

AGENDA ITEM 29

Consider approving sub-consultants contracts for Southwest Williamson County Regional Park

No action was taken on this agenda item.

AGENDA ITEM 30

Consider authorizing County Judge to sign petition requesting voluntary annexation of County Road 113.

Moved: **Commissioner Boatright**

Seconded: **Judge Doerfler**

Motion: To authorize County Judge to sign petition requesting voluntary annexation of County Road 113.

Vote: Motion carried 5 – 0

< Clerk copy recorded on pages 133 and 134 >

COMMISSIONERS COURT RECONVENED AT 3 O'CLOCK P.M. ON TUESDAY, MAY 16, 2000

AGENDA ITEM 31

Consideration and action with respect to "Order Authorizing the Issuance of \$60,000,000. Williamson County, Texas Combination Tax and Revenue Certificates of Obligation, Series 2000A Levying an Ad Valorem Tax and Pledging Certain Revenues in Support of the Certificates; Approving a Paying Agent/Registrar Agreement; and Authorizing Other Matters Related to the Certificates."

(Action on this item to occur at 3:00 p.m. C.D.T.)

The following people voiced their concerns regarding the issuance of Combination Tax and Revenue Certificates of Obligation:

Mr. Robert Seamans of 104 Southcross Road, Georgetown, Texas 78628

Mr. Leonard Fisher of Florence, Texas 76527

Attorney John R. Duer, 1908 East 18th Street, Georgetown, Texas 78626

Louis Repa of Granger, Texas 76530

Mrs. Pauline Wolbrueck of Schwertner, Texas 76573

Williamson County District Clerk Bonnie Wolbrueck

Williamson County District Judge John Carter, 1144 Red Bud Lane, Round Rock, Texas 78664

Juvenile Services Director Charly Skaggs

Mr. George Stevenson of Georgetown, Texas 78628.

Mr. Victor Marek from Schwertner, Texas 76573

First Assistant County Attorney Dale Rye distributed a fact sheet to all in attendance with a copy for filing in the minutes of this meeting.

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Q & A on Year 2000 Certificates of Obligation

Q: Are the Williamson County juvenile detention facilities currently adequate?

A: You be the judge—In 1990, the county had ten secure juvenile detention beds. Since there were approximately 22,500 juveniles (ages 10–16) in the county then, there was one bed per 2250 juveniles. In 1999, there were 41,000 juveniles in the county, and there were *still* just ten secure permanent beds, or one per 4160 juveniles. For comparison, Travis County had one secure juvenile bed for each 598 juveniles; both Dallas and Harris counties had about one per 2200. This means that many youth who would be detained in these counties (for their own protection and community safety) must be released here. Our detention facility is out of compliance with state law due to overcrowding. If it is not expanded, the county will lose about \$900,000 in annual state aid. Since providing juvenile services is not discretionary, making up this amount (plus any losses through litigation) would require a major increase in local property taxes, even without construction.

Q: How many secure detention beds does the county need to accommodate future growth?

A: The Williamson County Juvenile Board commissioned a study in 1994 by Mel Brown and Associates to project future needs. Another study was conducted by Croslin and Associates, Inc., in 2000. Both studies were consistent with internal projections by the Juvenile Services Department. All three studies prove a need for 48 secure detention beds by 2010 and at least 72 by 2020. The proposed juvenile facilities would provide adequate space for phased construction to meet these needs.

Q: Do these projections make unwarranted assumptions that overstate future needs?

A: All the studies assume: (1) a growth rate of 5% per year in the county juvenile population; (2) a constant juvenile crime rate of 32 referrals per 1000 population; (3) a constant rate of 7 detentions per 10 referrals; (4) a constant average stay of 14 days. All these assumptions are extremely conservative and are based on experience with the current overcrowded facilities. They are not a “wish list” to justify unnecessary expansion or expenditure, but assume that every reasonable step will still be taken to avoid detaining youth when any alternative exists.

Q: Is there really a need for additional residential treatment beds for juveniles?

A: Sadly, many juvenile offenders require rehabilitation and treatment outside their homes. The facilities of the Texas Youth Commission can house only the worst of these offenders, with counties expected and required to make up the difference. Many experts on long term youth facilities suggest that one county treatment bed per 750 juveniles in the population is not unreasonable. This would require 74 beds by 2010 and 121 by 2020. The 1994 Brown study recommended about that many, if one takes female offenders into account. However, the 2000 Croslin study concluded that most Texas counties are making do with roughly one bed per 1432 youth. Thus, Williamson County should have 28 beds *today*, instead of the actual total of 20. For lack of an alternative, some juveniles are being sent to extremely expensive private placements, while others are being left in dysfunctional homes. The proposed juvenile facilities would provide 48 long term residential beds, which is considered the minimum necessary to meet needs during this decade. Only a local facility allows involving parents and families in effective treatment; the existing county residential program has a very low 22% recidivism rate. Each of the studies investigated all possible alternatives, such as privatization, and this was the most cost-effective solution.

Q: Why is the existing Williamson County Academy already too small? Was this bad planning?

A: Just after the county bought the old Church of Christ property in Georgetown, the Legislature changed the law to make counties the “educator of last resort” for at-risk youth. The Juvenile

Q & A

Services Department provides schooling for juveniles who have been expelled from one of our twelve local school districts, to avoid these youth being uneducated and unsupervised. Cooperation between the county and the school districts has kept our Juvenile Justice Alternative Education Program much smaller than in comparable counties. Nonetheless, there are already approximately 100 students in the Academy, which was designed for 84 youth. Classes are overflowing into the cafeteria and gym from the seven classrooms. This overcrowding is not only unsafe but also in violation of mandatory state standards. The proposed facility would accommodate 156 students (including the 48 in residential treatment). Again, this will be a bare bones facility with no fat.

Q: What else is projected for the new juvenile facility? Is all this really necessary?

A: The facility will also consolidate juvenile office and courtroom space from four locations to one, at a substantial saving in operating costs. The total projected cost of \$20 million for the overall facility is the smallest amount necessary to meet existing state mandates. Delay will only make the project more expensive and present unacceptable risks of adverse state action and private litigation, to say nothing of the substantial threat to public safety.

Q: Are the Williamson County Jail facilities currently adequate?

A: You be the judge—The Williamson County Jail has a permanent capacity of 342 inmates. On occasions within the past year, we have had 500–600 county prisoners. Each year, the jail census has risen in proportion to our overall county population growth of 5–10%.

Q: Do we have to keep so many people in jail?

A: While this might make a fine philosophical debate, the fact is that Williamson County has very little control over the size of its jail population. During 2000, 12,000 individuals will pass through the jail, with more coming each year. The Sheriff is required by law to accept every prisoner brought to the jail by at least 21 other law enforcement agencies besides the Sheriff's Department itself; he cannot second-guess their decision to arrest. Each of these 22 agencies is required to enforce all of the laws adopted by the Legislature. They cannot use jail crowding as an excuse to ignore the statutes prohibiting such misdemeanor offenses as driving while intoxicated, spousal abuse, burglary of a motor vehicle, or theft up to \$1500. The magistrates who set bail are specifically prohibited by the Texas Commission on Judicial Conduct from basing their decisions on jail population (nonetheless, they release almost twelve defendants for every one detained). There is a certain irreducible amount of time required—even when the defendant is in jail—to obtain an indictment, for defense and prosecution to prepare for a fair trial, and for court officers to research pre-sentence reports. Some crimes, both felonies and misdemeanors, deserve punishment with a jail sentence, even in a county like ours that has been a leader in the use of community corrections alternatives. At any given time, many of the inmates in our county jail are actually state prisoners, convicted felons awaiting transportation to the penitentiary or a parole violation hearing. Others are in jail for failure to pay child support. These are inescapable and uncontrollable facts.

Q: How are you handling the large jail population now?

A: The overflow has been handled through the use of a 96-bed temporary addition (four 24-bed pods) in the basement garage, and rented space in the Corrections Corporation of America (CCA) facility in Taylor.

Q: Can't you just continue doing that in the future?

A: No, for at least five reasons: (1) Notwithstanding these measures, the existing jail has frequently exceeded its legal capacity and staffing level, bringing repeated warnings from the Texas Jail Standards Commission. (2) Due to state-mandated classification and separation policies (e.g., men

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and women must be segregated, as must youthful offenders and hardened criminals), no jail can ever legally fill all its beds. Constant amendment of the state standards is resulting in increased shrinkage of our usable space. (3) Use of the three-year-old temporary addition requires annual approval by the Commission, based on proof of progress towards a permanent replacement—it cannot be used much longer. (4) Williamson County has allocated \$1,278,000 for payments to CCA in 1999–2000, and this is projected to exceed \$2 million in future years. The first 100 beds in the CCA facility are relatively cheap (in consideration of other services provided to the contractor by the county), but each additional bed comes at a cost of \$48.00/day. This is less than or equal to the going rate for rented space in other Texas public and private jails, but is still about \$7.00 more than the actual cost of housing a prisoner in our own jail. In other words, every 100 inmates that the county boards elsewhere cost taxpayers \$255,000 per year in extra costs. (5) Rented space at CCA or elsewhere is only appropriate for persons held after conviction. Pretrial detainees require frequent transport to and from court and need to be kept in Georgetown. In addition, the Taylor facility cannot accommodate more than approximately 200 Williamson County prisoners, a number that has been approached occasionally in the past year. Additional prisoners would require transport to and from an even more distant facility... if the space were available at any price.

Q: How many jail beds are needed, and who says they are necessary?

A: Studies by the Sheriff's Department, the Jail Standards Commission, the Texas Criminal Justice Policy Council, and the County Community Supervision and Corrections (Adult Probation) Department have all reached similar conclusions. None of these agencies wants a bigger jail, but they have all determined that it will be necessary to increase total capacity to 1100 jail beds by 2010. The Commission has recommended a 1400-bed facility with phased construction. Because it takes about two years to design and build a jail, each year of delay would require an additional 100–200 beds to meet 10-year requirements and would require additional per-bed construction costs, due to inflation. Current estimates are that the necessary jail expansion will cost \$32 million.

Q: What could happen if the jail is not expanded?

A: What could—and probably would—happen is for the Jail Standards Commission to issue a remedial order requiring Williamson County to transfer enough prisoners out of its jail to bring itself back into compliance with state law. Alternatively, the Commission could shut down the non-complying facility entirely and require us to move *all* our prisoners elsewhere. County taxpayers would be required to pay the cost of transportation and maintenance for all these transferred prisoners at whatever price the receiving institution chose to charge us. A population of 600 inmates kept elsewhere for \$50/day would cost about \$11,000,000.00/year—over \$2 million more than keeping them in our own jail (without even considering transportation costs). The Commission is currently holding off any enforcement action while the county is making progress towards a long-term solution. If progress falters for any reason, sanctions could—and would—swiftly follow. In addition, the county would face the cost of enormously increased litigation by prisoners and advocacy groups if they perceive that we are not moving with all possible speed.

Q: Why do you claim an expansion of the courts building is necessary?

A: You be the judge—when the existing building was constructed, Williamson County had only recently acquired its fourth trial court. There are now seven active judges, a child support master, retired and visiting judges, and a general jury pool all sharing the facility. The last decade has seen an explosive growth in civil and family law cases, and changes in the law have made each of these a more complex and time-consuming matter than in 1990. The District and County Clerks' offices must store far more paperwork and require more staff to handle those documents. The District and County Attorneys' offices must handle the increase in criminal, juvenile, and family law cases

reflected by the increases in juvenile detention and jail population. They, too, must house files for all these cases and the lawyers and support staff required to process them. On heavy court dates, the crowds in the building approach fire code limits. Efficiency is already suffering due to overcrowding, and there is absolutely no room in the existing facility for expansion.

Q: What about future needs?

A: Current projections indicate that at least two more active courts will be required by 2010, and as many as seven more beyond that by 2020. These courts will need space for their judges, clerks, files, prosecutors, and support staff. The county is legally required to provide this. Because of federal overtime restrictions, holding court on nights or weekends would require doubling the staff at a prohibitive cost. The proposed addition to the courts building, at an approximate cost of \$8 million, would allow meeting needs for at least ten years (barring unforeseen county growth). It would be foolish to expand the jail and juvenile system without eliminating the potential bottleneck in the court system.

Q: Even assuming that the new facilities are needed, why not hold a bond election, rather than issuing certificates of obligation (COs)?

A: There are two reasons: delay and cost. COs can be issued today, while bonds could not be issued until November. As explained above, the juvenile and jail facilities are already facing enforcement action due to overcrowding. Even if the authorities could be persuaded to await the outcome of an election, there would be substantial additional expenses.

Q: How much expense?

A: Approximately \$300,000 extra to meet needs for a shorter period of time, or \$2.7 million extra to meet needs for the original 10 years. There would be an initial expense of \$75,000 for holding the election, not counting publicity expenses. If one assumes that construction costs are inflating at only 3% per year, a six-month delay on a \$60 million project represents \$900,000 less building. The buildings we could afford for the original price would only last about 9 years. To accommodate a 5% annual growth rate, a six-month delay would cost \$2.4 million extra for buildings with the original 10-year life. Because interest rates are rising, the projected increase of 25 basis points (0.25%) in the next six months would cost \$225,000 in additional debt service over the life of a \$60 million loan. If the juvenile facility is built now with COs and the other two projects with bonds, the two smaller issues would cost an extra \$84,000 in issuance costs and \$137,000 in debt service. According to our financial advisors, a bond election would also create uncertainty on the part of the financial authorities who rate our credit and determine our interest rate. Higher rates translate into much more debt service.

Q: Shouldn't the people get to decide whether to spend \$60 million of their own money?

A: Realistically, the people of our county and their elected officials have no choice. A bond election would be a totally illusory exercise in mock democracy. The State of Texas has mandated that we build these facilities. Regardless of the outcome of a bond election, the Commissioners Court of Williamson County has to correct the existing problems. They, the other elected officials, and the numerous outside parties who have studied the problem are convinced that this plan is the most cost-effective way to solve them. In a republican form of government, the people get their say in public decisions by electing men and women whose judgment they trust.

First Southwest Company Dan Wegmiller advised 8 bids by a variety of firms were received by 3 o'clock p.m. today on \$60M Certificate of Obligation issue. The low bidder was Lehman Brothers/Morgan Stanley at 5.9472% interest rate for 20 years.

Judge Doerfler emphasized the amount of the Certificates of Obligation is **not to exceed \$60M** and expressed his appreciation for the interest of all in attendance.

Moved: Judge Doerfler

Seconded: Commissioner Boatright

Motion: To approve "Order Authorizing the Issuance of \$60,000,000. Williamson County, Texas Combination Tax and Revenue Certificates of Obligation, Series 2000A Levying an Ad Valorem Tax and Pledging Certain Revenues in Support of the Certificates; Approving a Paying Agent/Registrar Agreement; and Authorizing Other Matters Related to the Certificates".

Vote: Motion carried 3 – 2 with Commissioners Heiligenstein and Hays voting against the motion.

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COMMISSIONERS COURT ADJOURNED AT 4 O'CLOCK P.M. ON TUESDAY, MAY 16, 2000.

**ORDER AUTHORIZING THE ISSUANCE OF WILLIAMSON COUNTY, TEXAS
COMBINATION TAX AND REVENUE CERTIFICATES OF OBLIGATION, SERIES
2000A LEVYING AN AD VALOREM TAX AND PLEDGING CERTAIN REVENUES IN
SUPPORT OF THE CERTIFICATES; APPROVING A PAYING AGENT/REGISTRAR
AGREEMENT; AND AUTHORIZING OTHER MATTERS RELATED TO THE
CERTIFICATES**

THE STATE OF TEXAS

§

DRAFT

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COUNTY OF WILLIAMSON

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WHEREAS, the Commissioners Court of Williamson County, Texas (the "County") deems it advisable to issue Certificates of Obligation in the aggregate principal amount not to exceed \$60,000,000 for the purpose of paying contractual obligations incurred or to be incurred for: (1) constructing, improving and equipping the Juvenile Justice Center to be located on a portion of the 179 acre tract including constructing related infrastructure such as utilities and roads, (2) reimbursing acquisition costs for 179 acre tract, (3) constructing and equipping expansion of existing County Jail, Criminal Justice Center and Sheriff's Department facilities including constructing related infrastructure such as utilities, roads and parking garage and (4) the payment of professional services for legal, fiscal and engineering fees in connection herewith including the payment of the costs of issuance (the "Contractual Obligations") would be beneficial to the inhabitants of the County and are needed to perform essential County functions.

WHEREAS, the Certificates hereinafter authorized and designated are to be issued and delivered for cash pursuant to Subchapter C of Chapter 271, Texas Local Government Code, as amended and Section 364.051 Texas Health and Safety Code; and

WHEREAS, on April 18, 2000 the Commissioners Court passed a resolution authorizing and directing the giving of notice of intention to issue the Certificates; and

WHEREAS, the notice was published on April 23, 2000 and April 30, 2000 in the *Williamson County Sun*, a newspaper of general circulation in the County and a "newspaper" as defined in Section 2051.044, Government Code; and

WHEREAS, the County received no petition from the qualified electors of the County protesting the issuance of the Certificates; and

WHEREAS, it is considered to be in the best interest of the County that the interest bearing Certificates be issued.

BE IT ORDERED BY THE COMMISSIONERS COURT OF WILLIAMSON COUNTY, TEXAS:

Section 1. RECITALS, AMOUNT AND PURPOSE OF THE CERTIFICATES. The recitals set forth in the preamble hereof are incorporated herein and shall have the same force and

effect as if set forth in this section. The Certificates are hereby authorized to be issued and delivered in the aggregate principal amount not to exceed \$60,000,000 for the purpose of paying contractual obligations incurred or to be incurred for: (1) constructing, improving and equipping the Juvenile Justice Center to be located on a portion of the 179 acre tract including constructing related infrastructure such as utilities and roads, (2) reimbursing acquisition costs for 179 acre tract, (3) constructing and equipping expansion of existing County Jail, Criminal Justice Center and Sheriff's Department facilities including constructing related infrastructure such as utilities, roads and parking garage and (4) the payment of professional services for legal, fiscal and engineering fees in connection herewith including the payment of the costs of issuance.

Section 2. DESIGNATION, DATE, DENOMINATIONS, NUMBERS AND MATURITIES OF CERTIFICATES. Each certificate issued pursuant to this Order shall be designated: "WILLIAMSON COUNTY, TEXAS COMBINATION TAX AND REVENUE CERTIFICATE OF OBLIGATION, SERIES 2000A," and initially there shall be issued, sold and delivered hereunder fully registered certificates, without interest coupons, dated May 1, 2000, in the respective denominations and principal amounts hereinafter stated, numbered consecutively from R-1 upward (except the initial Certificates delivered to the Attorney General of the State of Texas which shall be numbered T-1 upward), payable to the respective initial Registered Owners thereof (as designated in Section 15 hereof), or to the registered assignee or assignees of said Certificates or any portion or portions thereof (in each case, the "Registered Owner"), and said Certificates shall mature and be payable on August 15 in each of the years and in the principal amounts, respectively, as set forth in the following schedules:

<u>YEAR</u>	<u>AMOUNT</u>	<u>YEAR</u>	<u>AMOUNT</u>
2002	\$ 600,000	2012	\$3,600,000
2003	600,000	2013	3,700,000
2004	600,000	2014	3,900,000
2005	700,000	2015	4,200,000
2006	700,000	2016	4,500,000
2007	700,000	2017	4,700,000
2008	4,100,000	2018	5,000,000
2009	4,400,000	2019	5,300,000
2010	3,700,000	2020	5,700,000
2011	3,300,000		

The term "Certificates" as used in this Order shall mean and include collectively the certificates initially issued and delivered pursuant to this Order and all substitute certificates exchanged therefor, as well as all other substitute certificates and replacement certificates issued pursuant hereto, and the term "Certificate" shall mean any of the Certificates.

Section 3. INTEREST. The Certificates scheduled to mature during the years, respectively, set forth below shall bear interest from the dates specified in the Form of Certificate set forth in this Order to their respective dates of maturity or redemption prior to maturity at the following rates per annum:

<u>YEAR</u>	<u>RATE</u>	<u>YEAR</u>	<u>RATE</u>
2002		2012	
2003		2013	
2004		2014	
2005		2015	
2006		2016	
2007		2017	
2008		2018	
2009		2019	
2010		2020	
2011			

Interest shall be payable in the manner provided and on the dates stated in the Form of Certificate set forth in this Order.

Section 4. CHARACTERISTICS OF THE CERTIFICATES. Registration, Transfer, Conversion and Exchange; Authentication. (a) The County shall keep or cause to be kept at Chase Bank of Texas, National Association, Dallas, Texas (the "Paying Agent/Registrar") books or records for the registration of the transfer, conversion and exchange of the Certificates (the "Registration Books"), and the County hereby appoints the Paying Agent/Registrar as its registrar and transfer agent to keep such books or records and make such registrations of transfers, conversions and exchanges under such reasonable regulations as the County and Paying Agent/Registrar may prescribe; and the Paying Agent/Registrar shall make such registrations, transfers, conversions and exchanges as herein provided. The Paying Agent/Registrar shall obtain and record in the Registration Books the address of the Registered Owner of each Certificate to which payments with respect to the Certificates shall be mailed, as herein provided; but it shall be the duty of each Registered Owner to notify the Paying Agent/Registrar in writing of the address to which payments shall be mailed, and such interest payments shall not be mailed unless such notice has been given. The County shall have the right to inspect the Registration Books during regular business hours of the Paying Agent/Registrar, but otherwise the Paying Agent/Registrar shall keep the Registration Books confidential and, unless otherwise required by law, shall not permit their inspection by any other entity. The County shall pay the Paying Agent/Registrar's standard or customary fees and charges for making such registration, transfer, conversion, exchange and delivery of a substitute Certificate or Certificates. Registration of assignments, transfers, conversions and exchanges of Certificates shall be made in the manner provided and with the effect stated in the Form of Certificate set forth in this Order. Each substitute Certificate shall bear a letter and/or number to distinguish it from each other Certificate.

Except as provided in Section 4(c) of this Order, an authorized representative of the Paying Agent/Registrar shall, before the delivery of any such Certificate, date and manually sign said Certificate, and no such Certificate shall be deemed to be issued or outstanding unless such Certificate is so executed. The Paying Agent/Registrar promptly shall cancel all paid Certificates and Certificates surrendered for conversion and exchange. No additional Orders, orders or resolutions need be passed or adopted by the Commissioners Court of the County or any other body or person so as to accomplish the foregoing conversion and exchange of any Certificate or portion thereof, and the

Paying Agent/Registrar shall provide for the printing, execution and delivery of the substitute Certificates in the manner prescribed herein, and said Certificates shall be printed or typed on paper of customary weight and strength. Pursuant to Chapter 1201, Texas Government Code, as amended, and particularly Section 6 thereof, the duty of conversion and exchange of Certificates as aforesaid is hereby imposed upon the Paying Agent/Registrar, and, upon the execution of said Certificate, the converted and exchanged Certificate shall be valid, incontestable and enforceable in the same manner and with the same effect as the Certificates which initially were issued and delivered pursuant to this Order, approved by the Attorney General and registered by the Comptroller of Public Accounts.

(b) Payment of Certificates and Interest. The County hereby further appoints the Paying Agent/Registrar to act as the paying agent for paying the principal of and interest on the Certificates, all as provided in this Order. The Paying Agent/Registrar shall keep proper records of all payments made by the County and the Paying Agent/Registrar with respect to the Certificates, and of all conversions and exchanges of Certificates, and all replacements of Certificates, as provided in this Order. However, in the event of a nonpayment of interest on a scheduled payment date, and for thirty (30) days thereafter, a new record date for such interest payment (a "Special Record Date") will be established by the Paying Agent/Registrar, if and when funds for the payment of such interest have been received from the County. Notice of the past due interest shall be sent at least five (5) business days prior to the Special Record Date by United States mail, first-class postage prepaid, to the address of each Registered Owner appearing on the Registration Books at the close of business on the last business day next preceding the date of mailing of such notice.

(c) In General. The Certificates (i) shall be issued in fully registered form, without interest coupons, with the principal of and interest on such Certificates to be payable only to the Registered Owners thereof, (ii) may be converted and exchanged for other Certificates, (iii) may be transferred and assigned, (iv) shall have the characteristics, (v) shall be signed, sealed, executed and authenticated, (vi) the principal of and interest on the Certificates shall be payable and (vii) shall be administered and the Paying Agent/Registrar and the County shall have certain duties and responsibilities with respect to the Certificates, all as provided, and in the manner and to the effect as required or indicated, in the Form of Certificate set forth in this Order. The Certificates initially issued and delivered pursuant to this Order are not required to be, and shall not be, authenticated by the Paying Agent/Registrar, but on each substitute Certificate issued in conversion of and exchange for any Certificate or Certificates issued under this Order the Paying Agent/Registrar shall execute the Paying Agent/Registrar's Authentication Certificate, in the form set forth in the Form of Certificate.

(d) Substitute Paying Agent/Registrar. The County covenants with the Registered Owners of the Certificates that at all times while the Certificates are outstanding the County will provide a competent and legally qualified bank, trust company, financial institution or other agency to act as and perform the services of Paying Agent/Registrar for the Certificates under this Order, and that the Paying Agent/Registrar will be one entity. The County reserves the right to, and may, at its option, change the Paying Agent/Registrar upon not less than 30 days written notice to the Paying Agent/Registrar, to be effective at such time which will not disrupt or delay payment on the next principal or interest payment date after such notice. In the event that the entity at any time acting as Paying Agent/Registrar (or its successor by merger, acquisition or other method) should resign or otherwise cease to act as such, the County covenants that promptly it will appoint a competent and legally qualified bank, trust company, financial institution or other agency to act as Paying Agent/Registrar under this Order. Upon any change in the Paying Agent/Registrar, the previous Paying

Agent/Registrar promptly shall transfer and deliver the Registration Books (or a copy thereof), along with all other pertinent books and records relating to the Certificates, to the new Paying Agent/Registrar designated and appointed by the County. Upon any change in the Paying Agent/Registrar, the County promptly will cause a written notice thereof to be sent by the new Paying Agent/Registrar to each Registered Owner of the Certificates, by United States mail, first-class postage prepaid, which notice also shall give the address of the new Paying Agent/Registrar. By accepting the position and performing as such, each Paying Agent/Registrar shall be deemed to have agreed to the provisions of this Order, and a certified copy of this Order shall be delivered to each Paying Agent/Registrar.

(e) Book-Entry-Only System. The Certificates issued in exchange for the Certificates initially issued as provided in Section 4(h) shall be issued in the form of a separate single fully registered Certificate for each of the maturities thereof registered in the name of Cede & Co., as nominee of The Depository Trust Company of New York ("DTC") and except as provided in subsection (f) hereof, all of the outstanding Certificates shall be registered in the name of Cede & Co., as nominee of DTC.

With respect to Certificates registered in the name of Cede & Co., as nominee of DTC, the County and the Paying Agent/Registrar shall have no responsibility or obligation to any securities brokers and dealers, banks, trust companies, clearing corporations and certain other organizations on whose behalf DTC was created to hold securities to facilitate the clearance and settlement of securities transactions among DTC participants (the "DTC Participant") or to any person on behalf of whom such a DTC Participant holds an interest in the Certificates. Without limiting the immediately preceding sentence, the County and the Paying Agent/Registrar shall have no responsibility or obligation with respect to (i) the accuracy of the records of DTC, Cede & Co. or any DTC Participant with respect to any ownership interest in the Certificates, (ii) the delivery to any DTC Participant or any other person, other than a Registered Owner, as shown on the Registration Books, of any notice with respect to the Certificates or (iii) the payment to any DTC Participant or any person, other than a Registered Owner, as shown on the Registration Books of any amount with respect to principal of or interest on the Certificates. Notwithstanding any other provision of this Order to the contrary, but to the extent permitted by law, the County and the Paying Agent/Registrar shall be entitled to treat and consider the person in whose name each Certificate is registered in the Registration Books as the absolute owner of such Certificate for the purpose of payment of principal of and interest, with respect to such Certificate, for the purposes of registering transfers with respect to such Certificate, and for all other purposes of registering transfers with respect to such Certificates, and for all other purposes whatsoever. The Paying Agent/Registrar shall pay all principal of and interest on the Certificates only to or upon the order of the respective Registered Owners, as shown in the Registration Books as provided in this Order, or their respective attorneys duly authorized in writing, and all such payments shall be valid and effective to fully satisfy and discharge the County's obligations with respect to payment of principal of and interest on the Certificates to the extent of the sum or sums so paid. No person other than a Registered Owner, as shown in the Registration Books, shall receive a Certificate evidencing the obligation of the County to make payments of principal, and interest pursuant to this Order. Upon delivery by DTC to the Paying Agent/Registrar of written notice to the effect that DTC has determined to substitute a new nominee in place of Cede & Co., and subject to the provisions in this Order with respect to interest checks being mailed to the registered owner at the close of business on the Record Date the word "Cede & Co." in this Order shall refer to such new nominee of DTC.

(f) Successor Securities Depository; Transfer Outside Book-Entry-Only System. In the event that the County determines to discontinue the book-entry system through DTC or a successor or DTC determines to discontinue providing its services with respect to the Certificate, the County shall either (i) appoint a successor securities depository, qualified to act as such under Section 17(a) of the Securities and Exchange Act of 1934, as amended, notify DTC and DTC Participants of the appointment of such successor securities depository and transfer one or more separate Certificate to such successor securities depository or (ii) notify DTC and DTC Participants of the availability through DTC of Certificates and transfer one or more separate Certificates to DTC Participants having Certificates credited to their DTC accounts. In such event, the Certificates shall no longer be restricted to being registered in the Registration Books in the name of Cede & Co., as nominee of DTC, but may be registered in the name of the successor securities depository, or its nominee, or in whatever name or names the Registered Owner transferring or exchanging Certificate shall designate, in accordance with the provisions of this Order.

(g) Payments to Cede & Co. Notwithstanding any other provision of this Order to the contrary, so long as any Certificate is registered in the name of Cede & Co., as nominee of DTC, all payments with respect to principal of, and interest on such Certificate and all notices with respect to such Certificate shall be made and given, respectively, in the manner provided in the Letter of Representations of the County to DTC.

(h) Initial Certificate(s). The Certificates herein authorized shall be initially issued as fully registered Certificates, being one Certificate for each maturity in the denomination of the applicable principal amount and the initial Certificate(s) shall be registered in the names of the purchaser or the designees thereof as set forth in Section 15 hereof. The initial Certificate(s) shall be the Certificates submitted to the Office of the Attorney General of the State of Texas for approval, certified and registered by the Office of the Comptroller of Public Accounts of the State of Texas and delivered to the purchaser as set forth in Section 15. Immediately after the delivery of the initial Certificate(s), the Paying Agent/Registrar shall cancel the initial Certificate(s) delivered hereunder and exchange therefor Certificates in the form of a separate single fully registered Certificate for each of the maturities thereof registered in the name of Cede & Co., as nominee of DTC and except as provided in Section 4(f), all of the outstanding Certificates shall be registered in the name of Cede & Co., as nominee of DTC.

Section 6. FORM OF CERTIFICATES. The form of the Certificates, including the form of Paying Agent/Registrar's Authentication Certificate, the form of Assignment and the form of Registration Certificate of the Comptroller of Public Accounts of the State of Texas to be attached to the Certificates initially issued and delivered pursuant to this Order, shall be, respectively, substantially as follows, with such appropriate variations, omissions or insertions as are permitted or required by this Order.

FORM OF CERTIFICATE

NO. R-	UNITED STATES OF AMERICA STATE OF TEXAS WILLIAMSON COUNTY, TEXAS COMBINATION TAX AND REVENUE	PRINCIPAL AMOUNT \$ _____
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**CERTIFICATE OF OBLIGATION
SERIES 2000A**

INTEREST RATE	DATE OF CERTIFICATES	MATURITY DATE	CUSIP NO.
--------------------------	---------------------------------	--------------------------	------------------

May 1, 2000

REGISTERED OWNER:

PRINCIPAL AMOUNT:

ON THE MATURITY DATE specified above, Williamson County, Texas (the "County"), being a political subdivision of the State of Texas, hereby promises to pay to the Registered Owner set forth above, or registered assigns (hereinafter called the "Registered Owner") the principal amount set forth above, and to pay interest thereon from the Date of Certificates set forth above, on February 15, 2001 and semiannually on each August 15 and February 15 thereafter to the maturity date specified above, at the interest rate per annum specified above; except that if this Certificate is required to be authenticated and the date of its authentication is later than the first Record Date (hereinafter defined), such principal amount shall bear interest from the interest payment date next preceding the date of authentication, unless such date of authentication is after any Record Date but on or before the next following interest payment date, in which case such principal amount shall bear interest from such next following interest payment date; provided, however, that if on the date of authentication hereof the interest on the Certificate or Certificates, if any, for which this Certificate is being exchanged or converted from is due but has not been paid, then this Certificate shall bear interest from the date to which such interest has been paid in full.

THE PRINCIPAL OF AND INTEREST ON this Certificate are payable in lawful money of the United States of America, without exchange or collection charges. The principal of this Certificate shall be paid to the Registered Owner hereof upon presentation and surrender of this Certificate at maturity, or upon the date fixed for its redemption prior to maturity, at Chase Bank of Texas, National Association, which is the "Paying Agent/Registrar" for this Certificate at their office in Dallas, Texas (the "Designated Payment/Transfer Office"). The payment of interest on this Certificate shall be made by the Paying Agent/Registrar to the Registered Owner hereof on each interest payment date by check or draft, dated as of such interest payment date, drawn by the Paying Agent/Registrar on, and payable solely from, funds of the County required by the order authorizing the issuance of this Certificate (the "Certificate Order") to be on deposit with the Paying Agent/Registrar for such purpose as hereinafter provided; and such check or draft shall be sent by the Paying Agent/Registrar by United States mail, first-class postage prepaid, on each such interest payment date, to the Registered Owner hereof, at its address as it appeared on the last day of the month preceding each such date (the "Record Date") on the Registration Books kept by the Paying Agent/Registrar, as hereinafter described. In addition, interest may be paid by such other method, acceptable to the Paying Agent/Registrar, requested by, and at the risk and expense of, the Registered Owner. In the event of

a non-payment of interest on a scheduled payment date, and for 30 days thereafter, a new record date for such interest payment (a "Special Record Date") will be established by the Paying Agent/Registrar, if and when funds for the payment of such interest have been received from the County. Notice of the Special Record Date and of the scheduled payment date of the past due interest (which shall be 15 days after the Special Record Date) shall be sent at least five business days prior to the Special Record Date by United States mail, first-class postage prepaid, to the address of each owner of a Certificate appearing on the Registration Books at the close of business on the last business day next preceding the date of mailing of such notice.

