TRAVIS COUNTY, TEXAS

Comprehensive Annual Financial Report

For The Fiscal Year Ended

September 30, 2008

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COO177, Austin History Center, Austin Public Library

TRAVIS COUNTY,

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COMPREHENSIVE ANNUAL

FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED

SEPTEMBER 30, 2008

Prepared by the Travis County Auditor's Office

Susan A. Spataro, CPA, CMA
County Auditor
314 W. 11th Street, Suite 200
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TRAVIS COUNTY, TEXAS
COMPREHENSIVE ANNUAL FINANCIAL REPORT
Fiscal Year Ended September 30, 2008

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TRAVIS COUNTY, TEXAS
INTRODUCTORY SECTION

TRAVIS COUNTY
AUDITOR'S OFFICE

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March 10, 2009

Honorable District Judges of Travis County, Honorable Members of the Travis County Commissioners' Court, and the Citizens of Travis County:

The County Auditor's Office proudly submits the Comprehensive Annual Financial Report (CAFR) of Travis County, Texas for the fiscal year ended September 30, 2008. This report is submitted in compliance with Texas Local Government Code §114.025.

Responsibility for Financial Statements

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

The County Auditor serves as the Chief Financial Officer for Travis County. By statute, the Auditor reports to the State District Judges. This provides for an independent review of County financial operations separate from the Commissioners' Court, the legislative and executive branch of county government. The County Auditor is responsible for accounting systems design, audit functions required by law, general control of finances, revenue estimation and certification, and ensuring that the County meets its fiduciary responsibilities to taxpayers with regard to County finances by strictly enforcing the statutes governing County finances as provided by the local government code. As an appointed official and a Certified Public Accountant, the County Auditor takes an oath to uphold the Constitution and the laws of the State of Texas.

Accounting System and Internal Controls

In developing and evaluating the accounting system, consideration is given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute, assurance regarding: (1) the reliability of financial reporting; (2) the effectiveness and efficiency of operations; and (3) compliance with applicable laws and regulations. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the evaluation of costs and benefits requires estimates and judgments by management.

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

Independent Audit

In compliance with Texas Local Government Code §115.045, the financial statements and notes contained in this report have been audited by the independent auditors of Deloitte & Touche, LLP. The independent auditors' report is included in the Financial Section of this report. This firm was also engaged to perform an audit of the County's federal and state awards that was designed to meet the requirements of the Federal Single Audit Act and related Office of Management and Budget Circular A-133. The audit reports on federal and state awards are issued separately.

Reporting Standards

When other accounting bases conflict with state law, Texas and its political subdivisions may follow the statutory provisions of Chapter 2264, Texas Government Code ("Chapter 2264"). Accordingly, in fiscal year 2008, the County followed the Statutory Basis of accounting, which is an other comprehensive basis of accounting provided, but not mandated, by this statute. For the County, the only difference between generally accepted accounting principles ("GAAP") and the Statutory Basis of accounting is in the reporting of other postemployment benefits ("OPEB").

The Statutory Basis differs from GAAP in that the County's presentation of OPEB on the financial statements uses the statutory modified accrual basis. This basis accurately and fairly sets forth the financial position of the County by (i) measuring the cost of benefits according to their adoption by the governing body of the County; and by (ii) providing an accurate assessment of OPEB liabilities and extent of their funding for the time period for which the benefits were adopted. Under GAAP, GASB Statement No. 45 (GASB 45), "Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions" defines an OPEB liability to include amounts the governing body has not authorized nor promised to employees, and for which there is no legally enforceable liability. The County has concluded that recognizing an OPEB liability as defined by GASB 45 would result in publishing financial statements that are materially misleading. It would also be inconsistent with State financial laws and misrepresent the nature, scope, and duration of the financial activities of the County. For additional information, please see the Healthcare Benefits for Retired Employees section of this letter.

Management's Discussion and Analysis

Management has provided a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of a Management's Discussion and Analysis ("MD&A"). The letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The MD&A can be found in the Financial Section of this report.

Financial Statement Format

This Comprehensive Annual Financial Report is presented according to the reporting model established by GASB Statement No. 34 and related statements. The report, including all funds of Travis County and its component units, is divided into four sections:

1. Introductory Section – This section includes the letter of transmittal, organizational chart, and list of principal officials.

2. Financial Section – The financial section includes the Independent Auditor's Report, Management's Discussion and Analysis, the Basic Financial Statements, and Required Supplementary Information.

    a. Basic Financial Statements – This section includes government-wide and fund financial statements as well as the notes to the financial statements. The notes

are considered essential to the fair presentation and adequate disclosure for this financial report. They include the Summary of Significant Accounting Policies for the County and other necessary disclosures of important matters relating to the financial position of the County. The notes are treated as an integral part of the financial statements and should be read in conjunction with them.

b. Required Supplementary Information ("RSI") – This section is comprised of budgetary comparison schedules for the General Fund and any major special revenue fund with a legally adopted budget. As required, the County presents budgetary comparison schedules for its General Fund and Road and Bridge Fund. This section also includes the Schedule of Funding Progress for Retirement Plan as required by GASB 50 "Pension Disclosures – an amendment of GASB Statements No. 25 and No. 27". This schedule is also presented in the notes to the financial statements and has been added to RSI this year.

3. Other Supplementary Information – This section includes a variety of schedules to assist users in analyzing the basic financial statements. This section may include, but is not limited to, combining statements, individual fund statements, and schedules focusing on major funds. The County includes combining statements for non-major funds, proprietary funds and fiduciary funds, as well as other budgetary comparison schedules.

4. Statistical Section – Although this section contains substantial financial information, these schedules differ from financial statements in that they present some nonaccounting data, cover more than the current fiscal year, and are designed to reflect demographic and economic data, operating information, financial trends, and the fiscal capacity of the County. This information is now more detailed with the implementation of GASB Statement No. 44, "Economic Condition Reporting: The Statistical Section."

PROFILE OF TRAVIS COUNTY

Geographic Information

Travis County, a corporate body and a political subdivision of the State of Texas, was created from Bastrop County in 1840 and organized in 1843. Located in central Texas on the edge of the "Hill Country", the County is approximately 200 miles south of the Fort Worth/Dallas area, 160 miles west of Houston, and 80 miles northeast of San Antonio.

The County encompasses 1,022.1 square miles of which 989.3 square miles (96.8%) is land and 32.8 square miles (3.2%) is water area. The water area comes from the Colorado River, which runs northwest to southeast through the County, and Lake Austin and Lake Travis, parts of the Highland Lakes chain.

The mild climate reflects the County's fortunate location. The mean temperature is 68.6 degrees, with the days almost evenly divided among clear, partly cloudy, and cloudy. The growing season averages 270 days long, with the last freeze of the winter coming in early March and the first of the next autumn coming normally around Thanksgiving. Average rainfall is 33.7 inches.

The 2008 population of Travis County is estimated to be 978,976, an increase of 30,816 people (3.25%) over the 2007 estimated population. The principal city in the County is Austin, the County Seat and State Capital. The estimated 2008 population for Austin, including Full and Limited Purpose Areas, is 750,525 or 76.7% of the total for the County.

Governmental Structure

The governing body of the County is the Commissioners' Court, comprised of the County Judge (who is elected at-large and serves as the presiding officer) and four Commissioners, each of whom is elected for a four-year term (unless filling a predecessor's unexpired term) from one of the County's four precincts. The Commissioners' Court has powers expressly granted by the State Legislature. These powers are reflected in the following County functions:

General Government - This category includes budgets for the County Judge and County Commissioners, administrative, financial, and physical support for the County's "line" departments/offices, the Tax Office, Risk Management, the Employee Health Benefit Fund, Civil Service Commission, Election Administration, and certain recording duties of the County Clerk.

Justice System - Activities in this category are associated with the judicial responsibilities of the County. It includes the costs for the County's court systems (Civil Courts and Criminal Courts, which include legally mandated fees, Probate Court, Juvenile Court, and the Justice of the Peace Courts) and associated offices/departments or parts thereof: District Clerk, County Clerk, District Attorney, County Attorney, the Dispute Resolution Center, Criminal Justice Planning, which includes the Community Justice Center, and the Law Library.

Public Safety - Public Safety includes activities associated with the protection of persons and property within the County including direct enforcement of State statutes. Offices included in this category are the Constables (serve warrants and other court papers), the Medical Examiner, and divisions of the Sheriff's Office dedicated to law enforcement and public safety. Also included are Emergency Services, Fire Marshall, and Criminal Justice Planning, which provide services for the Combined Transportation, Emergency and Communications Center (911 Call Center).

Corrections and Rehabilitation - This category includes activities associated with confinement, probation, counseling, and other related programs available for adult offenders. The Sheriff is in charge of the County jail and County corrections center. Also under this classification are the Community Supervision and Corrections Department (adult probation), Pretrial Services, and the Counseling and Educational Services Department, which was created to counsel and correct the behavior of offenders.

Health and Human Services - Activities designed to provide healthcare related services to those in need and promote the conservation and improvement of public health are included in this category. The County provides public assistance (assistance with food, rent, and utility expenses) through its Health and Human Services Department to eligible indigents, including military veterans. This category also includes the Agriculture Extension Service and the Emergency Medical Services Department, which is comprised of air (StarFlight) and ground ambulance services.

Infrastructure and Environmental Services - Activities in this category are associated with the development and maintenance of the County's transportation systems, subdivision platting and review, conservation and development of natural resources, and activities associated with providing sanitation services within the County through the Transportation and Natural Resources Department.

Community and Economic Development - Included in this category are activities for providing economic development in the County and cultural, recreational, and educational activities for the benefit of County residents and visitors. Specifically, the County owns and operates the Travis County Exposition Center and, in conjunction with the State of Texas, operates the Travis

County Historical Commission. In addition, the County operates 46 parks that are either owned or maintained by the County. These parks, which vary from lakes and hills to rivers and prairies, provide facilities for picnics, hiking, camping, swimming, boating, soccer, baseball, and equestrian activities.

Blended Component Units

The Travis County Commissioners' Court serves as the governing body for the below mentioned separate entities. Therefore, in accordance with GASB Statement No. 14, as amended by GASB Statement No. 39, these are presented as blended component units. For more information, refer to Note 1 of the Notes to the Financial Statements.

The Road Districts - Northwest Travis County Road District No. 3 ("NWTCRD No. 3") contains approximately 242 acres. The road district is ad valorem tax supported for repayment of debt. Southwest Travis County Road District No. 1 issued special assessment debt in 1994 to advance refund 1990 road bonds of which $10,000 is remaining unredeemed or unmatured. Travis County Bee Cave Road District No. 1 ("TCBCRD No. 1") encompasses 145 acres in western Travis County, wholly within the corporate limits of the Village of Bee Cave, Texas. In August 2008, TCBCRD No. 1 issued $14,725,000 in Unlimited Tax Road Bonds, Series 2008. Proceeds were used to reimburse the developer for the cost of constructing various improvements to roads which serve the Hill Country Galleria project and are owned by the Village of Bee Cave. The road districts act as agents for property owners in collecting assessments, forwarding collections to the bondholders, and initiating foreclosure proceedings, if appropriate. The bonded debt of the road districts is not a debt or obligation of the County, nor will the County be liable for payment thereof. The Travis County Commissioners' Court is the statutory governing body of the road districts.

The Corporations - The Capital Health Facilities Development Corporation, Travis County Housing Finance Corporation, Travis County Health Facilities Development Corporation, Capital Industrial Development Corporation, Travis County Development Authority, and Travis County Cultural Education Facilities Finance Corporation have been established by the County under provisions of the Development Corporation Act of 1979 of the State of Texas, the Health Facilities Development Act, the Texas Housing Finance Corporation Act, the Texas Transportation Code, and the Cultural Education Facilities Finance Corporation Act. Through these Corporations, eligible applicants are furnished financial assistance through the sale of tax-free bonds. Such debt is issued by the Corporations as "conduit or no-commitment debt" for the benefit of private third parties for purposes of public interest without the obligation of the Corporations or the County for repayment. The Travis County Commissioners' Court is the Board of Directors for each corporation.

Discretely Presented Component Unit

On May 15, 2004, Travis County voters approved the formation of the Travis County Hospital District to furnish medical aid and hospital care to indigent and needy persons residing in Travis County. In May 2006, the Commissioners' Court approved, after the appropriate State legislation was passed, a name change to the Travis County Healthcare District. The Healthcare District has a nine member Board of Managers; four are appointed by Travis County, four by the City of Austin and one is a joint appointee. Additionally, the Travis County Commissioners' Court approves the Healthcare District's annual budget and tax rate each year. Because of this relationship, the Healthcare District will be reported as a discretely presented component unit of Travis County for the year ended September 30, 2008. For more information, refer to Note 1 of the Notes to the Financial Statements.

Budget Process

The annual budget serves as the foundation for Travis County's financial planning and control. Activities of the General Fund, certain special revenue and capital projects funds, and the General Purpose Debt Service Fund are included in the appropriated budget. The budget is prepared by fund, office/department and object/sub-object. The level of budgetary control (that is the level at which expenditures cannot legally exceed the appropriated amount) is set by state statute and is at the office/department level. The County's elected/appointed officials, executive managers, and department heads may make transfers of appropriations within an office/department as specified in the Commissioners' Court-approved annual budget rules. Transfers between departments, as specified in the budget rules, require prior approval of the Commissioners' Court.

The County maintains an encumbrance accounting system as a method to accomplish budgetary control. The County Auditor monitors expenditures of the various offices/ departments to prevent expenditures from exceeding budgeted appropriations and sends a monthly budget report to the Commissioners' Court. The County Auditor also monitors the revenues received for budget compliance. Purchase orders and contracts are not valid until the County Auditor certifies that money is available to make payment. During fiscal year 2008 there was no fund for which the expenditures exceeded budgeted appropriations.

Year-end encumbrances are rolled into the following year's adopted budget. For all budgeted funds, appropriations that are not encumbered lapse at the end of the fiscal year. Budget to actual comparison schedules are provided in this report for all governmental funds for which the appropriated annual budget has been adopted. The General Fund and Road and Bridge Fund schedules are in the Required Supplementary Information section, while all other budgetary comparison schedules are included in the Other Supplementary Information section. A separate report is generated that demonstrates budgetary compliance at the office/department level and is distributed to the appropriate officials and is also available to the public.

ECONOMIC CONDITION AND OUTLOOK

Local Economy

Although the national economy saw a decline in 2008, the Travis County business sector has remained largely ahead of the rest of the country. Employment for the County rose during the year, to a September total of 517,455 and the County's unemployment rate rose from 3.6% at the end of fiscal year 2007 to 4.5% one year later. However, the Austin Business Journal reported that Austin in 2008 was second only to Houston in national job growth and behind only Raleigh, North Carolina as the best place for young professionals. Also, Forbes Magazine in 2008 listed Austin as one of the country's top cities for empty nesters.

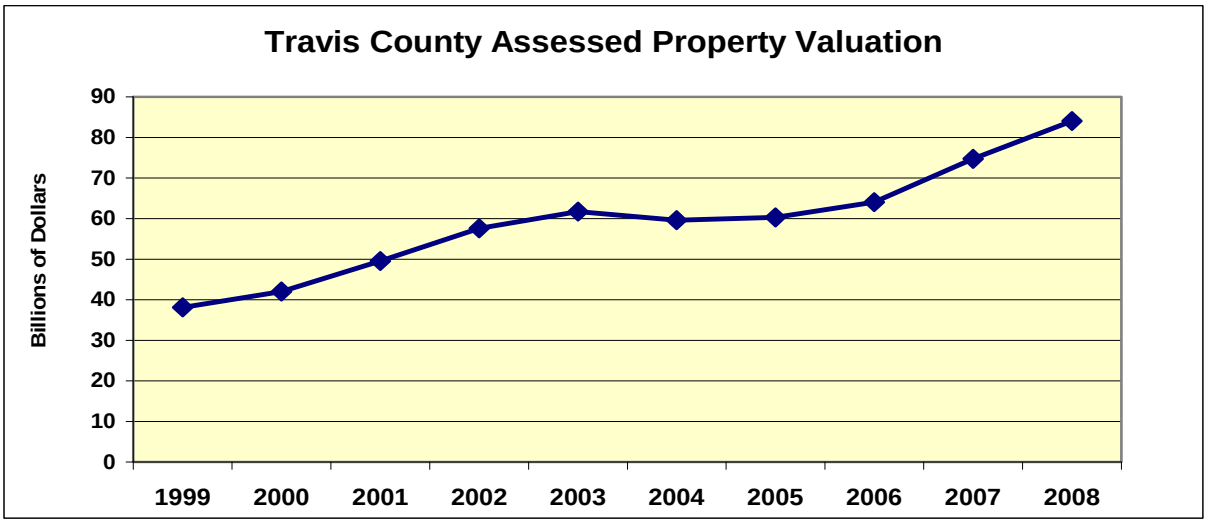
For many years, Travis County was known largely for two things, state government and the University of Texas. Now, the high tech industry has become a large part of the Travis County economic scene, and this reality helps explain the results of an American City Business Journals, Inc. study that listed Austin in 2008 as the nation's 12th brainiest city. Dell, IBM, Freescale Semiconductor, Solectron Texas, Advanced Micro Devices, Applied Materials, National Instruments, and Samsung are all major employers in the Travis County area.

