262	$ 7,505,494	$ 8,402,752	$ 9,765,100	$ 9,367,760
Judicial and legal	15,208,486	16,425,146	17,095,026	17,108,112	17,185,013
Financial administration	8,093,087	8,825,918	9,274,787	9,417,717	9,421,715
Elections	402,710	717,673	460,608	471,550	436,854
Public facilities	3,522,780	3,608,908	3,726,303	4,007,936	4,145,921
Public safety	14,026,836	16,714,660	16,565,137	17,203,454	17,825,709
Corrections	20,270,216	22,487,177	23,084,589	23,167,977	25,415,355
Public transportation	24,475,813	28,116,886	33,663,115	30,129,895	27,572,896
Health and welfare	10,170,647	10,269,808	11,379,348	12,684,269	11,619,175
Public assistance	296,000	296,000	296,000	296,000	296,000
Culture and recreation	7,316,858	7,810,785	8,501,264	8,514,714	8,690,800
Conservation	366,651	401,178	433,198	389,848	352,487
Environmental protection	189,657	205,704	211,300	204,162	261,926
Community development	2,320,743	2,228,027	2,477,725	3,433,743	5,965,680
Interest on long-term debt	2,408,476	2,497,944	2,242,764	2,650,328	2,842,829
Total governmental activities expenses	114,875,222	128,111,308	137,813,916	139,444,805	141,400,120
Business-type Activities:					
Airport	2,344,879	3,283,991	3,746,623	3,273,887	3,898,445
Total business-type activities expenses	2,344,879	3,283,991	3,746,623	3,273,887	3,898,445
Total primary government expenses	$ 117,220,101	$ 131,395,299	$ 141,560,539	$ 142,718,692	$ 145,298,565
Program Revenues					
Governmental Activities:					
Charges for Services:					
General administration	$ 4,140,190	$ 3,592,424	$ 3,078,349	$ 3,068,103	$ 2,916,705
Judicial and legal	6,824,945	6,510,075	6,719,465	7,562,837	8,806,300
Financial administration	1,392,176	1,607,565	1,782,317	1,774,714	2,472,605
Elections	198,739	216,604	163,679	213,801	139,755
Public facilities	31,464	32,625	1,168,851	36,305	1,610,574
Public safety	1,688,373	1,690,817	735,649	1,285,185	725,934
Corrections	653,232	585,301	395,555	786,547	691,574
Public transportation	3,795,045	3,910,942	4,092,757	3,467,955	4,881,755
Health and welfare	663,374	531,764	501,588	613,305	351,506
Culture and recreation	482,471	303,660	320,080	329,062	353,387
Conservation	11,572	10,147	11,448	106,364	113,441
Environmental protection	70,206	62,375	6,759	6,728	7,420
Community development					
Operating grants and contributions	9,672,233	14,474,328	20,615,452	17,275,047	18,663,189
Capital grants and contributions	7,163,245	7,102,464	15,200,393	6,058,920	3,315,829
Total governmental activities program revenues	36,787,265	40,631,091	54,792,342	42,584,873	45,049,974

Fiscal Year				
2012	2013	2014	2015	2016
$ 8,531,830	$ 9,096,823	$ 9,482,542	$ 9,819,841	$ 13,333,069
17,444,241	18,506,367	19,631,411	20,702,777	27,480,125
9,885,427	11,048,456	12,903,144	14,199,026	16,962,227
429,119	501,530	424,419	593,251	755,090
4,295,595	4,482,211	4,552,789	4,247,946	5,161,249
17,808,208	19,121,946	20,547,826	20,549,314	27,044,603
24,663,264	26,263,608	27,590,517	28,672,523	35,532,021
27,267,696	28,234,409	32,301,984	27,695,529	37,065,270
9,624,531	8,643,077	12,719,101	10,961,502	13,335,024
296,000	296,000	321,000	341,462	346,000
8,785,859	10,096,986	9,749,878	10,516,642	13,188,901
348,908	528,928	399,428	394,293	508,036
543,559	205,288	248,221	248,480	321,618
7,371,072	8,985,728	3,662,694	6,165,252	3,388,193
2,811,695	3,563,248	4,401,503	3,640,139	1,143,440
140,107,004	149,574,605	158,936,457	158,747,977	195,564,866
4,297,478	4,512,936	4,812,519	3,788,609	3,772,731
4,297,478	4,512,936	4,812,519	3,788,609	3,772,731
$ 144,404,482	$ 154,087,541	$ 163,748,976	$ 162,536,586	$ 199,337,597
$ 3,570,554	$ 3,006,250	$ 4,858,893	$ 3,447,340	$ 3,546,875
7,245,046	7,563,630	9,459,558	15,767,444	10,678,104
2,838,356	3,305,013	3,242,108	3,413,795	3,828,331
185,989	165,038	213,604	159,259	217,783
955,404	726,709	44,544	50,769	65,568
1,476,484	1,719,624	1,319,332	1,257,535	1,597,103
581,751	617,597	1,321,862	1,432,280	1,801,471
4,911,763	4,588,703	7,959,239	4,355,858	4,312,980
459,708	908,637	375,082	390,289	447,359
337,249	331,142	356,613	376,878	381,621
5,308	5,347	5,578	8,120	10,526
6,783	5,644	7,350	8,544	11,232
			6,680	8,691
15,345,237	15,898,124	15,336,408	17,034,646	15,483,005
26,617,632	11,995,116	9,227,520	7,324,038	22,400,581
64,537,264	50,836,574	53,727,691	55,033,475	64,791,230

BRAZORIA COUNTY, TEXAS

CHANGES IN NET POSITION - Continued Table 2

Last Ten Fiscal Years

(accrual basis of accounting)

	Fiscal Year				
	2007	2008	2009	2010	2011
Business-type Activities:					
Charges for Services	$ 1,715,941	$ 2,696,391	$ 3,281,882	$ 2,523,391	$ 3,091,375
Operating Grants and Contributions	45,940	5,498	43,086		46,750
Capital Grants and Contributions	561,342	141,668	354,225	8,085,786	807,418
Total business-type activities program revenues	2,323,223	2,843,557	3,679,193	10,609,177	3,945,543
Total primary government program revenues	$ 39,110,488	$ 43,474,648	$ 58,471,535	$ 53,194,050	$ 48,995,517
Net (Expense)/Revenue:					
Governmental activities	$(78,087,957)	$(87,486,217)	$(83,021,574)	$(96,859,932)	$(96,350,146)
Business-type activities	(21,656)	(440,434)	(67,430)	7,335,290	47,098
Total primary governmental net expense	(78,109,613)	(87,926,651)	(83,089,004)	(89,524,642)	(96,303,048)
General Revenues & Other Changes in Net Position					
Governmental Activities:					
Property taxes	68,739,287	72,549,360	81,235,296	86,026,984	90,322,731
Sales and other taxes	17,543,873	16,825,916	16,794,059	15,538,547	16,971,997
Grants and contributions not restricted to specific programs	245,477	217,066	78,956		370,307
Unrestricted investment earnings	4,516,924	2,950,658	1,686,538	1,304,639	1,178,754
Gain on disposition of capital assets	520	111,195	10,106		69,146
Miscellaneous	1,737,063	1,607,369	1,894,054	1,253,276	1,345,057
Transfers		(100,000)	(349,500)		
Total governmental activities	92,783,144	94,161,564	101,349,509	104,123,446	110,257,992
Business-type Activities:					
Unrestricted investment earnings	4,723	13,227	10,326	16,585	7,550
Gain (loss) on disposition of capital assets		500		13,429	
Transfers		100,000	349,500		
Total business-type activities	4,723	113,727	359,826	30,014	7,550
Total primary government	92,787,867	94,275,291	101,709,335	104,153,460	110,265,542
Change in Net Position					
Governmental activities	14,695,187	6,675,347	18,327,935	7,263,514	13,907,846
Business-type activities	(16,933)	(326,707)	292,396	7,365,304	54,648
Total primary government	$ 14,678,254	$ 6,348,640	$ 18,620,331	$ 14,628,818	$ 13,962,494

Fiscal Year				
2012	2013	2014	2015	2016
$ 3,096,897	$ 3,275,992	$ 3,409,103	$ 2,552,465	$ 2,214,867
8,509		57,014	56,643	50,000
157,535	964,718	1,999,330	2,194,205	65,169
3,262,941	4,240,710	5,465,447	4,803,313	2,330,036
$ 67,800,205	$ 55,077,284	$ 59,193,138	$ 59,836,788	$ 67,121,266
$ 75,569,740	$ 98,738,031	$(105,202,831)	$(103,714,502)	$(130,773,636)
1,034,537	272,226	652,928	1,014,704	(1,442,695)
76,604,277	99,010,257	(104,549,903)	(102,699,798)	(132,216,331)
92,323,262	100,582,765	104,524,246	110,895,732	116,355,826
18,244,871	20,439,065	22,400,586	28,255,671	31,299,375
254,896	243,808	321,088	709,617	1,607,901
341,652	563,572	429,659	499,740	775,821
671,000		280,921	99,302	217,277
(1,894,000)	1,010,487	305,676	1,934,315	656,809
	(20,145)		(690,800)	(258,536)
109,941,681	122,819,552	128,262,176	141,703,577	150,654,473
2,760	2,583	168		
3,563		3,791		
1,894,000	20,145		690,800	258,536
1,900,323	22,728	3,959	690,800	258,536
111,842,004	122,842,280	128,266,135	142,394,377	150,913,009
185,511,421	24,081,521	23,059,345	37,989,075	19,880,837
868,460	(249,498)	656,887	1,705,504	(1,184,159)
$ 186,379,881	$ 23,832,023	$ 23,716,232	$ 39,694,579	$ 18,696,678

BRAZORIA COUNTY, TEXAS

FUND BALANCES, GOVERNMENTAL FUNDS Table 3

Last Ten Fiscal Years

(modified accrual basis of accounting)