ANY ACCRUED INTEREST due at maturity or upon the redemption of this Certificate prior to maturity as provided herein shall be paid to the Registered Owner upon presentation and surrender of this Certificate for redemption and payment at the Designated Payment/Transfer Office of the Paying Agent/Registrar. The County covenants with the Registered Owner of this Certificate that on or before each principal payment date, interest payment date and accrued interest payment date for this Certificate it will make available to the Paying Agent/Registrar, from the "Interest and Sinking Fund" created by the Certificate Order, the amounts required to provide for the payment, in immediately available funds, of all principal of and interest on the Certificates, when due.

IF THE DATE for the payment of the principal of or interest on this Certificate shall be a Saturday, Sunday, a legal holiday or a day on which banking institutions in the County where the principal corporate trust office of the Paying Agent/Registrar is located are authorized by law or executive order to close, then the date for such payment shall be the next succeeding day which is not such a Saturday, Sunday, legal holiday or day on which banking institutions are authorized to close; and payment on such date shall have the same force and effect as if made on the original date payment was due.

THIS CERTIFICATE is one of a Series of Certificates dated May 1, 2000, authorized in accordance with the Constitution and laws of the State of Texas in the principal amount not to exceed \$60,000,000 for the purpose of paying contractual obligations incurred or to be incurred for: (1) constructing, improving and equipping the Juvenile Justice Center to be located on a portion of the 179 acre tract including constructing related infrastructure such as utilities and roads, (2) reimbursing acquisition costs for 179 acre tract, (3) constructing and equipping expansion of existing County Jail, Criminal Justice Center and Sheriff's Department facilities including constructing related infrastructure such as utilities, roads and parking garage and (4) the payment of professional services for legal, fiscal and engineering fees in connection herewith including the payment of the costs of issuance.

ON AUGUST 15, 2010, OR ON ANY DATE THEREAFTER, the Certificates maturing on and after August 15, 2011 may be redeemed prior to their scheduled maturities, at the option of the County, with funds derived from any available and lawful source, at a redemption price equal to the principal amount to be redeemed plus accrued interest to the date fixed for redemption as a whole, or from time to time in part, and, if in part, the particular Certificates, or portions thereof, to be redeemed shall be selected and designated by the County, and if less than all of a maturity is to be redeemed the Registrar shall determine by lot the Certificates, or portions thereof within such maturity to be redeemed (provided that a portion of a Certificate may be redeemed only in integral multiples of \$5,000 of principal amount).

THE CERTIFICATES maturing on August 15, 20____ are subject to mandatory sinking fund redemption by lot prior to maturity in the following amounts, on the following dates and at a price of par plus accrued interest to the redemption date.

Certificates Maturing August 15, 20____

<u>Redemption Date</u>	<u>Principal Amount</u>
August 15, 20____	\$
August 15, 20____	

THE PRINCIPAL AMOUNT of the Certificates required to be redeemed pursuant to the operation of the mandatory sinking fund redemption provisions shall be reduced, at the option of the City by the principal amount of any Certificates of the stated maturity which, at least 50 days prior to a mandatory redemption date, (1) shall have been acquired by the City at a price not exceeding the principal amount of such Certificates plus accrued interest to the date of purchase thereof, and delivered to the Paying Agent/Registrar for cancellation, (2) shall have been purchased and canceled by the Paying Agent/Registrar at the request of the City with monies in the Interest and Sinking Fund at a price not exceeding the principal amount of the Certificates plus accrued interest to the date of purchase thereof, or (3) shall have been redeemed pursuant to the optional redemption provisions and not theretofore credited against a mandatory sinking fund redemption requirement.

AT LEAST 30 calendar days prior to the date fixed for any redemption of Certificates or portions thereof prior to maturity a written notice of such redemption shall be sent by the Registrar by United States mail, first-class postage prepaid, to the Registered Owner of each Certificate to be redeemed at its address as it appeared on the Register on the 45th calendar day prior to such redemption date at least 30 days prior to the date fixed for redemption and to major securities depositories and bond information services. By the date fixed for any such redemption due provision shall be made with the Registrar for the payment of the required redemption price for the Certificates or portions for which such payment is made, all as provided above. The Certificates or portions thereof which are to be so redeemed thereby automatically shall be treated as redeemed prior to their scheduled maturities, and they shall not bear interest after the date fixed for redemption, and they shall not be regarded as being outstanding except for the right of the Registered Owner to receive the redemption price from the Registrar out of the funds provided for such payment. If a portion of any Certificate shall be redeemed, a substitute Certificate or Certificates having the same maturity date, bearing interest at the same rate, in any authorized denomination or denominations, at the written request of the Registered Owner, and in aggregate principal amount equal to the unredeemed portion thereof, will be issued to the Registered Owner upon the surrender thereof for cancellation, at the expense of the County, all as provided in the Certificate Order.

ALL CERTIFICATES OF THIS SERIES are issuable solely as fully registered certificates, without interest coupons, in the denomination of any integral multiple of \$5,000. As provided in the Certificate Order, this Certificate may, at the request of the Registered Owner or the assignee or assignees hereof, be assigned, transferred, converted into and exchanged for a like aggregate principal amount of fully registered certificates, without interest coupons, payable to the appropriate Registered Owner, assignee or assignees, as the case may be, having the same denomination or denominations

in any integral multiple of \$5,000 as requested in writing by the appropriate Registered Owner, assignee or assignees, as the case may be, upon surrender of this Certificate to the Paying Agent/Registrar for cancellation, all in accordance with the form and procedures set forth in the Certificate Order. Among other requirements for such assignment and transfer, this Certificate must be presented and surrendered to the Paying Agent/Registrar, together with proper instruments of assignment, in form and with guarantee of signatures satisfactory to the Paying Agent/Registrar, evidencing assignment of this Certificate or any portion or portions hereof in any integral multiple of \$5,000 to the assignee or assignees in whose name or names this Certificate or any such portion or portions hereof is or are to be registered. The form of Assignment printed or endorsed on this Certificate may be executed by the Registered Owner to evidence the assignment hereof, but such method is not exclusive, and other instruments of assignment satisfactory to the Paying Agent/Registrar may be used to evidence the assignment of this Certificate or any portion or portions hereof from time to time by the Registered Owner. The Paying Agent/Registrar's reasonable standard or customary fees and charges for assigning, transferring, converting and exchanging any Certificate or portion thereof will be paid by the County. In any circumstance, any taxes or governmental charges required to be paid with respect thereto shall be paid by the one requesting such assignment, transfer, conversion or exchange, as a condition precedent to the exercise of such privilege. The Paying Agent/Registrar shall not be required to make any such transfer, conversion or exchange (i) during the period commencing with the close of business on any Record Date and ending with the opening of business on the next following principal or interest payment date or (ii) with respect to any Certificate or any portion thereof called for redemption prior to maturity, within 45 days prior to its redemption date; provided, however, such limitation of transfer shall not be applicable to an exchange by the Registered Owner of the unredeemed balance of the Certificate.

IN THE EVENT any Paying Agent/Registrar for the Certificates is changed by the County, resigns, or otherwise ceases to act as such, the County has covenanted in the Order that it promptly will appoint a competent and legally qualified substitute therefor, and cause written notice thereof to be mailed to the Registered Owners of the Certificates.

IT IS HEREBY certified, recited and covenanted that this Certificate has been duly and validly authorized, issued and delivered; that all acts, conditions and things required or proper to be performed, exist and be done precedent to or in the authorization, issuance and delivery of this Certificate have been performed, existed and been done in accordance with law; that this Certificate is a general obligation of said County, issued on the full faith and credit thereof; and that annual ad valorem taxes sufficient to provide for the payment of the interest on and principal of this Certificate, as such interest comes due and such principal matures, have been levied and ordered to be levied against all taxable property in said County, and have been pledged for such payment, within the limit prescribed by law, and that this Certificate is additionally secured by and payable from a limited pledge of not to exceed \$1,000 in amount of surplus revenues derived from the operation of the County's owned and operated landfill.

BY BECOMING the Registered Owner of this Certificate, the Registered Owner thereby acknowledges all of the terms and provisions of the Certificate Order, agrees to be bound by such terms and provisions, acknowledges that the Certificate Order is duly recorded and available for inspection in the official minutes and records of the governing body of the County, and agrees that the terms and provisions of this Certificate and the Certificate Order constitute a contract between each Registered Owner hereof and the County.

IN WITNESS WHEREOF, the County has caused this Certificate to be signed with the manual or facsimile signature of the County Judge of the County and countersigned with the manual or facsimile signature of the County Clerk and the County Treasurer of said County, and has caused the official seal of the County to be duly impressed, or placed in facsimile, on this Certificate.

Nancy E. Rister
County Clerk

John C. Daehler 5-16-00
County Judge

William R. Wood
County Treasurer

(SEAL)

FORM OF PAYING AGENT/REGISTRAR'S AUTHENTICATION CERTIFICATE

PAYING AGENT/REGISTRAR'S AUTHENTICATION CERTIFICATE

(To be executed if this Certificate is not accompanied by an
executed Registration Certificate of the Comptroller
of Public Accounts of the State of Texas)

It is hereby certified that this Certificate has been issued under the provisions of the Certificate Order described in the text of this Certificate; and that this Certificate has been issued in conversion or replacement of, or in exchange for, a certificate, certificates or a portion of a certificate or certificates of a Series which originally was approved by the Attorney General of the State of Texas and registered by the Comptroller of Public Accounts of the State of Texas.

Dated:

**CHASE BANK OF TEXAS,
NATIONAL ASSOCIATION**
Paying Agent/Registrar

By: _____
Authorized Representative

FORM OF ASSIGNMENT

ASSIGNMENT

For value received, the undersigned hereby sells, assigns and transfers unto

Please insert Social Security or Taxpayer
Identification Number of Transferee

(Please print or typewrite name and address,
including zip code, of Transferee)

the within Certificate and all rights thereunder, and hereby irrevocably constitutes and appoints
_____, attorney, to register the transfer of the within
Certificate on the books kept for registration thereof, with full power of substitution in the premises.

Dated: _____

Signature Guaranteed:

NOTICE: Signature(s) must be guaranteed by
a member firm of the New York Stock
Exchange or a commercial bank or trust
company.

NOTICE: The signature above must
correspond with the name of the Registered
Owner as it appears upon the front of this
Certificate in every particular, without
alteration or enlargement or any change
whatsoever.

**FORM OF REGISTRATION CERTIFICATE OF
THE COMPTROLLER OF PUBLIC ACCOUNTS**

COMPTROLLER'S REGISTRATION CERTIFICATE: REGISTER NO.

I hereby certify that this Certificate has been examined, certified as to validity and approved
by the Attorney General of the State of Texas, and that this Certificate has been registered by the
Comptroller of Public Accounts of the State of Texas.

Witness my signature and seal this _____.

Comptroller of Public Accounts
of the State of Texas

(COMPTROLLER'S SEAL)

Section 7. INTEREST AND SINKING FUND, PROJECT FUND, INVESTMENTS AND SECURITY FOR FUNDS. (a) Interest and Sinking Fund. A special "Interest and Sinking Fund" is hereby created and shall be established and maintained by the County at an official depository bank of said County. Said Interest and Sinking Fund shall be kept separate and apart from all other funds and accounts of said County and shall be used only for paying the interest on and principal of said Certificates. All ad valorem taxes levied and collected for and on account of said Certificates shall be deposited, as collected, to the credit of said Interest and Sinking Fund. During each year while any of said Certificates are outstanding and unpaid, the governing body of said County shall compute and ascertain a rate and amount of ad valorem tax which will be sufficient to raise and produce the money required to pay the interest on said Certificates as such interest comes due, and to provide and maintain a sinking fund adequate to pay the principal of said Certificates as such principal matures (but never less than 2% of the original amount of said Certificates as a sinking fund each year); and said tax shall be based on the latest approved tax rolls of said County, with full allowances being made for tax delinquencies and the cost of tax collection. Said rate and amount of ad valorem tax is hereby levied, and is hereby ordered to be levied, against all taxable property in said County, for each year while any of said Certificates are outstanding and unpaid, and said tax shall be assessed and collected each such year and deposited to the credit of the aforesaid Interest and Sinking Fund. Said ad valorem taxes sufficient to provide for the payment of the interest on and principal of said Certificates, as such interest comes due and such principal matures, are hereby pledged for such payment, within the limit prescribed by law. Accrued interest on the Certificates shall be deposited in the Interest and Sinking Fund.

(b) Project Fund. The Series 2000 Project Fund is hereby created and shall be established and maintained by the County at an official depository bank of the County. Proceeds from the sale of the Certificates, excluding the premium and accrued interest, shall be deposited in the Project Fund.

(c) Investment of Funds. The County hereby covenants that the proceeds of the sale of the Certificates will be used as soon as practicable for the purposes for which the Certificates are issued. Obligations purchased as an investment of money in any fund shall be deemed to be a part of such fund. Any money in any fund created by this Order may be invested as permitted by the Public Funds Investment Act, as amended.

(d) Security for Funds. All funds created by this Order shall be secured in the manner and to the fullest extent required by law for the security of funds of the County.

(e) Maintenance of Funds. Any funds created pursuant to this Order may be created as separate funds or accounts or as subaccounts of the County's General Fund held by the County's depository, and, as such, not held in separate bank accounts, such treatment shall not constitute a

commingling of the monies in such funds or of such funds and the County shall keep full and complete records indicating the monies and investments credited to each such fund.

Section 8. PLEDGE OF SURPLUS REVENUES. The Certificates are additionally secured by and shall be payable from and secured by the revenues of the County's owned and operated landfill remaining after payment of all maintenance and operation expenses thereof, and all debt service, reserve and other requirements in connection with all of the County's revenue obligations (now or hereafter outstanding) which are payable from all or part of the net revenues of the County's owned and operated landfill, in an amount not to exceed \$1,000, constituting "Surplus Revenues."

Section 9. DEFEASANCE OF CERTIFICATES. (a) Any Certificate and the interest thereon shall be deemed to be paid, retired and no longer outstanding (a "Defeased Certificate") within the meaning of this Order, except to the extent provided in subsection (d) of this Section 9, when payment of the principal of such Certificate, plus interest thereon to the due date (whether such due date be by reason of maturity, upon redemption, or otherwise) either (i) shall have been made or caused to be made in accordance with the terms thereof (including the giving of any required notice of redemption) or (ii) shall have been provided for on or before such due date by irrevocably depositing with or making available to the Paying Agent/Registrar for such payment (1) lawful money of the United States of America sufficient to make such payment, (2) Defeasance Securities, certified by an independent public accounting firm of national reputation to mature as to principal and interest in such amounts and at such times as will ensure the availability, without reinvestment, of sufficient money to provide for such payment and when proper arrangements have been made by the County with the Paying Agent/Registrar for the payment of its services until all Defeased Certificates shall have become due and payable or (3) any combination of (1) and (2). At such time as a Certificate shall be deemed to be a Defeased Certificate hereunder, as aforesaid, such Certificate and the interest thereon shall no longer be secured by, payable from, or entitled to the benefits of, the ad valorem taxes herein levied as provided in this Order, and such principal and interest shall be payable solely from such money or Defeasance Securities.

(b) The deposit under clause (ii) of subsection (a) shall be deemed a payment of a Certificate as aforesaid when proper notice of redemption of such Certificates shall have been given, in accordance with this Order. Any money so deposited with a paying agent as provided in this Section may at the discretion of the Board of Directors also be invested in Defeasance Securities, maturing in the amounts and at the times as hereinbefore set forth, and all income from all Defeasance Securities in possession of a paying agent pursuant to this Section which is not required for the payment of such Certificate and premium, if any, and interest thereon with respect to which such money has been so deposited, shall be turned over to the Board of Directors.

(c) Notwithstanding any provision of any other Section of this Order which may be contrary to the provisions of this Section, all money or Defeasance Securities set aside and held in trust pursuant to the provisions of this Section for the payment of principal of the Certificate and premium, if any, and interest thereon, shall be applied to and used solely for the payment of the particular Certificates and premium, if any, and interest thereon, with respect to which such money or Defeasance Securities have been so set aside in trust.

(d) Notwithstanding anything elsewhere in this Order contained, if money or Defeasance Securities have been deposited or set aside with a paying agent pursuant to this Section for the

payment of Certificates and such Certificates shall not have in fact been actually paid in full, no amendment of the provisions of this Section shall be made without the consent of the registered owner of each Certificate affected thereby.

(e) Notwithstanding the provisions of subsection (a) immediately above, to the extent that, upon the defeasance of any Defeased Certificate to be paid at its maturity, the County retains the right under Texas law to later call that Defeased Certificate for redemption in accordance with the provisions of the Order authorizing its issuance, the County may call such Defeased Certificate for redemption upon complying with the provisions of Texas law and upon the satisfaction of the provisions of subsection (a) immediately above with respect to such Defeased Certificate as though it was being defeased at the time of the exercise of the option to redeem the Defeased Certificate and the effect of the redemption is taken into account in determining the sufficiency of the provisions made for the payment of the Defeased Certificate.

As used in this section, Defeased Securities means (i) Federal Securities, (ii) noncallable obligations of an agency or instrumentality of the United States of America, including obligations that are unconditionally guaranteed or insured by the agency or instrumentality and that, on the date the Commissioner's Court adopts or approves proceedings authorizing the issuance of refunding bonds or otherwise provide for the funding of an escrow to effect the defeasance of the Certificates are rated as to investment quality by a nationally recognized investment rating firm not less than "AAA" or its equivalent, and (iii) noncallable obligations of a state or an agency or a county, municipality, or other political subdivision of a state that have been refunded and that, on the date the Commissioner's Court adopts or approves proceedings authorizing the issuance of refunding bonds or otherwise provide for the funding of an escrow to effect the defeasance of the Certificates, are rated as to investment quality by a nationally recognized investment rating firm no less than "AAA" or its equivalent. "Federal Securities" as used herein means direct, noncallable obligations of the United States of America, including obligations that are unconditionally guaranteed by the United States of America, (including Interest Strips of the Resolution Funding Corporation).

Section 10. DAMAGED, MUTILATED, LOST, STOLEN OR DESTROYED CERTIFICATES. (a) Replacement Certificates. In the event any outstanding Certificate is damaged, mutilated, lost, stolen or destroyed, the Paying Agent/Registrar shall cause to be printed, executed and delivered, a new certificate of the same principal amount, maturity and interest rate, as the damaged, mutilated, lost, stolen or destroyed Certificate, in replacement for such Certificate in the manner hereinafter provided.

(b) Application for Replacement Certificates. Application for replacement of damaged, mutilated, lost, stolen or destroyed Certificates shall be made by the Registered Owner thereof to the Paying Agent/Registrar. In every case of loss, theft or destruction of a Certificate, the Registered Owner applying for a replacement certificate shall furnish to the County and to the Paying Agent/Registrar such security or indemnity as may be required by them to save each of them harmless from any loss or damage with respect thereto. Also, in every case of loss, theft or destruction of a Certificate, the Registered Owner shall furnish to the County and to the Paying Agent/Registrar evidence to their satisfaction of the loss, theft or destruction of such Certificate, as the case may be. In every case of damage or mutilation of a Certificate, the Registered Owner shall surrender to the Paying Agent/Registrar for cancellation the Certificate so damaged or mutilated.

(c) No Default Occurred. Notwithstanding the foregoing provisions of this section, in the event any such Certificate shall have matured, and no default has occurred which is then continuing in the payment of the principal of, redemption premium, if any, or interest on the Certificate, the County may authorize the payment of the same (without surrender thereof except in the case of a damaged or mutilated Certificate) instead of issuing a replacement Certificate, provided security or indemnity is furnished as above provided in this section.

(d) Charge for Issuing Replacement Certificates. Prior to the issuance of any replacement certificate, the Paying Agent/Registrar shall charge the Registered Owner of such Certificate with all legal, printing and other expenses in connection therewith. Every replacement certificate issued pursuant to the provisions of this section by virtue of the fact that any Certificate is lost, stolen or destroyed shall constitute a contractual obligation of the County whether or not the lost, stolen or destroyed Certificate shall be found at any time, or be enforceable by anyone, and shall be entitled to all the benefits of this Order equally and proportionately with any and all other Certificates duly issued under this Order.

(e) Authority for Issuing Replacement Certificates. In accordance with Section 6 of Texas Government Code, Chapter 1201, this Section 10 of this Order shall constitute authority for the issuance of any such replacement certificate without necessity of further action by the governing body of the County or any other body or person, and the duty of the replacement of such certificates is hereby authorized and imposed upon the Paying Agent/Registrar, and the Paying Agent/Registrar shall authenticate and deliver such Certificates in the form and manner and with the effect, as provided in Section 5(a) of this Order for Certificates issued in conversion and exchange for other Certificates.

Section 11. CUSTODY, APPROVAL AND REGISTRATION OF CERTIFICATES; CERTIFICATE COUNSEL'S OPINION; CUSIP NUMBERS AND CONTINGENT INSURANCE PROVISION, IF OBTAINED. The Mayor of the County is hereby authorized to have control of the Certificates initially issued and delivered hereunder and all necessary records and proceedings pertaining to the Certificates pending their delivery and their investigation, examination, and approval by the Attorney General of the State of Texas, and their registration by the Comptroller of Public Accounts of the State of Texas. Upon registration of the Certificates said Comptroller of Public Accounts (or a deputy designated in writing to act for said Comptroller) shall manually sign the Comptroller's Registration Certificate attached to such Certificates, and the seal of said Comptroller shall be impressed, or placed in facsimile, on such Certificate. The approving legal opinion of the County's Bond Counsel and the assigned CUSIP numbers may, at the option of the County, be printed on the Certificates issued and delivered under this Order, but neither shall have any legal effect, and shall be solely for the convenience and information of the Registered Owners of the Certificates. In addition, if bond insurance is obtained, the Certificates may bear an appropriate legend as provided by the insurer.

Section 12. COVENANTS REGARDING TAX EXEMPTION. The County covenants to refrain from any action which would adversely affect, or to take such action as to ensure, the treatment of the Certificates as obligations described in Section 103 of the Internal Revenue Code of 1986, as amended (the "Code") the interest on which is not includable in the "gross income" of the holder for purposes of federal income taxation. In furtherance thereof, the County covenants as follows:

(a) to take any action to assure that no more than 10 percent of the proceeds of the Certificates or the projects financed therewith (less amounts deposited to a reserve fund, if any) are used for any "private business use," as defined in Section 141(b)(6) of the Code or, if more than 10 percent of the proceeds or the projects finance therewith are so used, such amounts, whether or not received by the County, with respect to such private business use, do not, under the terms of this Order, or any underlying arrangement, directly or indirectly, secure or provide for the payment of more than 10 percent of the debt service on the Certificates, in contravention of Section 141(b)(2) of the Code;

(b) to take any action to assure that in the event that the "private business use" described in subsection (a) hereof exceeds 5 percent of the proceeds of the Certificates or the projects financed therewith (less amounts deposited into a reserve fund, if any) then the amount in excess of 5 percent is used for a "private business use" which is "related" and not "disproportionate," within the meaning of Section 141(b)(3) of the Code, to the governmental use;

(c) to take any action to assure that no amount which is greater than the lesser of \$5,000,000, or 5 percent of the proceeds of the Certificates (less amounts deposited into a reserve fund, if any) is, directly or indirectly, used to finance loans to persons, other than state or local governmental units, in contravention of Section 141(c) of the Code;

(d) to refrain from taking any action which would otherwise result in the Certificates being treated as "private activity bonds" within the meaning of Section 141(b) of the Code;

(e) to refrain from taking any action that would result in the Certificates being "federally guaranteed" within the meaning of Section 149(b) of the Code;

(f) to refrain from using any portion of the proceeds of the Certificates, directly or indirectly, to acquire or to replace funds which were used, directly or indirectly, to acquire investment property (as defined in Section 148(b)(2) of the Code) which produces a materially higher yield over the term of the Certificates, other than investment property acquired with --

(1) proceeds of the Certificates invested for a reasonable temporary period of three years or less or, in the case of a refunding bond, for a period of 30 days or less until such proceeds are needed for the purpose for which the Certificates are issued,

(2) amounts invested in a bona fide debt service fund, within the meaning of Section 1.148-1(b) of the Treasury Regulations, and

(3) amounts deposited in any reasonably required reserve or replacement fund to the extent such amounts do not exceed 10 percent of the proceeds of the Certificates;

(g) to otherwise restrict the use of the proceeds of the Certificates or amounts treated as proceeds of the Certificates, as may be necessary, so that the Certificates do not otherwise contravene the requirements of Section 148 of the Code (relating to arbitrage), Section 149(g) of the Code (relating to hedge bonds) and, to the extent applicable, Section 149(d) of the Code (relating to advance refundings); and

(h) to pay to the United States of America at least once during each five-year period (beginning on the date of delivery of the Certificates) an amount that is at least equal to 90 percent of the "Excess Earnings," within the meaning of Section 148(f) of the Code and to pay to the United States of America, not later than 60 days after the Certificates have been paid in full, 100 percent of the amount then required to be paid as a result of Excess Earnings under Section 148(f) of the Code.

In order to facilitate compliance with the above covenant (h), a "Rebate Fund" is hereby established by the County for the sole benefit of the United States of America, and such Rebate Fund shall not be subject to the claim of any other person, including without limitation the registered owners of the Certificates. The Rebate Fund is established for the additional purpose of compliance with Section 148 of the Code.

It is the understanding of the County that the covenants contained herein are intended to assure compliance with the Code and any regulations or rulings promulgated by the U.S. Department of the Treasury pursuant thereto. In the event that regulations or rulings are hereafter promulgated which modify or expand provisions of the Code, as applicable to the Certificates, the County will not be required to comply with any covenant contained herein to the extent that such failure to comply, in the opinion of nationally-recognized bond counsel, will not adversely affect the exemption from federal income taxation of interest on the Certificates under Section 103 of the Code. In the event that regulations or rulings are hereafter promulgated which impose additional requirements which are applicable to the Certificates, the County agrees to comply with the additional requirements to the extent necessary, in the opinion of nationally-recognized bond counsel, to preserve the exemption from federal income taxation of interest on the Certificates under Section 103 of the Code. In furtherance of the foregoing, the County Judge may execute any certificates or other reports required by the Code and make such elections, on behalf of the County, which may be permitted by the Code as are consistent with the purpose for the issuance of the Certificates.

Section 13. ALLOCATION OF, AND LIMITATION ON, EXPENDITURES FOR THE PROJECT. The County covenants to account for the expenditure of sale proceeds and investment earnings to be used for the purposes described in Section 1 of this Order (the "Project") on its books and records by allocating proceeds to expenditures within 18 months of the later of the date that (1) the expenditure is made or (2) the Project is completed. The foregoing notwithstanding, the County shall not expend sale proceeds or investment earnings thereon more than 60 days after the earlier of (1) the fifth anniversary of the delivery of the Certificates or (2) the date the Certificates are retired, unless the County obtains an opinion of nationally-recognized bond counsel that such expenditure will not adversely affect the tax-exempt status of the Certificates. For purposes hereof, the County shall not be obligated to comply with this covenant if it obtains an opinion that such failure to comply will not adversely affect the excludability for federal income tax purposes from gross income of the interest.

Section 14. DISPOSITION OF PROJECT. The County covenants that the property constituting the Project will not be sold or otherwise disposed in a transaction resulting in the receipt by the County of cash or other compensation, unless the County obtains an opinion of nationally-recognized bond counsel that such sale or other disposition will not adversely affect the tax-exempt status of the Certificates. For purposes of the foregoing, the portion of the property comprising personal property and disposed in the ordinary course shall not be treated as a transaction resulting in the receipt of cash or other compensation. For purposes hereof, the County shall not be obligated

to comply with this covenant if it obtains an opinion that such failure to comply will not adversely affect the excludability for federal income tax purposes from gross income of the interest.

Section 15. SALE OF CERTIFICATES. The Certificates are hereby initially sold and shall be delivered to _____ at a price of \$ _____ pursuant to the taking of competitive bids. It is hereby officially found, determined and disclosed that the terms of the sale are the most advantageous reasonably obtainable. The Certificates shall initially be registered in the name of _____. It is further officially found, determined and declared that the Certificates have been sold pursuant to an Official Statement dated May 16, 2000, prepared and distributed in connection with the sale of the Certificates. Said Official Statement, and any addenda, supplement or amendment thereto have been and are hereby approved by the governing body of the County, and its use in the offer and sale of the Certificates is hereby approved. It is further officially found, determined and declared that the statements and representations contained in said Official Statement are true and correct in all material respects, to the best knowledge and belief of the governing body of the County.

Section 16. REMEDIES IN EVENT OF DEFAULT. In addition to all of the rights and remedies provided by the laws of the State of Texas, the County covenants and agrees that in the event of default in payment of principal or interest on any of the Certificates when due, or defaults in the observance or performance of any other of the contracts, covenants, conditions or obligations set forth in this Order or in the Certificates, the following remedies shall be available:

- (a) the Registered Owners shall be entitled to a writ of mandamus issued by a court of competent jurisdiction compelling and requiring the County and the officials thereof to observe and perform the contracts, covenants, obligations or conditions prescribed in this Order; and
- (b) any delay or omission to exercise any right or power accruing upon any default shall not impair any such right or power nor be construed to be a waiver of any such default or acquiescence therein, and every such right and power may be exercised from time to time and as often as may be deemed expedient.

Section 17. INTEREST EARNINGS ON CERTIFICATE PROCEEDS. Interest earnings derived from the investment of proceeds from the sale of the Certificates shall be used along with other certificate proceeds for the purpose for which the Certificates are issued set forth in Section 1 hereof; provided that after completion of such purpose, if any of such interest earnings remain on hand, such interest earnings shall be deposited in the Interest and Sinking Fund. It is further provided, however, that any interest earnings on certificate proceeds which are required to be rebated to the United States of America pursuant to Section 12 hereof in order to prevent the Certificates from being arbitrage bonds shall be so rebated and not considered as interest earnings for the purposes of this section.

Section 18. APPROVAL OF PAYING AGENT/REGISTRAR AGREEMENT. Attached hereto as Exhibit A is a substantially final form of Paying Agent/Registrar Agreement with an attached Letter of Representations. The County Judge is hereby authorized to amend, complete or modify such agreement and the Letter of Representations as necessary and are further authorized to execute such agreement and the County Clerk is hereby authorized to attest such agreement.

Section 19. CONTINUING DISCLOSURE UNDERTAKING. (a) Annual Reports. The County shall provide annually to any SID, within six months after the end of each fiscal year ending in or after 2000, financial information and operating data with respect to the County of the general type described in Exhibit B hereto. Any financial statements so to be provided shall be (1) prepared in accordance with the accounting principles described in Exhibit B hereto, or such other accounting principles as the County may be required to employ from time to time pursuant to state law or regulation and (2) audited, if the County commissions an audit of such statements and the audit is completed within the period during which they must be provided. If the audit of such financial statements is not complete within such period, then the Issuer shall provide unaudited financial statements by the required time, and will provide audited financial statements for the applicable fiscal year to any SID, when and if the audit report on such statements become available.

If the County changes its fiscal year, it will notify any SID of the change (and of the date of the new fiscal year end) prior to the next date by which the County otherwise would be required to provide financial information and operating data pursuant to this paragraph (a).

The financial information and operating data to be provided pursuant to this paragraph (a) may be set forth in full one or more documents or may be included by specific reference to any document (including an official statement or other offering document, if it is available from the MSRB) that theretofore has been provided to any SID or filed with the SEC.

(b) Material Event Notices. The County shall notify any SID and the MSRB, in a timely manner, of any of the following events with respect to the Certificates, if such event is material within the meaning of the federal securities laws:

- A. Principal and interest payment delinquencies;
- B. Non-payment related defaults;
- C. Unscheduled draws on debt service reserves reflecting financial difficulties;
- D. Unscheduled draws on credit enhancements reflecting financial difficulties;
- E. Substitution of credit or liquidity providers, or their failure to perform;
- F. Adverse tax opinions or events affecting the tax-exempt status of the Certificates;
- G. Modifications to rights of holders of the Certificates;
- H. Certificate calls;
- I. Defeasances;
- J. Release, substitution or sale of property securing repayment of the Certificates; and

K. Rating changes.

The County shall notify any SID and the MSRB, in a timely manner, of any failure by the County to provide financial information or operating data in accordance with paragraph (a) of this Section 19 by the time required by such paragraph.

(c) Limitations, Disclaimers and Amendments. The County shall be obligated to observe and perform the covenants specified in this section for so long as, but only for so long as, the County remains an "obligated person" with respect to the Certificates within the meaning of the Rule, except that the County in any event will give notice of any deposit made in accordance with Section 9 of this Order that causes Certificates no longer to be outstanding.

The provisions of this section are for the sole benefit of the Holders and beneficial owners of the Certificates, and nothing in this section, express or implied, shall give any benefit or any legal or equitable right, remedy or claim hereunder to any other person. The County undertakes to provide only the financial information, operating data, financial statements and notices which it has expressly agreed to provide pursuant to this section and does not hereby undertake to provide any other information that may be relevant or material to a complete presentation of the County's financial results, condition or prospects or hereby undertake to update any information provided in accordance with this section or otherwise, except as expressly provided herein. The County does not make any representation or warranty concerning such information or its usefulness to a decision to invest in or sell Certificates at any future date.