Austin has a lively and diverse leisure industry. University of Texas sports teams, the Austin Toros of the NBA Developmental League, and Triple-A baseball are here. In fiscal year 2008, Golf Magazine listed Austin as the number one golf city in the country. Austin long has been

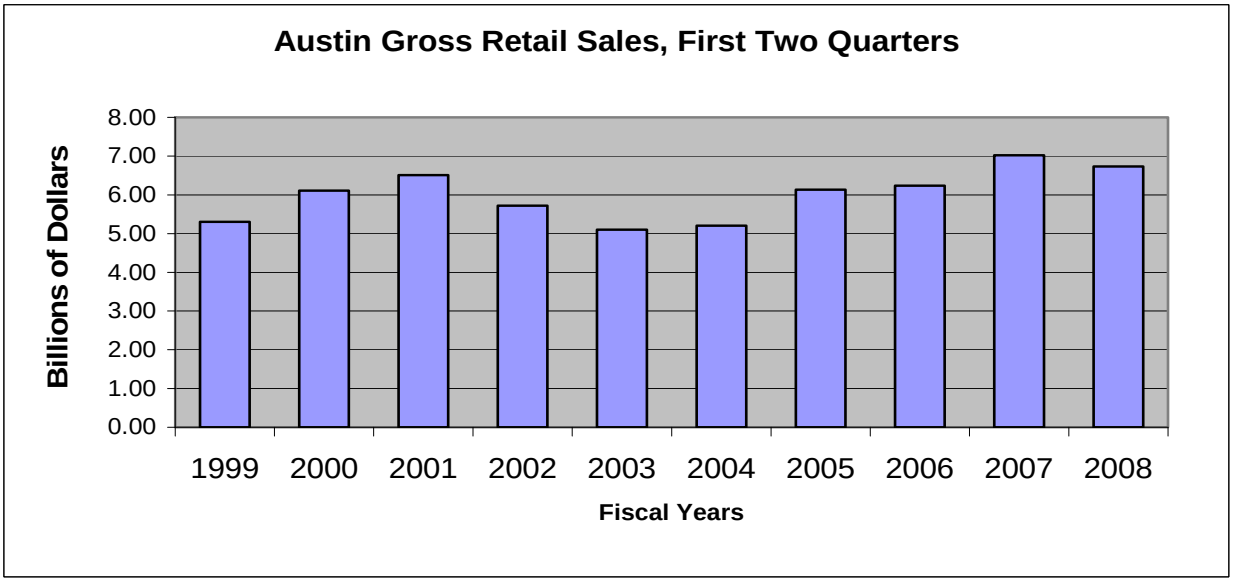
called the "Live Music Capital of the World" and boasts many live music clubs, a number of which are located in the famous downtown East Sixth Street Entertainment District.

The Assessed Valuation (AV) grew significantly in fiscal year 2008 with a 13.8% increase compared to fiscal year 2007.

The chart below shows the changes in assessed property valuation over the last ten years.



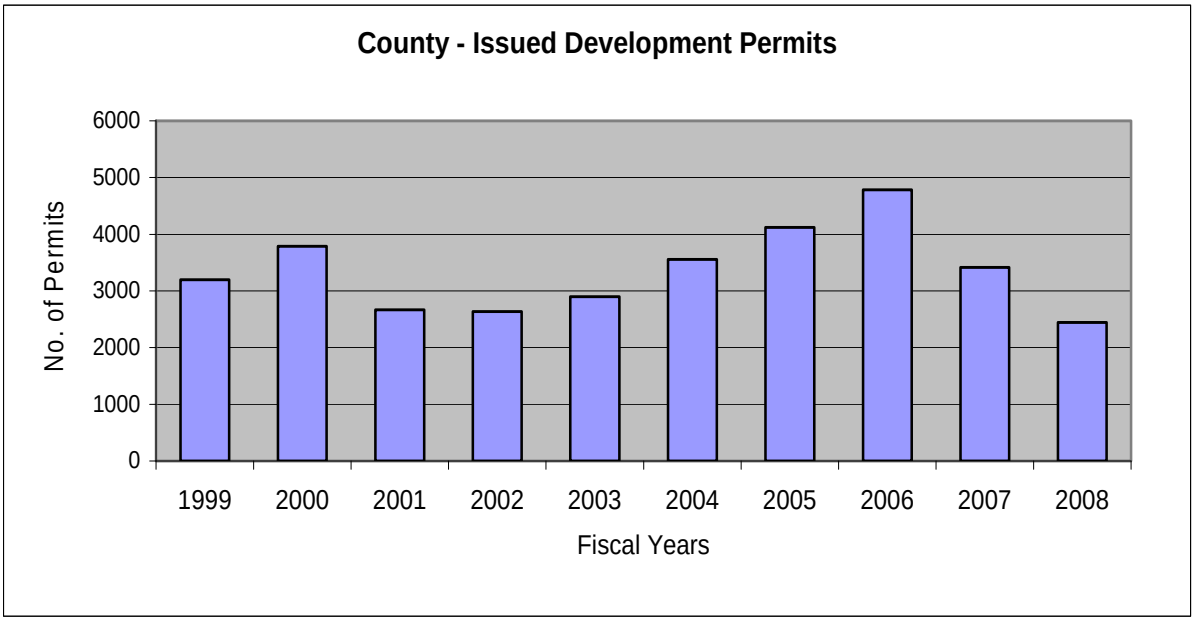
Sales tax receipts for the City of Austin for fiscal year 2008 totaled $149.1 million, a 3.4% increase over the previous year. Austin's gross retail sales for the first two quarters of fiscal year 2008 reached $6.7 billion, a 4.1 % decrease over the same period in fiscal year 2007.



Housing sales slipped in fiscal year 2008, reflecting the national problems in that industry. For the County's fiscal year that ended on September 30, 2008, units sold totaled 23,927; that figure constitutes an 18.2% decrease over fiscal year 2007. The average selling price for a home in September was 5.9% less than that of August, and prices may well fall farther. Until the credit

markets become more stable, home sales are likely to be relatively weak. County-issued site development permits in fiscal year 2008 for building in the rural parts of Travis County decreased 28.4% from the previous year. However, the 338 permits issued in September 2008 was the highest figure in three years for the last month of the fiscal year.

The graph below shows the changes in County-issued site development permits over the past ten years.



Even in the poor economic times of 2008, Travis County has maintained its Reserve Ratio of 11% reserve, and this level of reserve has been maintained without fail since fiscal year 1996.

The Commissioners' Court set the property tax rate at $0.4216, an increase of $0.0107 above the effective tax rate, to provide funds for general operations and debt service for fiscal year 2008.

Significant budget initiatives in fiscal year 2008 included:

- Additional law enforcement personnel for the Sheriff's Office.
- Funding for additional positions to open the second of three detention pods at the Gardner Betts Juvenile Justice Center.
- Three new counselors for Counseling and Education Services.
- Funding for a fifth Deputy Medical Examiner and a forensic toxicology lab technician.
- Funding to augment the budget of Child Protective Services.
- Additional staff and support for the development and purchase of a new financial system.

The Commissioners' Court authorized three issuances of new debt in fiscal year 2008:

General Obligation Bonds:		
Unlimited Tax Road Bonds, Series 2008 (for local roads, drainage, bridges and right-of-way)		$ 23,230,000
Limited Tax Permanent Improvement Bonds, Series 2008 (for parks and jail projects)		3,795,000
Certificates of Obligation (Limited Tax, Series 2008):		
Jail construction and renovation	$ 6,808,351	
Capital project needs	3,442,798	
East Service Center	2,747,539	
Lavaca building purchase	2,325,000	
Building and land purchase and building renovations	7,707,228	
Issuance cost	144,084	
Total Certificates of Obligation		$ 23,175,000

Long-Term Financial Planning

It has been the long-standing intention of the Commissioners' Court to maintain a sound financial footing, preserve the 11% reserve ratio, and maintain the County's AAA bond rating. It was these accumulated resources that allowed the County to avoid massive disruptions in services during the years when the local economy took a downturn. In order to ensure that the fiscal year 2009 budget kept these goals in focus, the Commissioners' Court established "Framing the FY09 Budget Process" in February 2008. In this document the Commissioners' Court stressed its commitment to maintain infrastructure, provide appropriate law enforcement and justice support, address social ills, support efficiencies in government services, and ensure that emergency functions are funded.

Budgeted revenues and available balances and budgeted expenditures for fiscal year 2009 are summarized as follows:

Budgeted	General Fund	Debt Service Fund	Other Funds
Revenues and Available Balances	$ 452,343,992	$ 81,828,429	$ 141,627,335
Expenditures	395,523,322	69,430,097	87,128,499
Ending Fund Balance	$ 56,820,670	$ 12,398,332	$ 54,498,836

Capital Project Funds are budgeted based on Certificates of Obligation and General Obligation Bond indenture provisions. At the end of fiscal year 2008, actual fund balances were carried over into the new year, and the Planning and Budget Office included a not-to-exceed number of $105 million in its Recapitulation of the Fiscal Year 2009 Amended Adopted Budget.

Included in these figures is $14,469,436 in transfers among the funds, of which $178,857 is a transfer to the General Fund from non-budgetary funds and $7,955,470 is a transfer from the General Fund to the Balcones Canyonlands Preservation Fund. Other funds' budgeted expenditures (including transfers out) consisted of $23,606,405 in the Road and Bridge Fund and $63,522,094 in various other funds.

In addition, a portion of the ending fund balances is budgeted as Allocated Reserves, meaning that expenditure of these reserves is possible: $15,303,444 in the General Fund, and $54,177,292 in other funds, of which $38,503,677 is in the Internal Service Funds.

For fiscal year 2009, the assessed taxable property value available at the time of budget approval was $95.3 billion or 12.2% more than the value certified available for the fiscal year 2008 budget process.

RELEVANT FINANCIAL POLICIES

Long-Term Debt

Neither Travis County nor any road district has ever defaulted on the payment of principal or interest on its bonds or certificates of obligation. The County has a bond rating of "AAA" from Standard and Poors and "Aaa" from Moody's Investor Service.

In compliance with requirements of each bond order, the General Purpose Debt Service Fund is maintained to provide available funds to meet all obligations during the year. A separate tax levy is set each year for this purpose.

Debt Policy

The purpose of this policy is to provide guidelines for the Commissioners' Court in deciding whether to issue additional debt and to attempt to keep the debt issuance of the County within established limits. The Commissioners' Court revised this policy during fiscal year 2008.

General Approach to Debt:

Travis County will maintain a prudent approach to the issuance of debt that includes the following:

- Travis County will ensure that necessary services are provided in this community in a timely and sufficient manner using current revenues.

- Travis County will ensure that necessary equipment and facilities are provided to County departments in a timely manner using the most frugal method of payment available for such expenditures.

- Routine purchases and replacement of capital equipment, such as computer equipment, furniture, and "down payments" on larger capital projects will be financed through the Capital Acquisition Resources account from current operating revenues. This account will be gradually adjusted as existing funds become available and as economic circumstances allow, to reduce or eliminate the need for issuing debt or entering into any other financing arrangement for recurring operating equipment purchases.

- Sale of bonds or certificates of obligation will follow general market conventions assuring the best interest rate deemed possible at the time, as determined by the Commissioners' Court, based upon advice from the County's financial advisors.

The Travis County Commissioners' Court will not issue long-term debt (with a repayment period in excess of five years) without the approval of such bond issue by the voters at an election, except under the following circumstances:

- The expenditure is legally required of the County, where penalties or fines could be imposed on the County if the expenditure is not made; or

- When a financial analysis demonstrates that during a stipulated term Travis County would spend significantly less; or

- The voters have previously approved the issuance of general obligation bonds but, for valid reasons, certificates of obligation must be substituted for such bonds in order to carry out the voters' authorization; or

- When the expense is for necessary planning services or acquiring options for a future capital project that will be submitted to the voters.

Capital expenditures, particularly those involving the issuance of debt, will be approved only in the context of multi-year planning by the County.

Process to Determine Needs:

Expenditures for capital improvements and equipment will be requested, justified and approved, specifying the recommended method of finance for such expenditures as part of the annual County budget process, prior to budget adoption.

- Each year as part of the budget process, the Planning and Budget Office will prepare a debt report analyzing all recommended expenditures which are proposed to be financed with debt. The report will explain the impact the proposed new debt will have on the County's debt service tax rate and an analysis of such impact on the average county taxpayer, and the impact of the issuance of the proposed County debt in light of the general obligation debt of other taxing entities in Travis County (schools, cities, special districts).

- Building renovation or construction projects will be reviewed and assessed by Facilities Management prior to consideration by the Commissioners' Court.

- The Transportation and Natural Resources Department will review and assess any project which includes roads, drainage or parks prior to consideration by the Commissioners' Court.

- The Commissioners' Court will decide which projects will be undertaken, the timing of those projects, and the source of funding to be provided for accomplishment of those projects.

Debt Policies:

- A debt service reserve of at least 10% of total debt service requirements for the current fiscal year will be maintained to ensure availability of funds to meet the debt service payments in the event of tax revenue shortfalls.

- The term of any debt should not exceed 20 years, and should never exceed the useful life of the asset or the weighted average useful life of a group of assets when multiple assets are funded in a single issuance.

- Except in the case of revenue producing facilities, debt will not be issued for the purpose of making debt service interest payments. If interest capitalization becomes necessary, it will only be used for three years or the period of the construction phase, whichever is the shorter period.

- Delays in repayment of principal will be part of the debt structure only if in a particular circumstance such delay is seen to be in the County's best financial interest.

- Interest earnings on bonds that have been sold will be retained in the project until that project is completed unless the Commissioners' Court has instructed otherwise in a bond covenant or Official Statement. Funds unneeded for the project after its completion will be either transferred to the Interest and Sinking Fund in order to mitigate the need to increase the debt service tax rate or may be used for projects of a similar nature as allowed by law. Excess funds will not be allowed to increase the scope of the original project without additional justification and analysis.

- Optional debt redemption shall be provided for, based upon the advice of the County's financial advisor.

- Travis County will maintain a ratio of annual short-term debt service payments to total debt service of 25% or less, and short-term debt service payments to total General Fund expenditures of 5% or less.

- Guidelines in the form of industry-standard ratios will be reviewed in conjunction with each debt issuance in order to provide a framework within which to view overall Travis County debt.

  Those guideline ratios include:

  1. Net bonded debt to taxable value should not exceed the range of 1.0%-1.5%.

  2. Net bonded debt to population should not exceed $800 per capita.

  3. Debt service to total expenditures (operating expenditures and debt service combined) shall be approximately 20% or less.

  4. A total debt target of 5% of taxable value for all overlapping debt in Travis County (county, city, school district and other) will be established, in concert with cooperative efforts toward sharing this goal with the other debt-issuing entities.

The debt analysis below will also show the anticipated net bonded debt per taxable value and the net bonded debt per capita.

	Debt Policy Guidelines	September 30, 2008	September 30, 2007
Debt service reserve percentage of total general purpose debt service requirements	10% or >	18.79%	16.89%
Net general purpose bonded debt to assessed valuation	1.0% - 1.5%	0.48%	0.54%
Net general purpose bonded debt per capita	$800 or <	$537.53	$549.43
General purpose debt service expenditure to total general fund plus general purpose debt service expenditures	20% or <	15.68%	16.28%
Short-term debt service expenditures to total general purpose debt service expenditures	25% or <	14.94%	18.14%
Short-term debt service expenditures to total general fund expenditures	5% or <	2.78%	3.53%

Note: Excludes blended component units and discretely presented component unit
Includes Certificates of Obligation

Other Relevant Financial Policies

GASB Interpretation No. 6 ("GASB I-6"), "Recognition and Measurement of Certain Liabilities and Expenditures in Governmental Fund Financial Statements," clarified the application of existing standards for distinguishing the respective portions of certain types of liabilities that should be reported as (a) governmental fund liabilities and expenditures and (b) general long-term liabilities of the government (GASB I-6, Intro par 4). The accrued liabilities that GASB specifically discussed in GASB I-6 are compensated absences, claims and judgments, special termination benefits, and landfill closure and postclosure care obligations. According to GASB, the intent of GASB I-6 was to develop an internally consistent interpretation of existing modified accrual standards that could be consistently and comparably applied, rather than to increase or decrease accruals, as such, in the governmental fund financial statements (GASB I-6, App B par 35). The impact, as we see it, is an overstatement of fund balance and an understatement of governmental fund liabilities. We believe this interpretation will result in the citizenry, investors, and creditors of the governmental entity being unable to ascertain from the governmental fund financial statements whether the government has been fiscally responsible in ensuring funds have been set aside for incurred liabilities that are expected to be liquidated with current expendable resources. In addition, users of the governmental fund financial statements that conduct analyses using conventional financial solvency measures such as the current ratio and acid-test ratio, which are indicators of the ability of an entity to meet current maturing obligations, could draw misleading conclusions since not all incurred expenditures that are expected to be liquidated with current expendable resources are reported as liabilities.

For the readers of Travis County's fiscal year 2008 governmental funds financial statements, the County has not changed its conservative practice of appropriating funds for incurred liabilities in current expendable resources. As it relates to compensated absences leave, those benefits that are expected to be liquidated with current expendable resources have been reported, to the extent they have matured, as a liability and expenditure, with the remainder being reported as a

portion of the fund balance designated for disbursement of near-term compensated absence benefits in the respective governmental funds. The designated fund balance for near-term compensated absence benefits will be unavailable for general budgetary use. For the readers of the government-wide financial statements, all incurred liabilities, both the above-stated current portion and the non-current portion, have been reported as a liability and expense.