	Fiscal Year				
	2007	2008	2009	2010	2011
General Fund:					
Reserved	$ 1,536,623	$ 945,689	$ 3,668,508	$ 4,099,579	$
Unreserved	23,816,764	24,057,655	22,719,603	27,121,283	
Non-spendable					1,158,255
Restricted					1,530,251
Committed					1,553,849
Unassigned					34,200,927
Total general fund	$ 25,353,387	$ 25,003,344	$ 26,388,111	$ 31,220,862	$ 38,443,292
All Other Governmental Funds:					
Reserved	$ 5,025,466	$ 4,426,316	$ 29,103,256	$ 41,438,332	
Unreserved:					
Designated:					
Capital projects funds	23,553,119	19,157,559	792,514	776,374	
Undesignated:					
Capital projects funds					
Special revenue funds	14,721,315	16,417,485			
Non-spendable					1,053,294
Restricted					31,269,960
Committed					778,699
Unassigned					(13,309)
Total all other governmental funds	$ 43,299,900	$ 40,001,360	$ 29,895,770	$ 42,214,706	$ 33,088,644

Note:

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

Fiscal Year				
2012	2013	2014	2015	2016
$	$	$	$	$
1,165,424	1,351,205	9,863,383	12,549,827	13,860,880
1,453,855	935,285	102,797	94,151	96,059
1,467,868	1,741,708	938,565	808,460	775,536
41,062,932	50,715,965	52,891,607	64,255,372	75,587,237
$ 45,150,079	$ 54,744,163	$ 63,796,352	$ 77,707,810	$ 90,319,712
$	$	$	$	$
1,542,479	1,312,148	1,217,016	1,335,749	819,182
63,146,748	53,067,517	39,060,016	41,894,278	51,674,914
		6,387,244	1,008,271	897,615
(249,837)	(1,179,913)	(122,709)	(15,673)	(523,030)
$ 64,439,390	$ 53,199,752	$ 46,541,567	$ 44,222,625	$ 52,868,681

BRAZORIA COUNTY, TEXAS

CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS Table 4

Last Ten Fiscal Years

(modified accrual basis of accounting)

	Fiscal Year				
	2007	2008	2009	2010	2011
Revenues:					
Taxes	$ 85,899,285	$ 89,733,333	$ 97,948,315	$ 101,144,578	$ 107,106,700
Intergovernmental	12,553,652	16,962,416	23,271,447	19,425,363	21,252,449
Charges for services	9,339,206	9,170,529	8,513,053	8,825,218	9,312,082
Licenses and permits	4,319,103	4,178,179	4,364,604	4,632,972	4,748,920
Fines and forfeitures	3,030,492	2,932,468	2,999,714	3,349,587	3,868,556
Special assessments	39,984	41,366	65,891	127,307	221,773
Investment income	4,437,291	2,910,886	1,670,081	1,299,600	1,197,606
Miscellaneous	2,707,950	2,256,193	2,461,330	1,837,188	2,131,525
Total revenues	122,326,963	128,185,370	141,294,435	140,641,813	149,839,611
Expenditures:					
Current Expenditures:					
General administration	5,647,182	7,338,056	8,316,067	8,967,373	9,161,421
Judicial and legal	14,720,532	16,024,206	16,581,752	16,795,972	16,748,044
Financial administration	7,895,801	8,618,867	9,014,398	9,234,021	9,204,212
Elections	378,867	692,279	433,657	441,531	413,086
Public facilities	3,379,986	3,428,404	3,716,015	3,762,477	4,428,992
Public safety	13,543,831	17,059,446	16,101,590	16,467,367	17,115,173
Corrections	19,110,690	21,462,209	21,802,308	21,811,543	23,659,629
Public transportation	19,549,824	21,173,785	26,550,726	19,813,342	20,420,257
Health and welfare	9,925,766	9,945,531	10,964,979	12,373,186	11,255,659
Public assistance	296,000	296,000	296,000	296,000	296,000
Culture and recreation	7,046,649	7,660,650	8,429,724	8,872,828	8,647,754
Conservation	350,210	393,215	411,494	376,220	337,521
Environmental protection	179,182	199,402	203,304	196,019	272,161
Community development	2,241,638	2,227,029	2,476,674	3,433,742	5,964,892
Capital outlay	9,988,904	17,263,186	17,780,454	13,286,022	15,687,513
Debt Service:					
Principal	2,805,000	3,760,000	4,240,000	4,450,000	5,030,000
Interest and fiscal charges	2,617,009	2,472,201	2,391,636	2,510,730	3,319,324
Total expenditures	119,677,071	140,014,466	149,710,778	143,088,373	151,961,638
Excess of revenues over (under) expenditures	2,649,892	(11,829,096)	(8,416,343)	(2,446,560)	(2,122,027)

(continued)

Fiscal Year				
2012	2013	2014	2015	2016
$ 110,958,850	$ 121,080,797	$ 127,161,551	$ 138,766,567	$ 147,866,922
36,457,092	25,990,993	24,277,946	23,501,265	22,995,395
9,630,462	10,326,829	10,883,414	11,565,888	12,103,145
4,876,770	5,245,553	5,655,291	5,523,340	5,904,986
3,772,795	4,332,729	4,168,138	3,825,950	3,924,628
193,309	196,203	195,833	103,907	106,388
330,704	531,586	415,901	492,533	766,417
2,259,033	2,360,819	5,742,304	4,612,592	18,458,808
168,479,015	170,065,509	178,500,378	188,392,042	212,126,689
8,086,323	8,548,201	10,301,303	9,246,389	11,074,339
16,980,083	17,856,724	19,011,805	20,340,488	21,059,499
10,309,390	11,374,699	12,083,956	13,174,716	12,632,942
412,593	487,833	417,732	609,346	742,970
4,876,561	4,288,098	4,253,519	4,364,603	4,286,261
17,558,737	18,673,646	19,446,981	20,264,608	20,095,975
23,475,441	24,472,837	25,275,267	27,032,437	27,862,534
18,796,758	20,085,745	23,512,232	18,559,567	23,452,938
9,296,836	8,233,428	12,288,441	10,750,567	11,483,007
296,000	296,000	321,000	346,000	346,000
8,977,994	9,978,916	9,344,677	10,369,672	10,469,790
334,459	509,363	432,729	386,447	428,328
532,919	9,176,406	235,250	233,191	242,319
7,369,411	15,956,234	3,648,487	6,155,624	3,371,875
29,094,764	12,420,735	38,547,549	25,703,879	32,159,320
5,590,000	5,520,000	3,500,000	5,385,000	4,495,000
3,187,785	3,956,542	3,757,309	3,613,673	3,326,676
165,176,054	171,835,407	186,378,237	176,536,207	187,529,773
3,302,961	(1,769,898)	(7,877,859)	11,855,835	24,596,916

BRAZORIA COUNTY, TEXAS

CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS - Continued Table 4

Last Ten Fiscal Years

(modified accrual basis of accounting)

	Fiscal Year				
	2007	2008	2009	2010	2011
Other Financing Sources (Uses):					
Issuance of general obligation bonds	$ 14,000,000	$ 17,950,000	$	$ 19,425,000	$
Issuance of tax note					
Premium on the sale of bonds	606,572	330,304		101,722	
Sale of capital assets	70,747	344,569	45,020	71,525	218,385
Payments to escrow agent		(10,344,360)			
Transfers in	988,139	1,802,660	2,097,774	1,204,557	7,686,208
Transfers out	(988,139)	(1,902,660)	(2,447,274)	(1,204,557)	(7,686,208)
Total other financing sources (uses)	14,677,319	8,180,513	(304,480)	19,598,247	218,385
Net change in fund balances	$ 17,327,211	$(3,648,583)	$(8,720,823)	$ 17,151,687	$(1,903,642)
Debt service as a percentage of noncapital expenditures	5.1%	5.1%	5.1%	5.4%	6.1%

Fiscal Year				
2012	2013	2014	2015	2016
$ 38,125,000	$	$ 9,900,000	$	$ 16,550,000
3,076,953				2,250,887
107,459	144,489	371,862	427,481	388,849
				(18,432,305)
4,097,912	2,065,045	4,675,224	10,464,194	2,439,057
(5,991,912)	(2,085,190)	(4,675,224)	(11,154,994)	(6,535,446)
34,754,582	124,344	10,271,862	(263,319)	(3,338,958)
$ 38,057,543	$(1,645,554)	$ 2,394,003	$ 11,592,516	$ 21,257,958
6.6%	6.8%	5.0%	6.1%	5.0%

BRAZORIA COUNTY, TEXAS

ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY Table 5

Last Ten Fiscal Years

(Amounts in thousands)

Fiscal Year	Real Property			Less: Exemptions	Net Real Property	Minerals	Personal Property	Total Taxable Assessed Value	Total Direct Tax Rate
	Residential	Commercial	Total						
2016	$ 14,329,627	$ 13,518,352	$ 27,847,979	$ 8,476,232	$ 19,371,474	$ 339,818	$ 4,175,919	$ 23,887,484	$ 0.486000
2015	13,200,329	11,856,666	25,056,995	7,688,726	17,368,269	581,582	4,223,915	22,173,766	0.498500
2014	12,533,490	11,331,528	23,865,018	6,892,577	16,972,441	506,779	4,091,190	21,570,410	0.492020
2013	12,262,875	11,064,702	23,327,577	7,382,439	15,945,138	378,102	3,897,896	20,221,136	0.485860
2012	12,144,343	10,995,245	23,139,588	7,556,250	15,583,338	391,224	3,599,879	19,574,441	0.473101
2011	11,317,327	13,509,869	24,827,196	7,405,684	17,421,512	453,986	2,320,561	20,196,059	0.463101
2010	11,551,683	13,546,817	25,098,500	7,174,101	17,924,399	512,177	2,435,863	20,872,439	0.426286
2009	10,501,274	12,734,892	23,236,166	6,223,999	17,012,167	443,245	2,250,737	19,706,149	0.390000
2008	9,527,254	13,172,882	22,700,136	7,152,420	15,547,716	405,484	2,055,336	18,008,536	0.371396
2007	8,487,677	11,709,803	20,197,480	6,400,362	13,797,118	386,629	1,847,430	16,031,177	0.381701

Source: Brazoria County Appraisal District

Note: Brazoria County assesses property annually. Property is assessed at actual market value.
Tax rates are per $ 100 of assessed value.