UNDER NO CIRCUMSTANCES SHALL THE COUNTY BE LIABLE TO THE HOLDER OR BENEFICIAL OWNER OF ANY CERTIFICATE OR ANY OTHER PERSON, IN CONTRACT OR TORT, FOR DAMAGES RESULTING IN WHOLE OR IN PART FROM ANY BREACH BY THE COUNTY, WHETHER NEGLIGENT OR WITHOUT FAULT ON ITS PART, OF ANY COVENANT SPECIFIED IN THIS SECTION, BUT EVERY RIGHT AND REMEDY OF ANY SUCH PERSON, IN CONTRACT OR TORT, FOR OR ON ACCOUNT OF ANY SUCH BREACH SHALL BE LIMITED TO AN ACTION FOR MANDAMUS OR SPECIFIC PERFORMANCE.

No default by the County in observing or performing its obligations under this section shall comprise a breach of or default under the Order for purposes of any other provision of this Order.

Nothing in this section is intended or shall act to disclaim, waive or otherwise limit the duties of the County under federal and state securities laws.

The provisions of this section may be amended by the County from time to time to adapt to changed circumstances that arise from a change in legal requirements, a change in law or a change in the identity, nature, status or type of operations of the County, but only if (1) the provisions of this section, as so amended, would have permitted an underwriter to purchase or sell Certificates in the primary offering of the Certificates in compliance with the Rule, taking into account any amendments or interpretations of the Rule since such offering as well as such changed circumstances and (2) either (a) the Holders of a majority in aggregate principal amount (or any greater amount required by any other provision of this Order that authorizes such an amendment) of the Outstanding Certificates consent to such amendment or (b) a person that is unaffiliated with the County (such as nationally recognized bond counsel) determined that such amendment will not materially impair the interest of

the Holders and beneficial owners of the Certificates. If the County so amends the provisions of this section, it shall include with any amended financial information or operating data next provided in accordance with paragraph (a) of this section an explanation, in narrative form, of the reason for the amendment and of the impact of any change in the type of financial information or operating data so provided. The County may also amend or repeal the provisions of this continuing disclosure agreement if the SEC amends or repeals the applicable provision of the Rule or a court of final jurisdiction enters judgment that such provisions of the Rule are invalid, but only if and to the extent that the provisions of this sentence would not prevent an underwriter from lawfully purchasing or selling Certificates in the primary offering of the Certificates.

(d) Definitions. As used in this section, the following terms have the meanings ascribed to such terms below:

"MSRB" means the Municipal Securities Rulemaking Board.

"NRMSIR" means each person whom the SEC or its staff has determined to be a nationally recognized municipal securities information repository within the meaning of the Rule from time to time.

"Rule" means SEC Rule 15c2-12, as amended from time to time.

"SEC" means the United States Securities and Exchange Commission.

"SID" means any person designated by the State of Texas or an authorized department, officer, or agency thereof as, and determined by the SEC or its staff to be, a state information depository within the meaning of the Rule from time to time.

Section 18. SEVERABILITY. The provisions of this Order are severable; and in case any one or more of the provisions of this Order or the application thereof to any person or circumstance should be held to be invalid, unconstitutional or ineffective as to any person or circumstance, the remainder of this Order nevertheless shall be valid, and the application of any such invalid provision to persons or circumstances other than those as to which it is held invalid shall not be affected thereby.

EXHIBIT A

PAYING AGENT/REGISTRAR AGREEMENT

WMSON/CO2000A: ORDER.DR1

A-1

EXHIBIT B**DESCRIPTION OF ANNUAL FINANCIAL INFORMATION**

The following information is referred to in Section 19 of this Order.

Annual Financial Statements and Operating Data

The financial information and operating data with respect to the County to be provided annually in accordance with such Section are as specified (and included in the Appendix or under the headings of the Official Statement referred to) below:

- | | | | |
|------|------------|---|---|
| (1) | Appendix B | - | EXCERPTS FROM ANNUAL FINANCIAL REPORT; |
| (2) | Table 1 | - | Valuation, Exemptions and General Obligation Debt; |
| (3) | Table 2 | - | Taxable Assessed Valuations by Category; |
| (4) | Table 3 | - | Valuation and General Obligation Debt History; |
| (5) | Table 4 | - | Tax Rate, Levy and Collection History; |
| (6) | Table 5 | - | Ten Largest Taxpayers; |
| (7) | Table 8 | - | Pro-Forma General Obligation Debt Service Requirements; |
| (8) | Table 10 | - | Authorized But Unissued General Obligation Bonds; |
| (9) | Table 11 | - | General Fund Revenues and Expenditure History; and |
| (10) | Table 12 | - | Current Investments. |

Accounting Principles

The accounting principles referred to in such Section are the accounting principles described in the notes to the financial statements referred to in paragraph 1 above.

AGENDA ITEM 32

Consider approving lease renewal for Department of Public Safety office at 807 East. 7th, Street in Georgetown.

Moved: **Commissioner Hays**

Seconded: **Commissioner Boatright**

Motion: To approve lease renewal for Department of Public Safety office at 807 East 7th Street in Georgetown at \$2,433.37 per month for 36 months.

Vote: Motion carried 5 – 0

< Clerk copy here >



General Services Commission

1711 San Jacinto - P.O. Box 13047

Austin, Texas 78711-3047

Web Site: www.gsc.state.tx.us

(512) 463-3035

CHAIRMAN
Gene Shull
COMMISSIONERS
Tomas Cardenas, Jr., P.E.
Jim Cox
Dionicio Vidal Flores, P.E.
Fred N. Moses
Barbara Rusling

February 16, 2000

**NOTICE OF ACCEPTANCE
NEGOTIATED CONTRACT**

Williamson County
Attn: The Honorable John C. Doerfler
County Judge
Williamson County Courthouse
Georgetown, Texas 78626

Re: Lease 405-1688-E7E-GEORGETOWN

Term: 9/1/00 through 8/31/03

Building Description:

N/A

807 EAST 7TH

GEORGETOWN, WILLIAMSON, COUNTY, TEXAS 78626

Dear Judge Doerfler:

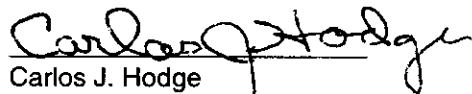
The General Services Commission, acting as Lessee for space leased by the State of Texas, expresses its appreciation for your offer of space provided by Williamson County to the Texas Department of Public Safety.

The formal contract, enclosed herewith, when signed and returned by you and received by this office, shall confirm the total terms and conditions of the contract between Williamson County and the State of Texas.

As a requirement of this contract, Lessor warrants, promises and represents that all building components, systems and services that are provided as a result of entering into this lease, whether specifically required by the lease or not, shall be Year 2000 compliant.

The terms of this contract may be changed only by written agreement between Lessee and Lessor. If you have any questions, please contact Norman Donelson at (512) 463-3326.

Respectfully,



Carlos J. Hodge
State Lease Officer

CJH:ND:ms

Enclosures

cc: Mr. Randy Ayers, Texas Department of Public Safety



LEASE NO. 405-1688-E7E-GEORGETOWN**STATE LEASE**
(NEGOTIATED)

THE STATE OF TEXAS)

COUNTY OF TRAVIS)

1. PARTIES

This Agreement is made and entered into this 16TH day of FEBRUARY, 2000, by and between (a) LESSOR, WILLIAMSON COUNTY of WILLIAMSON County, TEXAS, USA and (b) LESSEE, STATE OF TEXAS

2. PROPERTY LEASED

Lessor promises, in return for the consideration described herein to be paid by the Lessee and the covenants set out herein to be kept by Lessee, to hereby lease, unto the Lessee, the following described property and premises, to wit:

4,380 square feet of net usable space, located in the

N/A Building, at

807 EAST 7TH [Street address], in

GEORGETOWN 78626 [City]

WILLIAMSON, County, Texas

Lessor also promises to furnish any and all requirements related to such property and premises as set out in all referenced attachments to this lease, all of which are incorporated herein by reference and made a part hereof for all purposes.

3. MONTHLY RENTAL

The Lessee agrees to pay Lessor TWO THOUSAND FOUR HUNDRED THIRTY THREE AND 37/100 Dollars (\$ 2,433.37) per month during the term of this lease. (All additions or deletions of net usable space to this lease shall be based upon a charge of 55.56 cents per square foot per month.) Lessor agrees to submit monthly statements for rent to the occupying state agency. The monthly rentals provided for herein shall be due and payable by Lessee in advance on the first day of the month for which said rentals are due.

4. TERM OF THE LEASE

The term of this lease shall be for 36 months commencing on the 1ST day of SEPTEMBER, 2000, and ending on the 31ST day of AUGUST, 2003, unless sooner terminated as hereinafter provided.

- (a) This lease contract is made and entered into in accordance with the provisions of Texas Government Code, Title 10, Subtitle D, and is made contingent upon the continuation of federally funded programs, or upon the availability of state funds appropriated by the Legislature, to cover the full term and cost of this lease. In the event a curtailment of federally funded programs occurs, or in the event state appropriated funds are unavailable, the General Services Commission, hereinafter referred to as Commission, may assign another State agency to the space, or a part thereof, covered by this lease. Should the Commission be unable to find another State agency or agencies to fill, or partially fill the space, the Commission, upon written notice to the Lessor, either may terminate this lease, or adjust it in accordance with the provisions of this lease.

5. GENERAL TERMS AND CONDITIONS

- (a) Lessor further agrees that should the Lessee request additional space during the term of this lease, Lessor may furnish such space as is requested by the Lessee, if available, adjacent to space covered by this lease at a rental not more than the monthly cost per square foot shown in paragraph 3 above, and to be concurrent with the balance of the

6. SPECIAL TERMS AND CONDITIONS [shall be listed here, and shall include but not be limited to: mutual cancellation clauses, provisions relating to performance bonds on new construction, special requirements peculiar to the occupying agency, and special requirements or conditions bid by the Lessor and accepted by the Commission prior to its award].

(a)

The Lessee shall pay all utility bills necessary for the proper operation of the duties performed by the Lessee.

(b)

The Lessee shall provide janitorial services for the space occupied.

(c)

Lessor shall provide off-street parking for 46 vehicles, 2 of which must meet handicapped accessibility requirements per "Attachment A" to this lease.

(d)

Lessor warrants, promises and represents that all building components, systems and services that are provided as a result of entering into this lease, whether specifically required by the lease or not, shall be year 2000 compliant. "Building components, systems and services" shall include, but not be limited to: heating, ventilation and air conditioning; electrical; plumbing; lighting; sprinkler; elevator; security; automatic door and gate opening, closing and locking; card or keypad access or control; fire and smoke alarm, detection and reporting; telephone; computer automation; monitoring; and other building related components, systems and services. "Year 2000 compliant" shall mean that all building components, systems and services shall operate accurately and in the manner intended as they relate to date related operations when given a valid date containing century, year, month and day.

(e)

This lease shall comply with handicapped accessibility requirements as set out on "Attachment A".

LESSOR:

WILLIAMSON COUNTY

By: John C. Doerfler 5-16-00
 Signature John C. Doerfler
 (Please type or print name under signature)
County Judge
 Title [See 5. (e) above]

512 943-1550
 Area Code Telephone Number

Date: 5-16-00

LESSEE:

STATE OF TEXAS
 Acting by and through the
 GENERAL SERVICES COMMISSION

By: Carlos J. Hodge
 Signature CARLOS J. HODGE
STATE LEASE OFFICER
 Title

(512) 463-3331
 Area Code Telephone Number

ATTACHMENT "A"
Handicapped Accessibility Requirements

At the time the lease premises become occupied by Lessee and throughout the term of the lease and any additional tenancy, Lessor shall comply with the following provisions:

- (1) This lease shall comply with the Texas Accessibility Standards ("TAS") regarding architectural barriers to persons with disabilities promulgated under Article 9102, T.C.S., as prepared and administered by the Texas Department of Licensing and Regulation; the ADA Accessibility Guidelines ("ADAAG") promulgated under the Americans with Disabilities Act of 1990, Public Law 101-336, 42 United States Code 12101 et seq. In instances of differences between TAS and ADAAG, the most stringent requirement (i.e., providing the highest degree of accessibility) shall apply.
 - (2) The exterior conditions shall comply with accessibility standards for accessible sites and exterior facilities applicable to new construction as prescribed in TAS and ADAAG; the interior conditions shall comply with accessibility standards for accessible buildings and facilities applicable to alterations as prescribed in TAS and ADAAG.
 - (3) Article 9102, T.C.S., requires that the Texas Department of Licensing and Regulation (T.D.L.R.) inspect the leased space during the first year of the lease. Lessor will be responsible for payment of all fees required by T.D.L.R. for performing its functions under Article 9102.
-

COMMISSIONERS COURT ADJOURNED TO EXECUTIVE SESSION AT 11 O'CLOCK A.M. ON TUESDAY, MAY 16, 2000.

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AGENDA ITEM 33

Discuss potential litigation: (EXECUTIVE SESSION REQUESTED as per VTCA Govt. Code sec 551.071 consultation with attorney)

No action was taken in executive session.

COMMISSIONERS COURT RECONVENED AT 11:55 A.M. ON TUESDAY, MAY 16, 2000.

AGENDA ITEM 34

Comments from commissioners

There were no comments from the commissioners

COMMISSINERS COURT RECESSED AT 12 O'CLOCK NOON ON TUESDAY, MAY 16, 2000

COMMISSIONERS COURT RECONVENED AT 3 O'CLOCK P.M. ON TUESDAY, MAY 16, 2000.

COMMISSIONERS COURT ADJOURNED AT 4 O'CLOCK P.M. ON TUESDAY, MAY 16, 2000.

***See action taken on Agenda Item 30 recorded on Minutes Page 98 of this meeting

05/18/00 12:22 512 255 8986

Sheets & Cross. --- WM COUNTY JUDGE 002/003

ANNEXATION PETITION

133

**TO THE MAYOR AND THE CITY COUNCIL OF THE CITY OF
ROUND ROCK, TEXAS.**


The undersigned owner of the hereinafter described tract of land, which is vacant and without residents, hereby petitions your Honorable City Council to extend the present city limits so as to include as a part of the City of Round Rock, Texas, the following described territory, to-wit:

Tract One: Being all of County Road 113, including right-of-way, extending from the western right-of-way line of County Road 122 westerly to the eastern right-of-way line of FM 1460, as shown on the drawing attached as Exhibit "A".

Tract Two: Being all of the extension of Old Settlers Boulevard, including right-of-way, from the existing Round Rock city limit line easterly to the western right-of-way line of FM 1460, as also shown on the drawing attached as Exhibit "A".

I hereby certify, under oath, that:

- (1) WILLIAMSON COUNTY, TEXAS IS THE TRUE AND ONLY OWNER OF THE ABOVE DESCRIBED TRACTS OF LAND, and
- (2) The above described tracts of land are contiguous and adjacent to the current city limits of the City of Round Rock, Texas.


John C. Doerfler, County Judge
Williamson County, Texas

SUBSCRIBED AND SWORN TO ME BEFORE, a notary public, by John C. Doerfler this 16 day of May, 2000, AD.


Notary Public, State of Texas

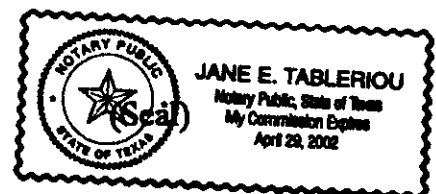
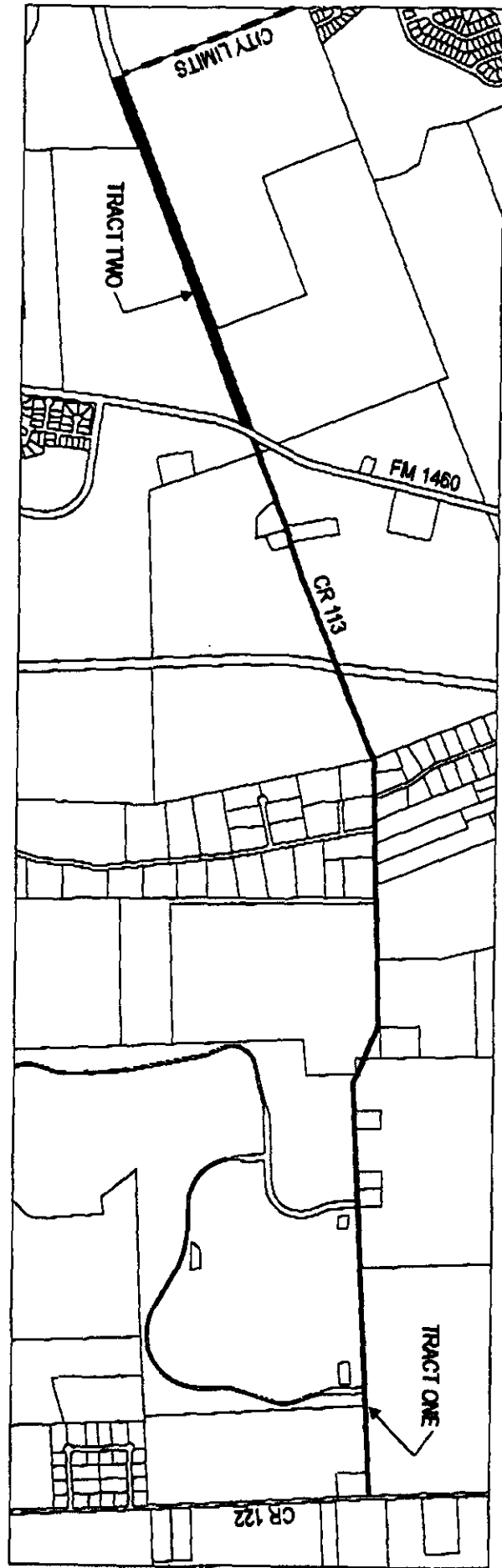


EXHIBIT "A"

134



COUNTY ROAD 113 RIGHT OF WAY ANNEXATION



Williamson County, Texas

*Comprehensive Annual Financial Report
Fiscal year ended September 30, 1999
Prepared by the Office of the County Auditor
David U. Flores*

"...in pursuit of excellence..."

-Williamson County Auditor's Office

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Williamson County,
Texas

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
September 30, 1998

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



Carol Brueckner
President

Jeffrey L. Esch
Executive Director

WILLIAMSON COUNTY, TEXAS
COMPREHENSIVE
ANNUAL FINANCIAL REPORT
FISCAL YEAR ENDED
SEPTEMBER 30, 1999
PRINCIPAL OFFICIALS

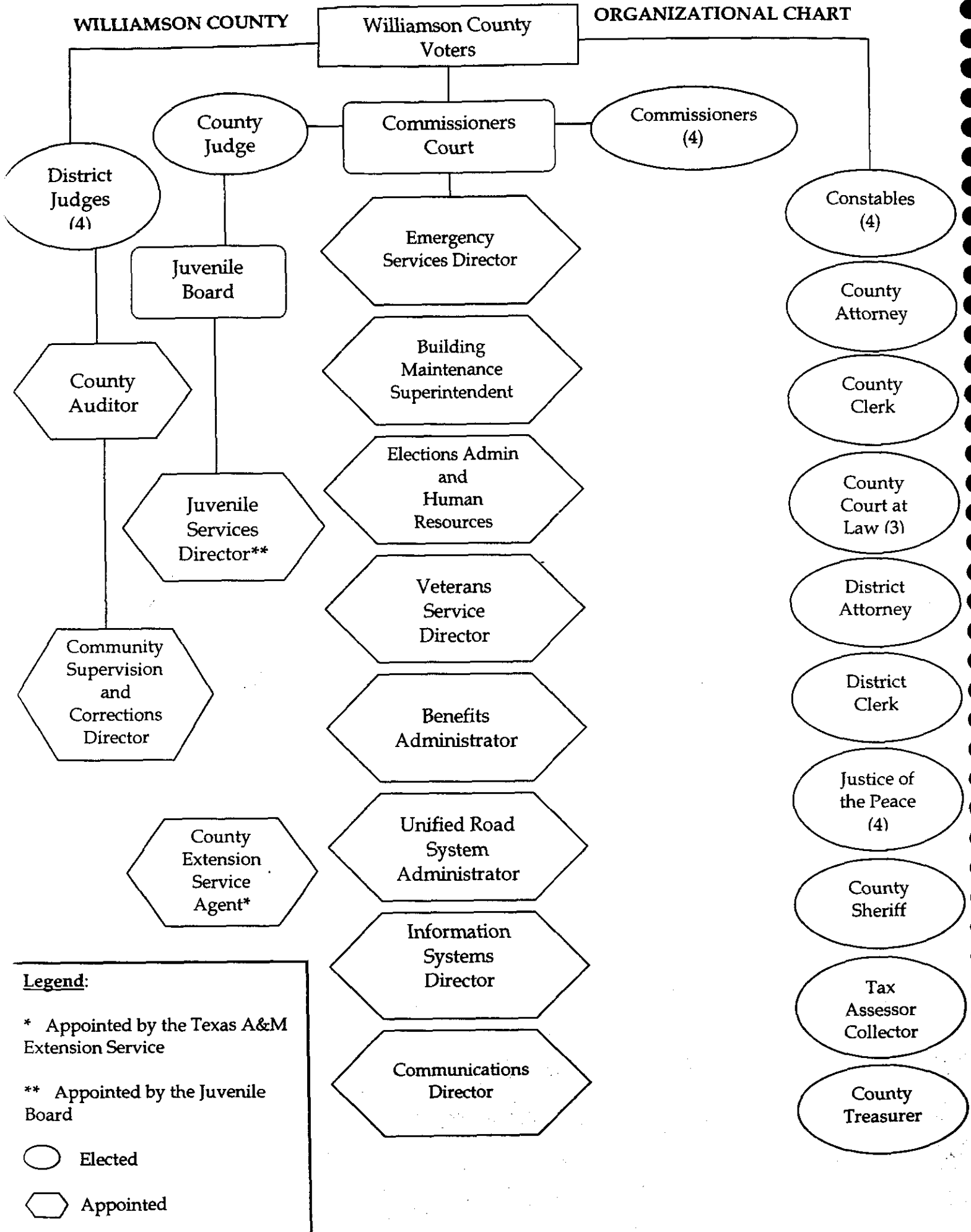
COUNTY JUDGE	JOHN DOERFLER
COMMISSIONER, PRECINCT I	MIKE HEILIGENSTEIN
COMMISSIONER, PRECINCT II	GREG BOATRIGHT
COMMISSIONER, PRECINCT III	DAVID HAYS
COMMISSIONER, PRECINCT IV	FRANKIE LIMMER
COUNTY AUDITOR	DAVID FLORES
TAX ASSESSOR-COLLECTOR	DEBORAH HUNT
COUNTY CLERK	NANCY RISTER
COUNTY ATTORNEY	EUGENE TAYLOR
COUNTY TREASURER	VIVIAN WOOD
DISTRICT CLERK	BONNIE WOLBRUECK
DISTRICT ATTORNEY	KEN ANDERSON
SHERIFF	ED RICHARDS

OFFICIAL ISSUING REPORT

DAVID U. FLORES
COUNTY AUDITOR

WILLIAMSON COUNTY

ORGANIZATIONAL CHART



OFFICIALS

<u>Title</u>	<u>Name</u>
Judge, 368th Judicial District Court	Burt Carnes
Judge, 277th Judicial District Court	John R. Carter
Judge, 26th Judicial District Court	Billy R. Stubblefield
Judge, 395th Judicial District Court	Mike Jergins
County Auditor	David U. Flores
CSCD Director	Rick Zinsmeyer
Juvenile Probation Director	Charles Skaggs
County Judge	John C. Doerfler
Commissioner	Mike Heiligenstein
Commissioner	Greg Boatright
Commissioner	David Hays
Commissioner	Frankie Limmer
Communications Director	Geniva Simpson
Maintenance Supervisor	Joe Latteo
Benefits Administrator	Lisa Zirkle
Unified Road System Administrator	Greg Bergeron
Emergency Service Director	John Sneed
Elections Administrator/Human Resources	John Willingham
Information Systems Director	Otis Coufal
Veterans Service Director	Dr. Glenn A. Lee
County Extension Service Agent	Ronnie Leps
Constable	Gary Griffin
Constable	Jim Wilson
Constable	Bobby Gutierrez
Constable	Marty Ruble
County Attorney	Eugene Taylor
County Clerk	Nancy Rister
County Court at Law #1	Kevin Henderson
County Court at Law #2	Robert F. "Skip" Morse
County Court at Law #3	Don Higginbotham
District Attorney	Ken Anderson
District Clerk	Bonnie Wolbrueck
Justice of the Peace	Patricia Ott
Justice of the Peace	Edna Staudt
Justice of the Peace	Jim Bitz
Justice of the Peace	Judy S. Hobbs
Sheriff	Ed Richards
Tax Assessor/Collector	Deborah Hunt
Treasurer	Vivian Wood

WILLIAMSON COUNTY, TEXAS

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Williamson County

Georgetown, Texas

DAVID U. FLORES
COUNTY AUDITOR



March 21, 2000

The Honorable District Judges

Billy R. Stubblefield, 26th Judicial District
John R. Carter, 277th Judicial District
Burt Carnes, 368th Judicial District
Mike Jergins, 395th Judicial District

The Honorable Commissioners' Court, Williamson County, Texas
John C. Doerfler, County Judge
Mike Heiligenstein, County Commissioner, Precinct I
Greg Boatright, County Commissioner, Precinct II
David Hays, County Commissioner, Precinct III
Frankie Limmer, County Commissioner, Precinct IV

The Citizens of Williamson County

Gentlemen and Citizens:

The Comprehensive Annual Financial Report of Williamson County, Texas, for the year ended September 30, 1999, is submitted herewith, as required by Article 1665, Vernon's Annotated Civil Statutes of the State of Texas.

The County Auditor's Department prepared this report. Responsibility for both the accuracy of the presented data, the completeness and fairness of the presentation, including all disclosures, rests with the County Auditor's office. I believe the data, as presented, is accurate in all material aspects; that it is presented in a manner designed to fairly set forth the financial position and results of operations of Williamson County, Texas as measured by the financial activity of its various funds; and that all disclosures necessary to enable the reader to gain the maximum understanding of Williamson County's financial affairs have been included.

It is our goal to provide accountability as defined by the Governmental Accounting Standards Board. "Accountability requires governments to answer to the citizenry, to justify the raising of public resources and the purpose for which they are used. Governmental accountability is based on the belief that the citizenry has a 'right to know,' a right to receive openly declared facts that may lead to public debate by the citizens and their elected representatives." The Government Finance Officers Association (GFOA) of the United States and Canada awarded a Certificate of Achievement for Excellence in Financial Reporting to Williamson County for its financial report for the fiscal year ended September 30, 1998. This was the eighth year that the award was presented to Williamson County. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

To be awarded a Certificate of Achievement, a governmental unit must publish an efficient, organized, and easy to read comprehensive annual financial report with contents that conform to program standards. Such a report must satisfy both generally accepted accounting principles and applicable legal requirements. We believe our current report continues to conform to the Certificate of Achievement program requirements in which we are submitting to GFOA.

The organization, form, and contents of this report were prepared in accordance with the standards prescribed by the Government Finance Officers Association (GFOA), the American Institute of Certified Public Accountants (AICPA), and the Governmental Accounting Standards Board (GASB).

The accompanying report consists of four parts:

- 1) Introductory section; including the letter of transmittal;
- 2) Financial section; including the financial statements and supplemental data of the County accompanied by our independent auditor's opinion;
- 3) Statistical section, including a number of tables of unaudited data depicting the financial history of the County for the past 10 years, information on overlapping governments, economic and demographic characteristics of the County and other miscellaneous information; and a
- 4) Single Audit Report of Grant Funds received by the County.

ACCOUNTING SYSTEMS AND BUDGETARY CONTROL

The County's financial records are accounted for on a modified accrual basis with the

revenue being recorded when available and measurable and, expenditures being recorded when the services or goods are received and the liabilities are incurred. In addition, encumbrances are recorded during the year as one technique of accomplishing budgetary control. Encumbered amounts lapse at year-end. Outstanding encumbrances are generally reappropriated as part of the following year's budget. Unmatured interest on long-term debt is not recognized.

Property tax revenue is susceptible to accrual and is considered available to the extent collected within sixty (60) days after the end of the fiscal year. Accrued interest on temporary investments and grant revenue is also susceptible to accrual.

In developing and altering the County's accounting system, consideration is given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute, assurance regarding:

- the safeguarding of assets against loss from unauthorized use or disposition; and
- the reliability of financial records for preparing financial statements and maintaining accountability for assets.

The concept of reasonable assurance recognizes that:

- the cost of control should not exceed the benefit likely to be derived; and
- the evaluation of costs and benefits requires estimates and judgment by management.

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

Budgets are adopted for the General, Special Revenue, and Debt Service Funds on a basis consistent with generally accepted accounting principles.

Budgets are prepared for grants-in-aid Funds on a program year basis, which may differ from the County's fiscal year.

In the General and Special Revenue Funds, in which the revenue is determined by the County, budgetary control is maintained by the County Auditor's Office at the line item level by a review of estimated purchase amounts prior to the release of purchase orders to vendors. A purchase order, which results in an overrun of a line item, is not released until additional appropriations are made available.

BUDGETING AND TAX ADOPTION PROCEDURES

The County Judge serves as the budget officer for Williamson County. In preparing the budget, the County Judge may require any county officer to furnish information necessary to properly prepare the budget.

The County Judge itemizes the budget to allow as clear a comparison as is feasible between expenditures included in the proposed budget and actual expenditures for the same or similar purposes that were made for the preceding fiscal year. The budget must show, as definitely as possible, each of the projects for which an appropriation is established in the budget and the estimated amount of money carried in the budget for each project.

When the County Judge has completed the preparation of the budget, the judge files a copy of the proposed budget with the County Clerk. The Commissioners' Court holds a public hearing on the proposed budget. Any taxpayer of the County may attend and may participate in the hearing.

At the conclusion of the public hearing, the Commissioners' Court takes action on the proposed budget. The Commissioners' Court may make any changes in the proposed budget that it considers warranted by the law and required by the interest of the taxpayers.

The Commissioners' Court may levy taxes only in accordance with the budget. After final approval of the budget, the Court shall file the budget with the County Clerk and may spend County funds only in strict compliance with the budget, except in an emergency.

The Commissioners' Court may authorize an emergency expenditure as an amendment to the original budget only in a case of grave public necessity to meet an unusual and unforeseen condition that could not have been included in the original budget through the use of reasonably diligent thought and attention. If the Court amends the original budget to meet an emergency, the Court files a copy of its order amending the budget with the County Clerk. The clerk attaches the copy to the original budget.

The Commissioners' Court, by order, may amend the budget to transfer an amount budgeted for one item to another budgeted item within the same fund without authorizing an emergency expenditure.

State Law requires counties to adopt a budget before they adopt a tax rate. The Commissioners' Court may levy taxes only in accordance with the budget. Chapter 26 of the Property Tax Code requires taxing units to comply with truth-in-taxation laws in

setting their tax rates. This law has two purposes:

- to make the taxpayers more knowledgeable about tax rate proposals
- and, in certain cases, to allow taxpayers to roll back or limit a tax increase.

REPORTING ENTITY

Williamson County is a political subdivision of the State of Texas. It has no legislative powers, and very restricted judicial and administrative powers. The governing body of the County is its Commissioners' Court of five members. The County Judge is its chairman and the Commissioner from each of the four road and bridge precincts is also a member. The Court has only such powers as are conferred upon it by the Constitution and the Statutes, or by necessary implication therefrom.

Williamson County provides many varied services for the public it serves. Among these services are judicial, detention facilities, public safety, county roads, flood control, emergency medical service, health and limited social services, public improvements and general administrative services.

ECONOMIC CONDITIONS AND OUTLOOK

Williamson County has experienced strong growth over the past five years. Population has increased 39% since 1990. Along with the rapid population growth there has been an equal increase in job creation, thereby keeping the unemployment rate within the county level at 2%. Wealth and income levels within the county exceed the state and national averages, as indicated by the 1998 median household effective buying income, which was \$ 43,370 or 127% of the state and 121% of the nation.

Assessed value has increased 64% since 1996 to more than \$11.1 billion. The county has benefited from the increase expansion of Dell Computer Holdings, Lakeline Developers, and Southwestern Bell Telephone. (The tax base is diverse as the top 10 taxpayers, including the three previously mentioned accounts for 5.12%.)

Financial operations for the County have been sound, as the county has produced operating surpluses for the past three years. The undesignated general fund balance has increased to \$ 9.2 million, or 24% of current expenditures. The 2000 budget indicates a conservative drawdown for capital projects of \$ 4 million.

The above-average debt levels will continue to be pressured as the cities and school districts within the county issue additional debt to meet the needs of a growing population. Currently, the overall net debt per capita is \$ 2,916, or 5.8% of true value.

Standard & Poors outlook for the county is POSITIVE. It reports that the county is formulating a capital plan and expects the plan to be substantial but remain manageable.

The outlook reflects the county's requirements for moderate future debt issues with limited drawdowns. Standard & Poors further reports that the county has demonstrated ability to manage the above-average debt burden while still meeting the increasing demands created by growth.

Moody's outlook for the Aa2 rating on the county's general obligation bonds is stable and reflects Moody's expectations of continued growth and diversification of the economic base and maintenance of a well-managed financial operation. Additionally, Mood's expects that the substantial amount of future borrowing planned for the next several years will significantly alter the county's debt profile given ongoing growth in taxable values.

The County of Williamson, created and organized in 1848 from Milam County, is located in Central Texas. The County was named after Robert M. Williamson, a pioneer leader.

Williamson County, once a rural community, is transitioning at a fast pace into a developing suburb. The City of Georgetown is the county seat. It is located 28 miles north of Austin, Texas at the intersection of Interstate Highway 35 and State Highway 29. Georgetown sits in a historic setting and its downtown has become a center for antique shops and movie firms.