HEALTHCARE BENEFITS FOR RETIRED EMPLOYEES

Since 1991, the County has included communications both in information provided to employees and in previously issued annual financial statements which specifically state that the decision to provide a portion of the cost for OPEB is made on an annual basis by the Commissioners' Court. The Chapter 2264 presentation in the financial statements is consistent with prior County financial statements presented according to GAAP for those years audited. County financial statements have consistently acknowledged an annual OPEB plan in each year that the Commissioners' Court adopted a plan, which may vary from year to year.

Commitments by employers for OPEB for their employees are not a new concept. The County manages its comprehensive plan for OPEB in a manner that does not negatively affect its ability to fund similar competing programs and to pay debt service on the County's bonds. The County has and will continue to provide information to the bond rating agencies regarding the County's OPEB obligations, including number of eligible retirees and annual costs. The County is aware that the bond rating agencies will continue to look at this information as part of the County's overall cost structure and use this to evaluate the County's ability to meet its debt service obligations.

It is important to follow the State law and the statutory procedures for the constitutional creation of debt. Texas has strong constitutional protections on the creation of debt for governments because the taxpayers ultimately have to pay for the liabilities. Thus, the officials they elect decide when to create County debt or submit the decision for voter approval. Actuarial measurement and the accounting treatment need to distinguish between long-term benefits that are promised and/or legally binding and those that are not. GASB 45 does not recognize that distinction.

For additional information regarding Chapter 2264 and the County's healthcare plan for retired employees, please see Note 1 and Note 12 of the Notes to the Financial Statements.

ACKNOWLEDGMENTS

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

Respectfully submitted,

Susan A. Spataro

Susan A. Spataro, CPA, CMA
County Auditor

TRAVIS COUNTY

September 30, 2008

TRAVIS COUNTY VOTERS

DISTRICT ATTORNEY
Ronnie Earle

DISTRICT CLERK
Amalia Rodriguez-Mendoza

COUNTY ATTORNEY
David Escamilla

SHERIFF
Greg Hamilton

CONSTABLES
1. Luke Mercer
2. Bob Vann
3. Richard McCain
4. Maria Canchola
5. Bruce Elfant

JUSTICES OF THE PEACE
1. Richard Scott
2. Barbara Bembry
3. Susan Steeg
4. Raul Gonzalez
5. Herb Evans

COURT-AT-LAW JUDGES
1. David Phillips
2. Eric Shepperd
3. David Crain
4. Mike Denton
5. Nancy Hohengarten
6. Jan Breland
7. Elisabeth Earle

PROBATE JUDGE
Guy Herman

TAX ASSESSOR-COLLECTOR
Nelda Wells Spears

TREASURER
Dolores Ortega-Carter

COUNTY CLERK
Dana DeBeauvoir

CRIMINAL DISTRICT JUDGES
147th Wilford Flowers
167th Mike Lynch
299th Charlie Baird
331st Bob Perkins
390th Julie Kocurek
403rd Brenda Kennedy
427th Melissa Goodwin

CIVIL DISTRICT JUDGES
53rd Scott Jenkins
98th Jeanne Meurer
126th Darlene Byrne
200th Gisela D. Triana
201st Suzanne Covington
250th John Dietz
261st Lora Livingston
345th Stephen Yelenosky
353rd Margaret Cooper
419th Orlinda Naranjo

COMMUNITY SUPERVISION & CORRECTIONS
- Pre-Trial Services

COUNTY AUDITOR
Susan Spataro

JUVENILE BOARD
District Judges | County Judge

JUVENILE PROBATION
- Domestic Relations

PURCHASING BOARD
(2) County Commissioners | (3) District Judges

PURCHASING AGENT
Cyd Grimes

COMMISSIONERS COURT

COMMISSIONERS
1. Ron Davis
2. Sarah Eckhardt
3. Gerald Daugherty
4. Margaret Gomez

COUNTY JUDGE
Sam Biscoe

Departments Reporting to Commissioners' Court

ADMINISTRATIVE OPERATIONS
- Human Resource Management
- Facilities Management
- Information & Telecommunications Systems
- Records Management & Communications Resources

CRIMINAL JUSTICE
- Criminal Justice Planning
- Counseling & Education Services
- Juvenile Public Defender
- Dispute Resolution Center

EMERGENCY SERVICES
- Emergency Services
- Medical Examiner
- Emergency Medical Services

TRANSPORTATION & NATURAL RESOURCES

HEALTH, HUMAN SERVICES
- Health & Human Services
- Veterans Services
- Texas Cooperative Extension

PLANNING & BUDGET

Independently Elected/Appointed Officials with statutory duties

TRAVIS COUNTY, TEXAS
PRINCIPAL OFFICIALS
September 30, 2008

GOVERNING BODY

Samuel T. Biscoe, County Judge

Ron Davis, Commissioner, Precinct 1

Sarah Eckhardt, Commissioner, Precinct 2

Gerald Daugherty, Commissioner, Precinct 3

Margaret Gomez, Commissioner, Precinct 4

OTHER PRINCIPAL OFFICIALS

Nelda Wells Spears, Tax Assessor/Collector

Susan A. Spataro, County Auditor, CPA, CMA

David Escamilla, County Attorney

Ronald Earle, District Attorney

Greg Hamilton, County Sheriff

Dolores Ortega-Carter, County Treasurer

Amalia Rodriguez-Mendoza, District Clerk

Dana DeBeauvoir, County Clerk

TRAVIS COUNTY, TEXAS
FINANCIAL SECTION

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INDEPENDENT AUDITORS' REPORT

To the Honorable County Judge and Commissioners' Court of
Travis County, Texas

We have audited the accompanying statutory basis financial statements of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Travis County, Texas, (the "County"), as of and for the year ended September 30, 2008, which collectively comprise the County's basic financial statements as listed in the table of contents. These statutory basis financial statements are the responsibility of the County's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Travis County Healthcare District, the discretely presented component unit of the County, for the year ended September 30, 2008; those financial statements prepared on the basis of accounting principles generally accepted in the United States of America were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for Travis County Healthcare District, is based on the report of the other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over financial reporting. Accordingly, we express no such opinion. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit and the report of other auditors provide a reasonable basis for our opinions.

As described more fully in Note 1, the County has prepared these financial statements using accounting practices prescribed or permitted by Government Code Section 2264.051, as adopted by State of Texas House Bill 2365, which practices differ from accounting principles generally accepted in the United States of America. These statutory accounting practices recognize the cost of postemployment benefits, other than retirement benefits, on a statutory modified accrual basis. Accounting principles generally accepted in the United States of America (GAAP) require that annual required contributions related to postemployment benefits, other than retirement benefits, under a substantive plan as comprehended in generally accepted accounting principles be recorded as expenses, which, if not funded would increase the liabilities, reduce the net assets, and change the expenses of the governmental activities. The effects on the financial statements taken as a whole of the variances between these regulatory accounting practices and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

In our opinion, because of the effects of the matter discussed in the preceding paragraph, the financial statements referred to above do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the respective financial position of the governmental activities,

Member of
Deloitte Touche Tohmatsu

each major fund, and the aggregate remaining fund information of Travis County, Texas, as of September 30, 2008, or the changes in financial position, and where applicable, cash flows thereof for the year then ended.

In addition, in our opinion, based on our audit and the report of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective statutory basis financial position of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Travis County, Texas, as of September 30, 2008, and the respective changes in statutory basis financial position and, where applicable, cash flows thereof for the year then ended in conformity with the statutory basis of accounting described in Note 1.

Management's Discussion and Analysis and the budgetary comparison information, as listed in the table of contents, are not required parts of the statutory basis financial statements, but are supplementary information required by the statutory basis of accounting. This supplementary information is the responsibility of the County's management. 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 express no opinion on it.

Our audit was conducted for the purpose of forming an opinion on the statutory basis financial statements that collectively comprise Travis County's basic financial statements. The statutory basis combining and individual fund financial statements and schedules listed in the foregoing table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements of Travis County. These statutory basis combining and individual fund financial statements and schedules are the responsibility of the County's management. Such additional information has been subjected to the auditing procedures applied in our audit of basic financial statements and, in our opinion, is fairly stated in all material respects when considered in relation to the basic financial statements taken as a whole. The introductory section and the statistical information listed in the table of contents have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we express no opinion on them.

Deloitte & Touche LLP

March 10, 2009

TRAVIS COUNTY, TEXAS
MANAGEMENT'S DISCUSSION AND ANALYSIS (MD&A) (Unaudited)
For The Year Ended September 30, 2008

The following is a narrative overview and analysis of the financial activities of Travis County (County) for the fiscal year ended September 30, 2008. Please consider the information presented here in conjunction with the transmittal letter, financial statements, and related footnotes.

FINANCIAL HIGHLIGHTS

Government-wide:

- The assets of the County exceeded its liabilities at the close of the fiscal year by $869.8 million (reported as net assets), an increase of $29.4 million or 3.5 percent from the prior year. Of the total net assets amount, $778.7 million is invested in capital assets net of related debt, $50.8 million is unrestricted, and $40.3 million is restricted for specific future uses.

Fund Financial Statements:

- As of the close of the fiscal year, the County's governmental funds reported combined ending fund balances of $326.5 million, a decrease of $10.1 million or 3.0 percent from the previous year. Approximately 26.0 percent of ending fund balances is unreserved and undesignated and may be used to meet ongoing obligations to citizens and creditors. This is a decrease of 25.8 percent from the prior year.

- The fund balance of the General Fund, one of the major governmental funds, was $86.7 million at September 30, 2008, an $8.4 million decrease over last year. The unreserved, undesignated portion of fund balance was $62.1 million or 71.7 percent of total fund balance and 16.5 percent of total General Fund expenditures and other financing uses for fiscal year 2008.

- At September 30, 2008, net assets of the County's Internal Service Funds were $44.0 million, a decrease of $2.3 million or 4.9 percent from the prior year.

Long-term Debt:

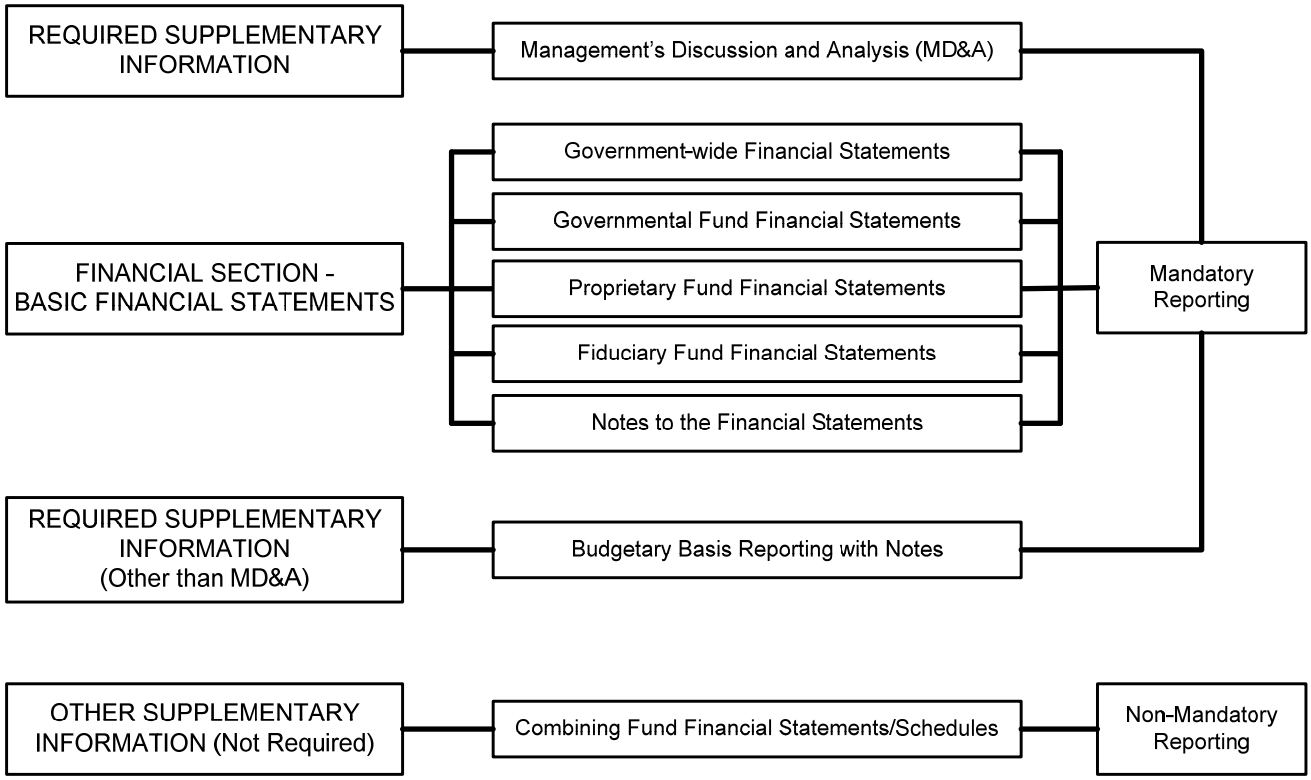
- The County's total bond and certificate debt increased by $22.6 million or 4.2 percent during the fiscal year increasing total debt outstanding to $559.8 million, net of deferred amounts.

OVERVIEW OF THE FINANCIAL STATEMENTS

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

The financial statements presented herein include all of the activities of Travis County using the integrated approach as prescribed by Governmental Accounting Standards Board (GASB) Statement No. 34 and all amendments thereafter.

The following illustration summarizes the sections and reporting requirements of this financial report.



Government-wide Financial Statements (Reporting the County as a Whole)

The *government-wide financial statements* are designed to provide readers with a broad overview of the financial position of the County. They include a *Statement of Net Assets* and a *Statement of Activities*. Both of these statements are presented using the economic resources measurement focus and the accrual basis of accounting with the exception of the reporting of other post-employment benefits (OPEB). Revenues are recorded when earned and expenses are recorded when a liability is incurred regardless of the timing of the related cash flows. This accounting method produces a view of financial position similar to that presented by most private-sector companies.

In the government-wide financial statements, OPEB is presented using the current financial resources measurement focus and the statutory modified accrual basis of accounting. Under this basis of accounting, revenue is recognized when it is measurable and available to finance current expenditures and expenditures are recognized when they are normally expected to be liquidated with current financial resources regardless of when they mature. During the adoption of the County's fiscal year 2009 budget, the Commissioners' Court promised and approved funding for the annual retiree OPEB plan. Therefore, this legally enforceable one-year OPEB liability has been presented in the government-wide financial statements on an accrual basis of accounting in accordance with the County's substantive plan consistent with State law.

The *Statement of Net Assets* (on page BFS-5) presents information on all County assets and liabilities, with the difference between the two reported as *net assets*. The analysis of net assets over time may serve as a useful indicator of whether the County's overall financial position is improving or deteriorating. To assess the overall health of the County, however, other factors should be considered, such as changes in the County's property tax base and the condition of its roads and bridges (infrastructure).

The *Statement of Activities* (on page BFS-6) presents the County's revenues and expenses for the period, with the difference between the two resulting in the current year *change in net assets*. A change in net assets is reported when the underlying event giving rise to the change occurs, *regardless of the timing of the related cash flows*. Thus, revenues and expenses reported in this statement may result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

In the Statement of Net Assets and the Statement of Activities, the County reports its basic services as *governmental activities.* These activities include general government, justice system, public safety, corrections and rehabilitation, health and human services, infrastructure and environmental services, and community and economic development. These services are predominantly financed through property taxes, fees, and intergovernmental grants. Included within the general government function are services provided by the internal service funds, as these services primarily benefit the County.

The government-wide financial statements include not only the County itself (known as the *primary government*), but also the following legally separate entities known as *component units,* which are blended into the County's financial statements: Northwest Travis County Road District No. 3; Southwest Travis County Road District No. 1; Travis County Bee Caves Road District No. 1; Capital Health Facilities Development Corporation; Travis County Housing Finance Corporation; Travis County Health Facilities Development Corporation; Capital Industrial Development Corporation; Travis County Development Authority; and Travis County Cultural Education Facilities Finance Corporation. In addition, the Travis County Healthcare District (District) is included as a discretely presented component unit, as there is some financial accountability by the District to the Travis County Commissioners' Court. Additional information regarding component units can be found in Note 1 of the Notes to the Financial Statements.

Fund Financial Statements (Reporting the County's Major Funds)

The *fund financial statements* focus on the County's most significant funds individually rather than on the County as a whole. A fund is a group of related accounts used to keep track of specific sources of funding and spending for a particular purpose. Funds are established for various purposes, and the fund financial statements allow the demonstration of resource inflows and outflows and/or related budgetary compliance for individual parts of the County government. All funds of the County are classified into one of three categories: governmental funds, proprietary funds, or fiduciary funds.

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

Also unlike the government-wide financial statements, governmental funds are reported using the *modified accrual* method of accounting, which measures cash and only those assets that can be readily converted to cash. Because governmental fund financial statements do not encompass the additional long-term focus of the government-wide financial statements, additional information is provided that explains the relationship (or differences) between them.