STATE OF TEXAS
COUNTY OF BRAZORIA

BRAZORIA COUNTY, TEXAS

DIRECT AND OVERLAPPING PROPERTY TAX RATES Table 6

Last Ten Fiscal Years

(rate per $100 of assessed value)

	2006 Tax Rate for 9/30/07	2007 Tax Rate for 9/30/08	2008 Tax Rate for 9/30/09	2009 Tax Rate for 9/30/10
County Direct Rates:				
General Fund	0.266000	0.247671	0.255767	0.288745
Road & Bridge	0.034500	0.028800	0.035500	0.035000
Mosquito Control		0.010200	0.008550	0.008000
Special R&B - Article 6790	0.060000	0.060000	0.060000	0.060000
Debt Service Fund - Jail Building Bonds	0.011000	0.008925	0.011404	0.015141
General Obligation – 2012 Refunding	0.005131	0.004950	0.004650	0.005200
Certificate of Obligation - Series 2006	0.005070	0.005150	0.005129	0.005600
Certificate of Obligation - Series 2012				
2013 Tax Notes				
Toll Road				
Mobility Bonds		0.005700	0.009000	0.008600
Total direct rate	0.381701	0.371396	0.390000	0.426286
City Rates:				
Alvin	0.803600	0.803600	0.803600	0.803600
Angleton	0.706000	0.706000	0.706000	0.706000
Brazoria	0.728300	0.728300	0.728300	0.728300
Brookside Village	0.460000	0.460000	0.460000	0.460000
Clute	0.713000	0.698000	0.693000	0.672000
Danbury	0.728846	0.766940	0.760600	0.762014
Freeport	0.710000	0.710000	0.700000	0.708266
Hillcrest Village	0.374512	0.374512	0.374512	0.374512
Town of Holiday Lakes	0.654078	0.945784	0.924070	0.950737
Village of Jones Creek	0.310000	0.310000	0.340000	0.340000
Lake Jackson	0.370000	0.385000	0.390000	0.390000
Liverpool	0.175800	0.175800	0.175800	0.236852
Manvel	0.628798	0.587831	0.587863	0.587863
Village of Oyster Creek	0.452100	0.387211	0.395000	0.401142
Pearland	0.652659	0.652600	0.652600	0.652600
Town of Quintana	0.035000	0.032000	0.027140	0.033365
Richwood	0.681260	0.681080	0.693660	0.693660
Village of Surfside Beach	0.419203	0.342392	0.352392	0.442056
Sweeny	0.750000	0.750000	0.762105	0.741595
West Columbia	0.838837	0.831900	0.831900	0.831900
School District Rates:				
Alvin ISD	1.545900	1.328200	1.328200	1.304100
Angleton ISD	1.463800	1.197000	1.314000	1.455200
Brazosport ISD	1.423700	1.133900	1.192000	1.228500
Columbia-Brazoria ISD	1.640000	1.296500	1.296500	1.296500
Damon ISD	1.299100	1.040000	1.170000	1.170000
Danbury ISD	1.418000	1.134900	1.134900	1.143900
Pearland ISD	1.662200	1.427200	1.419400	1.419400
Sweeny ISD	1.541700	1.211700	1.211700	1.211700
Special District Rates:				
Alvin Community College	0.219521	0.210280	0.199832	0.199830
Angleton-Danbury Hospital	0.246500	0.246500	0.246500	0.246500
Brazoria Co. DD # 1 (Angleton)	0.172000	0.170850	0.183900	0.183900
Brazoria Co. DD # 2 (Velasco)	0.082113	0.082075	0.082075	0.087130
Brazoria Co. DD # 3 (Alvin or C&R #3)	0.130000	0.128143	0.150000	0.150000
Brazoria Co. DD # 4 (Pearland)	0.143845	0.143845	0.143845	0.143845
Brazoria Co. DD # 5 (Iowa Colony)	0.213406	0.190894	0.186897	0.189727
Brazoria Co. DD # 8 (Danbury)	0.370857	0.353723	0.361000	0.366000
Brazoria Co. DD #11 (W. Brazoria Co.)	0.200000	0.020000	0.020000	0.020000
Brazoria Co. FWSD # 1	0.350000	0.310000	0.300000	0.295000
Brazoria Co. MUD # 1 (Pearland)				
Brazoria Co. MUD # 2 (Southwyck)	0.450000	0.510000	0.500000	0.500000
Brazoria Co. MUD # 3 (Silverlake)	0.587000	0.650000	0.630000	0.630000
Brazoria Co. MUD # 4 (Country Place)	0.658000	0.628000	0.628000	0.630000
Brazoria Co. MUD # 5 (Southdown)				
Brazoria Co. MUD # 6 (Weatherford)	0.720000	0.670000	0.630000	0.630000
Brazoria Co. MUD #16	0.950000	0.950000	0.950000	0.950000
Brazoria Co. MUD #17	0.750000	0.730000	0.630000	0.600000
Brazoria Co. MUD #18	0.610000	0.590000	0.570000	0.560000
Brazoria Co. MUD #19	0.780000	0.680000	0.660000	0.630000

2010 Tax Rate for 9/30/11	2011 Tax Rate for 9/30/12	2012 Tax Rate for 9/30/13	2013 Tax Rate for 9/30/14	2014 Tax Rate for 9/30/15	2015 Tax Rate for 9/30/16
0.319268	0.323617	0.323913	0.335050	0.326841	0.317704
0.032800	0.036500	0.045000	0.050000	0.056480	0.055000
0.008000	0.010000	0.013947	0.013540	0.013540	0.011690
0.060000	0.060000	0.060000	0.060000	0.060000	0.060000
0.015141	0.015000	0.011587	0.000000	0.000000	0.000000
0.005200	0.006000	0.002800	0.004600	0.004410	0.004100
0.005600	0.005784	0.005363	0.005350	0.005070	0.004700
		0.006250	0.005360	0.005120	0.004700
				0.008800	0.001606
					0.010700
0.017092	0.016200	0.017000	0.018120	0.018239	0.015800
0.463101	0.473101	0.485860	0.492020	0.498500	0.486000
0.803600	0.843600	0.843800	0.843600	0.838600	0.838600
0.706000	0.723500	0.723500	0.723500	0.723500	0.717598
0.762300	0.762300	0.762300	0.770700	0.770700	0.790700
0.500000	0.500000	0.500000	0.500000	0.500000	0.528600
0.672000	0.672000	0.672000	0.672000	0.672000	0.659000
0.769538	0.826940	0.826940	0.829169	0.829169	0.799313
0.708266	0.680000	0.700000	0.675586	0.675586	0.645642
0.377754	0.389106	0.391781	0.432600	0.448415	0.412180
0.983434	1.035704	1.085564	1.062565	1.046788	0.965516
0.380000	0.380000	0.380000	0.410000	0.410000	0.410000
0.390000	0.390000	0.390000	0.390000	0.216473	0.360000
0.296850	0.236850	0.230463	0.230463	0.387500	0.215304
0.587863	0.587863	0.587863	0.587863	0.580000	0.580000
0.423154	0.431106	0.473161	0.476394	0.476394	0.332273
0.665100	0.685100	0.705100	0.705100	0.712100	0.705300
0.024413	0.024413	0.023640	0.022882	0.013046	0.013046
0.693660	0.693660	0.735680	0.735680	0.735680	0.735680
0.408801	0.402610	0.432601	0.432601	0.397940	0.375204
0.772818	0.782818	0.744034	0.887456	0.908000	0.842869
0.831900	0.831900	0.831900	0.831900	0.831900	0.830000
1.304100	1.344100	1.329100	0.329100	1.417000	1.417000
1.455200	1.455200	1.455200	1.455200	1.455200	1.455200
1.241500	0.241500	0.125950	1.255300	1.255300	1.255300
1.296500	1.296500	1.296500	1.296500	1.284700	1.284700
1.170000	1.170000	1.170000	1.170000	1.170000	1.170000
1.135400	1.137000	1.136445	1.141081	1.240000	1.255000
1.419400	1.419400	1.419400	1.415700	1.415700	1.415600
1.211700	1.211700	1.211700	1.211700	1.211700	1.211700
0.199830	0.199845	0.199756	0.199756	0.204009	0.204009
0.279998	0.299592	0.359592	0.362678	0.346854	0.321751
0.183900	0.176563	0.176563	0.175448	0.176597	0.166619
0.090907	0.094214	0.094805	0.100226	0.098018	0.093878
0.150000	0.150000	0.150000	0.150000	0.150000	0.150000
0.156000	0.156000	0.156000	0.156000	0.156000	0.155500
0.189098	0.188304	0.193966	0.193194	0.186402	0.171667
0.366000	0.366000	0.366000	0.349474	0.325442	0.307812
0.020000	0.020000	0.020000	0.020000	0.020000	0.020000
0.280000	0.280000	0.250000	0.000000	0.000000	0.000000
0.500000	0.500000	0.490000	0.490000	0.490000	0.440000
0.630000	0.630000	0.630000	0.630000	0.630000	0.620000
0.630000	0.660000	0.630000	0.000000	0.000000	0.000000
0.630000	0.630000	0.630000	0.630000	0.630000	0.600000
0.950000	0.950000	0.940000	0.940000	0.940000	0.940000
0.547000	0.547000	0.544000	0.544000	0.520000	0.460000
0.550000	0.545000	0.530000	0.510000	0.470000	0.390000
0.620000	0.600000	0.580000	0.550000	0.510000	0.450000

(continued)

BRAZORIA COUNTY, TEXAS

DIRECT AND OVERLAPPING PROPERTY TAX RATES - Continued Table 6

Last Ten Fiscal Years

(rate per $100 of assessed value)