The relaxed setting is misleading because it is busy in agribusiness, manufacturing of electric motors, and structural and electronic products that dominate the economy. Educational and tourist facilities also located in Georgetown include Southwestern University and Inner Space Caverns.

The City of Taylor is a growing industrial, agribusiness, and publishing center. Round Rock is the largest city in Williamson County. Its close proximity to Austin and its own aggressive economic development has made it grow dramatically during the 90's. Round Rock still continues to attract small and large businesses to this area, such as high-tech industries, manufacturers of electronic equipment, generators, electric motors, lime and tools. Other towns in Williamson County include Bartlett, Cedar Park, Florence, Granger, Hutto, Liberty Hill, Leander, Thrall, and Walburg.

OUTLOOK 2000 AND BEYOND

The dramatic growth of the County will continue to demand greater responsibility from political, business, and civic leaders. An increased need for services comes at a time when taxpayers are demanding quality service with less government. The County will need to respond by:

- (1) Informing the public of what the County functions are, with accountability based on performance and financial information;

- (2) Addressing salaries in this competitive market and providing continued training to key employees; and
- (3) Aggressively assessing technological requirements; and investing accordingly.

MAJOR INITIATIVES

The City of Round Rock will introduce the Round Rock Express, a new Texas minor league baseball team owned by Nolan Ryan. A new stadium is being constructed in Round Rock to house the team and is scheduled to be completed and ready for opening day in April of the year 2000.

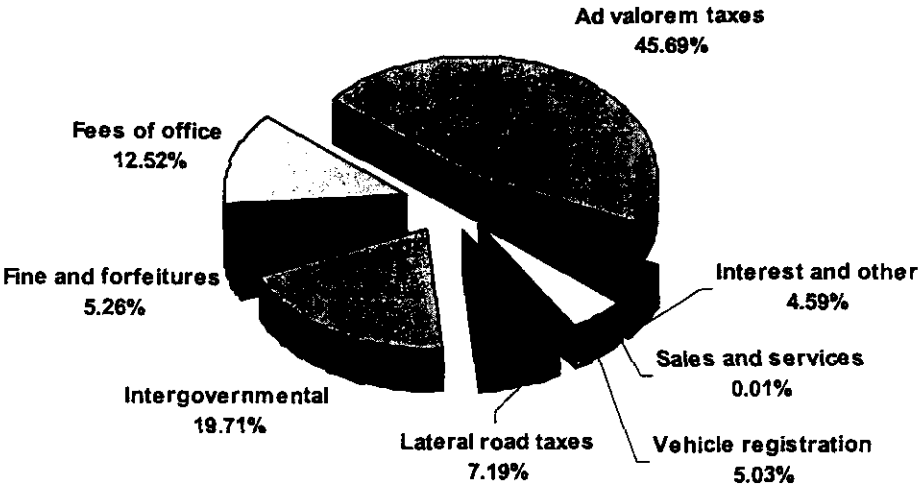
The County purchased and installed Oracle, a new financial accounting system. This relational data based system replaced the County's previously outdated accounting system. The new system will enable the County to more effectively record, evaluate, and report financial information on a daily, monthly, and annual basis. Oracle is Y2K compliant and as such did not experience any system errors in the year 2000.

FINANCIAL INFORMATION

GENERAL GOVERNMENT FUNCTIONS

General Governmental Functions are those included in the General, Special Revenue, and Debt Service funds of the Governmental Fund Types.

Revenue from all budgeted funds, excluding other financing sources for the fiscal year ended September 30, 1999 totaled \$66,600,410 an increase of 9% over FY 1998. A reason for this steady increase in revenue is that fees and fines have increased in proportion to the growth of the County. Fee collections increased by 12% and fines increased by 15%. Ad valorem taxes increased by 12%.

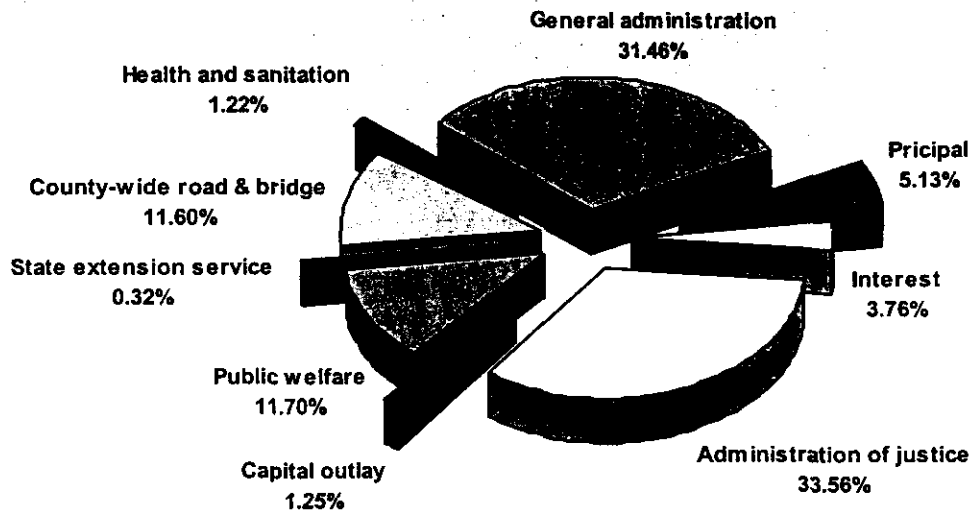


Ad valorem property taxes produced 46% of the total revenue, compared to 45% last year. The increase in ad valorem tax revenue was due to an ad valorem tax rate increase of 8% and a windfall from new improvements on the tax roll.

REVENUE SOURCE

	1999	% of	1998	Increase / Decrease	
	Amount	Total	Amount	Over FY 1998	%
				Amount	
Ad valorem taxes	\$ 30,433,218	45.69%	\$ 27,268,924	\$ 3,164,294	12%
Fees of Office	8,337,567	12.52%	7,436,786	900,781	12%
Fines and forfeitures	3,503,753	5.26%	3,059,237	444,516	15%
Intergovernmental	13,126,408	19.71%	12,258,340	868,068	7%
Lateral road taxes	4,785,862	7.19%	4,629,436	156,426	3%
Vehicle registration	3,347,441	5.03%	3,004,783	342,658	11%
Sales and service	4,000	0.01%	29,140	(25,140)	(86%)
Interest and other	3,062,161	4.59%	3,251,397	(189,236)	(6%)
Total Revenue	\$ 66,600,410	100.00%	\$ 60,938,043	\$ 5,662,367	0.09

Expenditures (expenses) from all funds for the fiscal year ended September 30, 1999, totaled \$62,889,870. All expenditures were under budget. The following graph presents the functional distribution of those expenditures (expenses).



EXPENDITURE FUNCTION

	1999 Amount	% of Total	1998 Amount	Over FY 1998 Amount	%
General administration	\$ 19,784,133	31.46%	\$ 19,582,035	\$ 202,098	0.01
Administration of justice	21,109,128	33.56%	18,342,714	\$ 2,766,414	0.15
Public welfare	7,356,176	11.70%	6,480,816	\$ 875,360	0.14
Health and sanitation	766,274	1.22%	529,623	\$ 236,651	0.45
State extension service	201,007	0.32%	177,111	\$ 23,896	0.13
County-wide road & bridge	7,292,923	11.60%	7,156,810	\$ 136,113	0.02
Capital outlay	787,101	1.25%	571,996	\$ 215,105	0.38
Debt service					
Principal	3,225,000	5.13%	2,468,736	\$ 756,264	0.31
Interest	2,368,128	3.76%	3,272,844	\$ (904,716)	(28%)
Total Expenditures	\$ 62,889,870	1.00	\$ 58,582,685	\$ 4,307,185	0.07

DEBT ADMINISTRATION

In 1987 and 1988, the voters of Williamson County authorized the issuance of \$16,500,000 for the construction of the County Sheriff Office and jail, the Justice Center building, and improvements of the County courthouse. Refunding of this debt resulted in debt service savings to the County. This was done by creating separate irrevocable trust funds in

amounts to fully service the debt until it is called or matures.

On August 1, 1994, the County issued \$5,000,000 of Limited Tax Notes for 7 years with interest rates averaging 4.99% payable on February 15 and August 15 of each year.

On May 6, 1997, the County authorized the issued of two separate Certificates of Obligations of \$11,100,000 and \$ 9,100,000 to fund various capital improvement needs. Also, after a General bond election, the County issued \$ 15,000,000 for road improvements and \$ 3,000,000 for recreational areas. The total debt issue for fiscal year 1997 was \$38.2 million. Interest at rates ranging from 4.5% t 6.0% is payable at February 15 and August 15 of each year for both certificates of obligation.

The following is a summary of the long-term debt transactions for the County for the year ended September 30, 1999:

	Capital Lease Payable	Bonds Payable	Accrued Compensated Absences	Total
Balance at October 1, 1998	\$ 2,211,335	\$ 47,230,000	\$ 96,351	\$ 49,537,686
Additions	372,376	-	1,579,652	1,952,028
Reductions	589,982	3,225,000	1,054,955	4,869,937
Balance at September 30, 1999	<u>\$ 1,993,729</u>	<u>\$ 44,005,000</u>	<u>\$ 621,048</u>	<u>\$ 46,619,777</u>

Moody's Investors Service has assigned an Aa2 rating to Williamson County. It is in the opinion of Moody's that the ratings reflect the rapid growth and diversification of the area economy and very well managed financial operations with ample reserve levels. Standards & Poor's provided the County with an AA- rating.

CASH MANAGEMENT

In accordance with Section 116.112, Local Government Code, the County Treasurer, with direction of the Commissioners' Court is authorized to withdraw any county funds deposited in a county depository that are not immediately required to pay obligations of the County. The Treasurer may invest those funds as provided by this section, unless such an investment or withdrawal is prohibited by law or the withdrawal is contrary to the terms of the depository contract.

The Commissioners' Court authorized the County Treasurer to deposit cash with the contracted depository and to invest in the authorized state investment pool known as Texpool. This provided the County with safety, liquidity, and a reasonable yield that equaled or exceeded the yield of Treasury Bills.

The Texas Legislature has been diligent to make the investment choices of public funds safer. Requiring investment officers to receive additional training; requiring local government to provide a copy of a signed and adopted investment policy to perspective investment agencies; and requiring quarterly reporting to the Commissioner's Court of investments. These actions are designed to assist local governments in their effort to make more prudent investment choices.

RISK MANAGEMENT

The County provides for the management of risks through a combination of self-insurance and traditional insurance. Property and casualty coverage has continued to be obtainable at reasonable premium rates on building and improvements. Comprehensive general liability and public official's liability coverage have not been obtainable at reasonable rates, and these risks are self-insured by the County.

The County elected to provide group medical benefits to its employees on a self-funded basis, as allowed by state statutes. An insurance company provides stop-loss coverage. An independent company serves as Claim Administrator and the County Auditor's office audits the Benefit Program plan.

Total County and employee contributions to the Fund Plan for the year ending September 30, 1999 were \$2,881,698. Claims paid by the Plan on behalf of the participants were \$2,842,796. Claims incurred but not paid in fiscal year 1999 were \$492,786.

The Fund balance of the plan for FY 1998 was \$ 4,342,888. This fund balance was reduced to \$3,896,638 in FY 1999, representing a reduction of \$446,250 or 10.5%. Administrative costs have increased dramatically; 124% over a 3 year period.

INDEPENDENT AUDIT

Williamson County's Commissioners' Court contracted with Pattillo, Brown, and Hill, L.L.P. for an annual audit of its financial statements for the period ending September 30, 1999. The audit report of the independent public accountant's expresses their opinion as to the fairness of presentation in conformity with generally accepted accounting principles of the accompanying combined financial statements. This opinion is based on audit procedures described in their report, which include examining the County's system of

internal accounting controls, of the accounting records and other auditing procedures, as they considered necessary in the circumstances.

SPECIAL RECOGNITION

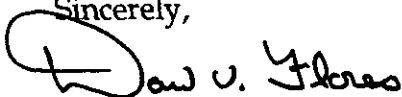
Sheriff Ed Richards has been instrumental in maintaining strict control over the budget and accounting aspect of the Williamson County Sheriff's Department. One innovative way that he has accomplished this goal is by housing an assistant county auditor in the Sheriff's Department proper. Approximately three years ago, Sheriff Richards saw a need to have a professional financial administrator that would become an integral part of his team. Together with the County Auditor, Sheriff Richards made this happen. The Williamson County Auditor's Office commends him for his forward thinking attributes and recognizes him for the outstanding contribution he has given overall to the employees and citizens of Williamson County.

ACKNOWLEDGMENTS

The completion of this report was accomplished through the efficient services of the entire County Auditor's staff and the Pattillo, Brown & Hill, L.L.P. audit team. I would like to express my appreciation for their dedication and efforts. We will continue to maintain a highly qualified staff and group of professionals to ensure this report will be considered for the GFOA Certificate of Achievement for Excellence in Financial Reporting. Special acknowledgement goes to Ms. Julie Kiley, Financial Manager, for her superb effort in maintaining the county's financial records, which support the information used to compile this report. Ms. Kiley is a Certified Public Accountant and has worked in the County Auditor's office for over 5 years.

In addition, I would like to express my appreciation to the Commissioners' Court and to the District Judges for their interest and support and for the responsive and progressive manner in which they convoy the financial operations of Williamson County. Also, my gratitude goes to all officials, department heads and employees in all matters related to the operation of this office during the past year and their efforts toward improving Williamson County.

Sincerely,



David U. Flores
County Auditor

Staff:

PROCUREMENT

Bob Space, First Asst./Purchasing Director
Ginny Atkinson, Assistant Purchaser
Molly Dudley, Purchasing Asst.

ACCOUNTING

Julie Kiley, Financial Manager/Office Manager
Patricia Leyda, Grants Administrator
Donna McKittrick, Accounts Payable Manager
Kathy Blankenship, Accounts Payable Asst.
Monica Lefner, Accounts Payable Asst.
Joyce Gadison, Accounts Payable Asst./Receptionist

INTERNAL CONTROL

Kathy Wierzowiecki, Internal Control Manager
Dawn Tolliver, Internal Control Auditor
Julie Hillhouse, Internal Control Auditor
Natalie Ortiz, Internal Control Auditor
Karen Sledge, Internal Control Auditor
Kurt Showalter, Financial Analyst Sheriff's Office
Rod Davis, Financial Analyst-Task Force

INDEPENDENT AUDITORS' REPORT

To the Honorable County Judge
and County Commissioners
Williamson County, Texas

We have audited the accompanying general purpose financial statements of Williamson County, Texas, as of and for the year ended September 30, 1999, as listed in the table of contents. These general purpose financial statements are the responsibility of Williamson County, Texas' management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

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

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of Williamson County, Texas, as of September 30, 1999, and the results of its operations and the cash flows of its proprietary and similar trust fund types for the year then ended in conformity with generally accepted accounting principles.

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

-1-

The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, "*Audits of States, Local Governments, and Nonprofit Organizations*", and is not a required part of the general purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the general purpose financial statements taken as a whole.

The year 2000 readiness information on page 56 is not a required part of the basic financial statements, but is supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and do not express an opinion on it. In addition, we do not provide assurance that Williamson County, Texas is or will become year 2000 compliant, that Williamson County, Texas' year 2000 remediation efforts will be successful in whole or in part, or that parties with which Williamson County, Texas, does business are or will become year 2000 compliant.

In accordance with Government Auditing Standards, we have also issued our report dated December 30, 1999, on our consideration of Williamson County, Texas' internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants.

Patillo, Brown + Hill L.L.P.

December 30, 1999

GENERAL PURPOSE FINANCIAL STATEMENTS COMBINED STATEMENTS - OVERVIEW

The combined financial statements of all funds are presented to provide a broad overview of the financial position and the results of operations of Williamson County, Texas, at September 30, 1999. Each fund represents a specific program or project to be accounted for independently, and the memorandum combined total for all funds included in these statements is presented for information only.

In addition to the combined overview statements, the financial section includes separate subsections presenting combining statements of special revenue fund types which include more than one fund. However, when a fund is individually presented in either the overview or a combining statement, no further attempt is made to repeat the individual fund in additional statements.

The Debt Service Fund, Capital Projects Fund, and the Internal Service Fund are individually presented in the combined overview statements, therefore, no combining statements are included for these funds.

WILLIAMSON COUNTY, TEXAS
COMBINED BALANCE SHEET
ALL FUND TYPES AND ACCOUNT GROUPS
SEPTEMBER 30, 1999

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
ASSETS				
Cash and interest bearing accounts	\$ 418,835	\$ 1,986,671	\$ 40,294	\$ 631,916
Investments	11,362,641	7,406,255	1,498,215	22,153,236
Due from other governments	89,925	174,568	-	-
Accounts receivable	166,887	2,653,487	-	-
Property taxes receivable	713,223	179,338	183,246	-
Other assets	-	5,520	-	-
Due from other funds	60,248	-	395,356	-
Due from others	-	-	-	-
Deferred compensation investments	-	-	-	-
Land	-	-	-	-
Property and equipment	-	-	-	-
Amount available for debt service	-	-	-	-
Amount to be provided for retirement of long-term debt	-	-	-	-
Total Assets	<u>\$ 12,811,759</u>	<u>\$ 12,405,839</u>	<u>\$ 2,117,111</u>	<u>\$ 22,785,152</u>
LIABILITIES, EQUITY AND OTHER CREDITS				
Liabilities:				
Accounts payable	\$ 1,355,504	\$ 3,248,914	\$ -	\$ 91,443
Due to other governments	6,698	306,302	-	-
Due to other funds	361,499	38,699	54,988	-
Due to others	341,893	335,032	-	-
Accrued expenditures	753,037	108,120	12,741	-
Deferred compensation payable	-	-	-	-
Deferred revenue	745,835	326,675	171,156	-
Bonds payable	-	-	-	-
Capital lease payable	-	-	-	-
Accrued vacation/compensated absences	-	-	-	-
Total Liabilities	<u>3,564,466</u>	<u>4,363,742</u>	<u>238,885</u>	<u>91,443</u>
Equity and Other Credits:				
Investment in general fixed assets	-	-	-	-
Fund balance:				
Reserved for debt service	-	-	1,878,226	-
Unreserved:				
Designated for purpose of trust	-	-	-	-
Undesignated	9,247,293	8,042,097	-	22,693,709
Retained earnings:				
Unreserved	-	-	-	-
Total Equity and Other Credits	<u>9,247,293</u>	<u>8,042,097</u>	<u>1,878,226</u>	<u>22,693,709</u>
Total Liabilities, Equity and Other Credits	<u>\$ 12,811,759</u>	<u>\$ 12,405,839</u>	<u>\$ 2,117,111</u>	<u>\$ 22,785,152</u>

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

Proprietary Fund Type	Fiduciary Fund Type	Account Groups		Totals (Memorandum Only)	
		General Fixed Assets	General Long-Term Debt	1999	1998
Internal Service	Trust and Agency				
\$ 169,974	\$ 2,180,330	\$ -	\$ -	\$ 5,428,020	\$ 6,164,214
4,215,001	3,671,697	-	-	50,307,045	50,481,675
-	-	-	-	264,493	277,962
4,326	-	-	-	2,824,700	2,744,652
-	-	-	-	1,075,807	1,183,500
-	-	-	-	5,520	5,520
59	992,619	-	-	1,448,282	1,735,346
64	-	-	-	64	4,472
-	-	-	-	-	1,860,121
-	-	1,896,328	-	1,896,328	1,682,822
-	-	36,916,584	-	36,916,584	36,239,718
-	-	-	1,878,226	1,878,226	1,825,544
-	-	-	44,741,551	44,741,551	47,500,121
<u>\$ 4,389,424</u>	<u>\$ 6,844,646</u>	<u>\$ 38,812,912</u>	<u>\$ 46,619,777</u>	<u>\$ 146,786,620</u>	<u>\$ 151,705,667</u>
\$ 492,786	\$ -	\$ -	\$ -	\$ 5,188,647	\$ 4,933,816
-	-	-	-	313,000	300,497
-	993,096	-	-	1,448,282	1,735,346
-	4,780,209	-	-	5,457,134	5,454,084
-	-	-	-	873,898	533,988
-	-	-	-	-	1,860,121
-	-	-	-	1,243,666	1,279,652
-	-	-	44,005,000	44,005,000	47,230,000
-	-	-	1,993,729	1,993,729	1,999,314
-	-	-	621,048	621,048	96,351
<u>492,786</u>	<u>5,773,305</u>	<u>-</u>	<u>46,619,777</u>	<u>61,144,404</u>	<u>65,423,169</u>
-	-	38,812,912	-	38,812,912	37,922,540
-	-	-	-	1,878,226	1,825,544
-	1,071,341	-	-	1,071,341	1,025,499
-	-	-	-	39,983,099	41,166,027
<u>3,896,638</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,896,638</u>	<u>4,342,888</u>
<u>3,896,638</u>	<u>1,071,341</u>	<u>38,812,912</u>	<u>-</u>	<u>85,642,216</u>	<u>86,282,498</u>
<u>\$ 4,389,424</u>	<u>\$ 6,844,646</u>	<u>\$ 38,812,912</u>	<u>\$ 46,619,777</u>	<u>\$ 146,786,620</u>	<u>\$ 151,705,667</u>

WILLIAMSON COUNTY, TEXAS
COMBINED STATEMENT OF REVENUE, EXPENDITURES AND CHANGES
IN FUND BALANCES - ALL GOVERNMENTAL FUND TYPES
AND EXPENDABLE TRUST FUNDS
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 1999

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
REVENUE				
Ad valorem taxes	\$ 24,914,764	\$ -	\$ 5,518,454	\$ -
Fees of office	7,405,669	7,507,392	-	-
Fines and forfeitures	3,503,753	12,130	-	-
Intergovernmental	931,339	15,212,942	-	-
Lateral road taxes	-	4,785,862	-	-
Motor vehicle registration	-	3,347,441	-	-
Sales and services	-	4,000	-	-
Interest and other	2,518,728	509,472	127,356	1,393,371
Total Revenue	<u>39,274,253</u>	<u>31,379,239</u>	<u>5,645,810</u>	<u>1,393,371</u>
EXPENDITURES				
Current:				
General administration	8,995,973	18,442,464	-	535,500
Administration of justice	21,101,479	965,687	-	-
Public welfare	7,356,176	-	-	-
Health and sanitation	766,274	-	-	-
Agricultural extension service	201,007	-	-	-
County wide road and bridge	-	7,292,923	-	-
Apportionment to schools	-	-	-	-
Capital outlay	-	858,619	-	7,086,065
Debt service:				
Principal	-	-	3,225,000	-
Interest	-	-	2,368,128	-
Total Expenditures	<u>38,420,909</u>	<u>27,559,693</u>	<u>5,593,128</u>	<u>7,621,565</u>
EXCESS OF REVENUE OVER (UNDER)				
EXPENDITURES	<u>853,344</u>	<u>3,819,546</u>	<u>52,682</u>	<u>(6,228,194)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	120,401	11,056	-	92,000
Transfers out	(101,056)	(122,401)	-	-
Proceeds from capital lease	372,376	-	-	-
Total Other Financing Sources	<u>391,721</u>	<u>(111,345)</u>	<u>-</u>	<u>92,000</u>
EXCESS OF REVENUE AND OTHER SOURCES				
OVER (UNDER) EXPENDITURES AND				
OTHER USES	<u>1,245,065</u>	<u>3,708,201</u>	<u>52,682</u>	<u>(6,136,194)</u>
FUND BALANCE, OCTOBER 1, 1998	<u>8,002,228</u>	<u>4,333,896</u>	<u>1,825,544</u>	<u>28,829,903</u>
FUND BALANCE, SEPTEMBER 30, 1999	<u>\$ 9,247,293</u>	<u>\$ 8,042,097</u>	<u>\$ 1,878,226</u>	<u>\$ 22,693,709</u>

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

Fiduciary Fund Type	Totals (Memorandum Only)	
	1999	1998
Expendable Trust		
\$ -	\$ 30,433,218	\$ 27,268,924
-	14,913,061	12,039,202
-	3,515,883	3,087,977
-	16,144,281	14,354,578
-	4,785,862	4,629,436
-	3,347,441	3,004,783
-	4,000	29,140
116,006	4,664,933	6,250,254
116,006	77,808,679	70,664,294
-	27,973,937	27,022,866
-	22,067,166	19,182,602
-	7,356,176	6,480,816
-	766,274	529,623
-	201,007	177,111
-	7,292,923	7,156,810
180,523	180,523	648,728
-	7,944,684	3,961,605
-	3,225,000	2,468,736
-	2,368,128	3,272,844
180,523	79,375,818	70,901,741
(64,517)	(1,567,139)	(237,447)
64,517	287,974	989,381
-	(223,457)	(376,604)
-	372,376	627,624
64,517	436,893	1,240,401
-	(1,130,246)	1,002,954
-	42,991,571	43,014,116
\$ -	\$ 41,861,325	\$ 44,017,070

WILLIAMSON COUNTY, TEXAS
COMBINED STATEMENT OF REVENUE, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL -
GENERAL, SPECIAL REVENUE AND DEBT SERVICE FUND TYPES
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 1999

	General Fund		
	Budget	Actual	Variance Favorable (Unfavorable)
REVENUE			
Ad valorem taxes	\$ 24,897,866	\$ 24,914,764	\$ 16,898
Fees of office	6,337,067	7,405,669	1,068,602
Fines and forfeitures	2,702,000	3,503,753	801,753
Intergovernmental	202,000	931,339	729,339
Lateral road taxes	-	-	-
Motor vehicle registration	-	-	-
Sales and services	-	-	-
Interest and other	2,048,000	2,518,728	470,728
Total Revenue	<u>36,186,933</u>	<u>39,274,253</u>	<u>3,087,320</u>
EXPENDITURES			
Current:			
General administration	8,817,404	8,995,973	(178,569)
Administration of justice	21,690,295	21,101,479	588,816
Public welfare	7,670,477	7,356,176	314,301
Health and sanitation	770,187	766,274	3,913
Agricultural extension service	234,605	201,007	33,598
County wide road and bridge	-	-	-
Capital outlay	-	-	-
Debt service:			
Principal	-	-	-
Interest	-	-	-
Total Expenditures	<u>39,182,968</u>	<u>38,420,909</u>	<u>762,059</u>
EXCESS OF REVENUE OVER (UNDER)			
EXPENDITURES	<u>(2,996,035)</u>	<u>853,344</u>	<u>3,849,379</u>
OTHER FINANCING SOURCES (USES)			
Transfer in	-	120,401	120,401
Transfer out	(92,000)	(101,056)	(9,056)
Proceeds from capital lease	-	372,376	372,376
Total Financing Sources (Uses)	<u>(92,000)</u>	<u>391,721</u>	<u>483,721</u>
EXCESS OF REVENUE AND OTHER			
SOURCES OVER (UNDER) EXPENDITURES			
AND OTHER USES	<u>(3,088,035)</u>	<u>1,245,065</u>	<u>4,333,100</u>
FUND BALANCE AT OCTOBER 1, 1998	<u>8,002,228</u>	<u>8,002,228</u>	<u>-</u>
FUND BALANCE AT SEPTEMBER 30, 1999	<u>\$ 4,914,193</u>	<u>\$ 9,247,293</u>	<u>\$ 4,333,100</u>

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

Special Revenue Fund			Debt Service Fund		
Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
\$ -	\$ -	\$ -	\$ 5,493,032	\$ 5,518,454	\$ 25,422
820,242	931,898	111,656	-	-	-
-	-	-	-	-	-
13,086,221	12,195,069	(891,152)	-	-	-
4,844,548	4,785,862	(58,686)	-	-	-
2,900,000	3,347,441	447,441	-	-	-
30,000	4,000	(26,000)	-	-	-
125,300	416,077	290,777	100,000	127,356	27,356
<u>21,806,311</u>	<u>21,680,347</u>	<u>(125,964)</u>	<u>5,593,032</u>	<u>5,645,810</u>	<u>52,778</u>
13,274,901	10,788,160	2,486,741	-	-	-
22,000	7,649	14,351	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
8,102,632	7,292,923	809,709	-	-	-
798,838	787,101	11,737	-	-	-
-	-	-	3,225,000	3,225,000	-
-	-	-	2,368,128	2,368,128	-
<u>22,198,371</u>	<u>18,875,833</u>	<u>3,322,538</u>	<u>5,593,128</u>	<u>5,593,128</u>	<u>-</u>
(392,060)	2,804,514	3,196,574	(96)	52,682	52,778
-	11,056	11,056	-	-	-
-	(99,881)	(99,881)	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>(88,825)</u>	<u>(88,825)</u>	<u>-</u>	<u>-</u>	<u>-</u>
(392,060)	2,715,689	3,107,749	(96)	52,682	52,778
<u>3,815,433</u>	<u>3,815,433</u>	<u>-</u>	<u>1,825,544</u>	<u>1,825,544</u>	<u>-</u>
<u>\$ 3,423,373</u>	<u>\$ 6,531,122</u>	<u>\$ 3,107,749</u>	<u>\$ 1,825,448</u>	<u>\$ 1,878,226</u>	<u>\$ 52,778</u>

(continued)

WILLIAMSON COUNTY, TEXAS
COMBINED STATEMENT OF REVENUE, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL -
GENERAL, SPECIAL REVENUE AND DEBT SERVICE FUND TYPES
(Continued)
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 1999

	Totals (Memorandum Only)		
	Budget	Actual	Variance Favorable (Unfavorable)
REVENUE:			
Ad valorem taxes	\$ 30,390,898	\$ 30,433,218	\$ 42,320
Fees of office	7,157,309	8,337,567	1,180,258
Fines and forfeitures	2,702,000	3,503,753	801,753
Intergovernmental	13,288,221	13,126,408	(161,813)
Lateral road taxes	4,844,548	4,785,862	(58,686)
Motor vehicle registration	2,900,000	3,347,441	447,441
Sales and services	30,000	4,000	(26,000)
Interest and other	2,273,300	3,062,161	788,861
Total Revenue	<u>63,586,276</u>	<u>66,600,410</u>	<u>3,014,134</u>
EXPENDITURES:			
Current:			
General administration	22,092,305	19,784,133	2,308,172
Administration of justice	21,712,295	21,109,128	603,167
Public welfare	7,670,477	7,356,176	314,301
Health and sanitation	770,187	766,274	3,913
Agricultural extension service	234,605	201,007	33,598
County wide road and bridge	8,102,632	7,292,923	809,709
Capital outlay	798,838	787,101	11,737
Debt service:			
Principal	3,225,000	3,225,000	-
Interest	2,368,128	2,368,128	-
Total Expenditures	<u>66,974,467</u>	<u>62,889,870</u>	<u>4,084,597</u>
EXCESS OF REVENUE OVER (UNDER)			
EXPENDITURES	<u>(3,388,191)</u>	<u>3,710,540</u>	<u>7,098,731</u>
OTHER FINANCING SOURCES (USES):			
Transfer in	-	131,457	131,457
Transfer out	(92,000)	(200,937)	(108,937)
Proceeds from capital lease	-	372,376	372,376
Total Financing Sources (Uses)	<u>(92,000)</u>	<u>302,896</u>	<u>394,896</u>
EXCESS OF REVENUE AND OTHER			
SOURCES OVER (UNDER) EXPENDITURES	<u>(3,480,191)</u>	<u>4,013,436</u>	<u>7,493,627</u>
AND OTHER USES			
FUND BALANCE AT OCTOBER 1, 1998	<u>13,643,205</u>	<u>13,643,205</u>	<u>-</u>
FUND BALANCE AT SEPTEMBER 30, 1999	<u>\$ 10,163,014</u>	<u>\$ 17,656,641</u>	<u>\$ 7,493,627</u>

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

WILLIAMSON COUNTY, TEXAS
COMBINED STATEMENT OF REVENUE, EXPENSES AND
CHANGES IN RETAINED EARNINGS (OR EQUITY) - PROPRIETARY FUND TYPE
AND NONEXPENDABLE TRUST FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 1999

	Proprietary Fund Type Internal Service Fund	Fiduciary Fund Type Nonexpendable Trust	Totals (Memorandum Only)
OPERATING REVENUE			
Employer contributions	\$ 2,065,655	\$ -	\$ 2,065,655
Employee contributions	796,117	-	796,117
Other	19,926	-	19,926
Total Operating Revenue	<u>2,881,698</u>	<u>-</u>	<u>2,881,698</u>
OPERATING EXPENSES			
Insurance claims	2,842,796	-	2,842,796
Insurance expense	176,042	-	176,042
Administration	530,833	-	530,833
Capital outlay	13,855	-	13,855
Total Operating Expenses	<u>3,563,526</u>	<u>-</u>	<u>3,563,526</u>
Operating Income	(681,828)	-	(681,828)
NON OPERATING REVENUE (EXPENSES)			
Interest income	235,578	110,359	345,937
Total Nonoperating Revenue (Expenses)	<u>235,578</u>	<u>110,359</u>	<u>345,937</u>
INCOME BEFORE OPERATING TRANSFER	(446,250)	110,359	(335,891)
Operating transfers out	-	(64,517)	(64,517)
Net transfers	<u>-</u>	<u>(64,517)</u>	<u>(64,517)</u>
NET INCOME	(446,250)	45,842	(400,408)
RETAINED EARNINGS OR FUND BALANCE - OCTOBER 1, 1998	<u>4,342,888</u>	<u>1,025,499</u>	<u>5,368,387</u>
RETAINED EARNINGS OR FUND BALANCE - SEPTEMBER 30, 1999	<u>\$ 3,896,638</u>	<u>\$ 1,071,341</u>	<u>\$ 4,967,979</u>

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

WILLIAMSON COUNTY, TEXAS
COMBINED STATEMENT OF CASH FLOWS - PROPRIETARY FUND
TYPE AND NONEXPENDABLE TRUST FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 1999

	Proprietary Fund Type <u>Internal Service Fund</u>	Fiduciary Fund Type <u>Nonexpendable Trust</u>
INCREASE (DECREASE) IN CASH		
Operating Activities:		
Operating income (loss)	\$(681,828)	\$ -
Increase in accounts payable	232,110	-
Increase in due to (from) other funds	(64)	(35,883)
Increase due to others	(1,497)	-
Decrease in accounts receivable	(4,326)	-
Cash Provided by (Used) in Operating Activities	(455,605)	(35,883)
Cash Flows From Noncapital Financing Activities		
Operating transfers - out	-	(64,517)
Cash Flows Provided by (Used) in Noncapital Financing Activities	-	(64,517)
Cash Flows From Investing Activities		
Interest on investments	235,578	110,359
Cash Flows Provided by Investing Activities	235,578	110,359
INCREASE (DECREASE) IN CASH	(220,027)	9,959
CASH AND INVESTMENTS AT OCTOBER 1, 1998	4,605,002	2,054,001
CASH AND INVESTMENTS AT SEPTEMBER 30, 1999	\$ 4,384,975	\$ 2,063,960

**RECONCILIATION OF CASH AND INVESTMENTS OF
STATEMENT OF CASH FLOWS TO THE BALANCE SHEET:**

	Proprietary Fund Type <u>Internal Service</u>	Nonexpendable Trust	Fiduciary Fund Types <u>Expendable Trust</u>	Agency Funds	Total Trust and Agency
Cash and interest bearing accounts	\$ 169,974	\$ 46,495	\$ 138	\$ 2,133,697	\$ 2,180,330
Investments at fair value	4,215,001	2,017,465	551	1,653,681	3,671,697
Total	\$ 4,384,975	\$ 2,063,960	\$ 689	\$ 3,787,378	\$ 5,852,027

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

WILLIAMSON COUNTY, TEXAS

NOTES TO FINANCIAL STATEMENTS

SEPTEMBER 30, 1999

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Williamson County, Texas, (the County) uses a commission form of government under the laws and statutes of the constitution of the State of Texas. The County provides various services to advance the welfare, health, morals, comfort, safety, and convenience of the County and its inhabitants. A summary of the significant accounting policies consistently applied in the preparation of the accompanying financial statements follows.