Travis County maintains 57 individual governmental funds (including blended component units), of which seven are considered major funds and are included in the governmental fund Balance Sheet and governmental fund Statement of Revenues, Expenditures, and Changes in Fund Balances beginning on page BFS-10. The major funds are General, Road and Bridge, Grants, General Purpose Debt Service, Capital General Obligation Bonds, Capital Certificates of Obligation, and Capital Road Bonds and Certificates of Obligation. The remaining less significant funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements located in the Other Supplementary Information section of this report beginning on page OSI-1.

Proprietary funds – An *internal service fund*, a type of proprietary fund, reports activities that provide services to the County internally. The County uses an internal service fund to account for the activities of the County's self-insurance program for general liability, automobile liability, public dishonesty, error and omissions claims and judgments, workers' compensation, employee healthcare services provided to County offices/departments, and retiree healthcare. Because these services predominantly benefit governmental functions, they have been included within *governmental activities* in the government-wide financial statements. Proprietary fund financial statements begin on page BFS-18.

Fiduciary funds – *Fiduciary funds* are used to account for resources held for the benefit of parties other than the County itself. Because the resources from these funds are held for the benefit of others and not available to support the County's own programs, fiduciary funds are *not* reflected in the government-wide financial statements. The County's fiduciary financial information is reported in a separate Statement of Fiduciary Assets and Liabilities on page BFS-21.

Notes to the Financial Statements

The *notes to the financial statements* provide additional information that is essential to the understanding and fair presentation of the data provided in both the government-wide and fund financial statements. Notes to the financial statements begin on page NT-3 of this report.

Required Supplementary Information (Other than MD&A)

Required supplementary information (other than MD&A) includes information concerning the County's General Fund and Road and Bridge special revenue fund budgets. The County adopts an annual appropriation budget for its general fund and various special revenue funds, of which Road and Bridge is a major fund. Budgetary comparison schedules have been provided for the General and Road and Bridge funds to demonstrate compliance with these budgets. This section also includes the Schedule of Funding Progress for Retirement Plan as required by GASB 50 "Pension Disclosures – an amendment of GASB Statements No. 25 and No. 27". This schedule is also presented in the notes to the financial statements and has been added to RSI this year. Required Supplementary Information begins on page RSI-3 of this report.

Other Supplementary Information

Other supplementary information includes combining and individual fund statements that provide actual and/or budgetary information for certain major funds, non-major governmental funds, internal service funds, and fiduciary funds. Other Supplementary Information begins on page OSI-1 of this report.

Basis of Accounting

On June 15, 2007, Chapter 2264 of the Texas Government Code (Chapter 2264) became effective and affects the financial reporting and accounting for the State of Texas and its political subdivisions, including the County, and contains provisions directly affecting the reporting of OPEB. When other accounting bases conflict with State law, Texas and its political subdivisions may follow the statutory provisions of Chapter 2264. Accordingly, in fiscal year 2008, the County followed the Statutory Basis of accounting, which is an other comprehensive basis of accounting provided, but not mandated, by this statute. For the County, the only difference between GAAP and the Statutory Basis of accounting is in the reporting of OPEB. The Statutory Basis differs from GAAP in that the County's presentation of OPEB on the financial statements reflects the nature and duration of the plan as adopted by the governing body. For additional information see Note 1A, Note 1D and Note 12 of the Notes to the Financial Statements.

GOVERNMENT-WIDE FINANCIAL ANALYSIS (Reporting the County as a Whole)

The County is providing condensed financial information for fiscal year 2008 with comparative information for fiscal year 2007. The following schedule was derived from the Statement of Net Assets on page BFS-5 of this report and focuses on the net assets of the County.

Travis County, Texas
Condensed Statement of Net Assets - Statutory Basis
September 30, 2008
With Comparative Totals For September 30, 2007

	Governmental Activities	
	2008	2007
Current and other assets	$ 482,320,563	$ 477,827,975
Capital assets, net of depreciation	1,064,133,227	1,002,161,042
Total assets	1,546,453,790	1,479,989,017
Current liabilities	68,618,921	61,405,635
Non-current liabilities	607,996,699	578,127,826
Total liabilities	676,615,620	639,533,461
Net Assets:		
Invested in capital assets, net of related debt	778,735,287	746,649,334
Restricted	40,318,478	34,216,858
Unrestricted	50,784,405	59,589,364
Total net assets	$ 869,838,170	$ 840,455,556

Travis County's assets exceeded liabilities by $869.8 million at September 30, 2008. The largest portion of the County's net assets in the amount of $778.7 million reflects its investment in capital assets such as land, buildings, equipment, and infrastructure (roads, bridges and other immovable assets) less any related outstanding debt used to acquire those assets. The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Restricted net assets in the amount of $40.3 million represent County resources that are subject to external restrictions, constitutional provisions, or enabling legislation regarding how they may be used.

The individual components of net assets are analyzed below:

Travis County, Texas
Components of Net Assets - Statutory Basis
September 30, 2008
With Comparative Totals For September 30, 2007

	2008	2007
Net Assets Invested in Capital Assets, Net of Related Debt		
Some County-owned assets have depreciable lives for financial reporting that are different from the period over which the related debt principal is being repaid. In addition, many assets may not have been funded with debt, or may be fully paid and have a net undepreciated balance.	$ 778,735,287	$ 746,649,334
Restricted Net Assets		
Funds legally restricted for capital projects	5,868,962	5,068,626
Funds legally restricted for debt service	6,783,149	3,268,079
Funds legally restricted in the Permanent School Fund	2,882,480	2,390,461
Funds legally restricted for justice, corrections, and rehabilitative programs	14,366,655	15,053,420
Funds legally restricted for roads, parks, and preserves	9,845,892	7,934,465
Funds restricted to finance other specific activities	571,340	501,807
Total Restricted Net Assets	40,318,478	34,216,858
Unrestricted Net Assets		
The County issued debt for the purpose of purchasing right-of-way land for joint road projects with the State of Texas. The State maintains the property; therefore, the capital asset is not recorded on the County's books. This is the debt outstanding for these non-County owned assets at year end.	(91,939,719)	(96,552,851)
Travis County Bee Cave Road District No. 1 issued debt to reimburse the developer for the cost of constructing various improvements to roads related to the Hill Country Galleria project. These roads are maintained by the Village of Bee Cave; therefore the capital asset is not recorded on the County's books. This is the debt outstanding for these non-County owned assets at year end.	(14,725,000)	-
All other unrestricted non-capital assets exceed the total of the County's other liabilities by this amount.	157,449,124	156,142,215
Total Unrestricted Net Assets	50,784,405	59,589,364
Total Net Assets	$ 869,838,170	$ 840,455,556

As shown in the schedule above, the County's total net assets increased $29.4 million from $840.4 million to $869.8 million or 3.5 percent over the course of this fiscal year's operations. This increase is primarily due to the following factors:

- Assets were donated to the County in the amount of $41.9 million.

  Assets such as roads, sidewalks, and rights-of-way are donated by local developers for ongoing maintenance and have no directly related expenses.

- Fund Balance in the General Fund decreased $8.4 million.

  In the fiscal year 2008 budget, the County planned to utilize a portion of the existing fund balance in the General Fund for current expenditures, as there had been substantial growth over the past several years to fund balance resulting mostly from (1) one-time revenue occurrences that were not budgeted and (2) the County's conservative budget practices. In addition, over the previous five years, actual revenues have come in $3 million to $13 million over budget, which resulted in an increase to fund balance. However, fiscal year 2008 revenues came in only slightly over budget, by $1.3 million due to an unanticipated decline in investment earnings.

- Net Assets in the Proprietary Fund decreased $2.3 million.

  While the net assets in the Self-Insurance Fund increased $1.4 million, the net assets in the Employee Health Benefit Fund decreased $3.7 million. During fiscal year 2008, the Commissioners' Court decided to not transfer the budgeted $4.9 million for the County's portion of the retiree healthcare premiums to the Employee Health Benefit Fund from the General Fund. This decision was intended to reduce the net assets balance in the Employee Health Benefit Fund.

The difference between total fund balance in the governmental fund Balance Sheet (fund financial statements) and total net assets in the Statement of Net Assets (government-wide) is $543.3 million. This variance exists because of several items that are presented in the government-wide financial statements that are not presented in the fund financial statements, including:

- Capital assets in the amount of $1,064.1 million.
- Certain long-term assets in the amount of $20.7 million.
- Adjustments to current liabilities of ($1.0) million.
- Long-term liabilities of ($584.5) million.
- Net assets of $44.0 million in the Internal Service Funds.

A detailed reconciliation can be found in Note 3 of the Notes to the Financial Statements.

The following condensed financial information was derived from the government-wide Statement of Activities on page BFS-6 of this report and reflects how the County's net assets changed during the fiscal year.

Travis County, Texas
Condensed Statement of Activities - Statutory Basis
For The Year Ended September 30, 2008
With Comparative Totals For The Year Ended September 30, 2007

	Governmental Activities	
	2008	2007
Revenues:		
Program revenues:		
Fees, fines and charges for services	$ 98,063,386	$ 99,694,065
Operating grants, contributions, shared revenues, and entitlements	30,277,143	25,514,632
Capital grants, contributions and donated assets	44,394,836	30,009,910
General revenues:		
Property taxes, ad valorem	360,850,200	337,534,219
Excise taxes from the State of Texas	6,155,316	5,663,239
Grants and contributions not restricted to specific programs	4,096,582	2,323,500
Investment earnings	23,238,045	26,663,045
Miscellaneous	7,360,470	7,659,944
Special Item - gain from sale of land	-	1,642,508
Total revenues	574,435,978	536,705,062
Expenses:		
General government *	106,253,737	94,632,906
Justice system	108,115,964	96,855,914
Public safety	54,936,023	48,569,296
Corrections and rehabilitation	107,202,072	97,913,001
Health and human services	44,465,983	39,246,181
Infrastructure and environmental services	90,031,020	68,917,914
Community and economic development	8,576,884	7,821,417
Interest on long-term debt	25,471,681	24,044,409
Total expenses	545,053,364	478,001,038
Change in net assets	29,382,614	58,704,024
Net assets - beginning of year	840,455,556	781,751,532
Net assets - end of year	$ 869,838,170	$ 840,455,556

* Includes Internal Service Funds expenses of $44,005,365 and $33,481,749 for FY08 and FY07, respectively.

In fiscal year 2008, revenues increased by $37.7 million or 7.0 percent. The key elements of this increase are as follows:

- Property tax revenue increased $23.3 million mainly due to the Commissioners' Court approving a Maintenance and Operations tax rate that exceeded the effective tax rate by $0.0107 or 3.2 percent. In addition, there was $3.3 billion in new construction.

- Capital grants, contributions and donated assets increased $14.4 million chiefly due to a $12.1 million increase in assets donated by local developers. These assets include roads, rights-of-way, and sidewalks.

- Operating grants, contributions, shared revenues, and entitlements increased $4.8 million due to receiving new grants as well as increased funding on existing grants. Of this increase, $2.0 million is attributable to the Low-Income Vehicle Repair Assistance, Retrofit, and Accelerated Vehicle Retirement Program (LIRAP) grant. The LIRAP grant was amended in fiscal year 2008 to extend the grant and award additional funding. This increase also includes $1.9 million in additional funding for Community Supervision and Corrections Department Adult probation grants. The remaining increase is due to new grants and additional funding related to Juvenile Probation grants.

- Offsetting the above increases to revenue was a decrease in investment earnings of $3.4 million due to a decline in market interest rates. The Federal Funds rate was lowered from 4.75 percent at the beginning of the fiscal year to 2.00 percent at year end.

Expenses increased $67.1 million or 14.0 percent. The key elements of this increase are as follows:

- Salaries and benefits increased $27.3 million, which includes an increase to the County's portion of the pension match for retirement contributions of $2.7 million. The remaining increase is a combination of (1) the addition of 109 full-time equivalent employees which is a 2.5 percent increase; (2) a County-wide cost-of-living salary increase of 3.5 percent and a discretionary pay increase of 2.0 percent; (3) salary market adjustments; and (4) peace officer pay scale adjustments.

- Healthcare costs increased $9.8 million, with $4.9 million attributable to the recording of the OPEB liability for retirees in fiscal year 2008. The remaining increase is related to the growth in plan members, claims, and the cost of medical treatments.

- Capital expenditures increased $13.0 million, with $12.7 million attributable to the payment to private developers for the construction of Bee Caves Parkway and other road improvements. Travis County Bee Cave Road District No. 1 funded this payment with debt issued in fiscal year 2008. These roads are fully owned and maintained by the Village of Bee Cave.

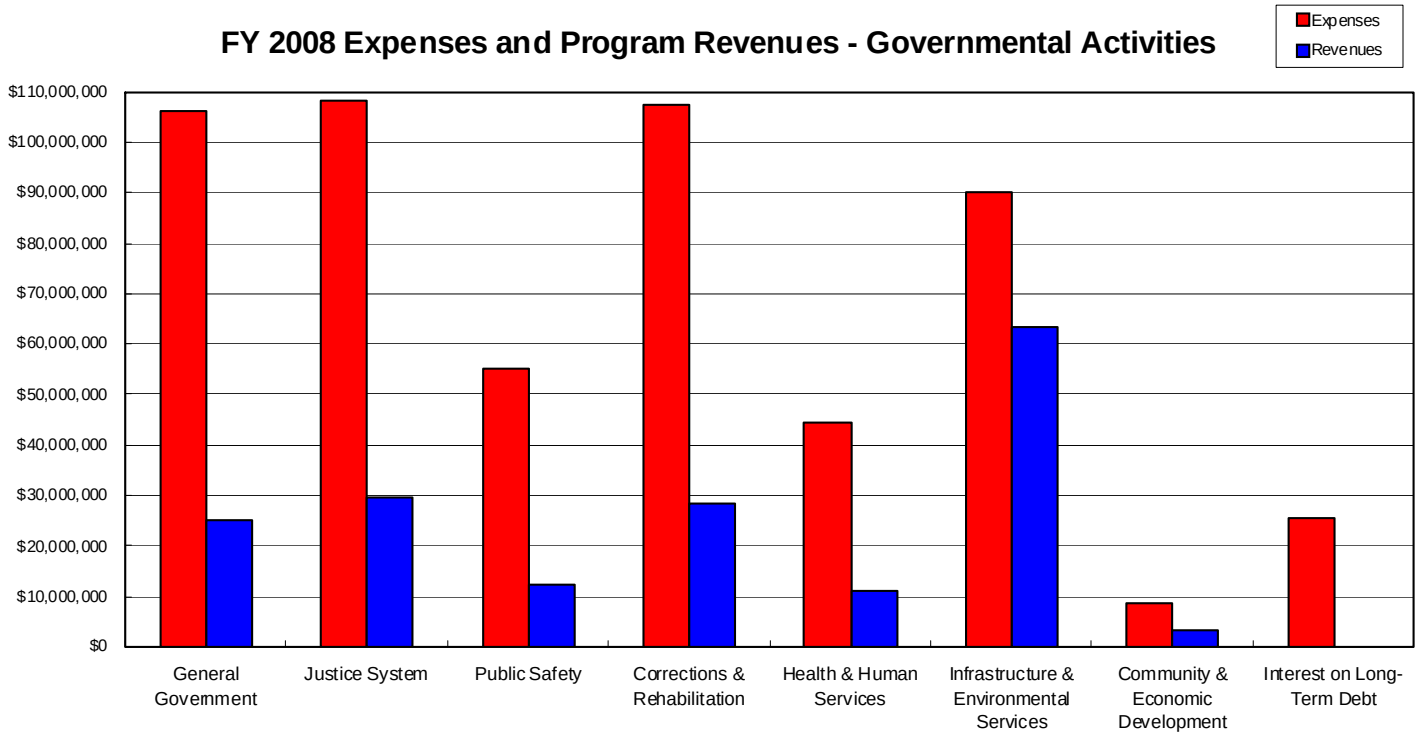
- Other purchased services increased $10.1 million. This increase is primarily attributable to payments for construction services related to the Pecan Street project in Pflugerville as well as projects on Howard Lanes, FM 2244, and Elroy Road. Travis County often performs constructions services for other governmental entities on a reimbursement basis. Reimbursement for these expenditures did not occur by year end.