	2006 Tax Rate for 9/30/07	2007 Tax Rate for 9/30/08	2008 Tax Rate for 9/30/09	2009 Tax Rate for 9/30/10
Special Districts: (continued)				
Brazoria Co. MUD #21	1.350000	1.350000	1.350000	1.450000
Brazoria Co. MUD #22				
Brazoria Co. MUD #23	0.850000	0.850000	0.820000	0.800000
Brazoria Co. MUD #25	1.250000	1.230000	1.100000	1.100000
Brazoria Co. MUD #26	0.770000	0.710000	0.710000	0.710000
Brazoria Co. MUD #28	0.820000	0.820000	0.820000	0.820000
Brazoria Co. MUD #29	0.750000	0.750000	0.750000	0.800000
Brazoria Co. MUD #31	0.390000	1.390000	1.402040	1.300000
Brazoria Co. MUD #34	0.850000	0.850000	0.850000	0.850000
Brazoria Co. MUD #35			0.850000	0.890000
Brazoria Co. MUD #36	0.700000	0.700000	0.700000	0.700000
Brazoria Co. MUD #55				
Brazoria Co. MUD #61				
Brazoria/Ft. Bend MUD #1	0.850000	0.850000	0.850000	0.850000
Sedona Lakes MUD #100				1.250000
Port Freeport	0.059671	0.056000	0.053500	0.053500
Brazosport College	0.122000	0.121000	0.156488	1.175754
Commodore Cove Improvement District	0.740837	0.597220	0.597220	0.620318
Oak Manor MUD	0.373000	0.363000	0.421852	0.451178
Pearland Municipal Management Dist. 32				
Treasure Island MUD	0.634370	0.595802	0.563556	1.258218
Varner Creek Utility District	0.510000	0.661890	0.814000	0.858000
Sweeny Hospital *	0.237377	0.298289	0.323170	0.349917
Rural Fire District #1				
Emergency Svc District #1	0.080000	0.080000	0.080000	0.080000
Emergency Svc District #2	0.030000	0.030000	0.029987	0.030000
Emergency Svc District #3	0.093414	0.093414	0.093410	0.093700

Source: Brazoria County Appraisal District (www.brazoriacad.org)
Brazoria County Commissioner's Court minutes

2010 Tax Rate for 9/30/11	2011 Tax Rate for 9/30/12	2012 Tax Rate for 9/30/13	2013 Tax Rate for 9/30/14	2014 Tax Rate for 9/30/15	2015 Tax Rate for 9/30/16
1.430000	1.430000	1.430000	1.430000	1.430000	1.320000
			1.400000	1.400000	1.400000
0.770000	0.630000	0.610000	0.600000	0.580000	0.540000
1.100000	1.100000	1.050000	1.000000	0.950000	0.870000
0.710000	0.690000	0.690000	0.690000	0.690000	0.690000
0.820000	0.820000	0.820000	0.820000	0.820000	0.820000
0.800000	0.800000	0.900000	0.940000	0.940000	0.940000
1.300000	1.300000	1.300000	1.300000	1.280000	1.250000
0.850000	0.850000	0.850000	0.850000	0.850000	0.820000
1.020000	1.020000	1.020000	1.020000	1.020000	1.020000
0.700000	0.700000	0.700000	0.700000	0.700000	0.700000
				1.000000	1.000000
				0.910000	0.910000
0.850000	0.850000	0.850000	0.850000	0.850000	0.850000
1.250000	1.250000	1.250000	1.250000	1.250000	1.250000
0.053500	0.053500	0.051500	0.045000	0.045000	0.041304
0.190175	0.239198	0.259436	0.267309	0.280878	0.277510
0.472234	0.475693	0.461570	0.467538	0.439336	0.399327
0.480000	0.500000	0.505000	0.520000	0.510000	0.540000
					0.100000
0.576368	0.604590	0.551848	0.575262	0.553152	0.518997
0.858000	0.888220	0.928000	0.890000	0.830000	0.760000
0.380692	0.393133	0.429109	0.470003	0.483126	0.510351
0.080000	0.080000	0.080000	0.080000	0.080000	0.080000
0.030000	0.030000	0.030000	0.030000	0.065000	0.065000
0.095000	0.097200	0.098322	0.098322	0.097500	0.100000

BRAZORIA COUNTY, TEXAS

PRINCIPAL PROPERTY TAXPAYERS Table 7

Current Year and Nine Years Ago

(Amounts in thousands)

2016 Taxpayer	Type of Business	2016 Assessed Valuation	Percentage of Total Assessed Valuation
Dow Chemical Company	Chemical Manufacturer	$ 2,577,296	10.79%
Phillips 66 Company	Petroleum Refinery	609,849	2.55%
BASF Corp Chemicals Division	Chemical Manufacturer	543,526	2.28%
Ineos USA LLC	Chemical Manufacturer	514,890	2.16%
Chevron Phillips Chemical Co LP	Petroleum Refinery	506,968	2.12%
Denbury Onshore LLC	Utility	167,425	0.70%
Freeport LNG	Natural Gas	163,202	0.68%
Shintech Inc.	Chemical Manufacturer	138,900	0.58%
Centerpoint Energy Inc.	Utility	138,600	0.58%
Seaway Crude Pipeline LP	Utility	120,091	0.50%
		$ 5,480,747	$ 22.94%

2007 Taxpayer	Type of Business	2007 Assessed Valuation	Percentage of Total Assessed Valuation
Dow Chemical Company	Chemical Manufacturer	$ 2,902,449	24.74%
BASF Corp - Chemical Division	Chemical Manufacturer	627,096	5.35%
Conoco/Phillips Company	Petroleum Refinery	617,278	5.26%
Innovene USA LLC	Chemical Manufacturer	345,561	2.95%
Chevron Phillips Chemical Co LP	Petroleum Refinery	327,615	2.79%
Equistar Chemicals	Chemical Manufacturer	227,791	1.94%
Shintech, Inc.	Chemical Manufacturer	163,943	1.40%
Centerpoint Engergy Inc	Utility Company	133,519	1.14%
Oyster Creek Limited	Chemical Manufacturer	119,138	1.02%
Innovene LLC	Chemical Manufacturer	115,532	0.98%
		$ 5,579,922	$ 47.56%

Source: Brazoria County Appraisal District

Assessed Valuation - 2016	$	23,887,484
Assessed Valuation - 2007	$	11,732,050

BRAZORIA COUNTY, TEXAS

PROPERTY TAX LEVIES AND COLLECTIONS Table 8

Last Ten Fiscal Years

(Amounts in thousands)

Fiscal Year	Taxies Levied For the Fiscal Year (Original Levy)	Collected Within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount Collected	Percentage of Original Levy		Amount	Percentage of Levy
2016	$ 115,243	$ 114,341	99.22%	$ --	$ 114,341	99.22%
2015	110,020	109,046	99.11%	559	109,605	99.62%
2014	103,852	102,913	99.10%	448	103,361	99.53%
2013	98,767	97,705	98.92%	546	98,251	99.48%
2012	91,984	90,896	98.82%	577	91,473	99.44%
2011	89,443	88,280	98.70%	573	88,853	99.34%
2010	85,056	83,846	98.58%	670	84,516	99.37%
2009	80,634	79,473	98.56%	629	80,102	98.34%
2008	72,190	71,118	98.52%	474	71,592	99.17%
2007	67,995	66,923	98.42%	507	67,430	99.17%

Source: Brazoria County Tax Assessor-Collector

Note: The information in this schedule relates to the County's own property tax levies, and does not include those it collected on behalf of other governments.

BRAZORIA COUNTY, TEXAS

RATIOS OF GENERAL BONDED DEBT OUTSTANDING Table 9

Last Ten Fiscal Years

	Governmental Activities					Business-type Activities		Combined
Fiscal Year	General Obligation Bonds	Certificates of Obligation	Premium on Bonds	Tax Note	Amounts Available for Debt Service	Certificates of Obligation	Amounts Available for Debt Service	Gross Long-Term Debt
2007	$ 29,060,000	$ 22,510,000	$ 688,029	$ -0-	$ 3,948,197	$ 175,000	$ 80,000	$ 52,258,039
2008	34,170,000	21,465,000	963,977	-0-	2,809,782	90,000	85,000	56,598,977
2009	31,115,000	20,280,000	867,766	-0-	2,947,736	-0-	-0-	52,262,766
2010	47,320,000	19,050,000	865,857	-0-	3,554,187	-0-	-0-	67,235,857
2011	43,565,000	17,775,000	756,931	-0-	3,794,632	-0-	-0-	62,096,931
2012	52,310,000	37,075,000	3,690,314	-0-	4,182,039	-0-	-0-	93,075,314
2013	48,015,000	35,850,000	3,394,545	-0-	3,884,099	-0-	-0-	87,259,545
2014	45,140,000	35,225,000	3,153,740	9,900,000	4,099,428	-0-	-0-	83,518,740
2015	42,175,000	34,570,000	2,912,935	8,135,000	4,597,231	-0-	-0-	79,657,935
2016	38,035,000	33,010,000	4,411,736	7,885,000	7,379,060	-0-	-0-	75,456,736

Note: Details regarding the County's outstanding debt are found in the notes to the financial statements.

Governmental & Business-type Activities

Amount Available for Debt Service	Net Long-Term Debt	Total Taxable Assessed Value Plus Exemptions	Percent of Actual Value	Population	General Long-Term Debt Per Capita	Personal Income (thousands of dollars)	Percent of Personal Income
$ 4,028,197	$ 48,229,832	$ 18,008,536,000	0.29%	293,106	$ 178	$ 7,881,620	0.66%
2,894,782	53,704,195	18,791,705,000	0.30%	301,228	188	8,278,348	0.68%
2,947,736	49,315,030	20,342,928,000	0.26%	309,208	169	8,228,571	0.64%
3,354,187	63,881,670	19,143,901,000	0.35%	313,166	215	8,306,728	0.81%
3,794,632	58,302,299	19,116,193,000	0.32%	319,781	194	8,184,475	0.76%
4,182,039	88,893,275	19,574,441,000	0.48%	323,185	288	8,573,092	0.97%
3,884,099	83,375,446	20,221,136,000	0.43%	330,460	264	9,463,383	0.92%
4,099,428	79,419,312	21,570,410,000	0.39%	335,943	249	9,718,831	0.86%
4,597,231	75,060,704	22,173,766,000	0.36%	339,455	235	9,968,436	0.80%
7,379,060	68,077,676	23,887,484,000	0.32%	354,355	213	11,198,681	0.67%