Financial Reporting Entity:

In 1991, GASB issued "Statement No. 14, The Financial Reporting Entity", which established standards for defining and reporting on the financial reporting entity. The discussion that follows includes not only the minimum guidelines for an entity's inclusion in the County's financial statements, but also the reasons that certain entities were excluded from the statements.

The definition of the reporting entity is based primarily on the notion of financial accountability. The elected officials governing Williamson County are accountable to their constituents for their public policy decisions, regardless of whether those decisions are carried out directly through the operations of the County or by their appointees through the operations of a separate entity. Therefore, the County is not only financially accountable for the organizations that make up its legal entity, it is also financially accountable for legally separate organizations if its officials appoint a voting majority of an organization's governing body and either it is able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to, or to impose specific financial burdens on the County.

Depending upon the significance of the County's financial and operational relationships with various separate entities, the organizations are classified as blended or discrete component units, related organizations, joint ventures, or jointly governed organizations, and the financial disclosure is treated accordingly.

Related Organizations - Where the Commissioners' Court is responsible for appointing a majority of the members of a board of another organization, but the County's accountability does not extend beyond making such appointments, disclosure is made in the form of the relation between the County and such organization.

(continued)

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)****Financial Reporting Entity:** (Continued)

Based upon the foregoing criteria, the following entities are not included in the accompanying financial statements: the Williamson County Health Department, the Williamson County Crisis Center, the Williamson County Board of Alcoholism, Northeast Round Rock Road District No. 1, Southeast Williamson County Road District No. 1, Southwest Williamson County Road District No. 1, and Georgetown Road District No. 1.

Basis of Presentation:

The financial statements of the County are prepared in conformity with generally accepted accounting principles for local governmental units as set forth by the Governmental Accounting Standards Board. The financial transactions of the County are recorded in individual funds. The various funds are reported by type in the financial statements. Amounts in the "Totals (Memorandum Only)" columns in the financial statements represent a summation of the financial statement line items and are presented only for analytical purposes. Consequently, amounts shown in the "Totals (Memorandum Only)" columns are not comparable to a consolidation and do not represent total resources available or total revenue and expenditures/expenses of the County.

The County maintains the following fund categories and fund types:

Governmental Fund Types:

General Fund - To account for all financial resources except those required to be accounted for in another fund. The General Fund is the County's operating fund.

Special Revenue Fund - To account for the proceeds of specific revenue sources (other than fiduciary funds) that are legally restricted to expenditures for specified purposes.

Capital Projects Fund - To account for the acquisition of fixed assets or construction of major capital projects not being financed by proprietary or nonexpendable trust funds.

Debt Service Fund - To account for the accumulation of resources for, and payment of, general long-term debt principal, interest and related costs.

(continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**Basis of Presentation: (Continued)****Proprietary Fund Types:**

Internal Service Fund - Proprietary funds are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration. Goods or services from such activities can be provided either to outside parties (Enterprise Funds) or to other departments or agencies primarily within the government (Internal Service Funds). The County applies all applicable FASB pronouncements in accounting and reporting for its proprietary operations. Proprietary funds have the option of consistently following or not following FASB pronouncements issued subsequent to November 30, 1989. Williamson County has elected to follow FASB pronouncements issued subsequent to November 30, 1989, unless they conflict with GASB pronouncements.

Fiduciary Fund Types:

Trust and Agency Funds - To account for assets held by the County in a trustee capacity or as an agent for individuals, other governments, and other funds. These include Expendable Trust, Nonexpendable Trust, and Agency Funds. Expendable Trust Funds are accounted for in essentially the same manner as governmental funds. Nonexpendable trust funds are accounted for in essentially the same manner as proprietary funds since capital maintenance is critical. Agency Funds are custodial in nature and do not include measurements of results of operations.

Account Groups:

General Fixed Assets Account Group - This account group is used to account for all property and equipment of the County.

General Long-Term Debt Account Group - This account group is used to account for all long-term debt of the County.

Memorandum Totals:

Total columns on the combined statements are captioned "Memorandum Only" to indicate that they are presented only for informational purposes. Adjustments to eliminate interfund transactions have not been recorded in arriving at such amounts, and the memorandum totals are not intended to fairly present the financial position or results or operations of the County taken as a whole.

(continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**Basis of Accounting:**

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

The proprietary and nonexpendable trust funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the balance sheet. Proprietary fund type operating statements present increases (e.g. revenue) and decreases (e.g. expenses) in net total assets.

The modified accrual basis of accounting is used by all governmental fund, expendable trust funds types and agency funds. Under the modified accrual basis of accounting, revenue is recognized when susceptible to accrual (i.e. when they become both measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The County considers property taxes as available if they are collected within 60 days after year-end. Expenditures are recorded when the related fund liability is incurred. Principal and interest on general long-term debt are recorded as fund liabilities when due.

Those revenue susceptible to accrual include property taxes, interest revenue and charges for services. Sales taxes collected and held by the State at year-end on behalf of the County also are recognized as revenue.

The accrual basis of accounting is utilized by proprietary fund types and nonexpendable trust funds. Under this method, revenue is recognized when earned and expenses are recognized at the time the liabilities are incurred. All uncollected revenue of the nonexpendable trust fund has been accrued and recognized at September 30, 1999.

The County reports deferred revenue on its combined balance sheet. Deferred revenue arises when a potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. Deferred revenue also arises when resources are received by the County before it has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the County has a legal claim to the resources, the liability for deferred revenue is removed and revenue is recognized.

(continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**Budgets and Budgetary Accounting:**

In accordance with the Local Government Budget and Fiscal Control Act, the County follows these procedures in establishing the budgetary data reflected in the financial report:

- (1) The County Judge submits to the County Commissioners a proposed operating budget for the fiscal year commencing the following October. The operational budget includes proposed expenditures and the means of financing them.
- (2) Public hearings are conducted to obtain taxpayer comments.
- (3) The budget is legally enacted through passage of an ordinance by September 30 each year.

The County Commissioners may amend the budget ordinance at any time after its adoption so long as the amended ordinance continues to meet the requirements of "Local Government Budget and Fiscal Control Act". During the year, several supplementary appropriations to the original budget were necessary. Individual amendments to the ordinance were not material in relation to the original appropriations, and all amendments were legally made. The budget amounts shown in the combined financial statements represent the budget as amended at September 30, 1999. Under State statute, actual expenditures cannot exceed budgetary appropriations at any level for which the budget is formally approved. The County's budget ordinance authorizes expenditures, by functional total, for all governmental type funds, therefore, the County's legally adopted budget is at the function level. All budgets are fixed in nature. For internal management purposes, the budgets are detailed by line item and entered into the accounting records. Comparisons of actual expenditures or expenses to budget are made on an ongoing basis. Budgets of the General, Special Revenue, and Debt Service are prepared on an annual basis. Formal budgetary integration is not employed for Capital Projects Funds because budgetary control is achieved through legally binding construction contracts.

Budgets are adopted on a basis consistent with generally accepted accounting principles. Annual appropriated budgets are adopted for the General, Special Revenue, except as noted in the following paragraph, and Debt Service Funds. All annual appropriations lapse at fiscal year-end.

Annually appropriated budgets are not adopted for all Special Revenue Funds. The County Sheriff Fund, Elections Service Contract Fund, Court Reporter Fund, District Attorney Drug Enforcement Fund, County Sheriff Drug Enforcement Fund, County Park Fund, Child Safety Fund, Tobacco Fund, State Agency Fund, Out-of-State Billing Fund, Showbarn Fund, Probate Court Fund, Graffiti Eradication Fund, and Grants Fund do not have legally adopted budgets. Accordingly, budget and actual comparisons in Exhibit 1-C do not include these funds.

(continued)

1. **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)****Budgets and Budgetary Accounting:** (Continued)

A reconciliation of Special Revenue Funds results is as follows:

Excess of revenue and other financing sources over expenditures and other uses - budgeted funds	\$ 2,715,689
Entity differences - nonbudgeted funds: excess (deficiency) of revenue and other financing sources over expenditures and other uses	<u>992,512</u>
Excess (deficiency) of revenue and other financing sources over expenditures and other uses - total special revenue funds	<u>\$ 3,708,201</u>

Encumbrances:

Encumbrance accounting whereby purchase orders, contracts, and other commitments for expenditures are recorded in order to reserve a portion of the applicable appropriation, is employed by the County. At September 30, 1999, there were no encumbrances.

Cash and Investments:

The County pools cash resources of some funds and invests these funds jointly. Each fund owns a prorata share of the cash and investments. The County is entitled to invest in obligations of the United States, the State of Texas, and certificates of deposit of state or national banks or savings and loan associations within the State. All investments are stated at fair value.

Investment earnings are allocated to the respective funds based on the cash balances outstanding at the end of each month.

The County's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

Ad Valorem Taxes:

Ad valorem property taxes attach as enforceable liens as of January 1. Taxes are levied prior to September 30, payable on October 1, and are delinquent on February 1. The majority of the County's property tax collections occur during December and early January each year. To the extent that County property tax revenue result in current receivables as defined by the Governmental Accounting Standards Board (GASB) they are recognized when levied.

General Fixed Assets:

General fixed assets are recorded when purchased as expenditures in the governmental funds and capitalized at cost in the General Fixed Asset Account Group. Repairs are not capitalized and replacements of general fixed assets are capitalized only if the lives of the new assets significantly exceed the lives of the original assets. No depreciation is provided on general fixed assets.

(continued)

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**General Fixed Assets: (Continued)**

Infrastructure fixed assets that are immovable and of value only to the governmental unit are not included in the General Fixed Assets Account Group. Fixed assets are valued at actual cost, estimated historical cost or estimated fair market value if donated. Interest costs incurred during construction of fixed assets are not included in the General Fixed Assets Account Group.

Federal and State Grants:

Revenue from State grants is recognized on the basis of actual expenditures incurred, limited to the amount of the total grant award. Shared revenue is recognized based on the fiscal period to which the entitlements received apply.

Compensated Absences:

The Williamson County Personnel Policy provides employees with vacation leave and nonvesting accumulating rights to sick pay benefits. Policy allows all employees to accumulate a range of 80 to 160 hours of vacation per year. Employees are allowed to carry their vacation balance forward to the next fiscal year in an amount not to exceed 80 to 160 hours, respectively. In accordance with the provisions of GASB-16 "Accounting for Compensated Absences," a liability is reflected at year-end for compensated absences.

2. CASH AND INVESTMENTS**Deposits:**

At year-end the carrying amount of the County's deposits was \$5,428,020 and the bank balance was \$8,233,913. Of the bank balance, \$208,707 was covered by federal depository insurance and the entire remainder was covered by collateral pledged to the County by the County's depository bank and held by an independent third party bank in the County's name. These collateralized funds would be classified as risk category 2 deposits since the collateral is not held by the County or by its agent.

Investments:

Investments are categorized into these three categories of credit risk:

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

(continued)

2. CASH AND INVESTMENTS (Continued)

Investments: (Continued)

At year-end, the government's investment balances were as follows:

	Category			Carrying Amount
	1	2	3	
U.S. government agencies	\$ 843,353	\$ -	\$ -	\$ 843,353
	<u>\$ 843,353</u>	<u>\$ -</u>	<u>\$ -</u>	
Investments not subject to categorization:				
Texas Local Government Investment Pool				49,463,692
Total Investments				<u>\$ 50,307,045</u>

3. LONG-TERM DEBT

The following is a summary of the long-term debt transactions of the County for the year ended September 30, 1999.

	Capital Lease Payable	Bonds Payable	Accrued Compensated Absences	Total
Balance at 10/01/98	\$ 2,211,335	\$ 47,230,000	\$ 96,351	\$ 49,537,686
Additions	372,376	-	1,579,652	1,952,028
Reductions	<u>589,982</u>	<u>3,225,000</u>	<u>1,054,955</u>	<u>4,869,937</u>
Balance at 9/30/99	<u>\$ 1,993,729</u>	<u>\$ 44,005,000</u>	<u>\$ 621,048</u>	<u>\$ 46,619,777</u>

On May 9, 1987, the voters of the County authorized the issuance of \$16,500,000 of General Obligation Bonds to purchase the site and construct a County jail facility and a court building and make improvements to the existing courthouse. \$14,000,000 and \$2,500,000 of such bonds were issued during the years ended September 30, 1987 and 1988, respectively. The bonds are payable from an ad valorem tax levied within the County. Interest at rates ranging from 5.00% to 10.00% is payable March 1 and September 1 of each year for the \$14,000,000 issue, and January 1 and July 1 of each year for the \$2,500,000 issue.

On May 6, 1997, the County authorized \$20,200,000 of Certificates of Obligation by an order passed by the Commissioners' Court. \$9,100,000 and \$11,100,000 of such certificates of obligations were issued during the fiscal year ended September 30, 1999. The certificates of obligation constitute direct obligations of the County payable from ad valorem taxes levied upon all taxable property within the County. Interest at rates ranging from 4.5% to 6.0% is payable at February 15 and August 15 of each year for both certificates of obligation.

(continued)

3. LONG-TERM DEBT (Continued)

On June 17, 1997, the County authorized \$18,000,000 of General Obligation Bonds by an order passed by the Commissioners' Court. For road improvements \$15,000,000 and \$3,000,000 of such bonds were issued during the fiscal year ended September 30, 1999. The bonds are payable from an ad valorem tax levied within the County. Interest at rates ranging from 4.7% to 6% is payable at February 15 and August 15 of each year for both bond issues.

On August 1, 1994, the County issued \$5,000,000 of Limited Tax Notes by an order passed by the Commissioners' Court. The Notes constitute direct obligations of the County payable from a continuing ad valorem tax levied on all taxable property within the County. Interest at rates ranging from 4.60% to 6.00% is payable on February 15 and August 15 of each year.

The debt service requirements to maturity on the bonds are:

<u>Fiscal Year Ending September 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2000	\$ 3,420,000	\$ 2,220,680	\$ 5,640,680
2201	3,620,000	2,062,905	5,682,905
2002	3,765,000	1,894,765	5,659,765
2003	3,900,000	1,715,575	5,615,575
2004	4,100,000	1,523,575	5,623,575
Thereafter	25,200,000	7,560,100	32,760,100
Total	<u>\$ 44,005,000</u>	<u>\$ 16,977,600</u>	<u>\$ 60,982,600</u>

The County has entered into various lease agreements as lessee for financing the acquisition of radio communications equipment and computer equipment and services. These lease agreements qualify as capital leases for accounting purposes and, therefore, have been recorded at the present value of the future minimum lease payments as of the inception date in the General Fixed Asset Account Group.

The future minimum lease obligations and the net present value of these minimum lease payments as of September 30, 1999, were:

<u>Year Ending September 30,</u>	<u>Lease Payments</u>
2000	\$ 534,217
2001	534,217
2002	534,217
2003	197,712
Total Minimum Lease Payments	1,800,363
Less: Amount Representing Interest	175,119
Present Value of Minimum Lease Payments	<u>\$ 1,625,244</u>

4. RETIREMENT PLAN

Plan Description

Williamson County, Texas, provides retirement, disability, and death benefits for all of its full-time employees through a nontraditional defined benefit pension plan in the statewide Texas County and District Retirement System (TCDRS). The Board of Trustees of TCDRS is responsible for the administration of the statewide agent multiple-employer public employee retirement system consisting of 502 nontraditional defined benefit pension plans. TCDRS, in the aggregate, issues a comprehensive annual financial report (CAFR) on a calendar year basis. The CAFR is available upon written request from the TCDRS Board of Trustees at P. O. Box 2034, Austin, Texas 78768-2034.

The plan provisions are adopted by the governing body of the employer, within the options available in the Texas state statutes governing TCDRS (TCDRS Act). Members can retire at ages 60 and above with 8 or more years of service, with 30 years of service regardless of age, or when the sum of their age and years of service equals 75 or more. Members are vested after 8 years of service, but must leave their accumulated contributions in the plan to receive any employer-financed benefit. Members who withdraw their personal contributions in a lump sum are not entitled to any amounts contributed by their employer.

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

Funding Policy

The employer has elected the annually determined contribution rate (ADCR) plan provisions of the TCDRS Act. The plan is funded by monthly contributions from both employee members and the employer based on the covered payroll of employee members. Under the TCDRS Act, the contribution rate of the employer is actuarially determined annually.

The employer contributed using the actuarially determined rate of 9.37% for the months of the accounting year in 1998, and 10.11% for the months of the accounting year in 1999.

The contribution rate payable by the employee members for calendar year 1999 is the rate of 7%, as adopted by the governing body of the employer. The employee contribution rate and the employer contribution rate may be changed by the governing body of the employer within the options available in the TCDRS Act.

(continued)

4. RETIREMENT PLAN (Continued)

Annual Pension Cost

For the employer's accounting year ending September 30, 1999, the annual pension cost for the TCDRS plan for its employees was \$1,916,644 and the actual contributions were \$1,916,644.

The annual required contributions were actuarially determined as a percent of the covered payroll of the participating employees, and were in compliance with the GASB Statement No. 27 parameters based on the actuarial valuations as of December 31, 1996 and December 31, 1997, the basis for determining the contribution rates for calendar years 1998 and 1999. The December 31, 1998, actuarial valuation is the most recent valuation.

Actuarial Liabilities and Funding Progress

Actuarial Valuation Date	12/31/96	12/31/97	12/31/98
Actuarial cost method	entry age	entry age	entry age
Amortization method	level percentage of payroll, closed	level percentage of payroll, open	level percentage of payroll, open
Amortization period	25	20	20
Asset valuation method	amortized cost for bonds; no equities	long-term appreciation with adjustment	long-term appreciation with adjustment
Actuarial Assumptions:			
Investment return	8.00%	8.00%	8.00%
Projected salary increases	6.2%	5.9%	5.9%
Inflation	4.5%	4.0%	4.0%
Cost-of-living adjustments	0.0%	0.0%	0.0%

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

Accounting Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
09/30/98	\$ 1,942,448	100%	\$ -
09/30/99	1,916,644	100%	-

**Schedule of Funding Progress for the Retirement Plan
For the Employees of Williamson County**

Year	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Annual Covered Payroll (1) (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
1996	\$ 21,536,443	\$ 27,687,952	\$ 6,151,509	77.78%	\$ 18,014,278	34.15%
1997	24,910,482	32,583,799	7,673,317	76.45%	20,730,498	37.01%
1998	29,248,009	37,597,024	8,349,015	77.79%	25,115,275	33.24%

5. PROPERTY TAXES

Property taxes attach as liens on property as of January 1. Taxes are levied on October 1 and become delinquent on February 1. The County also levies a Farm-to-Market and Lateral Road Tax (FMLR). The property tax rates per \$100 assessed valuation were:

General Fund	\$.244
Debt Service Fund	.055
Total	<u>.299</u>
Farm-to-market and lateral road tax	<u>.047</u>
Total tax rate	<u>\$.346</u>

Net delinquent ad valorem taxes receivable are offset by deferred revenue because they cannot be considered a resource which can be used to finance current operations. The amount of deferred ad valorem tax revenue at September 30, 1999, is \$781,388 in the General Fund, \$194,703 in the Special Revenue Fund and \$207,409 in the Debt Service Fund.

6. PROPERTY AND EQUIPMENT

A summary of changes in general fixed assets follows:

	Balance October 1, 1998	Additions	Deletions and Transfers	Balance September 30, 1999
Land	\$ 1,682,822	\$ 213,506	\$ -	\$ 1,896,328
Building/ improvements	18,737,723	22,925	-	18,760,648
Autos and equipment	<u>17,501,995</u>	<u>2,325,056</u>	<u>1,671,115</u>	<u>18,155,936</u>
Total	<u>\$ 37,922,540</u>	<u>\$ 2,561,487</u>	<u>\$ 1,671,115</u>	<u>\$ 38,812,912</u>

7. EMPLOYEE BENEFITS PLAN

During the year ended September 30, 1990, the County elected to provide group medical benefits to its employees on a self-funded basis. Stop-loss coverage is provided by an insurance company and an independent company serves as Claim Administrator.

All full-time County employees (regularly scheduled to work at least 30 hours per week) are eligible for coverage under the Plan. Employees can enroll for personal coverage and dependent coverage.

Total County and employee contributions to the Plan for the year ending September 30, 1999, were \$2,881,698. Claims paid by the Plan on behalf of the participants were \$2,842,796 and incurred but unreported claims are \$492,786. The amount of settlements has not exceeded coverage for each of the past three fiscal years.

(continued)

7. EMPLOYEE BENEFITS PLAN (Continued)

During fiscal year 1992, the County adopted the provisions of GASB statement number 10 "Accounting and Financial Reporting for Risk Financing and Related Insurance Issues." As required by this statement, a reconciliation of claims liabilities is shown below.

Reconciliation of Claims Liabilities

	1999	1998
Claims liabilities at October 1	\$ 260,676	\$ 259,389
Incurring claims	3,074,906	2,051,910
Payments on claims	<u>2,842,796</u>	<u>2,050,623</u>
Claims liabilities at September 30	<u>\$ 492,786</u>	<u>\$ 260,676</u>

8. INTERFUND RECEIVABLES

Transfers from one fund to another fund are reported as interfund receivables and payable if the transfer is temporary in nature and the intent is for the amount to be repaid and if the debtor fund has the ability to repay the advance on a timely basis. Operating transfers represent legally authorized transfers from the fund receiving resources to the fund through which the resources are to be expended.

The following is a summary of amounts due from and to other funds.

	Due From	Due To
General Fund	\$ 60,248	\$ 361,499
Special Revenue Fund:		
Out-of-State Billing	-	6,703
Grants	-	31,996
Debt Service Fund	395,356	54,988
Proprietary Fund:		
Internal Service Fund	59	-
Trust and Agency Fund:		
County Attorney Hot Check Restitution	-	477
Available School	992,619	-
Permanent School	-	992,619
Total	<u>\$ 1,448,282</u>	<u>\$ 1,448,282</u>

9. RISK MANAGEMENT

The County is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters. The County provides for the management of risks through a combination of self-insurance and traditional insurance. Property and casualty coverage has continued to be obtainable at reasonable premium rates on buildings and improvements. The amount of settlements has not exceeded insurance coverage for each of the past three fiscal years. Comprehensive general liability and public officials liability coverage have not been obtainable at reasonable rates, and these risks are self-insured by the County.

10. COMMITMENTS AND CONTINGENCIES

The County is the defendant in a number of lawsuits arising principally in the normal course of operations. In the opinion of the management the outcome of these lawsuits will not have a material adverse effect on the accompanying combined financial statements and accordingly, no provision for losses has been recorded.

The County participates in numerous state and Federal grant programs, which are governed by various rules and regulations of the grantor agencies. Costs charged to the respective grant programs are subject to audit and adjustment by the grantor agencies; therefore, to the extent that the County has not complied with the rules and regulations governing the grants, refunds of any money received may be required and the collectibility of any related receivable at September 30, 1999, may be impaired. In the opinion of the County, there are no significant contingent liabilities relating to compliance with the rules and regulations governing the respective grants; therefore, no provision has been recorded in the accompanying combined financial statements for such contingencies.

During the year ended September 30, 1990, the County established an employee medical benefit plan (the Plan) to self-insure claims up to \$60,000 per year for each individual covered; claims above \$60,000 are covered by a stop-loss insurance policy. The County and its covered employees contribute to the fund to pay claims and stop-loss insurance premiums. At September 30, 1999, officials believe that the County has made provisions sufficient to cover estimated claims, including claims incurred but not yet reported.

11. DEFICIT FUND EQUITY

Special Revenue Fund

The Out-of-State Billing Fund had a deficit fund balance of (\$6,703) as of September 30, 1999. The County plans to transfer funds from the General Fund, if necessary, to cover the expenditures.

12. EXCESS OF EXPENDITURES OVER APPROPRIATIONS

For the year ended September 30, 1999, expenditures exceeded appropriations in the following funds:

<u>Fund</u>	<u>Amount Expenditures Exceeded Appropriations</u>
General Fund:	
General Administration	\$178,569
Alternate Dispute Resolution Fund	\$2,249
Courthouse Security Fund	\$89,608
County Attorney Hot Check Fund	\$141,823

**SUPPLEMENTAL COMBINING, INDIVIDUAL FUND
AND INDIVIDUAL ACCOUNT GROUP
FINANCIAL STATEMENTS AND SCHEDULES**

GENERAL FUND

The General Fund accounts for the resources used to finance the fundamental operations of the County. It is the basic fund of the County and covers all activities for which a separate fund has not been established.

WILLIAMSON COUNTY, TEXAS
SCHEDULE OF REVENUE - BUDGET AND ACTUAL
GENERAL FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 1999

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
REVENUE			
Ad valorem taxes	\$ 24,897,866	\$ 24,914,764	\$ 16,898
Fees of Office:			
Sheriff	183,000	212,714	29,714
County clerk	1,250,000	1,557,387	307,387
Tax assessor/collector	625,000	805,335	180,335
District clerk	385,000	360,144	(24,856)
Emergency medical service	3,296,617	3,749,398	452,781
Justice of the peace	354,100	486,775	132,675
District attorney	5,500	3,548	(1,952)
Other	237,850	230,368	(7,482)
Total Fees of Office	<u>6,337,067</u>	<u>7,405,669</u>	<u>1,068,602</u>
Fines and Forfeitures:			
Justice of the peace	1,387,000	1,620,821	233,821
District clerk	385,000	586,717	201,717
Sheriff	-	12,024	12,024
County clerk	930,000	1,284,191	354,191
Total Fines and Forfeitures	<u>2,702,000</u>	<u>3,503,753</u>	<u>801,753</u>
Intergovernmental:			
Child support payments	130,000	210,689	80,689
Federal payments in lieu of taxes	12,000	27,909	15,909
State shared revenue	60,000	692,741	632,741
Total Intergovernmental	<u>202,000</u>	<u>931,339</u>	<u>729,339</u>
Interest and Other:			
Interest	1,180,000	1,084,729	(95,271)
Other	868,000	1,433,999	565,999
Total Interest and Other	<u>2,048,000</u>	<u>2,518,728</u>	<u>470,728</u>
Total Revenue	\$ <u>36,186,933</u>	\$ <u>39,274,253</u>	\$ <u>3,087,320</u>

WILLIAMSON COUNTY, TEXAS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
GENERAL FUND

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 1999

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
EXPENDITURES			
General Administration:			
County judge	\$ 148,090	\$ 144,042	\$ 4,048
Commissioners' court	344,589	344,589	-
County clerk	705,055	664,790	40,265
Non-departmental	3,429,618	3,387,592	42,026
County auditor	651,444	625,199	26,245
County treasurer	218,258	207,967	10,291
Tax assessor/collector	934,351	915,478	18,873
Office buildings	1,437,917	1,437,802	115
Data processing	505,780	832,295	(326,515)
Human resources	87,585	86,047	1,538
General elections	354,717	350,172	4,545
Total General Administration	<u>8,817,404</u>	<u>8,995,973</u>	<u>(178,569)</u>
Administration of Justice:			
County courts at law	371,556	571,126	(199,570)
District courts	723,923	646,730	77,193
26th judicial court	127,710	127,523	187
277th judicial court	131,193	128,785	2,408
368th judicial court	128,533	128,533	-
District attorney	1,014,869	988,646	26,223
District clerk	603,860	580,925	22,935
Justice court, precinct 1	312,162	300,719	11,443
Justice court, precinct 2	277,813	265,014	12,799
Justice court, precinct 3	393,265	357,211	36,054
Justice court, precinct 4	312,850	300,512	12,338
County attorney	1,474,319	1,384,331	89,988
Constable, precinct 1	227,723	227,613	110
Constable, precinct 2	170,698	169,709	989
Constable, precinct 3	228,409	216,253	12,156
Constable, precinct 4	190,399	186,588	3,811
County sheriff	6,511,866	6,409,664	102,202
Department of public safety	156,556	150,626	5,930
Jail and law enforcement	5,933,464	5,594,338	339,126
Juvenile services	2,373,202	2,350,264	22,938
Adult probation	25,925	16,369	9,556
Total Administration of Justice	<u>21,690,295</u>	<u>21,101,479</u>	<u>588,816</u>

(continued)

WILLIAMSON COUNTY, TEXAS

SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL
GENERAL FUND

(Continued)

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 1999

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
EXPENDITURES (Continued)			
Public Welfare:			
Veterans service	\$ 35,135	\$ 25,358	\$ 9,777
Emergency medical services	4,727,842	4,555,928	171,914
911	913,752	913,752	-
Indigent health care	828,348	817,583	10,765
Child welfare	171,000	136,181	34,819
Other	994,400	907,374	87,026
Total Public Welfare	<u>7,670,477</u>	<u>7,356,176</u>	<u>314,301</u>
Health and Sanitation:			
Health department	<u>770,187</u>	<u>766,274</u>	<u>3,913</u>
Natural Resources:			
Agricultural extension	<u>234,605</u>	<u>201,007</u>	<u>33,598</u>
Total General Fund Expenditures	<u>\$ 39,182,968</u>	<u>\$ 38,420,909</u>	<u>\$ 762,059</u>

SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for the proceeds of specified revenue sources or to finance specified activities as required by law or administrative regulation.