The difference between the governmental funds net change in fund balance in the Statement of Revenues, Expenditures and Changes in Fund Balances (fund financial statements) and the change in net assets in the Statement of Activities (government-wide) is $39.5 million. This variance exists partly because certain items are presented in the government-wide financial statements that are not presented in the County's fund financial statements. Conversely, there are certain items that are reported in the fund financial statements that are not presented in the government-wide financial statements. These variances include:

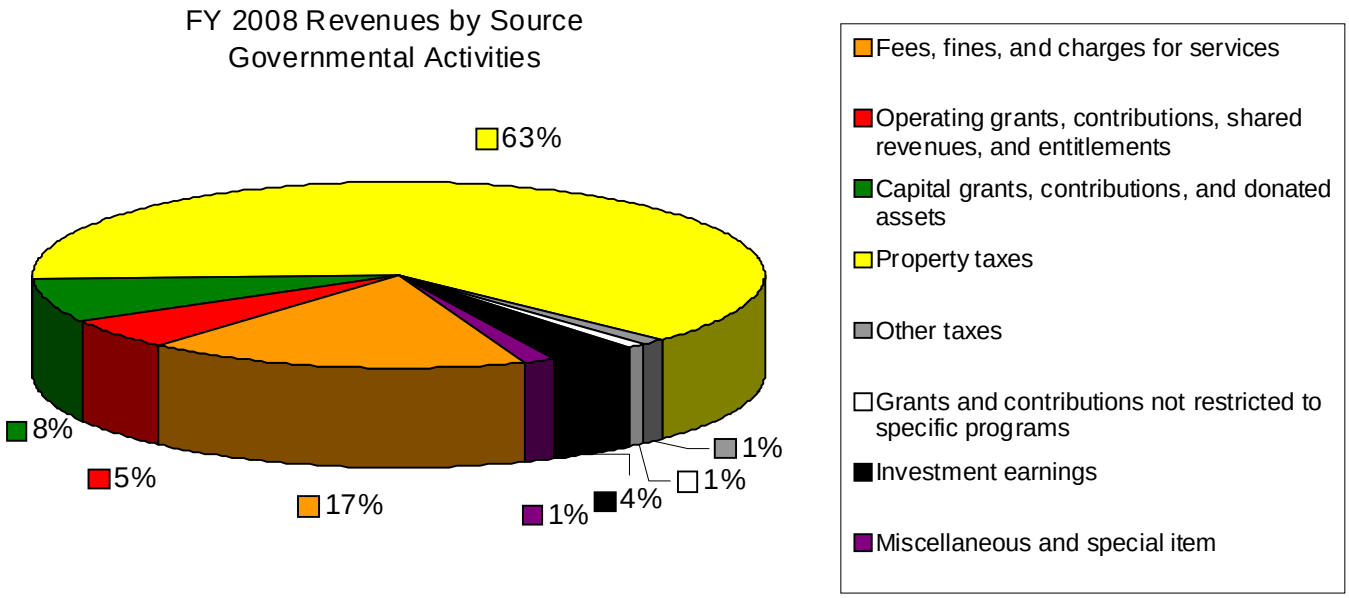
- $20.3 million of capital outlay expenditures in excess of depreciation expense.
- Revenues totaling $41.6 million.
- Items associated with long-term debt in the amount of ($18.0) million.
- Various expenses in the amount of ($2.1) million.
- The change in net assets of the Internal Service Funds of ($2.3) million.

A detailed reconciliation can be found in Note 3 of the Notes to the Financial Statements section of this report.

The following chart depicts expenses and program revenues for fiscal year 2008 for governmental activities (government-wide):



The following chart depicts total revenues of governmental activities (government-wide) for fiscal year 2008:



THE COUNTY'S FUNDS (Reporting the County's Major Funds)

Travis County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

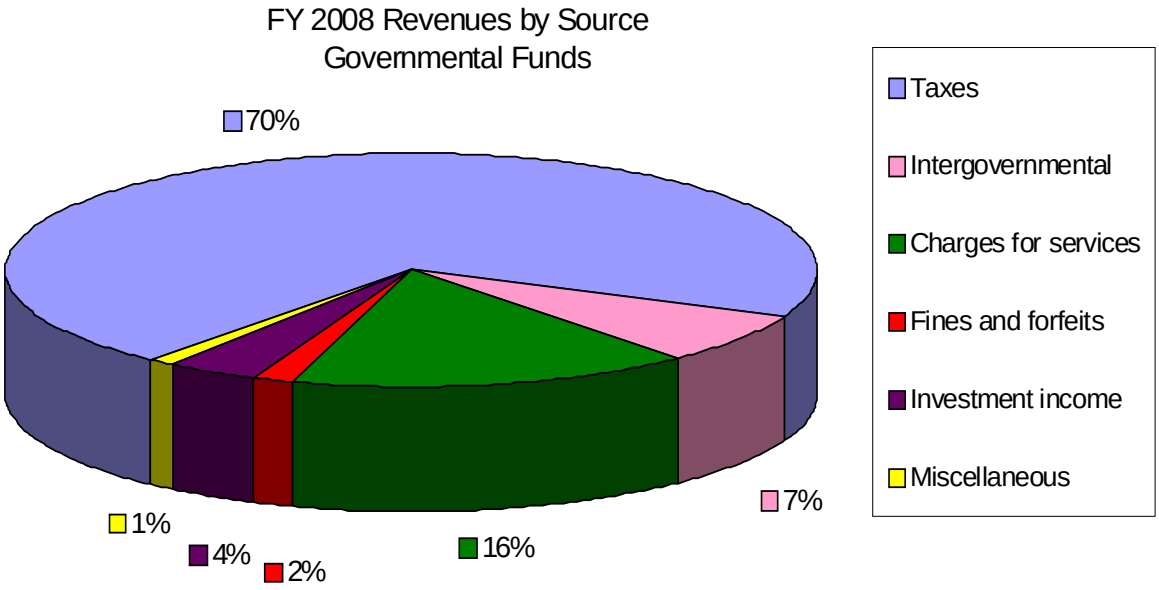
The focus of the County's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable resources*. Such information is useful in assessing the County's financing requirements. In particular, *unreserved fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. The County's governmental functions are contained in the General, Special Revenue, Debt Service, Capital Projects, and Permanent funds.

At the end of the current fiscal year, the County's governmental funds reported combined ending fund balances of $326.5 million, a decrease of $10.1 million or 3.0 percent from the previous year. Of the total fund balance, $203.5 million constitutes *unreserved fund balance*, which is available to meet the County's current and future needs of its citizens and creditors. Of this unreserved fund balance, $6.5 million is designated for compensated absences, $13.9 million is designated for debt service, and $98.2 million is designated for capital projects, with the remaining $84.9 million undesignated. The remaining $123.0 million of fund balance is *reserved* and is not available for new spending, as it has already been set aside for specific future purposes.

The following schedule summarizes and compares revenues by source of the County's governmental funds for fiscal years ended September 30, 2008 and September 30, 2007.

Travis County, Texas
Revenues Classified by Source - Statutory Basis
Governmental Funds

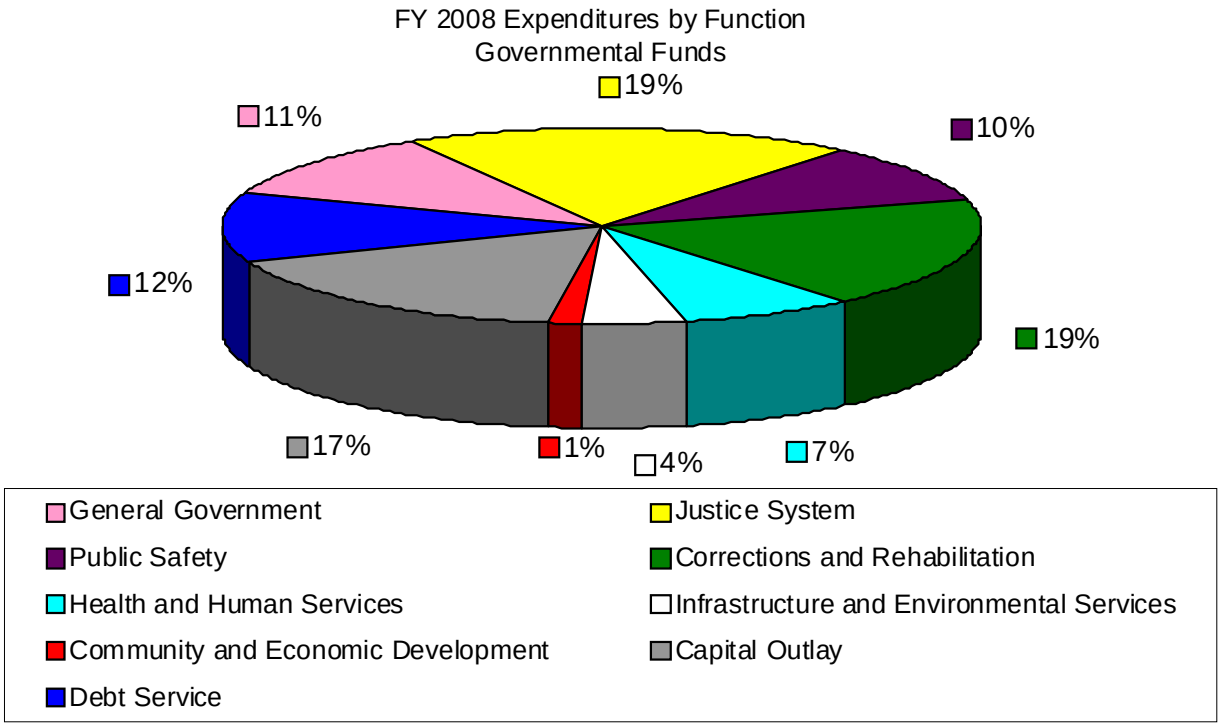
Revenues by source:	FY 2008	FY 2007
Taxes	$ 367,405,669	$ 342,807,949
Intergovernmental	37,025,115	28,210,834
Charges for services	83,797,371	81,905,656
Fines and forfeits	8,415,094	8,444,507
Investment income	18,797,800	23,230,344
Miscellaneous	6,496,564	6,904,960
Total revenues	$ 521,937,613	$ 491,504,250



The schedule below summarizes and compares expenditures of the County's governmental funds by function for fiscal years ended September 30, 2008 and September 30, 2007.

Travis County, Texas
Expenditures by Function - Statutory Basis
Governmental Funds

	FY 2008	FY 2007
Current:		
General government	$ 66,780,943	$ 61,275,126
Justice system	114,343,861	102,659,675
Public safety	57,109,115	50,517,497
Corrections and rehabilitation	110,846,512	101,890,572
Health and human services	44,445,897	38,993,277
Infrastructure and environmental services	26,586,414	19,784,147
Community and economic development	7,564,437	6,709,049
Capital outlay	98,964,822	56,082,201
Debt service	70,382,608	65,423,524
Total expenditures	$ 597,024,609	$ 503,335,068



General Fund. The *General Fund* is the County's chief operating fund. At the end of the current fiscal year, fund balance of the General Fund was $86.7 million, of which $62.1 million was unreserved and undesignated. As a measure of the General Fund's liquidity, it may be useful to compare both unreserved, undesignated fund balance and total fund balance to total fund expenditures (including other financing uses). Unreserved, undesignated fund balance and total fund balance constitute 16.5 percent and 23.1 percent, respectively, of total General Fund expenditures and other financing uses combined.

There was a decrease in the fund balance of the County's General Fund of $8.4 million or 8.9 percent during the current fiscal year. In the fiscal year 2008 budget, the County planned to utilize a portion of the existing fund balance in the General Fund for current expenditures, as there had been substantial growth over the past several years to fund balance resulting mostly from (1) one-time revenue occurrences that were not budgeted; and (2) the County's conservative budget practices. In addition, over the previous five years, actual revenues have come in $3 million to $13 million over budget, which resulted in an increase to fund balance. However, fiscal year 2008 revenues came in only slightly over budget, by $1.3 million due to an unanticipated decline in investment earnings.

Road and Bridge Fund. The *Road and Bridge fund* is a special revenue fund used to account for funds set aside for operating and maintaining County-owned roads and bridges. At September 30, 2008, the Road and Bridge fund balance was $10.2 million, a decrease of $0.4 million or 3.8 percent from the previous fiscal year.

Grants Fund. The *Grants fund*, a type of special revenue fund, is used to account for grant contributions from other entities. These contributions are intended to be used or expended for specific purposes designated by the grantor. At the end of the current fiscal year, the Grants fund balance was $2.9 million, a decrease of $0.8 million from the previous year. Normally grant funds do not maintain a fund balance. However, the Basic Supervision program in the Community Supervision and Corrections Department (CSCD) allows for a fund balance to carry over into the following year. Refunds to the grantor for unused contributions for other CSCD programs are distributed every biennium, which will be in fiscal year 2009.

Debt Service Fund. The *General Purpose Debt Service fund* is used to account for financial resources set aside for the payment of principal and interest on the County's long-term debt obligations. At the end of the current fiscal year, the General Purpose Debt Service fund balance was $12.8 million, an increase of $2.0 million or 18.2 percent from the prior fiscal year. In addition to the budgeted $1.1 million increase in fund balance, interest expense was less than anticipated and transfers in were higher than anticipated. These unbudgeted transfers in were due to various capital project funds which were closed in fiscal year 2008 due to project completion and were transferred to the debt service fund per Travis County policy.

Capital Projects Funds. The County's *Capital Projects funds* are used to account for financial resources set aside for the acquisition or construction of major capital endeavors. At the end of the current fiscal year, the total fund balance for the County's major Capital Projects funds was $164.4 million, a decrease of $13.9 million or 7.8 percent from the prior year. This decrease is the result of authorized expenditures from prior years' debt issuances exceeding the revenue received from this year's bond issuances.

Proprietary Fund. The County is self-insured and uses an *internal service fund,* a type of proprietary fund, to account for general, property and automobile liabilities, error and omissions claims and judgments, workers' compensation claims, and loss from theft and crime. The County also uses an internal service fund to self-insure its employee and retiree health and medical claims. Total net assets for the County's Proprietary Fund at the end of the fiscal year were $44.0 million, a decrease of $2.3 million or 4.9 percent from the prior year. This decrease is largely attributable to a $3.7 million decrease in the Employee Health Benefit Fund due to the Commissioners' Court decision to not transfer the budgeted $4.9 million for the County's portion of the retiree healthcare premiums to the Employee Health Benefit Fund from the General Fund. This decision was intended to reduce the net assets balance in the Employee Health Benefit Fund. This decrease is offset by a $1.4 million increase in the Self-Insurance Fund as a result of actual claims paid coming in lower than actuarial projections.

BUDGETARY HIGHLIGHTS

The County's budget is prepared according to the budget rules adopted by the Commissioners' Court. The most significant budgeted fund is the General Fund.

General Fund. During the fiscal year 2008 budget process, the local economy remained largely ahead of the rest of the country**.** Though housing sales slipped slightly, reflecting national troubles in that industry, employment rose and property values increased significantly during the year. Once again the Commissioners' Court required that the budget maintain the 11.0 percent reserve goal for property tax-supported funds. This reserve has been maintained since 1996. Due to considerable reserves accumulated in prior years, the County was able to budget a decrease in fund balance and still avoid disruptions in services during 2008 when the local economy took a downturn.

The following table summarizes General Fund budgeted and actual amounts for fiscal year 2008.

Travis County, Texas
FY 2008 General Fund Budget vs. Actual Amounts - Statutory Basis
(in thousands)

	Original Budget	Final Budget	Actual
Revenues and Transfers In			
Taxes	$ 297,487	$ 297,487	$ 298,121
Intergovernmental	1,321	1,766	5,191
Charges for services	48,445	48,812	48,383
Other	14,887	14,917	12,591
Transfers in	3,339	3,339	3,345
Total	365,479	366,321	367,631
Expenditures and Transfers Out			
Expenditures	391,926	400,443	367,006
Transfers out	8,994	9,394	9,063
Total	400,920	409,837	376,069
Net change in fund balance	$ (35,441)	$ (43,516)	$ (8,438)

The General Fund *final* budget as a whole did not change significantly from the *original* adopted budget for fiscal year 2008, with revenues and transfers in increasing only 0.2 percent and expenditures and transfers out increasing 2.2 percent.

Actual revenues and transfers in also did not change significantly from the final budget, coming in only 0.4 percent over the *final* budget. However, *actual* expenditures and transfers out were 8.2 percent under the *final* budget. This is primarily due to the following items:

- Encumbered spending commitments set for disbursement in fiscal year 2009 were $18.6 million in the General Fund at the end of this fiscal year. Operating expenditures make up $11.0 million of these encumbrances, with capital outlay expenditures making up the remaining $7.6 million. This amount encompasses a wide array of expenditures in all of the functions, but the majority is in the General Government, Public Safety, and Infrastructure and Environmental Services functions.
- Operating costs were $13.7 million under budget due to (1) the decision by the Commissioners' Court to not transfer the County's portion of the retiree healthcare premiums to the Employee Health Benefit Fund; and (2) timing issues on facility projects and various outside agency contracts.
- Capital outlay expenditures were $1.1 million under budget mainly due to the ITS Disaster Recovery Center project that is on hold due to a change in the scope of the project.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets. The capital assets of the County are those assets that are used in the performance of the County's functions including infrastructure assets such as roads, bridges and other immovable assets. As of September 30, 2008, capital assets of the County's governmental activities totaled $1,064.1 million, net of accumulated depreciation. The total increase in the County's investment in net capital assets for the current period is 6.2 percent as shown in the table below.