BRAZORIA COUNTY, TEXAS

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT

As of September 30, 2016

Governmental Unit	Debt As Of	Debt Outstanding		Estimated Percentage Applicable **	Estimated Share of Direct and Overlapping Debt
Special Districts:					
Angleton-Danbury Medical Center	01/31/2016	$ 10,150,000	*	100.00%	$ 10,150,000
Angleton Drainage District	11/30/2007	--		100.00%	--
Brazoria Co. MUD #1 (Pearland)	11/30/2007	--		100.00%	--
Brazoria Co. MUD #2 (Southwyck)	05/07/2015	2,274,667		100.00%	2,274,667
Brazoria Co. MUD #3	12/31/2014	7,123,842		100.00%	7,123,842
Brazoria Co. MUD #4 (Country Place)	02/14/2011	5,533,807		100.00%	5,533,807
Brazoria Co. MUD #6 (Weatherford)	05/31/2015	19,275,559		100.00%	19,275,559
Brazoria Co. MUD #16	07/31/2015	8,180,273		100.00%	8,180,273
Brazoria Co. MUD #17	07/31/2015	23,245,042		100.00%	23,245,042
Brazoria Co. MUD #18	11/17/2015	24,104,667		51.01%	12,295,791
Brazoria Co. MUD #19	02/28/2015	30,530,917		100.00%	30,530,917
Brazoria Co. MUD #21	10/19/2015	28,994,253		100.00%	28,994,253
Brazoria Co. MUD #23	02/15/2015	14,682,870		100.00%	14,682,870
Brazoria Co. MUD #25	11/14/2014	22,598,700		100.00%	22,598,700
Brazoria Co. MUD #26	01/31/2016	37,955,000		100.00%	37,955,000
Brazoria Co. MUD #28	07/31/2015	20,018,436		77.58%	15,530,303
Brazoria Co. MUD #29	07/31/2015	11,294,808		100.00%	11,294,808
Brazoria Co. MUD #31	10/01/2015	21,403,372		100.00%	21,403,372
Brazoria Co. MUD #34	07/23/2015	29,428,242		100.00%	29,428,242
Brazoria Co. MUD #35	04/15/2015	9,042,595		100.00%	9,042,595
Brazoria-Fort Bend Co. MUD #1	01/31/2016	61,665,000		56.81%	35,031,887
Brazosport College District	08/31/2015	61,147,412		100.00%	61,147,412
Varner Creek Utility District	12/31/2014	7,702,158		100.00%	7,702,158
Port Freeport	09/30/2014	2,552,072		100.00%	2,552,072
Brazoria Co. FWSD #1	06/30/2012	--		100.00%	--
Commodore Cove Improvement District	01/31/2016	60,000	*	100.00%	60,000
Sedona Lakes MUD #1	11/19/2015	18,034,794		100.00%	18,034,794
Velasco Drainage District	01/31/2016	5,775,000		100.00%	5,775,000
Total Special Districts		$ 482,773,486			$ 439,843,363
Cities:					
Alvin	09/30/2014	$ 9,366,180		100.00%	$ 9,366,180
Angleton	09/30/2014	8,496,278		100.00%	8,496,278
Brazoria	01/31/2016	1,160,000	*	100.00%	1,160,000
Clute	01/31/2016	13,200,000	*	100.00%	13,200,000
Danbury	01/31/2016	1,719,000	*	100.00%	1,719,000
Freeport	01/31/2016	3,365,000	*	100.00%	3,365,000
Hillcrest Village	01/31/2016	80,000	*	100.00%	80,000
Town of Holiday Lakes	06/30/2014	18,000	*	100.00%	18,000
Lake Jackson	11/11/2015	15,021,991		100.00%	15,021,991
Manvel	01/31/2016	5,395,000	*	100.00%	5,395,000
Oyster Creek	01/31/2016	150,000	*	100.00%	150,000
Pearland	09/30/2015	290,135,472		87.95%	255,174,148
Richwood	01/31/2016	2,505,000	*	100.00%	2,505,000
Sweeny	01/31/2016	2,272,000	*	100.00%	2,272,000
West Columbia	01/31/2016	140,000	*	100.00%	140,000
Total Cities		$ 353,023,921			$ 318,062,597

(continued)

BRAZORIA COUNTY, TEXAS

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT - Continued Table 10

As of September 30, 2016

Governmental Unit	Debt As Of	Debt Outstanding	Estimated Percentage Applicable **	Estimated Share of Direct and Overlapping Debt
School Districts:				
Alvin CCD	08/31/2014	$ 12,856,635	100.00%	$ 12,856,635
Alvin ISD	06/30/2015	470,075,756	100.00%	470,075,756
Angleton ISD	01/31/2016	129,114,513	100.00%	129,114,513
Brazosport ISD	08/31/2014	178,745,008	100.00%	178,745,008
Columbia-Brazoria ISD	11/01/2015	35,504,782	100.00%	35,504,782
Damon ISD	01/31/2016	--	100.00%	--
Danbury ISD	08/31/2015	2,465,620	100.00%	2,465,620
Pearland ISD	06/30/2015	294,362,401	97.71%	287,621,502
Sweeny ISD	01/31/2016	37,210,000	100.00%	37,210,000
Total School Districts		$ 1,160,334,715		$ 1,153,593,816
Subtotal, overlapping debt				$ 1,911,499,775
Total direct debt - Brazoria County			9/30/2016	78,927,000
Total direct and overlapping debt				$ 1,990,426,775

Source: Brazoria County Auditor's office and Municipal Advisory Council of Texas, *Texas Municipal Reports.*

* Gross Debt

** The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion another governmental unit's taxable assessed value that is within the County's boundaries and dividing it by each unit's total taxable assessed value.

BRAZORIA COUNTY, TEXAS

LEGAL DEBT MARGIN INFORMATION Table 11

Last Ten Fiscal Years

(Unaudited)

(Amounts in thousands)

	2007	2008	2009	2010
Assessed Value	$ 18,008,536	$ 19,706,149	$ 20,872,439	$ 20,196,059
Debt Limit 25%	25%	25%	25%	25%
Debt Limit	$ 4,502,134	$ 4,926,537	$ 5,218,110	$ 5,049,015
Total bonded debt	$ 51,570	$ 55,635	$ 51,395	$ 66,370
Less: Amount available-repayment of General obligation bonds	3,895	4,097	2,948	3,354
Total net debt applicable to limit	$ 47,675	$ 51,538	$ 48,447	$ 63,016
Legal debt margin	$ 4,454,459	$ 4,874,999	$ 5,169,663	$ 4,985,999
Total net debt applicable to the limit As a percentage of debt limit	1.1%	1.0%	0.9%	1.2%

Texas Constitution Article 3 Section 52b

Under Legislative provision, any county, political subdivision of a county, number of adjoining counties, political subdivision of the State, or defined district now or hereafter to be described and defined within the State of Texas, and which may or may not include, towns, villages or municipal corporations, upon a vote of two-thirds majority of the voting qualified voters or such district or territory to be affected thereby, may issue bonds or otherwise lend its credit in any amount not to exceed one-fourth of the assessed valuation of the real property of such district or territory, except that the total bonded indebtedness of any city or town shall never exceed the limits imposed by other provisions of this Constitution, and levy and collect taxes to pay the interest thereon and provide a sinking fund for the redemption thereof.

2011	2012	2013	2014	2015	2016
$ 19,596,750	$ 19,574,441	$ 20,221,136	$ 21,570,410	$ 22,173,766	$ 23,887,484
25%	25%	25%	25%	25%	25%
$ 4,899,188	$ 4,893,610	$ 5,055,284	$ 5,392,603	$ 5,543,442	$ 5,971,871
$ 61,340	$ 89,385	$ 83,865	$ 90,265	$ 84,880	$ 78,930
3,795	4,182	3,884	4,099	4,597	7,379
$ 57,545	$ 85,203	$ 79,981	$ 86,166	$ 80,283	$ 71,551
$ 4,841,643	$ 4,808,407	$ 4,975,303	$ 5,306,437	$ 5,463,159	$ 5,900,320
1.2%	1.7%	1.6%	1.6%	1.4%	1.2%

BRAZORIA COUNTY, TEXAS

DEMOGRAPHIC AND ECONOMIC STATISTICS Table 12

Last Ten Fiscal Years

Fiscal Year	Population*	Personal Income** (thousands of dollars)	Per Capita Personal Income*	School Enrollment***	Unemployment Rate*
2007	293,106	$ 7,881,620	$ 26,890	56,226	4.5
2008	301,228	8,278,348	27,482	58,002	5.2
2009	309,208	8,229,571	26,615	59,074	8.2
2010	313,166	8,306,728	26,525	60,251	8.3
2011	319,781	8,184,475	25,594	61,341	8.9
2012	323,185	9,572,093	29,618	62,244	7.0
2013	330,460	9,463,383	28,637	63,460	6.5
2014	335,943	9,718,831	28,930	64,712	5.4
2015	339,455	9,968,436	29,366	66,521	4.5
2016	354,355	11,198,681	31,603	68,497	5.1

* Information from The Economic Development Alliance for Brazoria County – Gary Basinger, CEcD

** Years 2007-2016 Information from The Economic Development Alliance for Brazoria County.

*** Information from http://www.tea.state.tx.us/

BRAZORIA COUNTY, TEXAS

PRINCIPAL EMPLOYERS

Current Year

Table 13

Employer	2016 Number of Employees	2016 Rank	2016 % of Total County Employment	2007 Number of Employees	2007 Rank	2007 % of Total County Employment
The Dow Chemical Company	3,900	1	2.4%	4,570	1	3.4%
Alvin ISD	3,232	2	2.0%	1,758	8	1.3%
Pearland ISD	2,658	3	1.7%	2,150	5	1.6%
Texas Department of Criminal Justice	2,409	4	1.5%	2,483	4	1.9%
The Infinity Group	1,929	5	1.2%	2,853	2	2.1%
Brazosport ISD	1,699	6	1.1%	2,015	7	1.5%
Brazoria County	1,382	7	0.9%	1,363	10	1.0%
Olin Corporation	1,200	8	0.7%			
Phillips 66	1,035	9	0.6%			
BASF Corporation	956	10	0.6%			
Wal-Mart Associates, Inc.				2,700	3	2.0%
Industrial Specialists, Inc.				2,090	6	1.6%
Zachry Construction				1,570	9	1.2%
Total	20,400		12.7%	23,552		17.6%
Total County Employment	160,160			132,828		

Source: Economic Development Alliance of Brazoria County
Texas Workforce Commission website http://www.tracer2.com

Note: Total 2016 employers exclude retail. All 2007 employers include retail.