The following comprise the County's Special Revenue Funds:

- Law Library Fund
- County Attorney Hot Check Fund
- District Attorney Hot Check Fund
- District Attorney Drug Enforcement Fund
- County Sheriff Drug Enforcement Fund
- Probate Court
- Graffiti Eradication
- Election Services Contract Fund
- Court Reporter Fund
- Out-of-State Billing
- Showbarn Fund
- County Park Fund
- County Sheriff Fund
- Records Management Fund
- Courthouse Security Fund
- Alternate Dispute Resolution Fund
- State Agency Fund
- Records Management and Preservation Fund
- Special Road and Bridge Fund
- Child Safety Fund
- Tobacco Fund
- Bartlett State Jail

WILLIAMSON COUNTY, TEXAS
COMBINING BALANCE SHEET - SPECIAL REVENUE FUNDS

SEPTEMBER 30, 1999

	<u>Law Library</u>	<u>County Attorney Hot Check</u>	<u>District Attorney Hot Check</u>	<u>District Attorney Drug Enforcement</u>	<u>County Sheriff Drug Enforcement</u>
ASSETS					
Cash and interest-bearing accounts	\$ 16,346	\$ 12,041	\$ 6,422	\$ 268	\$ 1,867
Investments	35,357	-	-	70,646	44,777
Accounts receivable	525	-	350	-	-
Due from other governments	-	-	-	-	-
Property taxes receivable	-	-	-	-	-
Other assets	-	-	-	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Assets	\$ <u>52,228</u>	\$ <u>12,041</u>	\$ <u>6,772</u>	\$ <u>70,914</u>	\$ <u>46,644</u>
LIABILITIES AND FUND BALANCE					
Liabilities:					
Accounts payable	\$ 5,803	\$ 1,467	\$ -	\$ 99	\$ 10,179
Due to the state	-	-	-	-	-
Due to other funds	-	-	-	-	-
Due to others	-	-	-	-	-
Accrued expenditures	-	-	-	-	-
Deferred revenue	-	-	-	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Liabilities	<u>5,803</u>	<u>1,467</u>	<u>-</u>	<u>99</u>	<u>10,179</u>
Fund Balance:					
Undesignated	<u>46,425</u>	<u>10,574</u>	<u>6,772</u>	<u>70,815</u>	<u>36,465</u>
Total Fund Balance	<u>46,425</u>	<u>10,574</u>	<u>6,772</u>	<u>70,815</u>	<u>36,465</u>
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Liabilities and Fund Balance	\$ <u>52,228</u>	\$ <u>12,041</u>	\$ <u>6,772</u>	\$ <u>70,914</u>	\$ <u>46,644</u>

<u>Probate Court</u>	<u>Graffiti Eradication</u>	<u>Election Services Contract</u>	<u>Court Reporter Fund</u>	<u>Out of State Billing</u>	<u>Showbarn Fund</u>	<u>County Park Fund</u>	<u>County Sheriff</u>
\$ 5,003	\$ 5,793	\$ 41,386	\$ 173,485	\$ -	\$ -	\$ 39,993	\$ 96,245
-	-	-	-	-	-	-	-
100	-	-	300	841,011	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>5,103</u>	<u>5,793</u>	<u>41,386</u>	<u>173,785</u>	<u>841,011</u>	<u>-</u>	<u>39,993</u>	<u>96,245</u>
\$ 252	\$ -	\$ -	\$ -	\$ 841,011	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
-	-	-	-	6,703	-	-	-
-	-	-	-	-	-	-	14,042
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>252</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>847,714</u>	<u>-</u>	<u>-</u>	<u>14,042</u>
<u>4,851</u>	<u>5,793</u>	<u>41,386</u>	<u>173,785</u>	<u>(6,703)</u>	<u>-</u>	<u>39,993</u>	<u>82,203</u>
<u>4,851</u>	<u>5,793</u>	<u>41,386</u>	<u>173,785</u>	<u>(6,703)</u>	<u>-</u>	<u>39,993</u>	<u>82,203</u>
<u>5,103</u>	<u>5,793</u>	<u>41,386</u>	<u>173,785</u>	<u>841,011</u>	<u>-</u>	<u>39,993</u>	<u>96,245</u>

(continued)

WILLIAMSON COUNTY, TEXAS

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COMBINING BALANCE SHEET - SPECIAL REVENUE FUNDS

(Continued)

SEPTEMBER 30, 1999

	Records Management	Courthouse Security Fund	Alternate Dispute Resolution Fund	State Agency	Records Management and Preservation Fund
ASSETS					
Cash and interest-bearing accounts	\$ 19,779	\$ 160,412	\$ 46,574	\$ 359,523	\$ 5,621
Investments	313,200	-	-	-	145,927
Accounts receivable	1,540	1,549	60	-	771
Due from other governments	-	-	-	-	-
Property taxes receivable	-	-	-	-	-
Other assets	-	-	-	-	-
Total Assets	<u>\$ 334,519</u>	<u>\$ 161,961</u>	<u>\$ 46,634</u>	<u>\$ 359,523</u>	<u>\$ 152,319</u>
LIABILITIES AND FUND BALANCE					
Liabilities:					
Accounts payable	\$ 4,613	\$ 9	\$ -	\$ 53,221	\$ 16,148
Due to the state	-	-	-	306,302	-
Due to other funds	-	-	-	-	-
Due to others	-	-	-	-	-
Accrued expenditures	-	-	-	-	-
Deferred revenue	-	-	-	-	-
Total Liabilities	<u>4,613</u>	<u>9</u>	<u>-</u>	<u>359,523</u>	<u>16,148</u>
Fund Balance:					
Undesignated	<u>329,906</u>	<u>161,952</u>	<u>46,634</u>	<u>-</u>	<u>136,171</u>
Total Fund Balance	<u>329,906</u>	<u>161,952</u>	<u>46,634</u>	<u>-</u>	<u>136,171</u>
Total Liabilities and Fund Balance	<u>\$ 334,519</u>	<u>\$ 161,961</u>	<u>\$ 46,634</u>	<u>\$ 359,523</u>	<u>\$ 152,319</u>

<u>Special Road and Bridge</u>	<u>Child Safety</u>	<u>Tobacco</u>	<u>Bartlett State Jail</u>	<u>Grants</u>	<u>Totals</u>
\$ 493,927	\$ 206,010	\$ -	\$ 37,746	\$ 258,230	\$ 1,986,671
3,866,282	-	2,551,073	-	378,993	7,406,255
91,664	-	-	1,715,617	-	2,653,487
-	-	-	-	174,568	174,568
179,338	-	-	-	-	179,338
5,520	-	-	-	-	5,520
<u>\$ 4,636,731</u>	<u>\$ 206,010</u>	<u>\$ 2,551,073</u>	<u>\$ 1,753,363</u>	<u>\$ 811,791</u>	<u>\$ 12,405,839</u>
\$ 509,377	\$ -	\$ 16,393	\$ 1,709,456	\$ 80,886	\$ 3,248,914
-	-	-	-	-	306,302
-	-	-	-	31,996	38,699
320,990	-	-	-	-	335,032
108,120	-	-	-	-	108,120
167,973	-	-	-	158,702	326,675
<u>1,106,460</u>	<u>-</u>	<u>16,393</u>	<u>1,709,456</u>	<u>271,584</u>	<u>4,363,742</u>
<u>3,530,271</u>	<u>206,010</u>	<u>2,534,680</u>	<u>43,907</u>	<u>540,207</u>	<u>8,042,097</u>
<u>3,530,271</u>	<u>206,010</u>	<u>2,534,680</u>	<u>43,907</u>	<u>540,207</u>	<u>8,042,097</u>
<u>\$ 4,636,731</u>	<u>\$ 206,010</u>	<u>\$ 2,551,073</u>	<u>\$ 1,753,363</u>	<u>\$ 811,791</u>	<u>\$ 12,405,839</u>

WILLIAMSON COUNTY, TEXAS

COMBINING STATEMENT OF REVENUE, EXPENDITURES
AND CHANGES IN FUND BALANCES -

SPECIAL REVENUE FUNDS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 1999

	Law Library	County Attorney Hot Check	District Attorney Hot Check	District Attorney Drug Enforcement	County Sheriff Drug Enforcement
REVENUE					
Fees of office	\$ 69,940	\$ 137,091	\$ 2,528	\$ -	\$ -
Fines and forfeitures	-	-	-	1,395	10,735
Intergovernmental	-	-	-	-	-
Lateral road taxes	-	-	-	-	-
Motor vehicle registration	-	-	-	-	-
Sales and service	-	-	-	-	-
Interest and other	2,825	448	-	4,312	2,631
Total Revenue	<u>72,765</u>	<u>137,539</u>	<u>2,528</u>	<u>5,707</u>	<u>13,366</u>
EXPENDITURES					
Current:					
General administration	-	141,823	3,468	14,512	-
Administration of justice	5,400	-	-	-	19,742
County wide road and bridge	-	-	-	-	-
Capital outlay	65,874	-	-	-	10,248
Total Expenditures	<u>71,274</u>	<u>141,823</u>	<u>3,468</u>	<u>14,512</u>	<u>29,990</u>
EXCESS OF REVENUE OVER (UNDER)					
EXPENDITURES	<u>1,491</u>	<u>(4,284)</u>	<u>(940)</u>	<u>(8,805)</u>	<u>(16,624)</u>
OTHER FINANCING SOURCES					
Transfers in	-	9,056	2,000	-	-
Transfers out	-	(2,000)	-	-	-
Total Other Financing Sources	<u>-</u>	<u>7,056</u>	<u>2,000</u>	<u>-</u>	<u>-</u>
EXCESS OF REVENUE AND OTHER					
SOURCES OVER (UNDER)					
EXPENDITURES AND OTHER USES	1,491	2,772	1,060	(8,805)	(16,624)
FUND BALANCE, OCTOBER 1, 1998	<u>44,934</u>	<u>7,802</u>	<u>5,712</u>	<u>79,620</u>	<u>53,089</u>
FUND BALANCE, SEPTEMBER 30, 1999	<u>\$ 46,425</u>	<u>\$ 10,574</u>	<u>\$ 6,772</u>	<u>\$ 70,815</u>	<u>\$ 36,465</u>

Probate Court	Graffiti Eradication	Election Services Contract	Court Reporter Fund	Out of State Billing	Showbarn Fund	County Park Fund	County Sheriff
\$ 1,558	\$ 8	\$ 18,705	\$ 50,655	\$ 5,387,607	\$ 8,995	\$ -	\$ 901,956
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>1,558</u>	<u>8</u>	<u>18,705</u>	<u>50,655</u>	<u>5,387,607</u>	<u>8,995</u>	<u>-</u>	<u>901,956</u>
656	-	(5,124)	-	5,386,115	-	-	-
-	-	-	-	-	-	-	880,240
-	-	-	-	-	-	-	-
-	-	(1,877)	-	-	-	-	-
<u>656</u>	<u>-</u>	<u>(7,001)</u>	<u>-</u>	<u>5,386,115</u>	<u>-</u>	<u>-</u>	<u>880,240</u>
<u>902</u>	<u>8</u>	<u>25,706</u>	<u>50,655</u>	<u>1,492</u>	<u>8,995</u>	<u>-</u>	<u>21,716</u>
-	-	-	-	-	-	-	-
-	-	-	-	-	(22,520)	-	-
-	-	-	-	-	(22,520)	-	-
902	8	25,706	50,655	1,492	(13,525)	-	21,716
<u>3,949</u>	<u>5,785</u>	<u>15,680</u>	<u>123,130</u>	<u>(8,195)</u>	<u>13,525</u>	<u>39,993</u>	<u>60,487</u>
<u>\$ 4,851</u>	<u>\$ 5,793</u>	<u>\$ 41,386</u>	<u>\$ 173,785</u>	<u>\$ (6,703)</u>	<u>\$ -</u>	<u>\$ 39,993</u>	<u>\$ 82,203</u>

(continued)

WILLIAMSON COUNTY, TEXAS

COMBINING STATEMENT OF REVENUE, EXPENDITURES
AND CHANGES IN FUND BALANCES -

SPECIAL REVENUE FUNDS

(Continued)

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 1999

	Records Management	Courthouse Security Fund	Alternate Dispute Resolution Fund	State Agency	Records Management and Preservation Fund
REVENUE					
Fees of office	\$ 465,126	\$ 186,479	\$ 10,125	\$ -	\$ 60,609
Fines and forfeitures	-	-	-	-	-
Intergovernmental	-	-	-	-	-
Lateral road taxes	-	-	-	-	-
Motor vehicle registration	-	-	-	-	-
Sales and service	-	-	-	-	-
Interest and other	11,020	-	-	-	927
Total Revenue	<u>476,146</u>	<u>186,479</u>	<u>10,125</u>	<u>-</u>	<u>61,536</u>
EXPENDITURES					
Current:					
General administration	334,250	124,183	-	-	45,261
Administration of justice	-	-	2,249	-	-
County wide road and bridge	-	-	-	-	-
Capital outlay	4,682	122	-	-	-
Total Expenditures	<u>338,932</u>	<u>124,305</u>	<u>2,249</u>	<u>-</u>	<u>45,261</u>
EXCESS OF REVENUE OVER (UNDER)					
EXPENDITURES	<u>137,214</u>	<u>62,174</u>	<u>7,876</u>	<u>-</u>	<u>16,275</u>
OTHER FINANCING SOURCES:					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS OF REVENUE AND OTHER SOURCES OVER (UNDER)					
EXPENDITURES AND OTHER USES	137,214	62,174	7,876	-	16,275
FUND BALANCE, OCTOBER 1, 1998	<u>192,692</u>	<u>99,778</u>	<u>38,758</u>	<u>-</u>	<u>119,896</u>
FUND BALANCE, SEPTEMBER 30, 1999	<u>\$ 329,906</u>	<u>\$ 161,952</u>	<u>\$ 46,634</u>	<u>\$ -</u>	<u>\$ 136,171</u>

Special Road and Bridge	Child Safety	Tobacco Fund	Bartlett State Jail	Grants	Totals
\$ -	\$ 206,010	\$ -	\$ -	\$ -	\$ 7,507,392
-	-	-	-	-	12,130
382,407	-	2,464,620	10,146,861	2,219,054	15,212,942
4,785,862	-	-	-	-	4,785,862
3,347,441	-	-	-	-	3,347,441
4,000	-	-	-	-	4,000
202,252	-	86,452	-	198,605	509,472
<u>8,721,962</u>	<u>206,010</u>	<u>2,551,072</u>	<u>10,146,861</u>	<u>2,417,659</u>	<u>31,379,239</u>
-	-	16,392	10,139,175	2,241,753	18,442,464
-	-	-	-	58,056	965,687
7,292,923	-	-	-	-	7,292,923
716,423	-	-	-	63,147	858,619
<u>8,009,346</u>	<u>-</u>	<u>16,392</u>	<u>10,139,175</u>	<u>2,362,956</u>	<u>27,559,693</u>
<u>712,616</u>	<u>206,010</u>	<u>2,534,680</u>	<u>7,686</u>	<u>54,703</u>	<u>3,819,546</u>
-	-	-	-	-	11,056
-	-	-	-	(97,881)	(122,401)
-	-	-	-	(97,881)	(111,345)
712,616	206,010	2,534,680	7,686	(43,178)	3,708,201
<u>2,817,655</u>	<u>-</u>	<u>-</u>	<u>36,221</u>	<u>583,385</u>	<u>4,333,896</u>
<u>\$ 3,530,271</u>	<u>\$ 206,010</u>	<u>\$ 2,534,680</u>	<u>\$ 43,907</u>	<u>\$ 540,207</u>	<u>\$ 8,042,097</u>

WILLIAMSON COUNTY, TEXAS
STATEMENT OF REVENUE, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL -
LAW LIBRARY
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 1999

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
REVENUE			
Fees of office	\$ 68,000	\$ 69,940	\$ 1,940
Interest and other	<u>3,500</u>	<u>2,825</u>	<u>(675)</u>
Total Revenue	<u>71,500</u>	<u>72,765</u>	<u>1,265</u>
EXPENDITURES			
Current:			
Administration of justice	22,000	5,400	16,600
Capital outlay	<u>65,874</u>	<u>65,874</u>	<u>-</u>
Total Expenditures	<u>87,874</u>	<u>71,274</u>	<u>16,600</u>
EXCESS OF REVENUE OVER (UNDER)			
EXPENDITURES	(16,374)	1,491	17,865
FUND BALANCE AT OCTOBER 1, 1998	<u>44,934</u>	<u>44,934</u>	<u>-</u>
FUND BALANCE AT SEPTEMBER 30, 1999	<u>\$ 28,560</u>	<u>\$ 46,425</u>	<u>\$ 17,865</u>

WILLIAMSON COUNTY, TEXAS
STATEMENT OF REVENUE, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL -
COUNTY ATTORNEY HOT CHECK
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 1999

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
REVENUE			
Fees of office	\$ 162,223	\$ 137,091	\$(25,132)
Interest and other	<u>-</u>	<u>448</u>	<u>448</u>
Total Revenue	<u>162,223</u>	<u>137,539</u>	<u>(24,684)</u>
EXPENDITURES			
Current:			
General administration	<u>-</u>	<u>141,823</u>	<u>(141,823)</u>
Total Expenditures	<u>-</u>	<u>141,823</u>	<u>(141,823)</u>
EXCESS OF REVENUE OVER (UNDER)			
EXPENDITURES	<u>162,223</u>	<u>(4,284)</u>	<u>(166,507)</u>
OTHER FINANCING SOURCES			
Transfers in	-	9,056	9,056
Transfers out	<u>-</u>	<u>(2,000)</u>	<u>(2,000)</u>
Total Other Financing Sources	<u>-</u>	<u>7,056</u>	<u>7,056</u>
EXCESS OF REVENUE AND OTHER SOURCES			
OVER (UNDER) EXPENDITURES AND			
OTHER USES	162,223	2,772	(159,451)
FUND BALANCE AT OCTOBER 1, 1998	<u>7,802</u>	<u>7,802</u>	<u>-</u>
FUND BALANCE AT SEPTEMBER 30, 1999	<u>\$ 170,025</u>	<u>\$ 10,574</u>	<u>\$(159,451)</u>

WILLIAMSON COUNTY, TEXAS
STATEMENT OF REVENUE, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL -
DISTRICT ATTORNEY HOT CHECK
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 1999

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
REVENUE			
Fees of office	\$ 4,000	\$ 2,528	\$ (1,472)
Total Revenue	<u>4,000</u>	<u>2,528</u>	<u>(1,472)</u>
EXPENDITURES			
Current:			
General administration	<u>4,000</u>	<u>3,468</u>	<u>532</u>
Total Expenditures	<u>4,000</u>	<u>3,468</u>	<u>532</u>
EXCESS OF REVENUE OVER (UNDER)			
EXPENDITURES	<u>-</u>	<u>(940)</u>	<u>(940)</u>
OTHER FINANCING SOURCES			
Transfers in	<u>-</u>	<u>2,000</u>	<u>2,000</u>
Total Other Financing Sources	<u>-</u>	<u>2,000</u>	<u>2,000</u>
EXCESS OF REVENUE AND OTHER SOURCES			
OVER (UNDER) EXPENDITURES AND			
OTHER USES	<u>-</u>	<u>1,060</u>	<u>1,060</u>
FUND BALANCE AT OCTOBER 1, 1998	<u>5,712</u>	<u>5,712</u>	<u>-</u>
FUND BALANCE AT SEPTEMBER 30, 1999	<u>\$ 5,712</u>	<u>\$ 6,772</u>	<u>\$ 1,060</u>

WILLIAMSON COUNTY, TEXAS
STATEMENT OF REVENUE, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL -
RECORDS MANAGEMENT
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 1999

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
REVENUE			
Fees of office	\$ 382,619	\$ 465,126	\$ 82,507
Interest and other	<u>11,800</u>	<u>11,020</u>	(780)
Total Revenue	<u>394,419</u>	<u>476,146</u>	<u>81,727</u>
EXPENDITURES			
Current:			
General administration	523,769	334,250	189,519
Capital outlay	<u>7,748</u>	<u>4,682</u>	<u>3,066</u>
Total Expenditures	<u>531,517</u>	<u>338,932</u>	<u>192,585</u>
EXCESS OF REVENUE OVER (UNDER)			
EXPENDITURES	(137,098)	137,214	274,312
FUND BALANCE AT OCTOBER 1, 1998	<u>192,692</u>	<u>192,692</u>	<u>-</u>
FUND BALANCE AT SEPTEMBER 30, 1999	<u>\$ 55,594</u>	<u>\$ 329,906</u>	<u>\$ 274,312</u>

WILLIAMSON COUNTY, TEXAS
STATEMENT OF REVENUE, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL -
COURTHOUSE SECURITY FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 1999

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
REVENUE			
Fees of office	\$ 147,400	\$ 186,479	\$ 39,079
Total Revenue	<u>147,400</u>	<u>186,479</u>	<u>39,079</u>
EXPENDITURES			
Current:			
General administration	34,576	124,183	(89,607)
Capital outlay	<u>2,101</u>	<u>122</u>	<u>1,979</u>
Total Expenditures	<u>36,677</u>	<u>124,305</u>	<u>(87,628)</u>
EXCESS OF REVENUE OVER (UNDER)			
EXPENDITURES	110,723	62,174	(48,549)
FUND BALANCE AT OCTOBER 1, 1998	<u>99,778</u>	<u>99,778</u>	<u>-</u>
FUND BALANCE AT SEPTEMBER 30, 1999	<u>\$ 210,501</u>	<u>\$ 161,952</u>	<u>\$ (48,549)</u>

WILLIAMSON COUNTY, TEXAS

STATEMENT OF REVENUE, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL -ALTERNATE DISPUTE RESOLUTION FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 1999

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
REVENUE			
Fees of office	\$ 8,000	\$ 10,125	\$ 2,125
Total Revenue	<u>8,000</u>	<u>10,125</u>	<u>2,125</u>
EXPENDITURES			
Current:			
Administration of justice	<u>-</u>	<u>2,249</u>	<u>(2,249)</u>
Total Expenditures	<u>-</u>	<u>2,249</u>	<u>(2,249)</u>
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES	8,000	7,876	(124)
FUND BALANCE AT OCTOBER 1, 1998	<u>38,758</u>	<u>38,758</u>	<u>-</u>
FUND BALANCE AT SEPTEMBER 30, 1999	<u>\$ 46,758</u>	<u>\$ 46,634</u>	<u>\$ (124)</u>

WILLIAMSON COUNTY, TEXAS
STATEMENT OF REVENUE, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL -
RECORDS MANAGEMENT AND PRESERVATION FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 1999

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
REVENUE			
Fees of office	\$ 48,000	\$ 60,609	\$ 12,609
Interest and other	<u>-</u>	<u>927</u>	<u>927</u>
Total Revenue	<u>48,000</u>	<u>61,536</u>	<u>13,536</u>
EXPENDITURES			
Current:			
General administration	<u>48,000</u>	<u>45,261</u>	<u>2,739</u>
Total Expenditures	<u>48,000</u>	<u>45,261</u>	<u>2,739</u>
EXCESS OF REVENUE OVER (UNDER)			
EXPENDITURES	-	16,275	16,275
FUND BALANCE AT OCTOBER 1, 1998	<u>119,896</u>	<u>119,896</u>	<u>-</u>
FUND BALANCE AT SEPTEMBER 30, 1999	<u>\$ 119,896</u>	<u>\$ 136,171</u>	<u>\$ 16,275</u>

WILLIAMSON COUNTY, TEXAS
STATEMENT OF REVENUE, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL -
SPECIAL ROAD AND BRIDGE FUND
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 1999

	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
REVENUE			
Intergovernmental	\$ 82,000	\$ 382,407	\$ 300,407
Lateral road taxes	4,844,548	4,785,862	(58,686)
Motor vehicle registration	2,900,000	3,347,441	447,441
Sales and service	30,000	4,000	(26,000)
Interest and other	110,000	202,252	92,252
Total Revenue	<u>7,966,548</u>	<u>8,721,962</u>	<u>755,414</u>
EXPENDITURES			
Unified System:			
Salaries	3,012,051	2,885,461	126,590
Employee benefits	976,889	879,147	97,742
Maintenance and construction of roads and bridges	2,747,793	2,579,052	168,741
Equipment maintenance	589,813	501,512	88,301
Office and occupancy	167,528	59,889	107,639
Right-of-way	196,327	157,093	39,234
Professional services	290,524	155,252	135,272
Other	121,707	75,517	46,190
Capital outlay	723,115	716,423	6,692
Total Expenditures	<u>8,825,747</u>	<u>8,009,346</u>	<u>816,401</u>
EXCESS OF REVENUE OVER (UNDER)			
EXPENDITURES	(859,199)	712,616	1,571,815
FUND BALANCE AT OCTOBER 1, 1998	<u>2,817,655</u>	<u>2,817,655</u>	<u>-</u>
FUND BALANCE AT SEPTEMBER 30, 1999	<u>\$ 1,958,456</u>	<u>\$ 3,530,271</u>	<u>\$ 1,571,815</u>

WILLIAMSON COUNTY, TEXAS
STATEMENT OF REVENUE, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL -
BARTLETT STATE JAIL
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 1999

	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
REVENUE			
Intergovernmental	\$ 9,919,780	\$ 10,146,861	\$ 227,081
Total Revenue	<u>9,919,780</u>	<u>10,146,861</u>	<u>227,081</u>
EXPENDITURES			
Current:			
General administration	<u>12,664,556</u>	<u>10,139,175</u>	<u>2,525,381</u>
Total Expenditures	<u>12,664,556</u>	<u>10,139,175</u>	<u>2,525,381</u>
EXCESS OF REVENUE OVER (UNDER)			
EXPENDITURES	(2,744,776)	7,686	2,752,462
FUND BALANCE AT OCTOBER 1, 1998	<u>36,221</u>	<u>36,221</u>	<u>-</u>
FUND BALANCE AT SEPTEMBER 30, 1999	<u>\$ (2,708,555)</u>	<u>\$ 43,907</u>	<u>\$ 2,752,462</u>



WILLIAMSON COUNTY, TEXAS
COMBINING SCHEDULE OF GRANTS
BALANCE SHEET

SEPTEMBER 30, 1999

	<u>VA-98-V09-12173</u>	<u>VA97V0910838</u>	<u>Texas Youth Commission</u>	<u>VA-99-V24-13776</u>
ASSETS				
Cash and interest bearing accounts	\$ -	\$ -	\$ 21,867	\$ -
Investments	-	-	-	-
Due from other governments	-	1,033	4,410	11,141
Total Assets	\$ -	\$ 1,033	\$ 26,277	\$ 11,141
LIABILITIES AND FUND BALANCE				
Liabilities:				
Accounts payable	\$ -	\$ 1,033	\$ -	\$ -
Due to other funds	-	-	-	11,141
Deferred revenue	-	-	26,277	-
Total Liabilities	-	1,033	26,277	11,141
Fund Balance:				
Undesignated	-	-	-	-
Total Fund Balance	-	-	-	-
Total Liabilities and Fund Balance	\$ -	\$ 1,033	\$ 26,277	\$ 11,141

<u>Live Scan Fingerprint Grant</u>	<u>B-98-5P-TX0294</u>	<u>911 Addressing Maintenance 2000</u>	<u>911 Addressing Maintenance 1998</u>	<u>911 Addressing Maintenance 1999</u>
\$ -	\$ -	\$ -	\$ -	\$ 1,127
-	-	-	-	-
<u>938</u>	<u>-</u>	<u>4,106</u>	<u>38,542</u>	<u>3,802</u>
\$ <u>938</u>	\$ <u>-</u>	\$ <u>4,106</u>	\$ <u>38,542</u>	\$ <u>4,929</u>
\$ 938	\$ -	\$ 116	\$ 38,475	\$ -
-	-	3,990	67	-
-	-	-	-	4,929
<u>938</u>	<u>-</u>	<u>4,106</u>	<u>38,542</u>	<u>4,929</u>
-	-	-	-	-
-	-	-	-	-
\$ <u>938</u>	\$ <u>-</u>	\$ <u>4,106</u>	\$ <u>38,542</u>	\$ <u>4,929</u>

(continued)

WILLIAMSON COUNTY, TEXAS
COMBINING SCHEDULE OF GRANTS
BALANCE SHEET
(Continued)
SEPTEMBER 30, 1999

	<u>98LBVXS184</u>	<u>98-LBVX6710</u>	<u>3rd Region Computer Fund</u>	<u>JA-98-J07-12989</u>
ASSETS				
Cash and interest bearing accounts	\$ 952	\$ 5,845	\$ -	\$ -
Investments	-	-	-	-
Due from other governments	-	-	-	6,627
Total Assets	<u>\$ 952</u>	<u>\$ 5,845</u>	<u>\$ -</u>	<u>\$ 6,627</u>
LIABILITIES AND FUND BALANCE				
Liabilities:				
Accounts payable	\$ 952	\$ 5,845	\$ -	\$ 696
Due to other funds	-	-	-	5,931
Deferred revenue	-	-	-	-
Total Liabilities	<u>952</u>	<u>5,845</u>	<u>-</u>	<u>6,627</u>
Fund Balance:				
Undesignated	-	-	-	-
Total Fund Balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities and Fund Balance	<u>\$ 952</u>	<u>\$ 5,845</u>	<u>\$ -</u>	<u>\$ 6,627</u>

<u>DB-98-N04-12006</u>	<u>DB-99-N23-13865</u>	<u>537-026</u>	<u>JJAEP Grant</u>
\$ -	\$ 86,312	\$ -	\$ 3,386
-	378,993	-	-
-	93,102	-	-
<u>\$ -</u>	<u>\$ 558,407</u>	<u>\$ -</u>	<u>\$ 3,386</u>
\$ -	\$ 18,200	\$ -	\$ -
-	-	-	-
-	-	-	3,386
<u>-</u>	<u>18,200</u>	<u>-</u>	<u>3,386</u>
-	540,207	-	-
-	540,207	-	-
<u>\$ -</u>	<u>\$ 558,407</u>	<u>\$ -</u>	<u>\$ 3,386</u>

(continued)

WILLIAMSON COUNTY, TEXAS
COMBINING SCHEDULE OF GRANTS
BALANCE SHEET
(Continued)
SEPTEMBER 30, 1999

	<u>TJPC-A-99-246</u>	<u>TJPC-W-99-246</u>	<u>TJPC-A-00-246</u>	<u>701-549</u>
ASSETS				
Cash and interest bearing accounts	\$ 12,144	\$ -	\$ 49,035	\$ -
Investments	-	-	-	-
Due from other governments	-	-	-	-
Total Assets	\$ 12,144	\$ -	\$ 49,035	\$ -
LIABILITIES AND FUND BALANCE				
Liabilities:				
Accounts payable	\$ 12,144	\$ -	\$ -	\$ -
Due to other funds	-	-	-	-
Deferred revenue	-	-	49,035	-
Total Liabilities	12,144	-	49,035	-
Fund Balance:				
Undesignated	-	-	-	-
Total Fund Balance	-	-	-	-
Total Liabilities and Fund Balance	\$ 12,144	\$ -	\$ 49,035	\$ -

<u>TJPC-Y-00-246</u>	<u>TJPC-P-99-246</u>	<u>TJPC-E-99-246</u>	<u>TJPC-R-99-246</u>	<u>JA-98-J07-12990</u>
\$ 47,913	\$ 14,572	\$ -	\$ 14,036	\$ -
-	-	-	-	-
-	-	-	-	10,867
<u>\$ 47,913</u>	<u>\$ 14,572</u>	<u>\$ -</u>	<u>\$ 14,036</u>	<u>\$ 10,867</u>
\$ -	\$ -	\$ -	\$ 1,446	\$ -
-	-	-	-	10,867
47,913	14,572	-	12,590	-
<u>47,913</u>	<u>14,572</u>	<u>-</u>	<u>14,036</u>	<u>10,867</u>
-	-	-	-	-
-	-	-	-	-
<u>\$ 47,913</u>	<u>\$ 14,572</u>	<u>\$ -</u>	<u>\$ 14,036</u>	<u>\$ 10,867</u>

(continued)

WILLIAMSON COUNTY, TEXAS
COMBINING SCHEDULE OF GRANTS
BALANCE SHEET
(Continued)
SEPTEMBER 30, 1999

	<u>TJPC-Y-99-246</u>	<u>TJPC-C-99-246</u>	<u>TJPC-K-99-246</u>
ASSETS			
Cash and interest bearing accounts	\$ 1,041	\$ -	\$ -
Investments	-	-	-
Due from other governments	-	-	-
Total Assets	<u>\$ 1,041</u>	<u>\$ -</u>	<u>\$ -</u>
LIABILITIES AND FUND BALANCE			
Liabilities:			
Accounts payable	\$ 1,041	\$ -	\$ -
Due to other funds	-	-	-
Deferred revenue	-	-	-
Total Liabilities	<u>1,041</u>	<u>-</u>	<u>-</u>
Fund Balance:			
Undesignated	-	-	-
Total Fund Balance	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities and Fund Balance	<u>\$ 1,041</u>	<u>\$ -</u>	<u>\$ -</u>

<u>TJPC-O-99-246</u>	<u>Totals</u>
\$ -	\$ 258,230
-	378,993
<u>-</u>	<u>174,568</u>
\$ <u>-</u>	\$ <u>811,791</u>
\$ -	\$ 80,886
-	31,996
<u>-</u>	<u>158,702</u>
<u>-</u>	<u>271,584</u>
<u>-</u>	<u>540,207</u>
<u>-</u>	<u>540,207</u>
\$ <u>-</u>	\$ <u>811,791</u>

WILLIAMSON COUNTY, TEXAS
COMBINING SCHEDULE OF REVENUE, EXPENDITURES AND
CHANGES IN FUND BALANCE - GRANTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 1999

	<u>VA-98-V09-12173</u>	<u>VA97V0910838</u>	<u>Texas Youth Commission</u>	<u>VA-99-V24-13776</u>
REVENUE				
Intergovernmental	\$ 39,854	\$ -	\$ 58,056	\$ 11,140
Interest and other	<u>30,109</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Revenue	<u>69,963</u>	<u>-</u>	<u>58,056</u>	<u>11,140</u>
EXPENDITURES				
Current:				
General administration	62,548	-	-	11,140
Administration of justice	-	-	58,056	-
Capital outlay	<u>7,415</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>69,963</u>	<u>-</u>	<u>58,056</u>	<u>11,140</u>
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
OTHER FINANCING SOURCES				
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS OF REVENUE AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, OCTOBER 1, 1998	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, SEPTEMBER 30, 1999	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

WILLIAMSON COUNTY, TEXAS
COMBINING SCHEDULE OF REVENUE, EXPENDITURES AND
CHANGES IN FUND BALANCE - GRANTS
(Continued)
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 1999

	<u>98LBVXS184</u>	<u>98-LBVX6710</u>	<u>3rd Region Computer Fund</u>	<u>JA-98-J07-12989</u>
REVENUE				
Intergovernmental	\$ 47,936	\$ -	\$ 2,470	\$ 10,630
Interest and other	<u>5,326</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Revenue	<u>53,262</u>	<u>-</u>	<u>2,470</u>	<u>10,630</u>
EXPENDITURES				
Current:				
General administration	-	-	-	10,630
Administration of justice	-	-	-	-
Capital outlay	<u>53,262</u>	<u>-</u>	<u>2,470</u>	<u>-</u>
Total Expenditures	<u>53,262</u>	<u>-</u>	<u>2,470</u>	<u>10,630</u>
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
OTHER FINANCING SOURCES				
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS OF REVENUE AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, OCTOBER 1, 1998	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, SEPTEMBER 30, 1999	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

<u>DB-98-N04-12006</u>	<u>DB-99-N23-13865</u>	<u>537-026</u>	<u>JJAEP Grant</u>
\$ 366,931	\$ 93,102	\$ 246,310	\$ -
(414,609)	577,497	-	-
(47,678)	670,599	246,310	-
535,707	130,392	246,310	-
-	-	-	-
-	-	-	-
535,707	130,392	246,310	-
(583,385)	540,207	-	-
-	-	-	-
-	-	-	-
(583,385)	540,207	-	-
583,385	-	-	-
\$ -	\$ 540,207	\$ -	\$ -

(continued)

WILLIAMSON COUNTY, TEXAS
COMBINING SCHEDULE OF REVENUE, EXPENDITURES AND
CHANGES IN FUND BALANCE - GRANTS
(Continued)
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 1999

	<u>TJPC-A-99-246</u>	<u>TJPC-W-99-246</u>	<u>TJPC-A-00-246</u>
REVENUE			
Intergovernmental	\$ 309,235	\$ 33,196	\$ 12,116
Interest and other	-	-	-
Total Revenue	<u>309,235</u>	<u>33,196</u>	<u>12,116</u>
EXPENDITURES			
Current:			
General administration	309,235	33,196	12,116
Administration of justice	-	-	-
Capital outlay	-	-	-
Total Expenditures	<u>309,235</u>	<u>33,196</u>	<u>12,116</u>
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>
OTHER FINANCING SOURCES			
Transfers out	-	-	-
Total Other Financing Sources	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS OF REVENUE AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, OCTOBER 1, 1998	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, SEPTEMBER 30, 1999	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

<u>701-549</u>	<u>TJPC-Y-00-246</u>	<u>TJPC-P-99-246</u>	<u>TJPC-E-99-246</u>	<u>TJPC-R-99-246</u>
\$ 24,164	\$ 13,005	\$ 39,703	\$ 177,390	\$ 2,410
-	-	-	-	-
<u>24,164</u>	<u>13,005</u>	<u>39,703</u>	<u>177,390</u>	<u>2,410</u>
24,164	13,005	39,703	79,509	2,410
-	-	-	-	-
<u>24,164</u>	<u>13,005</u>	<u>39,703</u>	<u>79,509</u>	<u>2,410</u>
-	-	-	97,881	-
-	-	-	(97,881)	-
-	-	-	(97,881)	-
-	-	-	-	-
-	-	-	-	-
\$ -	\$ -	\$ -	\$ -	\$ -

(continued)

WILLIAMSON COUNTY, TEXAS
COMBINING SCHEDULE OF REVENUE, EXPENDITURES AND
CHANGES IN FUND BALANCE - GRANTS
(Continued)
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 1999

	<u>JA-98-J07-12990</u>	<u>TJPC-Y-99-246</u>	<u>TJPC-C-99-246</u>
REVENUE			
Intergovernmental	\$ 25,389	\$ 334,340	\$ 27,116
Interest and other	-	282	-
Total Revenue	<u>25,389</u>	<u>334,622</u>	<u>27,116</u>
EXPENDITURES			
Current:			
General administration	25,389	334,622	27,116
Administration of justice	-	-	-
Capital outlay	-	-	-
Total Expenditures	<u>25,389</u>	<u>334,622</u>	<u>27,116</u>
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>
OTHER FINANCING SOURCES			
Transfers out	-	-	-
Total Other Financing Sources	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS OF REVENUE AND OTHER SOURCES OVER (UNDER) EXPENDITURES AND OTHER USES	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, OCTOBER 1, 1998	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, SEPTEMBER 30, 1999	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

<u>TJPC-K-99-246</u>	<u>TJPC-O-99-246</u>	<u>Totals</u>
\$ 50,539	\$ 24,970	\$ 2,219,054
-	-	198,605
<u>50,539</u>	<u>24,970</u>	<u>2,417,659</u>
50,539	24,970	2,241,753
-	-	58,056
-	-	63,147
<u>50,539</u>	<u>24,970</u>	<u>2,362,956</u>
-	-	54,703
-	-	(97,881)
-	-	(97,881)
-	-	(43,178)
-	-	583,385
\$ -	\$ -	\$ 540,207



FIDUCIARY FUND TYPES

Expendable Trust Fund

Available School Fund - to account for interest, rents and royalties earned by the Permanent School Fund. Such interest, rents, and royalties are distributed to various school districts in the County.