Travis County, Texas
Capital Assets - Statutory Basis
(net of accumulated depreciation)
September 30, 2008
With Comparative Totals For September 30, 2007

	Governmental Activities		Increase/ (Decrease)
	2008	2007	Percent of Change
Land and land improvements	$ 117,344,358	$ 116,484,157	0.7%
Land infrastructure	59,726,464	55,679,124	7.3%
Property, plant and equipment:			
Buildings	217,012,802	216,190,604	0.4%
Improvements other than buildings	46,022,971	30,570,389	50.5%
Machinery and equipment	33,185,594	31,616,356	5.0%
Assets under capital lease	1,566,893	1,537,396	1.9%
Leasehold improvements	28,246	2,997	842.5%
Infrastructure	471,106,214	459,378,740	2.6%
Construction in progress	118,139,685	90,701,279	30.3%
Total capital assets, net	$ 1,064,133,227	$ 1,002,161,042	6.2%

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

- The County's investment in land and land infrastructure increased $4.9 million, which includes $3.2 million of donated rights-of-way from developers, $0.8 million in transfers from construction in progress associated with completed road projects and $0.9 million in land purchases related to floodplains.
- Building projects during fiscal year 2008 totaling $8.8 million include $2.3 million for the purchase of the Rusk Building, $2.7 million for improvements to the Travis County Courthouse Gault Annex and the Thurman Blackwell Criminal Justice Center, and $1.7 million for buildings at East Metro Park.
- The increase in Improvements Other Than Buildings consists primarily of $15.0 million for the completion of East Metro Park.
- Several road and bridge projects, such as Heatherwilde, Grand Avenue Parkway, Anderson Mill, and Pecan Street, totaling $23.7 million were initiated or ongoing in fiscal year 2008 and were added to Construction in Progress. Also added was $30.9 million for the Travis County Correctional Complex, $7.5 million for the East Service Center, $3.2 million for East Metropolitan Park, and $2.8 million for a new office building on Airport Boulevard.
- A total of $41.9 million in capital assets was donated to the County in fiscal year 2008. This amount consists of $38.7 million of added infrastructure and $3.2 million in land infrastructure as stated above. These donated roads, sidewalks, and rights-of-way were built by developers when constructing new subdivisions and donated to the County for ongoing maintenance.
- Increases in assets were offset by depreciation expense of $65.3 million.

Additional information on the County's capital assets can be found in Note 7 of the Notes to the Financial Statements.

Long-Term Debt. At the end of the current fiscal year, the County had total long-term debt outstanding, net of deferred amounts of $559.8 million, an increase of $22.6 million or 4.2 percent from the previous year. The County's outstanding debt obligations are summarized below:

Travis County, Texas
Outstanding Debt - Statutory Basis
September 30, 2008
With Comparative Totals For September 30, 2007

Governmental Activities	2008	2007	Increase/ (Decrease)
General obligation bonds (voter approved)	$ 432,840,286	$ 421,809,525	$ 11,030,761
Certificates of obligation (Commissioners' Court approved)	124,215,000	113,760,000	10,455,000
Deferred amounts	2,724,851	1,593,198	1,131,653
Total	$ 559,780,137	$ 537,162,723	$ 22,617,414

Includes blended component units

During fiscal year 2008, the County and its component units issued general obligation bonds totaling $41.7 million. Included in this amount is $14.7 million which was issued by Travis County Bee Cave Road District No. 1. These funds will be used to reimburse the developer for the cost of constructing various improvements to roads within the Road District. The remaining bonds were issued by the County and will be largely spent on road and bridge construction and park and jail improvements. Certificates of Obligation were also issued for $23.2 million. The majority of these proceeds will be used for the construction and renovation of County jail facilities, the construction and equipment of a consolidated service center in east Travis County, and building purchases. During the year retirement of debt amounted to $44.3 million, which includes capital appreciation bond redemptions.

During fiscal year 2008, the County maintained a triple-A bond rating from both Moody's Investors Service, Inc. and Standard & Poor's (S&P) credit rating agencies. The County received its first triple-A rating from S&P in fiscal year 2000 and from Moody's in fiscal year 2001.

State statute limits the amount of debt the County can issue to 5.0 percent of the total property value assessed within the County. Additionally, Travis County is limited on the amount that may be levied to service general law bonds and provide funds for the general operations of the County to $0.80 annually on the $100 assessed valuation plus a levy of $0.15 annually for the maintenance of public roads. The County's outstanding debt is significantly below its current limit of $5.5 billion.

Other long-term debt of the County includes capital leases, claims and judgments, compensated absences, and other long-term liabilities, which consist of arbitrage and the long-term cost of postclosure care for landfill remediation.

Additional information on the County's long-term debt can be found in Note 8 of the Notes to the Financial Statements.

ECONOMIC FACTORS AND OUTLOOK

Although the Travis County economy remained fairly solid throughout the majority of fiscal year 2008, in the last few months there were signs of a local economic cooling. The unemployment rate increased to 4.5 percent and home sales and development permits were down 18.2 percent and 28.4 percent, respectively. However, on average Travis County continues to outperform the national economy.

Even during this slow down in the local economy, there were a few favorable statistics indicating continued stability and growth. Assessed property values continued to grow, increasing 13.8 percent in fiscal year 2008, which included a 26.2 percent increase in new construction. In addition, the property tax collection rate was 99.0 percent. Both population and the labor force increased slightly over last year. Also, total passenger traffic at Austin-Bergstrom International Airport was the highest of any fiscal year since the airport opened in 1999, exceeding last year by 4.6 percent.

All of the above statistics were considered in preparing the County's annual budget for fiscal year 2009. The Commissioners' Court approved a Maintenance and Operations tax rate for fiscal year 2009 of $0.3394, which is $0.0238 or 7.5 percent above the effective tax rate. The reserve ratio for tax-supported funds remained at 11.0 percent.

REQUESTS FOR INFORMATION

The County's financial statements are designed to give a general overview of the County's finances. Questions concerning any of the information provided in this report or requests for additional financial information may be addressed to the *Travis County Auditor's Office, P.O. Box 1748, Austin, Texas 78767*.

TRAVIS COUNTY, TEXAS
BASIC FINANCIAL STATEMENTS

Government-Wide Financial Statements

Government-wide financial statements are used to provide readers with a broad overview of the County's overall financial position and include all funds except for the Fiduciary Funds.

Fund Financial Statements

Fund financial statements consist of governmental funds, which are used to account for revenues and expenditures of the main government of Travis County. Other funds are required to maintain certain information and are presented separately. The governmental funds included in the County's fund financial statements consist of the following:

General Fund – The General Fund is the principal fund of the County and is used to account for all financial resources except those required to be accounted for by another fund.

Road and Bridge Fund – This is a special revenue fund that accounts for monies received from auto registration fees and traffic fines, which are used for operating and maintaining County owned roads and bridges.

Grants Fund – This is a special revenue fund that consists of major federal, state and local grants.

General Purpose Debt Service Fund – This fund accounts for the accumulation of resources and the subsequent disbursement of such resources to pay principal and interest on long-term general obligation bonds and certificates of obligation.

Capital General Obligation Bonds Fund – This fund accounts for bond proceeds used for land purchases and construction and improvement projects of County facilities and parks.

Capital Certificates of Obligation Fund – This fund accounts for proceeds from certificates of obligation designated for capital expenditures.

Capital Road Bonds and Certificates of Obligation Fund – This fund accounts for bond and certificates of obligation proceeds issued for the construction of roads.

Other Governmental Funds – These funds include non-major special revenue, debt service, capital projects, and permanent funds. The details of these funds are located in the Other Supplementary Information section of this report.

Fund financial statements also consist of the following funds:

Proprietary Fund – Travis County's proprietary fund consists of two internal service funds. Internal service funds are used to account for the financing of goods or services provided by one department to other departments of the government on a cost reimbursement basis. The details of the County's internal service funds are located in the Other Supplementary Information section of this report.

Fiduciary Funds – Agency Funds, a type of fiduciary fund, are used to account for assets held by the County in a fiduciary capacity as custodian or agent for individuals and other governmental units. The details of the County's agency funds are located in the Other Supplementary Information section of this report.

TRAVIS COUNTY, TEXAS

GOVERNMENT-WIDE

FINANCIAL STATEMENTS

TRAVIS COUNTY, TEXAS
STATEMENT OF NET ASSETS - STATUTORY BASIS
September 30, 2008

	Primary Government	Component Unit
	Governmental Activities	Healthcare District
ASSETS		
Cash and pooled cash	$ 424,944,778	$ 45,284
Investments	16,241,063	111,618,233
Interest receivable	3,581,035	-
Taxes receivable, net	5,206,359	278,446
Accounts receivable, net	20,602,498	986,144
Receivable from Healthcare District	59,654	-
Other receivables	5,539,646	558,125
Prepaid items	475,890	2,390
Cash - restricted	-	8,054,598
Other assets	5,669,640	-
Capital assets:		
Land and land improvements	117,344,358	8,497,335
Land infrastructure	59,726,464	-
Property, plant and equipment	466,347,646	90,514,920
Infrastructure (other than land)	1,037,131,797	-
Construction in progress	118,139,685	117,291
Less accumulated depreciation	(734,556,723)	(7,565,978)
Total assets	1,546,453,790	213,106,788
LIABILITIES		
Accounts payable	31,142,056	7,936,916
Interest payable	4,058,467	-
Accrued liabilities	15,390,924	141,259
Private UPL payable	-	8,054,598
Other liabilities	7,851,111	-
Due to Travis County	-	59,654
Due to other governmental entities	5,836	-
Deferred revenue	10,170,527	-
Noncurrent liabilities:		
Due within one year:		
Long-term debt obligations	45,900,671	-
Other long-term liabilities	122,635	-
Capital lease obligations	139,640	-
Claims and judgments	13,180,416	-
Compensated absences	13,046,689	-
Due in more than one year:		
Long-term debt obligations	513,879,466	-
Other long-term liabilities	3,806,333	-
Capital lease obligations	509,305	-
Claims and judgments	3,700,515	-
Compensated absences	13,711,029	-
Total liabilities	676,615,620	16,192,427
NET ASSETS		
Invested in capital assets, net of related debt	778,735,287	91,563,568
Restricted for:		
Capital projects	5,868,962	-
Debt service	6,783,149	-
Permanent funds - non-expendable	2,882,480	-
Justice, corrections and rehabilitation programs	14,366,655	-
Roads, parks and preserves	9,845,892	-
Other purposes	571,340	-
Unrestricted	50,784,405	105,350,793
Total net assets	$ 869,838,170	$ 196,914,361

See accompanying notes to financial statements.

TRAVIS COUNTY, TEXAS
STATEMENT OF ACTIVITIES - STATUTORY BASIS
For The Year Ended September 30, 2008

Functions/Programs	Expenses	Program Revenues: Fees, Fines, and Charges for Services
Primary government:		
Governmental activities:		
General government	$ 106,253,737	$ 24,899,983
Justice system	108,115,964	16,979,972
Public safety	54,936,023	11,130,775
Corrections and rehabilitation	107,202,072	16,729,409
Health and human services	44,465,983	6,297,117
Infrastructure and environmental services	90,031,020	19,094,706
Community and economic development	8,576,884	2,931,424
Interest on long-term debt	25,471,681	-
Total governmental activities	$ 545,053,364	$ 98,063,386
Component Unit:		
Healthcare District	$ 77,981,992	$ 1,155,396

See accompanying notes to financial statements.

Program Revenues		Net (Expense) Revenue and Changes in Net Assets	
Operating Grants, Contributions, Shared Revenues, and Entitlements	Capital Grants, Contributions, and Donated Assets	Primary Government Governmental Activities	Component Unit Healthcare District
$ 342,528	$ -	$ (81,011,226)	$ -
12,497,150	-	(78,638,842)	-
1,034,596	-	(42,770,652)	-
11,796,920	-	(78,675,743)	-
4,600,998	-	(33,567,868)	-
4,951	44,167,832	(26,763,531)	-
-	227,004	(5,418,456)	-
-	-	(25,471,681)	-
$ 30,277,143	$ 44,394,836	(372,317,999)	-
$ 28,168,429	$ -		(48,658,167)
General revenues:			
Taxes:			
Property taxes, ad valorem		360,850,200	59,183,015
Excise taxes from the State of Texas		6,155,316	-
Grants and contributions not restricted to specific programs		4,096,582	-
Investment earnings		23,238,045	3,733,173
Miscellaneous		7,360,470	5,322,484
Total general revenues		401,700,613	68,238,672
Change in net assets		29,382,614	19,580,505
Net assets - beginning of year		840,455,556	177,333,856
Net assets - end of year		$ 869,838,170	$ 196,914,361

COUNTY AUDITOR
TRAVIS COUNTY, TEXAS

TRAVIS COUNTY, TEXAS

FUND FINANCIAL STATEMENTS

TRAVIS COUNTY, TEXAS
BALANCE SHEET - STATUTORY BASIS
GOVERNMENTAL FUNDS
September 30, 2008

	General	Road and Bridge	Grants
Assets			
Cash and pooled cash	$ 113,709,619	$ 11,668,018	$ 12,779,926
Investments	-	-	-
Interest receivable	1,255,402	86,174	90,638
Due from other funds	4,111,626	266,850	-
Accounts receivable	4,566,384	48,329	-
Receivable from Healthcare District	59,654	-	-
Intergovernmental and other receivables	-	-	4,693,893
Taxes receivable (net of allowances for estimated uncollectibles)	2,127,405	-	-
Prepaid items	121,974	-	-
Total assets	$ 125,952,064	$ 12,069,371	$ 17,564,457
Liabilities and Fund Balances			
Liabilities:			
Accounts payable	11,512,070	1,340,117	1,876,852
Interest payable	-	-	-
Accrued liabilities	13,693,540	381,785	968,538
Due to other funds	283,202	-	3,258,038
Other liabilities	5,699,166	-	-
Liability for compensated absences	5,887,093	184,374	315,919
Due to other governmental entities	-	-	4,898
Deferred revenue	2,149,026	-	8,243,791
Total liabilities	39,224,097	1,906,276	14,668,036
Fund balances:			
Reserved for:			
Encumbrances	18,572,386	3,874,736	62,555
Prepaid items	121,974	-	-
County schools	-	-	-
Juveniles	-	-	-
Unreserved, designated for:			
Compensated absences	5,887,093	184,374	315,919
Non-major special revenue funds - compensated absences	-	-	-
Debt service	-	-	-
Capital projects	-	-	-
Unreserved, undesignated, reported in:			
General fund	62,146,514	-	-
Special revenue funds	-	6,103,985	2,517,947
Total fund balances	86,727,967	10,163,095	2,896,421
Total liabilities and fund balances	$ 125,952,064	$ 12,069,371	$ 17,564,457

See accompanying notes to financial statements.

General Purpose Debt Service	Capital General Obligation Bonds	Capital Certificates of Obligation	Capital Road Bonds and Certificates of Obligation	Other Governmental Funds	Total Governmental Funds
$ 17,947	$ 24,355,286	$ 57,955,009	$ 95,096,295	$ 50,893,217	$ 366,475,317
14,015,880	-	-	-	2,225,183	16,241,063
49,769	194,904	491,523	748,136	272,680	3,189,226
58,875	-	-	-	25,619	4,462,970
-	-	-	-	1,159,526	5,774,239
-	-	-	-	-	59,654
-	-	-	-	602,109	5,296,002
672,594	-	-	-	6,360	2,806,359
-	-	-	-	-	121,974
$ 14,815,065	$ 24,550,190	$ 58,446,532	$ 95,844,431	$ 55,184,694	$ 404,426,804
-	876,763	10,517,974	2,967,501	1,881,296	30,972,573
215,892	-	-	-	71,439	287,331
-	3,751	-	24,198	183,153	15,254,965
-	8,423	-	63,747	840,293	4,453,703
1,101,911	-	3,656	-	1,046,378	7,851,111
-	-	-	-	137,712	6,525,098
-	-	-	-	938	5,836
672,594	-	-	-	1,465,658	12,531,069
1,990,397	888,937	10,521,630	3,055,446	5,626,867	77,881,686
-	7,752,021	30,624,701	29,624,221	29,555,267	120,065,887
-	-	-	-	-	121,974
-	-	-	-	2,882,480	2,882,480
-	-	-	-	2,766	2,766
-	-	-	-	-	6,387,386
-	-	-	-	137,712	137,712
12,824,668	-	-	-	1,047,931	13,872,599
-	15,909,232	17,300,201	63,164,764	1,791,435	98,165,632
-	-	-	-	-	62,146,514
-	-	-	-	14,140,236	22,762,168
12,824,668	23,661,253	47,924,902	92,788,985	49,557,827	326,545,118
$ 14,815,065	$ 24,550,190	$ 58,446,532	$ 95,844,431	$ 55,184,694	$ 404,426,804

TRAVIS COUNTY, TEXAS
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET ASSETS - STATUTORY BASIS
September 30, 2008

Fund balance - total governmental funds	$	326,545,118
Amounts reported for governmental activities in the Statement of Net Assets are different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds (excluding Internal Service Funds).		1,064,115,911
Other long-term assets are not available to pay for current-period expenditures and, therefore, are not reported in the fund financial statements.		20,659,181
Difference due to liabilities for deferred revenue and interest payable (excluding Internal Service Funds).		(967,955)
Non-current liabilities, including the portion due within one year, that have not matured would not be reported in the funds (excluding Internal Service Funds).		(584,478,698)
Internal Service Funds are used by management to charge the costs of certain activities to individual funds. The assets and liabilities of the Internal Service Funds are included in governmental activities in the Statement of Net Assets.		43,964,613
Net assets of governmental activities	$	869,838,170

See accompanying notes to financial statements.