BRAZORIA COUNTY, TEXAS

FULL-TIME EQUIVALENT COUNTY GOVERNMENT EMPLOYEES BY FUNCTION Table 14

Last Ten Fiscal Years

Function	Full-time Equivalent Employees as of September 30,									
	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
General administration	66	73	73	72	70	70	73	66	70	75
Judicial and legal	181	186	191	187	192	196	200	196	220	221
Financial administration	111	110	111	108	105	113	112	113	118	125
Elections	29	34	42	46	48	58	63	11	11	12
Public facilities	22	23	24	24	25	24	23	23	23	25
Public safety	183	193	197	206	204	204	207	207	231	225
Corrections	324	337	335	358	351	350	354	342	347	273
Public transportation	172	171	172	164	167	163	164	168	173	165
Health and welfare	79	80	91	91	86	85	82	77	82	81
Culture and recreation	127	126	132	136	133	133	135	110	140	147
Conservation	11	11	11	9	8	10	9	9	10	10
Environmental protection	4	4	4	4	4	3	4	4	4	4
Community development	4	4	5	6	5	5	5	5	4	4
Airport	8	9	9	8	11	11	11	11	11	12
Total	1,321	1,361	1,397	1,419	1,409	1,425	1,442	1,342	1,444	1,379

Source: Brazoria County Human Resource

Note: Totals have changes due to who qualifies as a full time employee. This table was revised in 2012.


STATE OF TEXAS
COUNTY OF BRAZORIA

BRAZORIA COUNTY, TEXAS

OPERATING INDICATORS BY FUNCTION Table 15

Last Ten Fiscal Years

Function	Fiscal Year 2007	2008	2009	2010	2011
General Administration:					
County Clerk:					
Marriage License applications	1,905	1,865	1,978	1,979	1,998
Birth certificates filed	1,330	1,325	1,251	1,262	1,044
Death certificates filed	1,270	1,126	1,248	1,251	1,347
Probate cases filed	738	762	763	773	747
Beer license applications	118	126	126	88	89
Judicial and Legal:					
District Court Level:					
Beginning civil cases pending	5,543	5,684	5,171	6,332	6,544
Civil cases docket adjustment		178	(132)	(387)	232
Civil cases filed	5,947	6,028	6,686	6,709	7,085
Civil cases disposed	5,806	6,719	5,393	6,110	6,836
Ending civil cases pending	5,684	5,171	6,332	6,544	7,025
Beginning criminal cases pending	2,121	1,973	2,334	2,312	2,448
Criminal cases docket adjustment	4	70		2	(290)
Criminal cases filed	2,788	3,668	3,201	2,918	3,548
Criminal cases disposed	2,940	3,377	3,223	2,784	3,572
Ending criminal cases pending	1,973	2,334	2,312	2,448	2,134
County Court Level:					
Beginning civil cases pending	1,382	1,975	1,760	1,260	1,053
Civil cases docket adjustment	2		18	1	93
Civil cases filed	3,453	2,620	7,650	1,863	1,951
Civil cases disposed	2,862	2,835	7,176	2,071	1,929
Ending civil cases pending	1,975	1,760	1,260	1,053	1,168
Beginning criminal cases pending	6,763	6,181	5,266	5,758	6,007
Criminal cases docket adjustment			18	(4)	(866)
Criminal cases filed	7,176	6,192	7,650	6,707	7.578
Criminal cases disposed	7,758	7,107	7,176	6,454	7.697
Ending criminal cases pending	6,181	5,266	5,758	6,007	5.022
Beginning juvenile cases pending	191	202	197	181	135
Juvenile cases docket adjustment					86
Juvenile cases filed	718	536	519	462	593
Juvenile cases disposed	707	541	535	508	649
Ending juvenile cases pending	202	197	181	135	165

Fiscal Year				
2012	2013	2014	2015	2016
2,087	2,076	2,487	2,345	2,413
1,222	1,176	1,385	1,023	1,074
1,461	1,446	1,890	1,502	1,604
753	824	855	894	951
71	67	72	76	81
7,025	6,345	6,065	5,560	4,934
2		(1,377)	(84)	(5)
6,634	5,655	6,475	6,106	6,461
7,316	5,935	5,603	6,648	6,230
6,345	6,065	5,560	4,934	5,160
2,134	2,137	2,228	2,282	2,022
5	2		(374)	(69)
3,306	3,435	3,146	3,432	3,603
3,308	3,346	3,092	3,318	3,535
2,137	2,228	2,282	2,022	2,021
1,167	1,189	1,196	1,213	1,077
(14)	1	(28)	(17)	(12)
1,885	1,796	1,669	1,371	1,461
1,849	1,790	1,624	1,490	1,316
1,189	1,196	1,213	1,077	1,210
5,022	4,766	4,579	4,926	4,506
(8)	14	(14)	(531)	(249)
7,971	7,845	8,268	7,612	7,493
8,219	8,046	7,907	7,501	7,424
4,766	4,579	4,926	4,506	4,326
165	116	154	142	143
98	90	88	(26)	31
561	515	505	515	402
708	567	605	488	482
116	154	142	143	94

(continued)

BRAZORIA COUNTY, TEXAS

OPERATING INDICATORS BY FUNCTION Table 15

Last Ten Fiscal Years

Function	Fiscal Year 2007	2008	2009	2010	2011
Judicial and Legal:					
Justice of the Peace Level:					
Cases Filed:					
Traffic	30,787	29,008	26,236	22,763	24,317
Non-traffic	10,990	9,406	9,857	8,467	7,779
Small claims suits	429	496	528	455	421
Forcible entry & detainer	2,480	2,345	2,322	2,481	2,177
Other civil suits	1,114	2,294	1,787	1,226	1,429
Cases Disposed:					
Traffic	31,162	28,688	24,556	24,329	23,823
Non-traffic	12,632	10,299	9,079	8,914	7,988
Small claims suits	476	471	473	513	378
Forcible entry and detainer	2,248	2,328	2,257	2,388	2,105
Other civil suits	862	1,675	1,712	1,487	1,208
Inquests	341	316	335	311	278
Financial Administration:					
County Auditor:					
Accounts payable check issued	19,650	20,171	20,242	20,199	19,317
Accounts payable wires issued					
Accounts payable ACH's issued					
Human Resources:					
Pre-employment drug screens	274	242	185	166	288
Employee random drug screen	64	73	99	89	70
Payroll checks	4,866	4,444	4,071	3,382	3,170
Payroll advices	30,231	31,800	33,051	33,764	33,911
Purchasing:					
Number of purchase orders issued	8,991	8,754	8,026	8,305	7,662
Tax Assessor-Collector:					
Registered voters	160,507	172,768	167,921	164,625	168,769
Voting precincts	77	71	72	72	62
Elections:					
Computerized Voting Equipment:					
Judges booths	125	125	135	135	135
Regular voting machines	499	623	623	623	623
ADA compliant voting machine	125	125	125	125	125

Fiscal Year				
2012	2013	2014	2015	2016
50,384	43,565	39,962	40,033	38,434
35,067	33,162	15,828	14,983	9,437
681	568	1,601	2,305	2,534
3,008	2,752	2,876	2,806	3,060
3,072	2,779	1,644	1,268	1,305
21,937	19,835	23,774	23,115	21,937
13,503	13,285	7,082	8,638	3,822
438	310	937	1,238	1,493
2,722	2,428	2,642	2,527	2,784
1,696	1,294	878	565	575
311	318	341	387	405
18,329	18,434	18,557	17,441	16,867
		120	122	109
		1,190	2,333	3,628
178	181	180	205	256
89	164	190	168	115
2,834	2,212	1,866	1,278	1,069
34,853	35,853	36,799	37,820	39,474
7,943	7,241	7,072	7,482	7,350
181,576	179,063	179,445	187,525	201,682
66	68	65	63	63
135	135	135	135	135
623	623	623	623	679
125	125	125	125	125

(continued)

BRAZORIA COUNTY, TEXAS

OPERATING INDICATORS BY FUNCTION Table 15

Last Ten Fiscal Years

Function	Fiscal Year 2007	2008	2009	2010	2011
Corrections:					
Detention Center - Adult:					
Facility square footage	209,962	209,962	209,962	209,962	209,962
Number of Male beds	1,073	1,073	1,073	1,073	1,073
Number of Female beds	96	96	96	96	96
Detention Center - Juvenile:					
Capacity:					
Detention	32	32	32	52	52
Residential	24	24	24	24	24
Health and Welfare:					
Environmental Health:					
Septic permits issued	600	1,063	409	419	388
Indigent Health Care:					
Indigent patients	1,200	1,172	406	526	412
Water Lab:					
Water test performed	8,639	8,827	8,395	8,234	8,129
Culture and Recreation:					
Library:					
Library locations	11	11	11	12	12
Collection inventory	590,399	593,128	608,484	610,028	608,127
Items checked out	1,364,303	1,335,901	1,305,167	1,424,178	1,460,912
Library program attendance	44,642	43,468	45,046	41,586	41,893
Internet usage	218,607	292,449	316,054	337,804	286,277
Parks and Recreation:					
Museum	1	1	1	1	1
Environmental Protection:					
Flood Plain Administrator:					
Construction permits issued	3,127	2,308	1,708	1,895	2,157
Estimated value of construction	896,501,328	623,458,910	423,848,799	405,085,040	379,466,135
Community Development:					
First time homebuyers	18	12	23	22	20
Reconstructions (home replacement)	6	3	4	3	2
Rehabilitation (home repair)	1	2	2	3	1

Sources: Various County departments. Case data is reported to the Texas Office of Court Administration. In addition to the Flood Plain Administrator, cities within the County provided construction permit information. For the Indigent Health Care patients, the numbers reflect a decrease from 100% coverage of the federal poverty guidelines to the present coverage of 21%.

Note: N/A - Data is not available for the year.