Nonexpendable Trust Fund

Permanent School Fund - to account for investments held for the benefit of various school districts in the County. The principal of this fund is held intact with all interest, rents and royalties earned transferred to the Available School Fund for distribution to the respective school districts.

Agency Funds

Agency Funds serve primarily as clearing mechanisms for cash resources which are collected by a governmental unit, held as such for a brief period, and then distributed to authorized recipients.

The following comprise the County's Agency Funds:

- County Clerk Trust
- District Clerk Trust
- Sheriff Special Fund
- County Attorney Hot Check Restitution
- Juvenile Probation
- Justice of the Peace Bond Fund
- Tornado Relief Fund

WILLIAMSON COUNTY, TEXAS
COMBINING BALANCE SHEET - FIDUCIARY FUNDS
SEPTEMBER 30, 1999

	Expendable Trust Fund Available School	Nonexpendable Trust Fund Permanent School	Agency		
			County Clerk Trust	District Clerk Trust	Sheriff Special Fund
ASSETS					
Cash and interest bearing accounts	\$ 138	\$ 46,495	\$ 78,684	\$ 1,093,369	\$ 670,366
Investment, at fair value	551	2,017,465	335,406	1,318,275	-
Due from other funds	<u>992,619</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Assets	<u>\$ 993,308</u>	<u>\$ 2,063,960</u>	<u>\$ 414,090</u>	<u>\$ 2,411,644</u>	<u>\$ 670,366</u>
LIABILITIES AND FUND BALANCE					
Liabilities:					
Due to other funds	\$ -	\$ 992,619	\$ -	\$ -	\$ -
Due to others	<u>993,308</u>	<u>-</u>	<u>414,090</u>	<u>2,411,644</u>	<u>670,366</u>
Total Liabilities	<u>993,308</u>	<u>992,619</u>	<u>414,090</u>	<u>2,411,644</u>	<u>670,366</u>
Fund Balance:					
Unreserved:					
Designated for purpose of trust	<u>-</u>	<u>1,071,341</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Fund Balance	<u>-</u>	<u>1,071,341</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities and Fund Balance	<u>\$ 993,308</u>	<u>\$ 2,063,960</u>	<u>\$ 414,090</u>	<u>\$ 2,411,644</u>	<u>\$ 670,366</u>

Agency				
County Attorney Hot Check Restitution	Juvenile Probation	Justice Of Peace Bond Fund	Tornado Relief Fund	Totals
\$ 79,760	\$ 9,645	\$ 59,346	\$ 142,527	\$ 2,180,330
-	-	-	-	3,671,697
-	-	-	-	992,619
\$ 79,760	\$ 9,645	\$ 59,346	\$ 142,527	\$ 6,844,646
\$ 477	\$ -	\$ -	\$ -	\$ 993,096
79,283	9,645	59,346	142,527	4,780,209
79,760	9,645	59,346	142,527	5,773,305
-	-	-	-	1,071,341
-	-	-	-	1,071,341
\$ 79,760	\$ 9,645	\$ 59,346	\$ 142,527	\$ 6,844,646

WILLIAMSON COUNTY, TEXAS

STATEMENT OF REVENUE, EXPENDITURES AND
CHANGES IN FUND BALANCE - EXPENDABLE TRUST FUND

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 1999

	<u>Available School Fund</u>
REVENUE	
Interest and other	\$ 116,006
Total Revenue	<u>116,006</u>
EXPENDITURES	
Apportionment to school	<u>180,523</u>
EXCESS OF REVENUE OVER (UNDER) EXPENDITURES	(64,517)
TRANSFER IN FROM PERMANENT SCHOOL FUNDS	<u>64,517</u>
EXCESS OF REVENUE AND TRANSFERS IN OVER (UNDER) EXPENDITURES	-
FUND BALANCE AT OCTOBER 1, 1998	<u>-</u>
FUND BALANCE AT SEPTEMBER 30, 1999	<u>\$ -</u>

WILLIAMSON COUNTY, TEXAS

STATEMENT OF REVENUE, EXPENSES AND
CHANGES IN FUND BALANCE - NONEXPENDABLE TRUST FUND

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 1999

NONOPERATING REVENUE

Interest income	\$ 110,359
Total Nonoperating Revenue	<u>110,359</u>
Income before operating transfers	<u>110,359</u>
Operating transfers out	(64,517)
Net Transfers	<u>(64,517)</u>
NET INCOME	45,842
FUND BALANCE AT OCTOBER 1, 1998	<u>1,025,499</u>
FUND BALANCE AT SEPTEMBER 30, 1999	<u>\$ 1,071,341</u>

WILLIAMSON COUNTY, TEXAS

STATEMENT OF CASH FLOWS -
NONEXPENDABLE TRUST FUND

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 1999

	Fiduciary Fund Type Non-Expendable Trust
INCREASE (DECREASE) IN CASH	
Operating Activities:	
Operating income (loss)	\$ -
Decrease in due to other fund	(35,883)
Cash (Used in) Operating Activities	(35,883)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
Operating transfers - out	(64,517)
Cash Flows (Used) in Noncapital Financing Activities	(64,517)
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest on investments	110,359
Cash Flows Provided by Investing Activities	110,359
INCREASE IN CASH	9,959
CASH AND INVESTMENTS AT OCTOBER 1, 1998	2,054,001
CASH AND INVESTMENTS AT SEPTEMBER 30, 1999	\$ 2,063,960

WILLIAMSON COUNTY, TEXAS

COMBINING STATEMENT OF CHANGES IN ASSETS AND
LIABILITIES - ALL AGENCY FUNDS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 1999

	Balance Beginning of Year	Additions	Deductions	Balance End of Year
<u>COUNTY CLERK TRUST FUND</u>				
Assets:				
Cash and investments	\$ <u>375,333</u>	\$ <u>111,106</u>	\$ <u>72,349</u>	\$ <u>414,090</u>
Liabilities:				
Due to others	\$ <u>375,333</u>	\$ <u>111,106</u>	\$ <u>72,349</u>	\$ <u>414,090</u>
<u>DISTRICT CLERK TRUST FUND</u>				
Assets:				
Cash and investments	\$ <u>2,703,969</u>	\$ <u>2,673,627</u>	\$ <u>2,965,952</u>	\$ <u>2,411,644</u>
Liabilities:				
Due to others -	\$ <u>2,703,969</u>	\$ <u>2,673,627</u>	\$ <u>2,965,952</u>	\$ <u>2,411,644</u>
<u>SHERIFF SPECIAL CASH BOND FUND</u>				
Assets:				
Cash and investments	\$ <u>660,052</u>	\$ <u>773,610</u>	\$ <u>763,296</u>	\$ <u>670,366</u>
Liabilities:				
Due to others	\$ <u>660,052</u>	\$ <u>773,610</u>	\$ <u>763,296</u>	\$ <u>670,366</u>
<u>COUNTY ATTORNEY HOT CHECK RESTITUTION FUND</u>				
Assets:				
Cash and investments	\$ <u>76,669</u>	\$ <u>992,106</u>	\$ <u>989,015</u>	\$ <u>79,760</u>
Liabilities:				
Due to other funds	\$ -	\$ 477	\$ -	477
Due to others	<u>76,669</u>	<u>991,629</u>	<u>989,015</u>	<u>79,283</u>
Total Liabilities	\$ <u>76,669</u>	\$ <u>992,106</u>	\$ <u>989,015</u>	\$ <u>79,760</u>

(continued)

WILLIAMSON COUNTY, TEXAS

COMBINING STATEMENT OF CHANGES IN ASSETS AND
LIABILITIES - ALL AGENCY FUNDS

(Continued)

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 1999

	Balance Beginning of Year	Additions	Deductions	Balance End of Year
<u>JUVENILE PROBATION FUND</u>				
Assets:				
Cash and investments	\$ 6,676	\$ 24,893	\$ 21,924	\$ 9,645
Liabilities:				
Due to others	\$ 6,676	\$ 24,893	\$ 21,924	\$ 9,645
<u>JUSTICE OF THE PEACE BOND FUND</u>				
Assets:				
Cash and investments	\$ 91,645	\$ 161,159	\$ 193,458	\$ 59,346
Liabilities:				
Due to others	\$ 91,645	\$ 161,159	\$ 193,458	\$ 59,346
<u>TORNADO RELIEF FUND</u>				
Assets:				
Cash and investments	\$ 135,271	\$ 7,256	\$ -	\$ 142,527
Liabilities:				
Due to others	\$ 135,271	\$ 7,256	\$ -	\$ 142,527
<u>TOTALS - ALL AGENCY FUNDS</u>				
Assets:				
Cash and investments	\$ 4,049,615	\$ 4,743,757	\$ 5,005,994	\$ 3,787,378
Liabilities:				
Due to other funds	\$ -	\$ 477	\$ -	\$ 477
Due to others	4,049,615	4,743,280	5,005,994	3,786,901
	\$ 4,049,615	\$ 4,743,757	\$ 5,005,994	\$ 3,787,378

GENERAL FIXED ASSETS ACCOUNT GROUP

This account group is established to account for the fixed assets owned by the County. Expenditure transactions to acquire general fixed assets occur in the General Fund and Special Revenue Funds.

WILLIAMSON COUNTY, TEXAS

SCHEDULE OF GENERAL FIXED ASSETS - BY SOURCE

SEPTEMBER 30, 1999

GENERAL FIXED ASSETS

Land	\$ 1,896,328
Buildings and improvements	18,760,648
Autos and equipment	<u>18,155,936</u>
Total General Fixed Assets	\$ <u>38,812,912</u>

INVESTMENT IN GENERAL FIXED ASSETS BY SOURCE

General long-term debt	\$ 19,661,483
Current revenue	<u>19,151,429</u>
Total Investment in General Fixed Assets	\$ <u>38,812,912</u>

WILLIAMSON COUNTY, TEXAS

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SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS -

BY FUNCTION

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 1999

	General Fixed Assets October 1, 1998	Additions	Deletions	General Fixed Assets September 30, 1999
General government	\$ 22,934,603	\$ 667,152	\$ 702,505	\$ 22,899,250
Finance and administration	800,029	14,491	236,963	577,557
Public safety	6,204,420	560,858	520,018	6,245,260
Health and welfare	1,353,173	400,736	67,948	1,685,961
Road and bridge	<u>6,630,315</u>	<u>918,250</u>	<u>143,681</u>	<u>7,404,884</u>
Total General Fixed Assets	\$ <u>37,922,540</u>	\$ <u>2,561,487</u>	\$ <u>1,671,115</u>	\$ <u>38,812,912</u>

WILLIAMSON COUNTY, TEXAS

SCHEDULE OF GENERAL FIXED ASSETS - BY FUNCTION

SEPTEMBER 30, 1999

	<u>Land</u>	<u>Buildings and Improvements</u>	<u>Equipment</u>
General government	\$ 1,896,328	\$ 16,705,824	\$ 4,297,098
Finance and administration	-	-	577,557
Public safety	-	2,054,824	4,190,436
Health and welfare	-	-	1,685,961
Road and bridge districts	<u>-</u>	<u>-</u>	<u>7,404,884</u>
Total General Fixed Assets	<u>\$ 1,896,328</u>	<u>\$ 18,760,648</u>	<u>\$ 18,155,936</u>

SUPPLEMENTAL INFORMATION

WILLIAMSON COUNTY, TEXAS**YEAR 2000 READINESS
(UNAUDITED)****General Description of the Year 2000 Issue as it Relates to Williamson County, Texas:**

The Year 2000 Issue is the result of shortcomings in many electronic data processing systems and other electronic equipment that may adversely affect Williamson County, Texas' operation as early as fiscal year 1999. Williamson County, Texas is aware of this potential problem and has taken appropriate measures to address this issue.

Awareness Stage:

The County's initial action was to begin an inventory of computer equipment and computer software that might be affected by the Year 2000 Issue. This inventory was completed in 1999 and it is under on-going review and update.

Assessment Stage:

The inventory was analyzed to determine possible Y2K risks. For those items found to have Y2K exposure, action was taken to ensure compliance by upgrades and/or replacements, conducting system tests, and contacting vendors. Testing of such systems was undertaken during the summer of 1999.

Remediation Stage:

Williamson County, Texas has made necessary changes to inventory items identified as deficient in the assessment stage and are awaiting the new year.

Validation/Testing Stage:

Williamson County, Texas has tested all changes made during the remediation stage. The development of test data and test scripts, the running of test scripts, and the review of test results are crucial for this stage of the conversion process to be successful and have been tested.

**MISCELLANEOUS
STATISTICAL INFORMATION**

WILLIAMSON COUNTY, TEXAS

COMPARATIVE CONDENSED SUMMARY OF REVENUE -
ALL GOVERNMENTAL FUND TYPES

	Year Ending September 30,				
	1999	1998	1997	1996	1995
Ad valorem taxes	\$ 30,433,218	\$ 27,268,924	\$ 21,915,022	\$ 19,798,836	\$ 17,362,109
Fees of office	14,913,061	12,039,202	8,126,813	4,849,308	3,805,617
Fines and forfeitures	3,515,883	3,087,977	2,562,755	2,057,357	1,832,808
Intergovernmental	16,144,281	14,354,578	11,697,549	9,175,522	3,526,519
Lateral road taxes	4,785,862	4,629,436	3,985,670	3,658,290	3,274,504
Motor vehicle registration	3,347,441	3,004,783	2,868,193	2,647,213	2,440,775
Sales and services	4,000	29,140	277,435	928	1,219
Interest and other	<u>4,548,927</u>	<u>6,223,566</u>	<u>4,387,582</u>	<u>3,273,591</u>	<u>2,536,295</u>
Total	\$ <u>77,692,673</u>	\$ <u>70,637,606</u>	\$ <u>55,821,019</u>	\$ <u>45,461,045</u>	\$ <u>34,779,846</u>
By Fund Type					
General	\$ 39,274,253	\$ 34,716,843	\$ 28,116,419	\$ 25,523,087	\$ 22,674,296
Special revenue	31,379,239	28,797,380	23,930,426	16,995,556	9,192,147
Debt service	5,645,810	5,391,299	2,987,117	2,871,374	2,782,383
Capital projects	<u>1,393,371</u>	<u>1,732,084</u>	<u>787,057</u>	<u>71,028</u>	<u>131,020</u>
Total	\$ <u>77,692,673</u>	\$ <u>70,637,606</u>	\$ <u>55,821,019</u>	\$ <u>45,461,045</u>	\$ <u>34,779,846</u>

Year Ending September 30,				Year Ending December 31
1994	1993	1992	1991	1990*
\$ 15,004,627	\$ 12,855,216	\$ 11,886,759	\$ 9,292,009	\$ 9,126,756
3,249,289	2,503,233	2,274,544	2,401,473	2,128,619
1,669,899	1,562,820	1,397,184	1,324,239	1,279,613
4,135,903	4,654,879	2,572,282	2,533,838	1,308,047
3,146,753	2,754,624	2,746,012	3,559,732	3,417,162
2,204,698	2,080,329	1,767,894	954,057	892,429
103,349	151,389	67,749	105,949	313,792
<u>1,643,841</u>	<u>1,337,179</u>	<u>1,154,190</u>	<u>852,244</u>	<u>1,159,803</u>
\$ <u>31,158,359</u>	\$ <u>27,899,669</u>	\$ <u>23,866,614</u>	\$ <u>21,023,541</u>	\$ <u>19,626,221</u>
\$ 20,087,589	\$ 18,007,783	\$ 15,603,757	\$ 13,587,640	\$ 12,395,516
8,876,170	8,029,531	6,093,067	5,384,894	4,872,376
2,190,477	1,862,355	2,169,790	2,044,088	2,234,214
<u>4,123</u>	<u>-</u>	<u>-</u>	<u>6,919</u>	<u>124,115</u>
\$ <u>31,158,359</u>	\$ <u>27,899,669</u>	\$ <u>23,866,614</u>	\$ <u>21,023,541</u>	\$ <u>19,626,221</u>

WILLIAMSON COUNTY, TEXAS

COMPARATIVE SUMMARY OF EXPENDITURES -
ALL GOVERNMENTAL FUND TYPES

	Year Ending September 30,				
	1999	1998	1997	1996	1995
General administration	\$ 27,973,937	\$ 27,022,866	\$ 22,424,739	\$ 14,431,926	\$ 6,249,263
Administration of justice	22,067,166	19,182,602	17,126,978	14,217,497	12,554,091
Public welfare	7,356,176	6,480,816	5,612,177	4,225,077	3,866,182
County-wide road and bridge	7,292,923	7,156,810	6,653,863	5,986,087	5,780,670
Health and sanitation	766,274	529,623	490,956	353,476	373,081
State extension service	201,007	177,111	168,210	133,241	111,306
Capital outlay	7,944,684	3,961,605	8,546,903	3,331,017	4,486,284
Debt service	<u>5,593,128</u>	<u>5,741,580</u>	<u>2,711,146</u>	<u>2,715,649</u>	<u>2,933,986</u>
Total	<u>\$ 79,195,295</u>	<u>\$ 70,253,013</u>	<u>\$ 63,734,972</u>	<u>\$ 45,393,970</u>	<u>\$ 36,354,863</u>
By Fund Type					
General	\$ 38,420,909	\$ 32,841,334	\$ 29,126,562	\$ 24,371,273	\$ 21,884,917
Special revenue	27,559,693	28,096,902	23,306,733	16,963,152	9,193,794
Debt service	5,593,128	5,405,074	2,711,146	2,715,649	2,733,262
Capital projects	<u>7,621,565</u>	<u>3,909,703</u>	<u>8,590,531</u>	<u>1,343,896</u>	<u>2,542,890</u>
Total	<u>\$ 79,195,295</u>	<u>\$ 70,253,013</u>	<u>\$ 63,734,972</u>	<u>\$ 45,393,970</u>	<u>\$ 36,354,863</u>

* Fiscal year beginning January 1, 1989
Williamson County changed from calendar year to fiscal year, effective September 30, 1989.

Source: Williamson County Audited Financial Statements

Year Ending September 30,				Year Ending December 31
1994	1993	1992	1991	1990*
\$ 6,311,060	\$ 5,894,300	\$ 4,592,737	\$ 3,867,656	\$ 3,461,434
10,887,276	10,017,810	8,132,331	7,781,407	6,903,595
3,171,785	2,639,862	2,163,423	2,719,287	2,183,640
4,150,256	4,560,136	4,557,369	4,154,042	4,317,924
311,065	284,817	243,908	280,011	226,000
105,584	95,422	83,850	76,201	74,979
1,639,200	1,229,091	747,485	1,471,836	4,105,726
<u>2,387,533</u>	<u>2,031,381</u>	<u>2,209,931</u>	<u>2,066,007</u>	<u>2,066,720</u>
\$ <u>28,963,759</u>	\$ <u>26,752,819</u>	\$ <u>22,731,034</u>	\$ <u>22,416,447</u>	\$ <u>23,340,018</u>
\$ 19,112,383	\$ 17,189,957	\$ 14,713,278	\$ 14,742,428	\$ 13,103,912
7,643,410	7,606,000	5,835,021	5,158,184	4,745,387
1,948,016	1,956,862	2,180,852	1,968,862	1,964,363
<u>259,950</u>	<u>-</u>	<u>1,883</u>	<u>546,973</u>	<u>3,526,356</u>
\$ <u>28,963,759</u>	\$ <u>26,752,819</u>	\$ <u>22,731,034</u>	\$ <u>22,416,447</u>	\$ <u>23,340,018</u>

WILLIAMSON COUNTY, TEXAS

TAX LEVIES AND TAX COLLECTIONS
GENERAL AND DEBT SERVICE FUNDS

LAST TEN YEARS

<u>Fiscal Year</u>	<u>Tax Levies</u>	<u>Collection of Current Years' Taxes During Fiscal Tax Year</u>	<u>Percentage of Levy Collected During Fiscal Year</u>	<u>Collections of Prior Years' Taxes During Fiscal Tax Year</u>	<u>Total Collections</u>	<u>Ratio of Total Collections to Tax Levy</u>
1990	\$ 8,940,259	\$ 8,553,881	95.68%	\$ 572,875	\$ 9,126,756	102.09%
1991	9,430,425	8,951,215	94.92%	340,794	9,292,009	98.53%
1992	11,722,840	11,345,861	96.78%	540,898	11,886,759	101.40%
1993	12,589,471	12,437,700	98.79%	417,516	12,855,216	102.11%
1994	14,329,754	14,186,456	99.00%	818,171	15,004,627	104.71%
1995	17,056,691	16,974,239	99.52%	387,870	17,362,109	101.79%
1996	19,505,694	19,310,637	99.00%	488,199	19,798,836	101.50%
1997	21,609,315	21,393,221	99.00%	521,801	21,915,022	101.41%
1998	27,302,569	27,029,543	99.00%	239,381	27,268,924	99.88%
1999	30,418,842	29,903,010	98.30%	530,208	30,433,218	100.05%

Note: Tax levies consider supplemental value changes

Source: Williamson County Tax Assessor/Collector

WILLIAMSON COUNTY, TEXAS

TAX LEVIES AND TAX COLLECTIONS
ROAD AND BRIDGE DISTRICTS

LAST TEN YEARS

Fiscal Year	Tax Levies	Collection of Current Years' Taxes During Fiscal Tax Year	Percentage of Levy Collected During Fiscal Year	Collections of Prior Years' Taxes During Fiscal Tax Year	Total Collections	Ratio of Total Collections to Tax Levy
1990	\$ 3,379,149	\$ 3,256,205	96.36%	\$ 160,957	\$ 3,417,162	101.12%
1991	3,544,196	3,411,169	96.25%	148,563	3,559,732	100.44%
1992	2,656,587	2,570,111	96.74%	175,901	2,746,012	103.37%
1993	2,693,080	2,638,312	97.97%	116,312	2,754,624	102.29%
1994	2,985,679	2,923,776	97.93%	222,977	3,146,753	105.39%
1995	3,170,568	3,132,521	98.80%	141,983	3,274,504	103.28%
1996	3,609,628	3,573,532	99.00%	84,758	3,658,290	101.35%
1997	3,977,417	3,937,642	99.00%	48,028	3,985,670	100.21%
1998	4,606,262	4,560,199	99.00%	69,237	4,629,436	100.50%
1999	4,773,907	4,694,682	98.34%	91,180	4,785,862	100.25%

Note: Tax levies consider supplemental value changes

Source: Williamson County Tax Assessor/Collector

WILLIAMSON COUNTY, TEXAS
PROPERTY TAX RATES AND TAX LEVIES

Property Tax Rates

Fiscal Year	General	Debt Service	Total County	Road and Bridge	Total County-Wide
1989	\$ 0.12302	\$ 0.04496	\$ 0.16798	\$ 0.06615	\$ 0.23413
1990	0.14762	0.04700	0.19462	0.07385	0.26847
1991	0.16830	0.05020	0.21850	0.08260	0.30110
1992	0.23480	0.05020	0.28500	0.06500	0.35000
1993	0.26060	0.04100	0.30160	0.06500	0.36660
1994	0.25980	0.04240	0.30220	0.06340	0.36560
1995	0.25230	0.04600	0.29830	0.05590	0.35420
1996	0.24500	0.04000	0.28500	0.05280	0.33780
1997	0.23730	0.03390	0.27120	0.05000	0.32120
1998	0.23730	0.05860	0.29590	0.05000	0.34590
1999	0.25010	0.04940	0.29950	0.04810	0.34760

Property Tax Levies

Fiscal Year	General	Debt Service	Total County	Road and Bridge	Total County-Wide
1990	\$ 6,778,804	\$ 2,161,455	\$ 8,940,259	\$ 3,379,149	\$ 12,319,408
1991	7,263,801	2,166,624	9,430,425	3,544,196	12,974,621
1992	9,657,975	2,064,865	11,722,840	2,656,587	14,379,427
1993	10,878,038	1,711,433	12,589,471	2,693,080	15,282,551
1994	12,319,226	2,010,528	14,329,754	2,985,679	17,315,433
1995	14,426,427	2,630,264	17,056,691	3,170,568	20,227,259
1996	16,768,053	2,737,641	19,505,694	3,609,628	23,115,322
1997	18,908,150	2,701,164	21,609,314	3,977,417	25,586,731
1998	21,895,572	5,406,997	27,302,569	4,606,262	31,908,831
1999	24,823,403	5,595,439	30,418,842	4,773,907	35,192,749

* Tax rates are per \$100 assessed values

Source Williamson County Appraisal District
Taxing Entities

County
Property Tax Rates

Cities	School Districts	Central Education Districts	Municipal Utility Districts	Rural Fire Districts	Community College
Various	Various		Various		
				\$ 0.03000	\$ 0.04750
				0.03000	0.04750
		\$ 0.90000		0.03000	0.05000
		\$ 0.90000		0.03000	0.05000
				0.03000	0.05000
				0.03000	0.04660
				0.03000	0.04660
				0.03000	0.04660
				Various	0.05000
0.12390-.62920	1.37000-1.73000	.02000-.89220		Rates	0.05000

Property Tax Levies

Cities	School Districts	Central Education Districts	Municipal Utility Districts	Rural Fire Districts	Community College
\$ 8,818,814	\$ 81,847,635	\$ -	\$ 6,269,562	\$ 171,641	\$ 291,851
9,885,697	41,824,527	44,492,639	7,095,042	176,644	273,861
9,812,865	43,737,355	45,132,549	7,198,181	181,513	264,376
9,845,748	88,177,662	-	7,389,811	183,735	266,487
10,672,694	94,851,450	-	7,861,311	222,056	309,960
11,643,269	106,659,320	-	7,944,316	285,817	390,596
13,282,017	136,593,702	-	9,049,991	331,017	494,883
15,096,318	162,355,795	-	9,587,239	762,661	591,233
17,957,951	182,286,342	-	10,518,797	964,924	730,084
21,867,558	213,384,935	-	11,209,401	1,238,115	818,686

WILLIAMSON COUNTY, TEXAS

ASSESSED AND ESTIMATED ACTUAL VALUES OF TAXABLE PROPERTIES

FY Year	County		Road and Bridge	
	Net Assessed Value	Estimated Actual Value	Net Assessed Value	Estimated Actual Value
1990	\$ 4,598,837,690	\$ 4,598,837,690	\$ 4,575,692,835	\$ 4,575,692,835
1991	4,315,984,153	4,315,984,153	4,290,794,497	4,290,794,497
1992	4,113,277,471	4,113,277,471	4,087,058,235	4,087,058,235
1993	4,174,228,224	4,174,228,224	4,143,199,789	4,143,199,789
1994	4,741,811,585	4,741,811,585	4,709,272,553	4,709,272,553
1995	5,717,965,706	5,717,965,706	5,671,856,437	5,671,856,437
1996	6,844,103,407	6,844,103,407	6,836,415,746	6,836,415,746
1997	7,968,036,392	7,968,036,392	7,954,834,074	7,954,834,074
1998	9,226,958,113	9,226,958,113	9,212,524,760	9,212,524,760
1999	11,431,240,187	11,431,240,187	11,417,566,433	11,417,566,433

Source: Williamson County Appraisal District

WILLIAMSON COUNTY, TEXAS

PRINCIPAL TAXPAYERS

SEPTEMBER 30, 1999

	<u>Total Assessed Taxable Value</u>	<u>% of Total</u>
Dell Computer Holdings	\$ 176,121,446	1.52 %
Lakeline Developers	79,079,981	0.68 %
Southwestern Bell	71,619,513	0.62 %
Texas Utilities Electric	64,850,530	0.56 %
Sulzer Orthopedics	40,951,223	0.35 %
State Farm Mutual Auto Insurance Company	36,094,043	0.31 %
Del Web Texas, LTD	35,346,251	0.30 %
Cypress Semiconductor	31,569,100	0.27 %
Tellabs Operations, Inc.	32,295,121	0.28 %
Dupont Photomasks, Inc.	<u>27,016,493</u>	<u>0.23 %</u>
Total	\$ <u>594,943,701</u>	<u>5.12 %</u>
Total County Assessed Value	\$ <u>11,431,240,187</u>	<u>100.00 %</u>

Source: Williamson County Appraisal District

WILLIAMSON COUNTY, TEXAS

**RATIO OF ANNUAL DEBT SERVICE FOR GENERAL
BONDED DEBT TO TOTAL GENERAL GOVERNMENT EXPENDITURES**

<u>Fiscal Year</u>	<u>Total Debt Service</u>	<u>Total General Government Expenditures</u>	<u>Ratio of Debt Service to General Government Expenditures</u>
1990	\$ 1,964,363	\$ 23,340,018	8.42%
1991	1,968,862	22,416,447	8.78%
1992	2,180,852	22,731,034	9.59%
1993	1,956,862	26,752,819	7.31%
1994	1,948,016	28,963,759	6.73%
1995	2,733,262	36,354,863	7.52%
1996	2,715,649	45,393,970	5.98%
1997	2,711,146	63,734,972	4.25%
1998	5,405,074	70,253,013	7.69%
1999	5,593,128	79,195,295	7.06%

Source: Williamson County Audited Financial Statements

WILLIAMSON COUNTY, TEXAS

**RATIO OF NET GENERAL BONDED DEBT TO ASSESSED VALUE
AND NET BONDED DEBT PER CAPITA**

Fiscal Year	Estimated Population	Assessed Value	Gross Bonded Debt	Amount Available in Debt Service Fund	Bonded Debt	Net Debt	
						Ratio to Assessed Valuation	Per Capita
1990	139,322	\$ 4,598,937,690	\$ 15,230,973	\$ 1,136,045	\$ 14,094,928	0.3065 %	101.17
1991	145,684	4,315,984,153	14,350,788	1,211,271	13,139,517	0.3044 %	90.19
1992	146,000	4,113,277,471	13,422,967	1,200,209	12,222,758	0.2972 %	83.72
1993	146,500	4,174,228,224	13,310,000	1,105,702	12,204,298	0.2924 %	83.31
1994	172,500	4,741,811,585	17,160,000	1,348,163	15,811,837	0.3335 %	91.66
1995	184,034	5,717,965,706	15,310,000	1,397,284	13,912,716	0.2433 %	75.60
1996	200,000	6,844,103,407	13,340,000	1,563,348	11,776,652	0.1721 %	58.88
1997	210,477	7,968,036,392	49,455,000	1,839,319	47,615,681	0.5976 %	226.23
1998	223,024	9,226,958,113	47,230,000	1,825,544	45,404,456	0.4921 %	203.59
1999	226,207	11,431,240,187	44,005,000	1,878,226	42,126,774	0.3685 %	186.23

Source Williamson County Appraisal District

Williamson County Audited Financial Statements

WILLIAMSON COUNTY, TEXAS

COMPUTATION OF DIRECT AND OVERLAPPING BONDED DEBT

SEPTEMBER 30, 1999

<u>Jurisdiction</u>	<u>Net Debt Outstanding</u>	<u>Applicable to Williamson County</u>
Estimated Overlapping Debt:		
Cities	\$ 686,127,180	\$ 110,352,745
I.S.D.	582,084,089	376,754,033
M.U.D.	<u>82,559,053</u>	<u>75,679,852</u>
Total	1,350,770,322	562,786,630
Direct Debt - Williamson County	<u>64,020,142</u>	<u>64,020,142</u>
Direct and Overlapping Debt	\$ <u>1,414,790,464</u>	\$ <u>626,806,772</u>

Source: Texas Municipal Reports

WILLIAMSON COUNTY, TEXAS

**SCHEDULE OF LEGAL DEBT MARGIN
BONDS ISSUED UNDER ARTICLE 3, SECTION 52(B)
OF THE TEXAS CONSTITUTION**

SEPTEMBER 30, 1999

	<u>1999</u>
Total taxable value	\$ 11,431,240,187
Assessed value of real property	8,486,338,013
Debt limit rate	<u>25 %</u>
Amount of debt limit	<u>2,121,584,503</u>
Bonded debt	44,005,000
Less debt service available	<u>1,878,226</u>
Net bonded debt	<u>42,126,774</u>
Legal debt margin	\$ <u>2,079,457,729</u>

Texas Constitution Art.3 Section 52(B)

Under Legislative provision, any county, any political subdivision of a county, any number of adjoining counties, or any political subdivision of the State, or any 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 resident property taxpayers voting thereon who are qualified electors of such district or territory to be affected thereby, in addition to all other debts, 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.