TRAVIS COUNTY, TEXAS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - STATUTORY BASIS
GOVERNMENTAL FUNDS
For The Year Ended September 30, 2008

	General	Road and Bridge	Grants
Revenues:			
Taxes	$ 298,121,445	$ -	$ -
Intergovernmental	5,190,575	76,639	30,314,940
Charges for services	48,382,958	12,756,558	7,813,755
Fines and forfeits	910,989	6,785,722	480,193
Investment income	8,096,445	481,735	262,397
Miscellaneous	3,584,176	73,892	73,554
Total revenues	364,286,588	20,174,546	38,944,839
Expenditures:			
Current:			
General government	61,507,969	-	25,817
Justice system	99,022,053	-	12,007,413
Public safety	53,551,732	-	893,024
Corrections and rehabilitation	88,208,785	-	20,641,914
Health and human services	39,845,800	-	4,567,277
Infrastructure and environmental services	6,964,857	13,644,450	1,373,347
Community and economic development	7,477,311	-	-
Capital outlay	10,427,733	3,786,979	472,117
Debt service:			
Debt issuance costs	-	-	-
Capital lease principal	-	-	144,541
Principal on general obligation debt	-	-	-
Interest and other charges	-	-	39,991
Total expenditures	367,006,240	17,431,429	40,165,441
Excess (deficiency) of revenues over expenditures	(2,719,652)	2,743,117	(1,220,602)
Other financing sources (uses):			
General obligation debt issued	-	-	-
Debt premium	-	-	-
Original issue discount	-	-	-
Transfers in	3,344,719	-	473,419
Transfers out	(9,062,923)	(3,145,886)	(10,283)
Total other financing sources (uses)	(5,718,204)	(3,145,886)	463,136
Net change in fund balances	(8,437,856)	(402,769)	(757,466)
Fund balances - beginning of year	95,165,823	10,565,864	3,653,887
Fund balances - end of year	$ 86,727,967	$ 10,163,095	$ 2,896,421

See accompanying notes to financial statements.

General Purpose Debt Service	Capital General Obligation Bonds	Capital Certificates of Obligation	Capital Road Bonds and Certificates of Obligation	Other Governmental Funds	Total Governmental Funds
$ 68,769,635	$ -	$ -	$ -	$ 514,589	$ 367,405,669
-	-	-	-	1,442,961	37,025,115
-	-	-	-	14,844,100	83,797,371
-	-	-	-	238,190	8,415,094
1,187,473	1,198,908	2,563,203	3,660,866	1,346,773	18,797,800
-	-	-	-	2,764,942	6,496,564
69,957,108	1,198,908	2,563,203	3,660,866	21,151,555	521,937,613
6,000	30,280	1,378,191	134,773	3,697,913	66,780,943
-	-	21,077	-	3,293,318	114,343,861
-	-	19,582	-	2,644,777	57,109,115
-	30	55,168	-	1,940,615	110,846,512
-	-	32,820	-	-	44,445,897
-	-	530,258	46,672	4,026,830	26,586,414
-	4,348	17,334	-	65,444	7,564,437
-	16,897,063	36,486,416	15,714,240	15,180,274	98,964,822
-	19,637	80,010	80,156	1,153,789	1,333,592
-	-	-	-	-	144,541
39,269,555	-	-	-	485,000	39,754,555
28,968,273	-	-	-	141,656	29,149,920
68,243,828	16,951,358	38,620,856	15,975,841	32,629,616	597,024,609
1,713,280	(15,752,450)	(36,057,653)	(12,314,975)	(11,478,061)	(75,086,996)
-	3,795,000	23,175,000	23,230,000	14,725,000	64,925,000
-	18,975	115,875	100,215	-	235,065
-	-	-	-	(173,898)	(173,898)
257,857	-	-	-	9,583,030	13,659,025
-	(30,279)	(175,349)	(52,229)	(1,182,076)	(13,659,025)
257,857	3,783,696	23,115,526	23,277,986	22,952,056	64,986,167
1,971,137	(11,968,754)	(12,942,127)	10,963,011	11,473,995	(10,100,829)
10,853,531	35,630,007	60,867,029	81,825,974	38,083,832	336,645,947
$ 12,824,668	$ 23,661,253	$ 47,924,902	$ 92,788,985	$ 49,557,827	$ 326,545,118

COUNTY AUDITOR
TRAVIS COUNTY, TEXAS

TRAVIS COUNTY, TEXAS
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES - STATUTORY BASIS
For The Year Ended September 30, 2008

Net change in fund balances - total governmental funds	$	(10,100,829)
Amounts reported for governmental activities in the Statement of Activities are different because:		
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay exceeded depreciation and other capital related transactions in the current period.		20,255,517
Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds. In addition, there are certain revenues in the governmental funds that are eliminated in consolidation.		41,561,551
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, losses on refunding, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities. Included is the accrual and accretion of interest on debt which does not require current resources. This amount is the net effect of these differences in the treatment of long-term debt and related items.		(18,021,240)
Some expenses reported in the Statement of Activities do not require the use of current financial resources or have not matured and therefore are not reported as expenditures in governmental funds (excluding Internal Service Funds).		(2,054,376)
Internal Service Funds are used by management to charge the costs of certain activities, such as insurance, to individual funds. The net revenue (expense) of the Internal Service Funds is reported in governmental activities.		(2,258,009)
Change in net assets of governmental activities	$	29,382,614

See accompanying notes to financial statements.

TRAVIS COUNTY, TEXAS
STATEMENT OF NET ASSETS - STATUTORY BASIS
PROPRIETARY FUND
September 30, 2008

	Governmental Activities
	Internal Service Funds
Assets	
Current assets:	
Pooled cash	$ 58,469,461
Interest receivable	391,809
Other receivables	243,644
Prepaid items	353,916
Other assets	2,238,718
Total current assets	61,697,548
Noncurrent assets:	
Capital assets	79,175
Less accumulated depreciation	(61,859)
Total noncurrent assets	17,316
Total assets	61,714,864
Liabilities	
Current liabilities:	
Accounts payable	169,483
Deferred revenue	442,639
Due to other funds	9,267
Accrued and other liabilities	135,959
Claims and judgments	13,180,416
Compensated absences	50,075
Total current liabilities	13,987,839
Noncurrent liabilities:	
Claims and judgments	3,700,515
Compensated absences	61,897
Total noncurrent liabilities	3,762,412
Total liabilities	17,750,251
Net Assets	
Invested in capital assets	17,316
Unrestricted	43,947,297
Total net assets	$ 43,964,613

See accompanying notes to financial statements.

TRAVIS COUNTY, TEXAS
STATEMENT OF REVENUES, EXPENSES
AND CHANGE IN NET ASSETS - STATUTORY BASIS
PROPRIETARY FUND
For The Year Ended September 30, 2008

	Governmental Activities
	Internal Service Funds
Operating revenues:	
Insurance premiums-county	$ 32,725,957
Insurance premiums-employee	6,211,905
Miscellaneous	533,947
Total operating revenues	39,471,809
Operating expenses:	
Incurred losses	39,514,106
Unemployment claims	160,019
Premiums	2,510,622
Professional services	83,228
Depreciation expense	7,880
Administration	1,729,510
Total operating expenses	44,005,365
Operating income (loss)	(4,533,556)
Nonoperating revenues:	
Investment income	2,275,547
Total nonoperating revenue	2,275,547
Change in net assets	(2,258,009)
Net assets - beginning of year	46,222,622
Net assets - end of year	$ 43,964,613

See accompanying notes to financial statements.

TRAVIS COUNTY, TEXAS
STATEMENT OF CASH FLOWS - STATUTORY BASIS
PROPRIETARY FUND
For The Year Ended September 30, 2008

	Governmental Activities
	Internal Service Fund
Cash flows from operating activities	
Cash received from premium revenues	$ 38,938,280
Cash received from subrogation	121,325
Cash received from insurance proceeds and rebates	602,986
Cash paid for self-insured claims and loss adjustment expenses	(35,048,360)
Cash paid for other operating expenses	(2,226,537)
Cash paid for payroll	(2,980,846)
Net cash provided by (used for) operating activities	(593,152)
Cash flows from investing activities	
Interest received	2,589,225
Decrease in fair value of investments in pooled cash	(329,724)
Net cash provided by (used for) investing activities	2,259,501
Net increase in pooled cash balance	1,666,349
Pooled cash balance - beginning of the year	56,803,112
Pooled cash balance - end of the year	$ 58,469,461
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities	
Operating income (loss)	$ (4,533,556)
Adjustments to reconcile operating income to net cash provided by (used for) operating activities	
Depreciation expense	7,880
(Increase) decrease in other receivables	(22,484)
(Increase) decrease in prepaid items	(231,083)
(Increase) decrease in other assets	(565,043)
Increase (decrease) in claims and judgements	4,715,607
Increase (decrease) in other liabilities	35,527
Net cash provided by (used for) operating activities	$ (593,152)

See accompanying notes to financial statements.

TRAVIS COUNTY, TEXAS
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES - STATUTORY BASIS
AGENCY FUNDS
September 30, 2008

		2008
Assets		
Cash and pooled cash	$	34,844,344
Certificates of deposit		14,169,712
Investments		22,719,280
Interest receivable		219,771
Accounts receivable, net		2,176,853
Total assets	$	74,129,960
Liabilities		
Due to third parties		53,634,004
Civil and probate deposits		214,248
Cash and surety bonds and deposits		10,043,706
Due to other governmental entities		10,238,002
Total liabilities	$	74,129,960

See accompanying notes to financial statements.

COUNTY AUDITOR
TRAVIS COUNTY, TEXAS

TRAVIS COUNTY, TEXAS

NOTES TO THE

FINANCIAL STATEMENTS

TRAVIS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2008
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TRAVIS COUNTY, TEXAS
NOTES TO THE FINANCIAL STATEMENTS
September 30, 2008

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Overview – Change in Basis of Accounting

Travis County is a corporate body and a political subdivision of the State of Texas governed by a Commissioners' Court, which is made up of an elected county judge and four elected county precinct commissioners. As a requirement for holding public office, these elected officials take an oath to uphold the Constitution and the laws of the State of Texas (the "State").

The Governmental Accounting Standards Board ("GASB") is the accepted primary standard-setting body for establishing governmental accounting and financial reporting principles, to the extent that its rules do not conflict with State financial laws and the State Constitution. The codification of GASB Statements and Interpretations and any amendments thereto define the Governmental Accounting and Financial Reporting Standards that constitute generally accepted accounting principles ("GAAP") for governmental units. GASB recognizes that the establishment of accounting standards for states and local governments, which were created by states, is a power retained by the states.

Prior to fiscal year 2008, Travis County, Texas ("County") prepared financial statements in accordance with GAAP because it did not conflict with State financial laws and the State Constitution. However, the County has concluded that complying with recently issued GASB Statement No. 45 ("GASB 45"), "Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions" ("OPEB"), would result in publishing financial statements that are materially misleading. It would also be inconsistent with State financial laws and misrepresent the nature, scope, and duration of the financial activities of the County.

Beginning with fiscal year 2008, the County prepared its financial statements using the statutory basis of accounting provided by the State in Chapter 2264, Texas Government Code ("Chapter 2264"), Financial Accounting and Reporting (the "Statutory Basis"). This Statutory Basis is a comprehensive basis of accounting other than GAAP that is consistent with State financial laws and the State Constitution. The statutory accounting practices as prescribed in Chapter 2264 amend or supersede portions of GASB pronouncements.

The only departure from GAAP as a result of applying the Statutory Basis of accounting is in the accounting for and reporting of OPEB. GASB 45 requires state and local governments to establish standards for the measurement, recognition, and display of other postemployment benefits expense/expenditures, related liabilities, and note disclosures in the financial statements. The Statutory Basis differs from GAAP in that GAAP requires a government to report an OPEB liability even when the government has not promised or contracted to fund future benefits and when there is no legally enforceable liability. In other words, GASB 45 does not distinguish between a government that has a legally enforceable liability and a government that does not; nor does it distinguish between a government that has promised benefits and a government that has not. In addition, GASB stated in paragraph 77 of GASB 45, "… the Board affirmed its general presumptions, and that of other standards setters, that an employer that has established a *pattern of providing*

postemployment benefits has accepted *responsibility to provide* those benefits." Such presumptions may result in materially misleading financial statements and may be contrary to State law and the actions of the government's governing body.

The Statutory Basis of accounting provides an accounting basis for the County to report any legally enforceable OPEB liability it may have incurred based on the County's "Substantive Plan." A Substantive Plan is defined in Chapter 2264 as a plan providing OPEB approved by the governing body of the plan provider according to the laws and Constitution of the State. The Statutory Basis is consistent with the definition and characteristics of a liability defined in GASB Concepts Statement No. 4, Elements of Financial Statements as a "present obligation to sacrifice resources that the government has little or no discretion to avoid." No promises of continuing retirement healthcare benefits beyond fiscal year 2009 have been made to employees by the Commissioners' Court. The County has included communications both in information provided to employees and in the annual financial statements that specifically state that the decision to provide these benefits is made on an annual basis. Additionally, the County does not participate in any collective bargaining agreements which would impose obligations for postemployment healthcare benefits. The County commissioned and received a report in September 2006 from outside legal counsel concluding that, as of September 2006, based on the County's past actions with respect to OPEB, the County did not bind itself to pay for OPEB on a continuing, multi-year basis.

In summary, the County's presentation of OPEB in its financial statements using the Statutory Basis in Chapter 2264: (i) measures the cost of benefits according to their adoption by the governing body of the County; (ii) provides an accurate assessment of OPEB liabilities and the extent of their funding for the time period for which the benefits were adopted; and (iii) provides information useful in assessing potential demands on the County's future cash flows.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed by the County and the Travis County Healthcare District (District) in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the GASB and Chapter 2264, which amends or supersedes portions of GASB pronouncements.

Other significant accounting policies followed by the County are described below.

B. Reporting Entity

In accordance with GASB Statement No. 14 as amended by GASB Statement No. 39, a financial reporting entity consists of the primary government and its component units. Further, GASB Statement No. 14 defines component units as "...legally separate organizations for which the elected officials of the primary government are financially accountable or other organizations for which the nature and significance of their relationship with a primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete." Because of the closeness of the relationship to the primary government, some component units should be blended as though they are part of the primary government; however, most component units should be discretely presented. The discretely presented component unit is reported in a separate column and/or row on the Statement of Net Assets and Statement of Activities to emphasize that it is legally separate from the primary government. In determining the financial reporting entity for the County, management has considered all potential component units and their relationship to the County.

Blended Component Units

GASB Statement No. 14 in paragraph 53 states that if the component unit's governing body is substantially the same as the governing body of the primary government, the component unit should be included in the reporting entity's financial statements using the blended method. The Travis County Commissioners' Court serves as the governing body of each of the component units described below; therefore, the component units have been blended with the primary government.

Road Districts:

Northwest Travis County Road District No. 3 (NWTCRD No. 3) – Created and established in August 1986, NWTCRD No. 3 contains approximately 242.1 acres consisting of ten separate tracts located in the County. In July 1989, NWTCRD No. 3 issued $8.6 million in bonds which were refunded in 2005. The road district is ad valorem tax-supported for repayment of debt.

Southwest Travis County Road District No. 1 (SWTCRD No. 1) – SWTCRD No. 1 advance refunded bonds in 1990. The monies were placed in an escrow account to be disbursed for payment of the principal and interest for the bonds refunded in 1990.

Travis County Bee Cave Road District No. 1 (TCBCRD No. 1) – Approved by the Commissioners' Court in July 2006, this road district encompasses 144.573 acres in western Travis County, wholly within the corporate limits of the Village of Bee Cave, Texas. In August 2008, TCBCRD No. 1 issued $14,725,000 in Unlimited Tax Road Bonds. The road district is ad valorem tax-supported and will begin levy and collections in fiscal year 2009.

The County acts as paying agent for the debt of these road districts; however, the bonded debt of these road districts is not a debt or obligation of the County, nor will the County be liable for payment thereof. The road districts do not issue separate financial statements.

Corporations:

Capital Health Facilities Development Corporation – The Capital Health Facilities Development Corporation was incorporated on May 25, 1985, as a public nonprofit corporation in accordance with the Health Facilities Development Act, Texas Health and Safety Code Annotated, Chapter 221, as amended. Under that Act, the Capital Health Facilities Development Corporation was created to provide, expand and improve health facilities for residents of Travis County, Texas that the Corporation determines are needed to improve the adequacy, cost, and accessibility of health care, research, and education in the State. The Corporation is authorized to participate in the issuance of bonds for those purposes. The Corporation currently holds no assets or liabilities.

Travis County Housing Finance Corporation – The Travis County Housing Finance Corporation was incorporated on November 19, 1980, as a public nonprofit corporation in accordance with the Texas Housing Finance Corporations Act, Texas Local Government Code Annotated, Chapter 394, as amended. Under that Act, the Travis County Housing Finance Corporation was created to provide decent, safe, and sanitary housing at affordable prices for residents of Travis County, Texas and is authorized to participate in the issuance of bonds for the purpose, among others, of defraying the

development cost of multifamily rental housing to be occupied substantially by persons of low and moderate income as determined by the Board of Directors, to provide funds to purchase mortgage loans made to persons of low and moderate income, and to refund bonds previously issued by the Corporation.

Travis County Health Facilities Development Corporation – The Travis County Health Facilities Development Corporation was incorporated on December 18, 1991, as a public nonprofit corporation in accordance with the Health Facilities Development Act, Texas Health and Safety Code Annotated, Chapter 221, as amended. Under that Act, the Travis County Health Facilities Development Corporation was created to provide, expand, and improve health facilities for residents of Travis County, Texas that the Corporation determines are needed to improve the adequacy, cost, and accessibility of health care, research, and education in the State. The Corporation is authorized to participate in the issuance of bonds for those purposes.