Fiscal Year				
2012	2013	2014	2015	2016
209,962	209,962	209,962	209,962	209,962
1,073	1,073	1,073	1,073	1,073
96	96	96	96	96
52	52	52	52	52
24	24	24	24	24
400	454	565	575	619
394	351	279	246	303
7,942	7,621	7,921	7,804	9,155
12	12	12	12	12
587,243	609,649	631,477	736,265	737,455
1,444,729	1,436,680	1,492,341	1,591,214	1,830,903
45,978	55,458	68,577	49,845	64,461
270,668	250,548	248,388	229,613	217,959
1	1	1	1	1
1,936	2,208	2,677	3,144	3,325
434,749,197	595,509,275	804,291,178	983,002,659	928,457,847
19	17	10	9	7
7	5	0	4	2
2	1	0	0	2

BRAZORIA COUNTY, TEXAS

CAPITAL ASSET STATISTICS BY FUNCTION Table 16

Last Ten Fiscal Years

Function/Program	Fiscal Year 2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Airport:										
7,000 Runway	1	1	1	1	1	1	1	1	1	1
Health and Welfare:										
Health clinic locations	7	7	7	7	7	7	7	7	7	7
Public Facilities:										
County Parks	9	9	9	9	9	9	9	9	9	10
Public Safety:										
Sheriff Vehicles	109	125	119	116	123	124	103	150	123	129
Constable Vehicles	16	25	25	28	26	27	28	35	40	40
Public Transportation:										
Roads - Paved (miles)	1012.47	1020.42	1042.69	1048.04	1048.65	1055.34	1057.75	1057.78	1058.29	1058.29
Roads - Unpaved (miles)	169.95	169.95	169.95	167.82	167.82	168.82	168.82	168.82	168.82	168.82
Bridges	126	126	127	128	130	131	131	131	131	131

Source: Various County departments, Brazoria County Auditor's office capital assets listing.

FEDERAL AND STATE AWARDS SECTION


STATE OF TEXAS
COUNTY OF BRAZORIA

Kennemer, Masters & Lunsford

CERTIFIED PUBLIC ACCOUNTANTS
Limited Liability Company

Lake Jackson Office:
8 West Way Court
Lake Jackson, Texas 77566
979-297-4075

Angleton Office:
2801 N. Velasco Suite C
Angleton, Texas 77515
979-849-8297

El Campo Office:
201 W. Webb
El Campo, Texas 77437
979-543-6836

Houston Office:
10850 Richmond Ave., Ste 135
Houston, Texas 77042
281-974-3416

Independent Auditor's Report
On Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*

The Honorable County Judge
and Members of Commissioners'
Court of Brazoria County, Texas

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Brazoria County, Texas (the "County"), as of and for the year ended September 30, 2016, and the related notes to the financial statements, which collectively comprise the County's basic financial statements, and have issued our report thereon dated March 29, 2017.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the County's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, we do not express an opinion on the effectiveness of the County's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The Honorable County Judge
and Members of Commissioners'
Court of Brazoria County, Texas

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Kennemer, Masters & Rungford, LLC

Lake Jackson, Texas
March 29, 2017

Kennemer, Masters & Lunsford

CERTIFIED PUBLIC ACCOUNTANTS
Limited Liability Company

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Independent Auditor's Report
On Compliance for each Major Program and on Internal Control over Compliance Required by the Uniform Guidance and the State of Texas Single Audit Circular

The Honorable County Judge
and Members of Commissioners'
Court of Brazoria County, Texas

Report on Compliance for Each Major Federal Program

We have audited Brazoria County, Texas (the "County") compliance with the types of compliance requirements described in the *OMB Compliance Supplement* and the State of Texas *Single Audit Circular* that could have a direct and material effect on each of the County's major federal and state programs for the year ended September 30, 2016. The County's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the federal and state statutes, regulations, and the terms and conditions of its federal and state awards applicable to its federal and state programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the County's major federal and state programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and the State of Texas *Single Audit Circular*. Those standards, the Uniform Guidance and the Texas *Single Audit Circular* require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal or state program occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal and state program. However, our audit does not provide a legal determination of the County's compliance.

The Honorable County Judge
and Members of Commissioners'
Court of Brazoria County, Texas

Opinion on Each Major Federal Program

In our opinion, Brazoria County, Texas, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the year ended September 30, 2016.

Report on Internal Control over Compliance

Management of the County is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the County's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal and state program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal and state program and to test and report on internal control over compliance in accordance with the Uniform Guidance and the Texas *Single Audit Circular*, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal or state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance and the Texas *Single Audit Circular*. Accordingly, this report is not suitable for any other purpose.

Kennemer, Masters & Rumford, LLC

Lake Jackson, Texas
March 29, 2017

BRAZORIA COUNTY, TEXAS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS *Page 1 of 1*
For the Year Ended September 30, 2016

I. Summary of auditor's results:

1. Type of auditor's report issued on the financial statements: Unmodified.
2. No internal control findings, that were required to be reported in this schedule, was disclosed in the audit of the financial statements.
3. Noncompliance, which is material to the financial statements: None.
4. No internal control findings, that were required to be reported in this schedule, was disclosed in the audit of the major programs.
5. Type of auditor's report on compliance for major programs: Unmodified.
6. Did the audit disclose findings which are required to be reported in accordance with 2 CFR 200.516(a): No
7. Major Programs Include:
   Federal:
   - 10.557 Women, Infants and Children (WIC Program)
   - 15.668 Coastal Impact Assistance Program (CIAP)
   - 20.205 Highway Planning and Construction Program

   State:
   - TJJD Cluster Programs
   - Aircheck Texas Repair and Replacement Assistance Program
   - Drug Court Program
8. Dollar threshold used to distinguish between Type A and Type B programs: Federal $ 750,000; State $ 300,000.
9. Low Risk Auditee: Federal – Yes; State – Yes.

II. Findings related to the financial statements

None.

III. Findings and questioned costs related to the federal and state awards.

None.

None.

None.

BRAZORIA COUNTY, TEXAS
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS Exhibit 26
For the Year Ended September 30, 2016 Page 1 of 4

Federal Grantor/ Pass-Through Grantor/ Program Title	Federal CFDA Number	Contract/ Program Number	Expenditures Indirect Costs or Award Amount
U.S. Department of Agriculture:			
Passed Through Texas Department of State Health Services:			
Special Supplemental Nutrition Program for Women, Infants and Children (WIC Program)	10.557	2016-048732-001	$ 1,289,373
			1,289,373
Passed Through Texas Health and Human Services Commission:			
School Breakfast Program (1)	10.553	TX-020-2016	33,928
School Breakfast Program (1)	10.553	TX-020-2017	3,162
National School Lunch Program (1)	10.555	TX-020-2016	51,705
National School Lunch Program (1)	10.555	TX-020-2017	5,053
TOTAL DEPARTMENT OF AGRICULTURE			$ 1,383,221
U.S. Department of Housing and Urban Development:			
Direct Program:			
Community Development Block Grant	14.218	B-13-UC-48-0005	$ 258,197
Community Development Block Grant	14.218	B-14-UC-48-0005	339,715
Community Development Block Grant	14.218	B-15-UC-48-0005	902,803
			1,500,715
Home Program	14.239	M-14-UC-48-0230	249,456
Home Program	14.239	M-15-UC-48-0230	80,259
			329,715
Emergency Shelter Program (ESG)	14.231	S-14-UC-48-0006	11,242
Emergency Shelter Program (ESG)	14.231	S-15-UC-48-0006	125,658
			136,900
Section 8 Housing Choice Voucher Program	14.871	TX484VO 0010	60,622
Section 8 Housing Choice Voucher Program	14.871	TX484VO 0015	765,431
Section 8 Housing Choice Voucher Program	14.871	TX484VO 0016	2,492,858
			3,318,911
Passed Through Texas General Land Office:			
Community Development Block Grant – Recovery Alternative	14.228	DRS010014	531,322
Community Development Block Grant – Recovery Alternative	14.228	DRS220014	1,502,505
			2,033,827
TOTAL U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT			$ 7,320,068

Federal Grantor/ Pass-Through Grantor/ Program Title	Federal CFDA Number	Contract/ Program Number	Expenditures Indirect Costs or Award Amount
U.S. Department of Interior:			
Passed Through Fish and Wildlife Service:			
Coastal Impact Assistance Program - Quintana Beach Coastal Education Center	15.668	F12AF70055	$ 399,854
Coastal Impact Assistance Program – Administrative Costs	15.668	F12AF00815	9,482
Coastal Impact Assistance Program – Restoration of Wetland Wildlife	15.668	F12AF70266	16,650
Coastal Impact Assistance Program – Feeder Beach at Follett's Island	15.668	F14AF00315	39,073
Coastal Impact Assistance Program – Coastal/Wetland Birding Interpretive Trails	15.668	F12AF01190	599,479
TOTAL U.S. DEPARTMENT OF INTERIOR			$ 1,064,538
U.S. Department of Justice:			
Passed Through the Drug Enforcement Agency			
State and Local Task Force Agreement	16.540	--	$ 14,947
			14,947
Passed Through Office of the Governor - Criminal Justice Division:			
Crime Victim Assistance Program	16.575	13535-16	89,400
Victim Service Program	16.575	13536-16	78,108
			167,508
TOTAL U.S. DEPARTMENT OF JUSTICE			$ 182,455
Federal Communication Commission:			
Passed Through Universal Service Administration Company:			
E-rate Library Program	32.001	443016935	$ 43,414
TOTAL U.S. GENERAL SERVICES ADMINISTRATION			$ 43,414
U.S. General Services Administration:			
Direct Program:			
Federal Surplus Property Program	39.003	--	$ 1,463
TOTAL U.S. GENERAL SERVICES ADMINISTRATION			$ 1,463

Federal Grantor/ Pass-Through Grantor/ Program Title	Federal CFDA Number	Contract/ Program Number	Expenditures Indirect Costs or Award Amount
U.S. Department of Transportation:			
Passed Through Texas Department of Transportation:			
Airport Improvement Program (Wildlife Assessment Plan)	20.106	1212ANGLE	$ 846
Airport Improvement Program (Hangar)	20.106	15HGANGLE	65,169
			66,015
Highway Planning and Construction Program	20.205	0912-31-224	1,988,090
Highway Planning and Construction Program	20.205	0912-31-294	4,806,481
			6,794,571
TOTAL U.S. DEPARTMENT OF TRANSPORTATION			$ 6,860,586
U.S. Department of Health and Human Services:			
Passed Through Texas Department of State Health Services:			
CPS - Cities Readiness Initiative	93.069	2016-001171	$ 11,676
CPS - Cities Readiness Initiative	93.069	2016-001171	59,173
CPS - BIOTERR	93.069	2016-001182	172,326
CPS - UNIQUE	93.069	2016-004029	31,714
			274,889
Passed Through Texas Department of Family and Protective Services:			
Foster Care Title IV-E	93.658	23940142	39,363
Foster Care Title IV-E Legal Costs	93.658	23940143	78,637
			118,000
TOTAL U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			$ 392,889