WILLIAMSON COUNTY, TEXAS

PROPERTY VALUE, CONSTRUCTION AND BANK DEPOSITS

LAST TEN YEARS

<u>Calendar Year</u>	<u>Commercial Construction Permits</u>	<u>Residential Construction Permits</u>	<u>Total Bank Deposits</u>	<u>Assessed Property Value</u>
1990	36	149	\$ 825,011,000	\$ 4,589,837,690
1991	36	373	314,203,287	4,315,984,153
1992	26	757	369,556,896	4,113,277,471
1993	65	1,976	517,431,742	4,174,228,224
1994	97	2,113	836,101,342	4,741,811,585
1995	145	4,260	*	5,717,965,706
1996	166	3,810	*	6,689,107,522
1997	175	3,385	*	7,968,036,392
1998	205	3,266	*	9,141,157,458
1999	277	4,188	*	11,431,240,187

Total bank deposits for 1992, 1993 and 1994 does not include First Texas Bank, Georgetown branch or Bank One, Round Rock branch. Total deposits for individual branches no longer available.

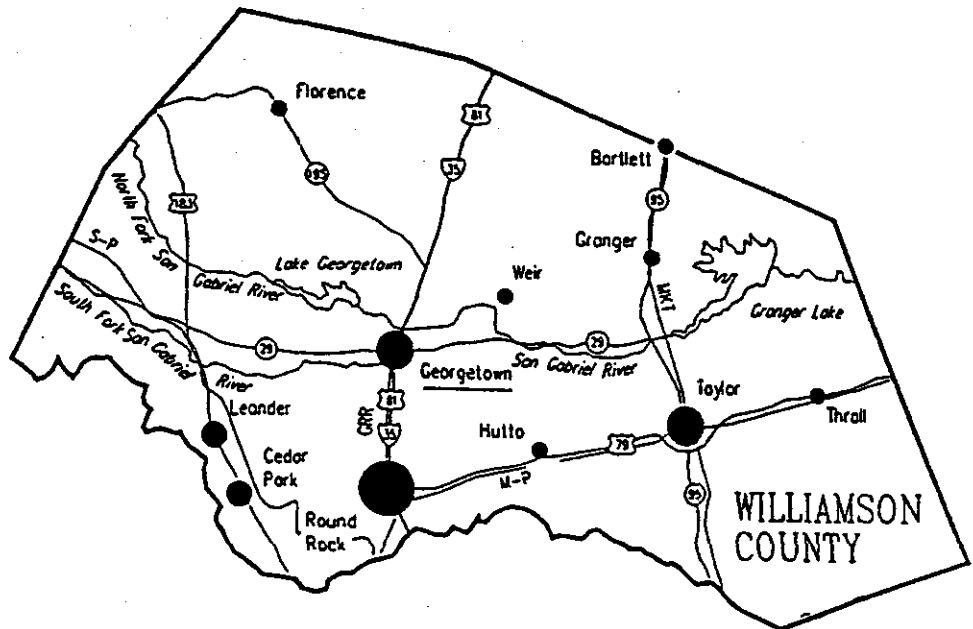
* Information not available due to several banks no longer providing information to the public.

Sources: Cities of Cedar Park, Georgetown, Round Rock, and Taylor Banks of major municipalities within Williamson County

Williamson County Appraisal District

WILLIAMSON COUNTY, TEXAS
MISCELLANEOUS INFORMATION

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Organized in 1848

Form of Government: A political subdivision of the State of Texas.

Area: 1,104 square miles

Economic Resources:

Business: The high-tech industry, construction agribusiness, varied manufacturing and education are main economic factors in Williamson County, also part of the Austin, Texas MSA.

Recreation: San Gabriel Park, water recreation on Lakes Georgetown and Granger, Inner Space Cavern, historic sites, hunting, Dan Moody Museum in Taylor; rattlesnake sacking, chili and barbecue cookoffs.

Minerals: Building stone, sand and gravel, and oil.

Agriculture: More than \$75 million average yearly income, divided among sorghum, wheat, corn, cotton, cattle, hogs, poultry, sheep, goats, income from deer leases and cedar post.

1 Source: CAPCO, Regional Overall Economic Development Plan 1990-1992

Employment Statistics Williamson County

	1999	1998	1997	1996
Total employed	138,537	130,578	126,103	113,202
Unemployed	2,032	2,595	2,649	2,336
Total labor force	140,569	133,173	128,752	115,538
Percent of unemployment	1.40 %	1.90 %	2.1 %	2.0 %

Employment by Categories

	1999	%	1998	%	1997	%
Agriculture	802	0.57 %	697	0.52 %	671	0.5 %
Manufacturing	8,377	5.96 %	8,779	6.59 %	8,897	7.0 %
Construction	6,512	4.63 %	5,031	3.78 %	4,730	3.8 %
Transportation, Communi- cation & utilities	1,195	0.85 %	1,038	0.78 %	765	0.6 %
Retail & wholesale trade	22,647	16.11 %	16,336	12.27 %	14,745	11.7 %
Finance, insurance & real estate	2,500	1.78 %	2,320	1.74 %	1,866	1.5 %
Service & mining	14,017	9.97 %	13,354	10.03 %	11,765	9.3 %
Government	10,935	7.78 %	10,350	7.77 %	10,784	8.6 %
Education and other	73,584	52.35 %	75,268	56.52 %	71,880	57.0 %
	140,569	100.0 %	133,173	100.0 %	126,103	100.0 %

Number of County employees

	1999	1998
Administrative	270	137
Judicial	144	124
Public safety	367	313
Road and bridge	106	96
Health and public welfare	177	170

Source: Texas Workforce Commission

Agricultural Impact on Williamson County
Gross Annual Receipts for Livestock, Row Crops, Vegetables, Fruit and Nuts

<u>Calendar Year</u>	<u>Gross Receipts</u>
1993	\$ 71,766,814
1994	59,610,000
1995	84,691,383
1996	44,316,598
1997	63,756,390
1998	48,412,534
1999	74,900,000

Sales Tax Fluctuations

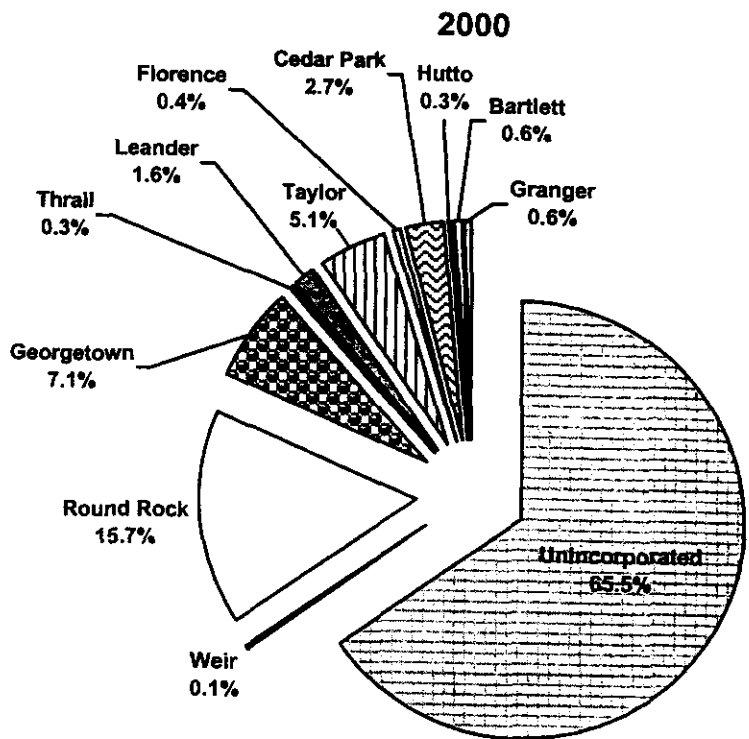
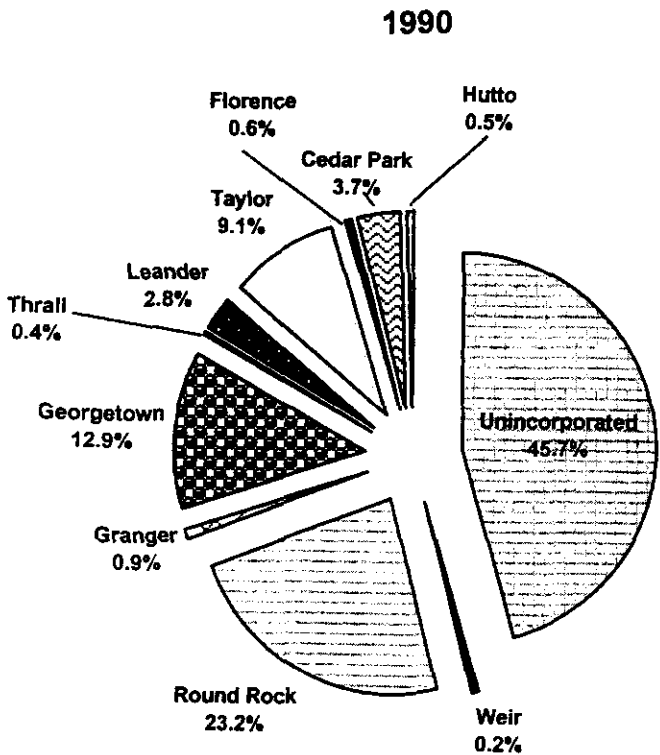
<u>Calendar Year</u>	<u>New Permits Issued</u>	<u>Taxpayers Filing Out of Business</u>	<u>Net Result</u>
1992	878	976	(98)
1993	999	1,063	(64)
1994	1,345	862	483
1995	1,720	896	824
1996	1,543	900	643
1997	148	88	60
1998	948	1,215	(267)
1999	1,441	723	718

Per Capita Income Estimates

<u>Year</u>	<u>Williamson County</u>	<u>State of Texas</u>	<u>United States</u>
1992	\$ 17,146	\$ 18,437	\$ 20,105
1993	18,723	19,452	21,223
1994	19,299	20,102	22,044
1995	20,737	21,118	23,196
1996	21,929	22,324	24,436
1997	23,453	23,707	25,288
1998	*	*	*
1999	*	*	*

* Information not yet available

- 1 Source: Williamson County Agriculture Extension
2 Source: State of Texas Comptroller of Public Accounts
3 Source: Bureau of Economic Analysis



Population:

1920	42,934
1930	44,146
1940	41,698
1950	38,853
1960	35,044
1970	37,305
1980	76,521
1990	139,551
1995	184,034
2000	235,000
2005 (projection)	285,500

Registered Voters at December 31,

	1999	1998	1997	1996
Number of Voters	143,613	130,032	114,403	95,443
Number of Votes	*	54,565	*	*

* Comparable figures not available.

1 Source: CAPCO Regional Overall Economic Development Plan Update 1990 - 1992

2 Source: Williamson County Elections Office

Mileage and Average Daily Vehicle Miles of Roads

	<u>Miles of Roads</u>	<u>Daily Vehicle Miles Traveled</u>
1999	1412.00	4,971,287
1998	*	*
1997	*	*
1996	1412.00	4,226,591
1995	2041.49	4,293,992
1994	2041.49	4,169,915
1993	2039.47	3,886,242

Note: Total mileage or roads includes: Farm or Ranch to Market Roads, U.S. Highways, State Highways, Interstate Highways and frontage roads, metropolitan highways, city streets and county roads.

Travel and Tourism

Financial Impact on Williamson County, 1993 - 1997

Reported in 000's

	<u>1999</u>	<u>1998</u>	<u>1997</u>	<u>1996</u>
Travel expenditures	\$ 181,200	*	\$ 80,380	\$ 66,560
Tax receipts	3,810	*	3,300	2,640
Travel generated payroll	28,950	*	16,550	12,910
Travel related jobs	1,960	*	1,140	910
Gross hotel receipts	4,301	*	3,145	2,487
Average # of taxpayers	29	*	28	26

Business Barometer

<u>Calendar Year</u>	<u>Banks Deposits (\$)</u>	<u>Building Permits</u>
1999	**	4,465
1998	**	3,471
1997	**	3,560
1996	**	3,976

* Information not yet available

** Bank deposit information not available since banks no longer provide this information to the public.

1 Source: Texas Department of Transportation

2 Source: Texas Department of Travel and Tourism Department

3 Source: Various City Hall - Building Inspection Departments

<u>University</u>	<u>Fall 1999 Enrollment</u>
Southwestern University	1,256
University of Texas	49,009
St. Edward's University	3,669
Concordia Lutheran University	803
Austin Community College	26,135
Huston-Tillotson College	547

Medical Facilities

To keep up with the growing needs of better health and medical services and the increasing services required for indigent health care, the following health care facilities are located in or near Williamson County:

Columbia - Round Rock Hospital
Johns Community Hospital
Georgetown Hospital
Seton Northwest
Scott & White
Williamson County Health District

- 1 Source: Colleges and University registrars' office
2 Source: Williamson County Health District

The government of Williamson County, Texas is subdivided into several different offices; each with its own legally constituted duties as prescribed by the constitution and/or legislative act. The heads of some offices are elected officials; others are appointed by the Commissioners' Court or the District Judges of Williamson County as provided by law.

Constitutional Offices

Williamson County is a political body. The general governing body of the county is the Commissioners' Court, which has none of the functions of a court, but has powers and duties clearly set forth and defined in the constitution and statutes. Commissioners' Court was created to carry out a policy common to the whole state, whereas, it was not mainly created to advance the interest of the particular locality in which it is located. The election of the various county officials ensures, in most instances, the application of state laws and regulations, in the light of local conditions and statutes, are to establish a courthouse and jail, appoint numerous minor officials, fill vacancies in certain county offices, let contracts in the name of the county, build roads and bridges, administer the county's public welfare services, perform numerous duties in regard to elections, set the county tax rate, issue bonds and adopt the county budget. The Commissioners' Court is comprised of four commissioners, each of who is elected by the qualified voters of one of four precincts in the county, and a County Judge, who is elected countywide as presiding officer.

District Courts

There are four District Courts in Williamson County, each of which is a court of general jurisdiction and may try both civil and criminal cases. The judge of each of the respective courts is elected countywide. The District Courts have original jurisdiction in all criminal cases of the grade of felony, all suits on behalf of the state to recover penalties, forfeitures and escheat. The District Courts preside over all cases of divorce, misdemeanors involving official misconduct, suits to recover damages, slander or defamation of character, suits for title of land and for enforcement of liens thereon, suits for the right of property levied upon by virtue of any writ of execution, sequestration, or attachment when the property levied on is valued at an amount of \$500 (exclusive of interest) and all suits concerning contested elections.

These courts and the judges thereof have power to issue writs of habeas corpus, mandamus, injunction, certiorari and all writs necessary to enforce their jurisdictions. The District Courts also have appellate jurisdiction and general supervisory control over the County Commissioners' Court. They have general original jurisdiction over all causes of action which a remedy or jurisdiction is not provided by law or the Constitution. The District Court, concurrently with County Court, has the general jurisdiction of a probate court and may do all things associated with the duties of a probate court enumerated under County Court. In addition, the District Courts share concurrent jurisdiction with the County Courts at Law when the matter in controversy exceeds \$500 but is less than \$5,000. Along with these constitutional and statutory responsibilities, the District Judges have the statutory responsibility of appointing the Community Supervision and Corrections Officer, the County Auditor, and Court Reporters for each of the respective District Courts. The County Juvenile Board comprised of the District Judges and the County Judge appoints the Chief Juvenile Probation Officer.

In general, the duties of the Constable are to execute and return all processes, warrants, and precepts directed and delivered by any lawful official. The Constable may seize and sell real and personal property upon lawful order of a court, returning the proceeds according to law. The Constable may enforce all state traffic and penal laws, arrest offenders under lawful warrant or without warrant for felonies or offenses committed.

County Attorney

The countywide electorate elects the County Attorney. Duties include representation of the State of Texas in all criminal proceedings under investigation or pending before the County Courts at Law and Justice Courts of the County, examination and prosecution of all cases pending before the Juvenile Courts, and representation of the State in all cases appealed to or from any of these courts. The County Attorney also processes felony and misdemeanor hot checks, obtains protective orders for victims of domestic violence, represents the Department of Protective and Regulatory Services in cases involving abuse or neglect of children or helpless adults, and obtains commitment orders for mental illness and substance abuse. The County Attorney attends Commissioners' Court as the civil lawyer for the County and provides a full range of legal services in that capacity.

Also provided by the County Attorney is legal advice to all county officials and employees. Where applicable, the County Attorney oversees the representation of officials and employees who are involved in litigation.

County Clerk

The countywide electorate elects the County Clerk and the duties and fees of the office are prescribed by the legislature. The County Clerk is the clerk of the county and of Commissioners' Court and is the official recorder of county business. By legislation in Williamson County, the County Clerk functions as the clerk of the court for each of the County Courts at Law. In addition, the County Clerk acts as recorder of deeds and other instruments, issues marriage licenses, registers cattle brands, and maintains records of mental health commitments. The County Clerk serves as clerk of the Probate Court and keeps all records, books, paper, and proceedings of the probate court as well as the county Courts at Law. Additional responsibilities include keeping all records properly indexed, arranged and preserved.

District Attorney

The legislature may create the Office of the District Attorney in any judicial district in the state and prescribe the duties of that office. Such an office in Williamson County has been created and the District Attorney is a constitutional officer. The countywide electorate elects the District Attorney. The duties of the office in general are to represent the State of Texas on all criminal matters before the District Courts of Williamson County. These matters include grand jury proceedings along with bond and asset forfeitures. The District Attorney also handles all appeals from any such matters that are taken in the Court of Appeals, Texas Court of Criminal Appeals, the Texas Supreme Court and the United States Supreme Court.

The countywide electorate elects the District Clerk. In general, the functions of this office are to serve in an administrative capacity for the District Courts, to perform judicial or quasi-judicial duties in connection therewith, to act as custodian of the court records, to receive money in the clerk's official capacity, and to perform general assessed duties as are enjoined by statute or imposed by the lawful authority of the court. The District Clerk of Williamson County also maintains the files for all criminal, civil, family, and tax cases handled by these courts.

Justice of the Peace Courts

There are four Justice of the Peace Courts in Williamson County. Each Justice of the Peace is elected by the voters living within their respective precinct. Justices of the Peace have jurisdiction in all Class C misdemeanor criminal matters where such fines established by statute do not exceed \$500. Also, the Justices of the Peace have jurisdiction in civil matters either in Small Claims Court or Justice Court where the amount in controversy is \$5,000 or less (exclusive of interest) of which exclusive original jurisdiction is not given to the county or District Courts. Appeals to the County Court shall be allowed in all cases decided in Justice Court, however, in civil cases, only when the judgment is for more than \$20 (exclusive of costs). The Small Claims Court exercise concurrent jurisdiction with the Justice Courts in all actions for recovery of money by any person, association of persons, corporations or by any attorney for such parties or other legal entity where the amount involved, exclusive of cost, does not exceed the sum of \$5,000. All decisions of Small Claims Court and Justice Courts, provided that the amount in controversy, exclusive of costs, exceeds the sum of \$20 may, upon rendition of final judgment by the Judge of the Court, be appealed to the County Court or County Courts at Law. Other duties of the Justices of the Peace in Williamson County include death inquests, mental probable cause hearings, criminal prisoner admonishments, peace bond hearings, school truancy cases, juvenile magistrate statements, and animal cruelty hearings.

Sheriff

The qualified voters of the county elect the Sheriff to office. The duties of the Sheriff are prescribed by the legislature. The Sheriff may employ guards for the safekeeping of prisoners in the jail and, subject to regulations of Commissioners' Court, has charge and control of the courthouse. In addition, the Sheriff shall execute all processes and precepts directed by legal authority and make return thereof to the proper court. The Sheriff is the Chief Law Enforcement Officer for the county and custodian of the county jail. In addition to apprehending criminals and serving writs and other legal papers for the Civil, County, and District Courts, the Sheriff is also charged with keeping order in the courtrooms. The Sheriff also administers proactive programs aimed at crime prevention and substance abuse control such as the Drug Abuse Resistance Education (DARE) program. The Sheriff is also the grantee of the Capital Area Narcotics Task Force. This task force, headquartered in Williamson County, covers seven Central Texas counties with participating counties furnishing manpower for this specialized law enforcement unit.

The Tax Assessor-Collector is elected by the countywide electorate and performs all of the duties with respect to assessing property for the purpose of taxation and collection of taxes as may be prescribed by the legislature. The duties of the office consist of assessing and collecting county property taxes. The officer may serve in a similar capacity for any incorporated city, town, village, school districts--independent or otherwise, drainage district, and water control in the county. The Assessor-Collector of Williamson County, in addition to assessing and collecting for taxable real and personal property within the county, collects the taxes for many independent cities and districts. Other duties include collecting state and county license fees, occupation fees, beer and liquor taxes and state automobile transaction taxes.

County Treasurer

The countywide electorate elects the County Treasurer. The duties of the County Treasurer are to receive county funds and disburse them, subject to the County Auditor's countersignature. The function of this office is an essential part of internal control in financial matters in that all monies due to the county must be placed in the treasurer's custody. Monies are forwarded to the County Treasury and can be withdrawn upon the signature of the County Treasurer and countersignature of the County Auditor. Additional responsibilities of the County Treasurer include the handling of all payroll functions for over 960 employees, administering retirement benefits, Texas Employment Commission benefits, and submitting quarterly payroll reports as prescribed by law.

OFFICES CREATED BY LEGISLATIVE LAW**County Court at Law**

There are three County Courts at Law in Williamson County, each created by the legislature. The countywide electorate elects each of the County Court at Law judges. These courts have jurisdiction in all misdemeanor cases, probate, and mental illness and chemical dependency matters. The County Courts at Law have concurrent jurisdiction with the District Courts in family law cases, including divorces, child custody cases and in civil matters where the amount in controversy does not exceed \$100,000 (exclusive of punitive or exemplary damages, costs, and interest). The County Courts at Law have appellate jurisdiction in all appeals in criminal and civil cases from Justice Courts and Municipal Courts.

County Auditor

The County Auditor is appointed by the District Judges and serves as the Chief Accounting Officer of the county. The County Auditor has general oversight of all financial records of the county and monitors and reports on the budget. The County Auditor must sign all checks written for the county. It is the responsibility of the County Auditor's Office to audit each department of the county at least once each quarter. Financial reporting is also performed by the County Auditor's Office. The creation of the Comprehensive Annual Financial Report (CAFR) that is submitted each year to the Government Finance Officers Association for review is the responsibility of the County Auditor.

In addition, in Williamson County the County Auditor oversees the purchasing function for the entire county. Other responsibilities include managing fixed assets and administering and reporting all grant funds received from the state and federal government. This includes a multi-county Drug Task Force grant established by the county. The County Auditor also serves as the fiscal officer for the Community Services and Corrections Department and Chief Fiscal Officer for Juvenile Services.

Chief Juvenile Probation Officer

The County Juvenile Board, comprised of four District Judges and the County Judge appoint the Chief Juvenile Probation Officer. The general duties of this office are to properly investigate, process, and handle all cases referred to them by the courts, law enforcement agencies, parents, and other agencies. The Juvenile Probation Department compiles and prepares a detailed social history on all referred offenders and recommends corrective action to the Juvenile Court. The department provides professional casework services and supervision to delinquent children who are placed on probation by the Juvenile Court. Juvenile detention and intensive residential care is also provided by and through the Juvenile Service Department. Each of these units provide care 365 day a year. Several specialized programs are operated through Juvenile Services to include Community Services and Restitution, Gang Intervention, and Juvenile Drug and Delinquency Prevention. One specialized sex offender caseload officer is also provided through Juvenile Services.

Maintenance Supervisor

The County Judge with the advice and consent of the Commissioners' Court appoints the maintenance supervisor of Williamson County. The maintenance supervisor's duty is to ensure the quality and completion of maintenance and repair for all county-owned buildings and grounds. Maintenance includes all major and minor repairs to county facilities, supervision of all cleaning and grounds maintenance contractors, and overseeing payment of all suppliers, contractors, and utilities.

County Emergency Medical Services Director

The County Judge with the advice and consent of Commissioners' Court appoints the Director of the Emergency Medical Services (EMS) of Williamson County. It is the Director's duty to control and direct the training efforts of the emergency management and disaster relief organization of Williamson County including the maintenance of the necessary liaison with other municipal districts, state, county, regional, federal and other emergency management organizations. The Director is responsible for managing all emergency medical services countywide.

Information Systems Director

The County Judge with the advice and consent of the Commissioners' Court appoints the Information Systems Director of Williamson County. The Director's duty is to control, maintain and direct all information processing functions of the county. More specifically, duties include installing new systems, protecting computer stored records, maintaining control of daily EDP functions, and trouble-shooting within county offices as computer related problems arise.

County Extension Service Agent

The County Extension Service Agent is a joint employee of the Texas A & M University Agricultural Extension Service and Williamson County. The Agent's duties are to disseminate the latest research information from the division of Texas A & M University and provide the people of Williamson County with information in response to office and telephone calls as well as through bulletins dealing with different subject matter. This office is responsible for arranging clinics, short courses, meeting, tours, and field days for farmers, ranchers, businessmen, and related industry representatives for the purpose of providing the latest research information and improving the county's agricultural economy.

Human Resource Director/Elections Administrator

The Human Resource Director in Williamson County also serves as the Elections Administrator and is appointed by the County Judge. The Human Resource Director must ensure the county is in compliance with state and federal hiring laws, that applicants meet the qualifications of particular job openings, and that the public is notified when a job opening becomes available within the county. The duties of the Elections Administrator include registering voters and conducting elections in accordance with all federal, state, and local laws.

Benefits Administrator

The Benefits Administrator for Williamson County is appointed by the Williamson County Benefits Committee and supervises the operations of the Employee Benefits Department. It is the responsibility of the Employee Benefits Department to administer the Self-Funded Williamson County Benefits Plan and various other employee benefit plans offered by the county. The benefit plan includes medical and dental plans, the flexible benefit plan, life and long-term disability insurance, workers' compensation insurance, the wellness program and the employs assistance program. The Benefits Administrator also monitors the claims disbursement made under the Self-Funded Benefits Plan and must ensure that the various benefit plans are administered in compliance with federal laws and regulations. The Benefits Administrator must also ensure that the county complies with the Drug Free Workplace Policy, the Family and Medical Leave Act (FMLA) and the Americans with Disabilities Act (ADA).

Director of Communications

The County Judge appoints the Director of Communications under the advisement and consent of the Commissioners' Court. The impact of the work accomplished by the Director of Communications is far reaching and is of the utmost importance to the county overall. This position controls and coordinates all 911 communications between the general public and county agencies tasked with rapid response. The Director is responsible for the purchase and maintenance of all 911 equipment within the county. This position hires, trains, and supervises all 911 operators and is responsible for maintaining all call and response records for the county.

WILLIAMSON COUNTY, TEXAS

**REPORT ON FINANCIAL AND COMPLIANCE AUDIT
OF FEDERAL AWARDS PROGRAMS**

SEPTEMBER 30, 1999



WILLIAMSON COUNTY, TEXAS

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

YEAR ENDED SEPTEMBER 30, 1999

Federal Grantor/Pass-Through Grantor/ Program Title	Federal CFDA Number	Pass-Through Grantor's Number	Program or Award Amount	Expenditures
<u>U. S. Department of Justice:</u>				
Passed through State of Texas Office of the Governor				
Criminal Justice Division:				
Purchase of Juvenile Justice Alternatives	16.575	JA98J0712990	\$ 37,067	\$ 25,389
Purchase of Juvenile Justice Alternatives	16.575	JA98J0712989	24,838	8,503
Purchase of Juvenile Justice Alternatives	16.575	TJPC-P-99-246	39,703	39,703
Purchase of Juvenile Justice Alternatives	16.575	TJPC-W-99-246	33,196	33,196
Victims of Crime Assistance	16.575	VA99V2413776	67,287	11,140
Victims of Crime Assistance	16.575	VA98V0912173	63,610	39,854
Drug Control and Systems Improvement - Formula Grant	16.579	DB99-N23-13865	583,174	93,102
Drug Control and Systems Improvement - Formula Grant	16.579	DB98NO412006	545,631	366,931
Local Law Enforcement Block Grant	16.592	98-LBVX-5184	47,936	47,936
State and Local Assistance - 50	16.572	EMT-99-PA-0015	37,424	37,424
Total U.S. Department of Justice				<u>703,178</u>
<u>U.S. Department of Housing and Urban Development:</u>				
Passed through Texas Department of Housing and Community Affairs:				
Community Development Block Grant	14.228	B-98-5P-TX0294	2,000,000	182,550
Community Development Block Grant	14.228	701549	348,167	24,164
Home Investment Partnership Program	14.239	537026	936,000	246,310
Total U.S. Department of Housing and Urban Development				<u>453,024</u>
Total Federal Awards				<u>\$ 1,156,202</u>

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH
REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND
INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE
WITH OMB CIRCULAR A-133**

To the Honorable County Judge
and Commissioners' Court
Williamson County, Texas

Compliance

We have audited the compliance of Williamson County, Texas, with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended September 30, 1999. Major federal programs are identified in the summary of auditors' results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of Williamson County, Texas' management. Our responsibility is to express an opinion on Williamson County, Texas' compliance based on our audit.

We conducted our audit of compliance in accordance with generally accepted auditing standards; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, "*Audits of States, Local Governments and Nonprofit Organizations*." Those standards and OMB Circular A-133 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 program occurred. An audit includes examining, on a test basis, evidence about Williamson County, Texas' 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. Our audit does not provide a legal determination on Williamson County, Texas' compliance with those requirements.

In our opinion, Williamson County, Texas, complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended September 30, 1999.

Internal Control Over Compliance

The management of Williamson County, Texas, is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered Williamson County, Texas' internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weakness.

This report is intended solely for the information of the audit committee, management and federal awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.

Pattillo, Brown + Hill, L.L.P.

December 30, 1999

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE
AND ON INTERNAL CONTROL OVER FINANCIAL
REPORTING BASED ON AN AUDIT OF FINANCIAL
STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS**

To the Honorable County Judge
and Commissioners' Court
Williamson County, Texas

We have audited the financial statements of Williamson County, Texas, as of and for the year ended September 30, 1999, and have issued our report thereon dated December 30, 1999. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether Williamson County, Texas' financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, 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 that are required to be reported under Government Auditing Standards.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Williamson County, Texas' internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However, we noted other matters involving the internal control over financial reporting that we have reported to management of Williamson County, Texas, in a separate letter dated December 30, 1999.

This report is intended solely for the information of the audit committee, management and federal awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.

Pattillo, Brown & Hill L.L.P.

December 30, 1999

WILLIAMSON COUNTY, TEXAS
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED SEPTEMBER 30, 1999

Summary of Auditors' Results

Type of report on financial statements	Unqualified
Reportable conditions	None
Material weaknesses involving reportable conditions	None
Noncompliance material to the financial statements	The audit disclosed no instances of noncompliance that are material to the financial statements.
Type of report on compliance with major programs	Unqualified
Findings and questioned costs for federal awards as defined in section .510(a), OMB Circular A-133	None
Dollar threshold considered between Type A and Type B federal programs	\$300,000
Low risk auditee statements	The County was classified as a low-risk auditee in the context of OMB Circular A-133.
Major federal programs	Drug Control and Systems Improvement - Formula Grant (CFDA #16.579)

Findings Relating to the Financial Statements which are
Required to be Reported in Accordance with Generally
Accepted Government Auditing Standards

None

Findings and Questioned Costs for Federal Awards

None

WILLIAMSON COUNTY, TEXAS
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED SEPTEMBER 30, 1999

None

NOTES TO SCHEDULE OF EXPENDITURES OF
FEDERAL AWARDS

DECEMBER 31, 1999

1. **GENERAL**

The Schedule of Expenditures of Federal Awards presents the activity of all applicable federal and state awards programs of Williamson County, Texas. The County's reporting entity is defined in Note 1 of the general purpose financial statements. Federal awards received directly from federal agencies, as well as federal awards passed through other government agencies, are included on the Schedule of Expenditures of Federal Awards.

2. **BASIS OF ACCOUNTING**

The Schedule of Expenditures of Federal Awards is presented using the modified accrual basis of accounting. The modified accrual basis of accounting is described in Note 2 of the general purpose financial statements.

THE FOREGOING MINUTES recorded on Minutes Pages 1 through 279, inclusive had at a Special; Session of Commissioners Court of Williamson County, Texas, having been read are hereby approved this the 23rd day of May, 2000.

John C. Doerfler, County Judge

ATTEST: Nancy Rister, Clerk County Court & Ex-officio Clerk,
Commissioners Court, Williamson County, Texas

By: Willie Hargett
Deputy Clerk