Federal Grantor/ Pass-Through Grantor/ Program Title	Federal CFDA Number	Contract/ Program Number	Expenditures Indirect Costs or Award Amount
U.S. Department of Homeland Security:			
Direct:			
Public Assistance Grant – May 2015 Flooding	97.036	FEMA-4223-DR-TX	$ 73,623
Passed Through Texas Department of Public Safety's Division Of Emergency Management:			
Emergency Management Performance Grant	97.042	16TX-EMPG-0310	$ 67,939
Passed Through Governor's Division of Emergency Management:			
2014 - UASI	97.067	EMW-2014-SS-00029	36,567
2015 - Brazoria County Management & Admin	97.067	2985901	2,009
2015 - Brazoria County Community Preparedness	97.067	2970801	111,555
2016 - Mobile Data Terminals for Specialized Investigative Units	97.067	2960001	46,807
			196,938
TOTAL DEPARTMENT OF HOMELAND SECURITY			$ 338,500
TOTAL FEDERAL ASSISTANCE			$ 17,587,134
TOTAL MAJOR PROGRAMS			$ 9,148,482
TYPE A PROGRAM			$ 750,000

(1) Child Nutrition Cluster

BRAZORIA COUNTY, TEXAS
SCHEDULE OF EXPENDITURES OF STATE AWARDS
For the Year Ended September 30, 2016

State Grantor/ Pass-Through Grantor/ Program Title	Contract/ Program Number	Expenditures or Award Amount
Texas Department of State Health Services:		
Direct Programs:		
Immunization OPTS/LHS	2016-001074-01	$ 167,126
Immunization OPTS/LHS	2017-001074-01	14,640
		181,766
RLSS/LPHS Community & Rural Health Program	2016-001184-00	3,442
RLSS/LPHS Community & Rural Health Program	2016-001184-00	26,790
		30,232
Infectious Disease Control Unit – Surveillance & Epidemiology	2016-003771-01	1,749
Infectious Disease Control Unit – Activities	2017-003771-01	43,345
		45,094
TOTAL TEXAS DEPARTMENT OF STATE HEALTH SERVICES		$ 257,092
Texas Juvenile Justice Department:		
Direct Programs:		
State Aid Program (1)	TJJD-A-17-020	$ 155,477
State Aid Program (1)	TJJD-A-16-020	1,252,725
Mental Health Services Program (1)	TJJD-P-16-020	287,294
Juvenile Justice Alternative Education Program (Boot Camp) (1)	TJPC-P-17-020	41,538
TOTAL TEXAS JUVENILE JUSTICE DEPARTMENT		$ 1,737,034
Texas Commission on Environmental Quality:		
Direct:		
Aircheck Texas Repair and Replacement Assistance Program	582-12-20280	$ 934,076
Local Initiatives Program	582-14-40127	94,350
TOTAL TEXAS COMMISSION ON ENVIRONMENTAL QUALITY		$ 1,028,426
Texas Department of Family and Protective Services:		
Direct Program:		
Title IV-B Concrete Services	24184790	$ 667
TOTAL TEXAS DEPARTMENT OF FAMILY AND PROTECTIVE SERVICES		$ 667
Texas Department of Transportation:		
Direct Program:		
Transportation Infrastructure	CTIR-01-020	$ 71,820
Routine Airport Maintenance	M1612ANGLE-FY16RAMP	50,000
TOTAL TEXAS DEPARTMENT OF TRANSPORTATION		$ 121,820

BRAZORIA COUNTY, TEXAS
SCHEDULE OF EXPENDITURES OF STATE AWARDS Exhibit 27
For the Year Ended September 30, 2016 Page 2 of 2

State Grantor/ Pass-Through Grantor/ Program Title	Contract/ Program Number	Expenditures or Award Amount
Office of Attorney General:		
Direct Program:		
Victim Coordinator Liaison Grant (VCLG)	16-62170	$ 3,720
Victim Coordinator Liaison Grant (VCLG)	17-71856	38,489
Statewide Automated Victim Notification Services (SAVNS)	17-70437	27,715
TOTAL OFFICE OF ATTORNEY GENERAL		$ 69,924
Texas Task Force on Indigent Defense:		
Direct Program:		
Indigent Defense Services	212-16-020	$ 255,222
TOTAL TEXAS TASK FORCE ON INDIGENT DEFENSE		$ 255,222
General Land Office:		
Direct Program:		
Beach Cleaning and Maintenance Assistance	16-124-001	$ 28,361
Coastal Erosion Planning Response Act	14-279-000-8447	105,497
TOTAL GENERAL LAND OFFICE		$ 133,858
Office of the Governor (Criminal Justice Division):		
Direct:		
Drug Court Program	2052708	$ 22,740
Drug Court Program	2052709	283,366
		306,106
DWI Court Program	2808002	7,116
DWI Court Program	2808003	140,100
		147,216
Passed Through Houston-Galveston Area Council:		
Regional Mental Health Services	SF421#26067-04	26,250
TOTAL OFFICE OF THE GOVERNOR (CRIMINAL JUSTICE DIVISION)		$ 479,572
TOTAL STATE ASSISTANCE		$ 4,083,615
TOTAL MAJOR PROGRAMS		$ 2,671,110
TYPE A PROGRAM		$ 300,000

(1) TJJD Cluster Programs

BRAZORIA COUNTY, TEXAS
NOTES ON ACCOUNTING POLICIES FOR FEDERAL AND STATE AWARDS
Year Ended September 30, 2016

1. The County uses funds and account groups to report its financial position and the results of its operations. Fund accounting is designated to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities. A fund is a separate accounting entity with a self-balancing set of accounts. An account group, on the other hand, is a financial reporting device designated to provide accountability for certain assets and deferred outflows of resources, and liabilities and deferred inflows of resources that are not recorded in the funds because they do not directly affect net expendable available resources. Funds are classified into three categories: governmental, proprietary, and fiduciary. Each category, in turn is divided into separate "fund types". The following fund types were utilized to account for federal awards.

   Governmental Fund Types:

   General Fund - is the general operating fund of the County. All financial resources, except those required to be accounted for in another fund, are accounted for in the General Fund. Federal financial assistance not required to be reported in other funds is accounted for in the General Fund.

   Special Revenue Funds - used to account for proceeds of specific revenue sources that are legally restricted to expenditures for specific purposes. Federal financial assistance generally is accounted for in a Special Revenue Fund unless required to be reported in a Capital Projects Fund or a proprietary fund type. Generally, unused balances are returned to the grantor at the close of specified project periods.

   Capital Projects Funds - used to account for financial resources to be used for the acquisition or construction of major capital facilities which are not financed by Proprietary and Trust Funds. Federal financial assistance for the construction of major capital facilities generally is accounted for in a Capital Projects Fund. Generally, unused balances are returned to the grantor at the close of specified project periods.

   Proprietary Fund Types:

   Enterprise Fund - used to account for activities similar to those found in the private business enterprises, where the intent of the governing body is that costs (expenses, including depreciation) of providing services be financed primarily through user charges, or where periodic determination of net income is appropriate. Federal financial assistance for the benefiting enterprise operations generally is accounted for in the Enterprise Fund. Generally, unused balances are returned to the grantor at the close of specified project periods.

2. The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. The Governmental Fund types are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and deferred outflows of resources, and current liabilities and deferred inflows of resources 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 fund balance. Federal and State grant funds were accounted for in the General Fund, Special Revenue Fund, and the Capital Projects Fund, a component of the Governmental Fund type.

The Proprietary Fund Types are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and deferred outflows of resources, and all liabilities and deferred inflows of resources associated with the operation of these funds are included on the balance sheet. Fund equity (net total position) is segregated into contributed capital and retained earnings components for proprietary funds. Proprietary fund type operating statements present increases (revenues) and decreases (expenses) in net total position. Federal grant funds were accounted for in the Enterprise Fund (Airport), a component of the Proprietary Fund type.

The modified accrual basis of accounting is used for the Governmental Fund Types. This basis of accounting recognizes revenues in the accounting period in which they become susceptible to accrual, i.e., both measurable and available, and expenditures in the accounting period in which the fund liability is incurred, if measurable, except for unmatured interest on General Long-Term Debt, which is recognized when due, and certain compensated absences and claims and judgments, which are recognized when the obligations are expected to be liquidated with expendable available financial resources.

The accrual basis of accounting is used for the Proprietary Fund Types. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred.

Federal grant funds are considered to be earned to the extent of expenditures/expenses made under the provisions of the grant, and, accordingly, when such funds are received, they are recorded as unearned revenues until earned.

2. The period of availability for state grant funds for the purpose of liquidation of outstanding obligations made on or before the ending date of the federal project period extended 30 days beyond the federal project period ending date, in accordance with provisions in Section H, Period of Availability of Federal Funds, Part 3, OMB Compliance Supplement.

4. Non-Cash Financial Assistance Program – Brazoria County, Texas received non-cash federal financial assistance resulting from purchases of equipment through the Texas Surplus Property program, General Services Administration (CFDA #93.003). During the year ended September 30, 2016, the County received equipment through this program that had an original government acquisition cost of $ 6,510 and an estimated fair value of $ 1,463 at the date of acquisition by the County.

5. Indirect Costs - Brazoria County, Texas received $ 27,292 in reimbursements for indirect costs during the year ended September 30, 2016, $ 5,563 for the Women, Infants and Children programs (WIC) CFDA #10.557, $ 8,001 for the CPS – Cities Readiness Initiative CFDA #93.069 and $ 13,728 Foster Care Title IV-E CFDA #93.658.

6. As of September 30, 2016, the County included $ 73,623 on the schedule of expenditures of Federal Awards from the Public Assistance Grant CFDA #97.036 for expenditures that were incurred in the September 30, 2015 fiscal year. The Federal Emergency Management Agency approved the project worksheets related to the $73,263 in the current fiscal year.


STATE OF TEXAS
COUNTY OF BRAZORIA