Capital Industrial Development Corporation – The Capital Industrial Development Corporation was incorporated on April 29, 1980, as a public nonprofit corporation in accordance with the Development Corporation Act of 1979, Article 5190.6, Vernon's Annotated Civil Statutes. Under that Act, the Capital Industrial Development Corporation was created to provide for the promotion and development of industrial and manufacturing enterprises, to promote and encourage employment and the public welfare, and is authorized to participate in the issuance of bonds for those purposes.

Travis County Development Authority – The Travis County Development Authority was incorporated on December 17, 1999, as a public nonprofit corporation under the provisions of Subchapter D of Chapter 431, Texas Transportation Code and Chapter 394, Vernon's Texas Codes Annotated for the purpose of promoting economic development of Travis County through the creation of new employment opportunities by entering into contracts, grant agreements, leases, and other business arrangements with other corporations, both public and private, for the research and development of technology. The Corporation currently holds no assets or liabilities.

Travis County Cultural Education Facilities Finance Corporation – The Travis County Cultural Education Facilities Finance Corporation was created on August 7, 2001 pursuant to the Cultural Education Facilities Finance Corporation Act, Article 1528m, Vernon's Annotated Texas Civil Statutes for the purpose of promoting the health, education, and general welfare of citizens by providing and financing cultural, health and educational facilities as defined in the Act.

Through the Corporations, eligible applicants are furnished financial assistance through proceeds from the sale of tax-free bonds. Such debt is issued by the Corporations as "conduit or noncommitment debt" (see Note 9). Neither the Corporations nor the County are liable for the payment of the bonds. The Corporations do not publish separate financial statements.

Discretely Presented Component Unit

GASB Statement No. 14 requires that legally separate organizations for which the elected officials of the primary government are financially accountable should be presented as component units. Those that do not meet the definition of a blended component unit, as discussed above, should be presented in a separate column to allow users to distinguish between the primary government and its component unit. The relationship of the County's discretely presented component unit is described below.

Healthcare District

On May 15, 2004, Travis County voters approved the formation of a Hospital District to furnish medical aid and hospital care to indigent and needy persons residing in Travis County. In May 2006, the Commissioners' Court approved, after the appropriate state legislation was passed, a name change to the Travis County Healthcare District. The Healthcare District is a legally separate organization and imposes a separate ad valorem tax on the residents of Travis County, Texas. The District's operations became effective October 1, 2004. Of the District's nine member Board of Managers, four are appointed by Travis County, four by the City of Austin, and one is a joint appointee. Additionally, the Travis County Commissioners' Court approves the District's annual budget and tax rate each year. Because of this relationship, the Healthcare District is reported as a discretely presented component unit of Travis County for the year ended September 30, 2008.

Complete financial statements for the District may be obtained from:

Travis County Healthcare District
111 East Caesar Chavez
Austin, Texas 78702

C. Related and Jointly Governed Organizations

Related organizations and jointly governed organizations provide services within the County that are administered by separate boards or commissions, for which the County is not financially accountable. Such organizations are therefore not component units of the County, even though the Commissioners' Court may appoint the voting majority of an organization's board. Consequently, financial information for these organizations is not included within the scope of these financial statements.

Related Organizations – The Commissioners' Court appoints the members to the various Travis County Fire and EMS Districts which were created to implement emergency services to designated areas throughout Travis County. The County's accountability does not extend beyond the board appointment function.

Jointly Governed Organizations – The County is a participant in other jointly governed organizations of which the Commissioners' Court appoints a minority membership of the Board. The Commissioners' Court appoints a member or members of the Capital Metropolitan Transit Authority Board, the Austin-Travis County Mental Health Mental Retardation Board, the Austin/San Antonio Commuter Rail District, Capital Area Rural Transportation (CARTS), and Central Texas Regional Mobility Authority (CTRMA).

D. Legislative Changes – Financial Accounting and Reporting

As previously stated in Section 1A, the GASB released Statement No. 45 ("GASB 45"), Accounting by Employers for Other Postemployment Benefits ("OPEB"), in June 2004. GASB 45 sets forth standards for the measurement, recognition, and display of postemployment benefits, other than pensions, such as health and life insurance for current and future retirees. Governmental entities subject to this statement are required to: (i) measure the cost of benefits, and recognize other postemployment benefits expense, on the accrual basis of accounting over the working lifetime of the employees; (ii) provide information about the actuarial liabilities for promised benefits associated with past services and whether, or to what extent, the future costs of those benefits have

been funded; and (iii) provide information useful in assessing potential demands on the employer's future cash flows. The employer's contributions to OPEB costs that are less than an actuarially determined annual required contribution will result in a net OPEB obligation, which under GASB 45 will be required to be recorded as a liability in the employer's financial statements. This standard presumes that benefits are promised and that these promised benefits continue throughout the retiree's lifetime and does not require a determination of a legally enforceable liability.

On June 15, 2007, Chapter 2264 became effective and affects the financial reporting and accounting for the State of Texas and its political subdivisions, including the County, and contains provisions directly affecting the reporting of OPEB. Under Chapter 2264, the system of accounting for and reporting of the financial activities of Texas and its political subdivisions may not misrepresent the nature, scope, or duration of the financial activities of the State or political subdivision; must be consistent with State financial laws; and may follow the statutory standards of Chapter 2264 when other accounting bases conflict with State law. While Chapter 2264 does not prescribe a particular basis of accounting for political subdivisions in Texas, it does require that the basis selected be an accurate representation of liabilities created under State law by the governing bodies authorized to do so.

The County has assessed the legal and accounting implications of GASB 45 within the transparency requirements of Chapter 2264, which is applicable to the County's financial statements beginning in fiscal year 2008. As noted above, Chapter 2264 requires that the system of accounting for and reporting of the financial activities of Texas and its political subdivisions must be consistent with State financial laws and may not misrepresent the nature, scope, or duration of the financial activities of the State or political subdivision. The County has determined that implementation of the current reporting provisions of GASB 45 would not comply with these requirements, as GASB 45 defines an OPEB liability to include amounts not authorized, promised, or legally incurred by the governing body. When other accounting bases conflict with State law, Texas and its political subdivisions may elect, but are not mandated, to follow the Statutory Basis of accounting, which is an other comprehensive basis of accounting provided by Chapter 2264. Accordingly, with respect to the reporting of OPEB, for fiscal year 2008, the County has accounted for and reported using the Statutory Basis of accounting. This is because the Commissioners' Court, as the governing body of the County, approves OPEB on a year-to-year basis during the annual budget process and has not created a constitutionally valid obligation for OPEB beyond fiscal year 2009.

In its presentation under Chapter 2264, the County undertook an extensive review to determine the actual nature, scope, and duration of any OPEB liabilities it has incurred. The OPEB liabilities that have been reported on the government-wide and Proprietary Fund (Employee Health Benefit Fund) Statements of Net Assets are the result of this extensive review. See Note 12 for details on the reporting of OPEB liabilities.

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

Statutory Basis of Accounting

When other accounting bases conflict with State law, Texas and its political subdivisions may follow the statutory provisions of Chapter 2264. Accordingly, in fiscal year 2008, the County followed the Statutory Basis of accounting, which is an other comprehensive basis of accounting provided, but not mandated, by this statute. For the County, the only difference between GAAP and the Statutory Basis of accounting is in the reporting of

OPEB. The Statutory Basis differs from GAAP in that the County's presentation of OPEB on the financial statements reflects the nature and duration of the plan as adopted by the governing body.

For additional information see Note 1A, Note 1D and Note 12.

Government-wide Financial Statements

The government-wide financial statements report on a consolidated level all the activities of the County and its component units, including the discretely presented component unit, except fiduciary activities. The effect of interfund activity within the primary government has been eliminated from these statements.

The government-wide financial statements are presented using the economic resources measurement focus and the accrual basis of accounting with the exception of the reporting of OPEB. Revenues are recorded when earned and expenses are recorded when a liability is incurred regardless of the timing of the related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements are met.

In the government-wide financial statements, OPEB is presented using the current financial resources measurement focus and the statutory modified accrual basis of accounting. Under this basis of accounting, revenue is recognized when it is measurable and available to finance current expenditures and expenditures are recognized when they are normally expected to be liquidated with current financial resources regardless of when they mature. During the adoption of the County's fiscal year 2009 budget, the Commissioners' Court promised and approved funding for the annual retiree OPEB plan. Therefore, this legally enforceable one-year OPEB liability has been presented in the government-wide financial statements on an accrual basis of accounting in accordance with the County's Substantive Plan consistent with State law.

The Statement of Net Assets reports all current and non-current assets, including capital assets. It also reports all current and long-term liabilities of the County and the District.

The Statement of Activities reports program revenues and expenses by function. Program revenues include fees, fines, and charges for services; operating grants, contributions, shared revenues and entitlements; and capital grants, contributions, and donated assets. Internally dedicated resources are reported as general revenues and include such items as taxes, grants and contributions not restricted to specific programs, and investment earnings. Expenses include those related to non-current assets, such as depreciation expense, and those related to long-term debt activities.

In the government-wide financial statements, the Proprietary Fund is included in governmental activities, as it was set up to internally serve the County.

Operating revenues of the District include those generated from direct patient care and related support services. Non-operating revenues consist of those revenues that are related to financing and investing types of activities and result from non-exchange transactions or investment income.

When both restricted and unrestricted resources are available for use, it is the County's policy to use restricted resources first, then unrestricted resources as they are needed.

Fund Financial Statements

The accounts of Travis County are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund balance/net assets, revenues, and expenditures/ expenses.

Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities.

Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled, as described below. Accordingly, the fund financial statements are presented for governmental funds, proprietary funds, and fiduciary funds.

The governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this basis of accounting, revenues are recognized when they become both measurable and available. Revenues are considered measurable when the amount of the transaction can be determined, while revenues are considered available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. Taxes, charges for services, fines and forfeits, and most governmental miscellaneous revenues, including investment earnings, are recorded as earned since they are measurable and available. The County defines the time period of availability to be generally 60 days after the fiscal year end. Expenditures are normally recognized in a governmental fund at the same time that a liability is incurred, except for certain long-term accrued liabilities that normally are not expected to be liquidated with expendable available financial resources. Expenditures for long-term indebtedness such as formal debt issuances, compensated absences, claims and judgments, special termination benefits, landfill closure and post-closure care costs, and “other commitments that are not current liabilities” are recognized in governmental funds to the extent they have matured. Therefore, only current assets and current liabilities are included on the balance sheet of the governmental funds. Capital asset acquisitions are reported as expenditures of the current period. Operating statements of the governmental funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in fund balance.

Like the government-wide financial statements, proprietary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting with the exception of the reporting of OPEB. OPEB is reported using the current financial resources measurement focus and the statutory modified accrual basis of accounting. Under this basis of accounting, revenue is recognized when it is measurable and available to finance current expenditures and expenditures are recognized when they are normally expected to be liquidated with current financial resources regardless of when they mature. During the adoption of the County’s fiscal year 2009 budget, the Commissioners’ Court promised and approved funding for the annual retiree OPEB plan. Therefore, this legally enforceable one-year OPEB liability has been presented in the Proprietary Fund financial statements on an accrual basis of accounting in accordance with the County's Substantive Plan consistent with State law.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing goods and services in connection with a proprietary fund’s principal ongoing operations. The

principal ongoing operating revenues of the Internal Service Funds are charges to County offices/departments for premiums related to the healthcare fund, and to reimburse specific claims for general and automobile liability, workers' compensation, and other related insurance activities. Operating expenses for the Internal Service Funds include the specific charges for losses incurred and insurance premiums, where the County is not self-insured for that type or amount of loss. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

The fiduciary fund financial statements are also reported using the accrual basis of accounting.

The County reports the following major governmental funds:

General Fund – primary general operating fund of the County. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

Road and Bridge Fund – fund used to account for monies received from auto registration fees and traffic related fines. These fees and fines are used for operating and maintaining County owned roads and bridges.

Grants Fund – consists of federal, state, and local grants used to account for monies received for specific programs and services for the community. Federal grants include those from the U.S. Department of Energy, U.S. Department of Health and Human Services, U.S. Department of Justice, U.S. Department of Transportation, and others. State grants include those sourced from the Texas Juvenile Probation Commission, Office of the Governor-Criminal Justice Division, Texas Department of Criminal Justice, and others. Local grants include various funds received from the City of Austin and private sources to provide various services to the community.

General Purpose Debt Service Fund – used to accumulate resources for the payment of principal and interest on long-term general obligation bonds and certificates of obligation.

Capital - General Obligation Bonds Fund – used to account for voter approved financial resources specifically designated for the purpose of paying contractual obligations incurred in the construction of public works. Examples of public works include building a courthouse or jail, establishing facilities for serving needy or indigent persons, constructing bridges, and improving and maintaining roads and parks.

Capital - Certificates of Obligation Fund – used to account for Commissioners' Court-approved financial resources specifically designated for the purpose of paying contractual obligations incurred in the construction of public works; the purchase of materials, supplies, equipment, machinery, buildings, rights-of-way and real property; and for the payment of professional services. Examples of public works include construction and equipping of jails and connecting a bridge to a county road.

Capital - Road Bonds and Certificates of Obligation Fund – used to account for both voter approved bonds and Commissioners' Court-approved certificates of obligation, financial resources specifically designated for the purpose of paying contractual obligations incurred in the construction, purchase and maintenance of roads; the purchase of road-related materials, supplies, equipment, and real property; and for the payment of road-related professional services.

The County reports the following non-major governmental funds:

Special Revenue Funds – used to account for revenues derived from specific revenue sources that are legally restricted to finance specific activities.

Capital Projects Funds – used to account for financial resources specifically designated for capital expenditures.

Debt Service Funds – used to account for the accumulation of resources and the subsequent disbursement of such resources to pay principal and interest on general long-term debt for road districts.

Permanent School Fund – used to account for the principal of a trust fund, in which oil royalties are deposited and cannot be expended.

The County reports the following Proprietary and Fiduciary Funds:

Internal Service Funds – used to account for the activities of the County's self-insurance program for general liability, automobile liability, public dishonesty, error and omissions claims and judgments, workers' compensation, employee healthcare services provided to County offices/departments, and retiree healthcare. In the government-wide statements, the Internal Service Funds are included in governmental activities.

Agency Funds – used to account for assets held by the County as custodian or agent for individuals and other governmental units such as cash bonds, state revenue fees, Lower Colorado River Authority fees, officials' fee accounts, inmate trust funds, and other similar arrangements.

F. Budgets and Budgetary Accounting

The Commissioners' Court appoints a budget officer who is responsible for preparing a proposed budget. The fiscal year 2008 budget has been prepared according to the Statutory Basis of accounting which is the same accounting method used to prepare the financial statements presented in the current year's CAFR. Budgeted expenditures may not exceed total budgeted revenues as estimated by the County Auditor.

The proposed budget for each fiscal year includes estimated revenues and proposed expenditures (by fund, office/department and object/sub-object) for the General Fund, General Purpose Debt Service Funds, Capital Project–Joint Road Improvements Fund, Capital Project–Subdivision Parkland Fund and all special revenue funds with the exception of Grants, CAPSO/DAPSO Fund, Law Enforcement Fund, Jail Commissary Fund, Abandoned Vehicles/Livestock Fund, LEOSE Elected Officials Fund, Unclaimed Property Fund, Gardner House Handicraft Fund, the Travis County Housing Finance Corporation, the Travis County Health Facilities Development Corporation, the Capital Industrial Development Corporation, and the Travis County Cultural Education Facilities Finance Corporation. The Corporations, Road Districts, and the Gardner House Handicraft Fund do not have appropriated budgets approved by the Commissioners' Court. Grants are budgeted based on the grant award and grant fiscal period. The other funds are not appropriated by the Commissioners' Court due to the source and nature of their revenues or the funds received which, by statute, may be spent solely at the discretion of the County Attorney, District Attorney, Sheriff, or Constables. Budgetary control for capital projects is achieved through the certificates of obligation and general obligation bond indenture provisions. The Permanent School, Juvenile Case Manager, Health Food Permits, and CSCD Equipment, do not have an appropriated budget for fiscal year 2008.

Public hearings are conducted to obtain taxpayer comments during the budgetary process. The annual appropriations budget is legally adopted by the Commissioners' Court in the September/October timeframe. There is no difference between the appropriations budget and the Commissioners' Court-approved expenditure budget.

State law provides that the Commissioners' Court "may amend the budget to transfer an amount budgeted for one item to another budgeted item."

The legal level of budgetary control is at the office/department level. The County's elected/appointed officials, executive managers, and department heads may make transfers of appropriations within an office/department as specified in the Commissioners' Court-approved annual budget rules. Transfers of appropriations between offices/departments, as specified in the budget rules, require the specific pre-approval of the Commissioners' Court. A report is generated that demonstrates budgetary compliance at the office/department level and is distributed to the appropriate officials and is also available to the public.

The Commissioners' Court may adopt a supplemental budget for the limited purpose of spending money from grants or intergovernmental contracts for their intended purpose. During fiscal year 2008, there was $842,037 in supplemental budgets adopted by the Commissioners' Court in the General Fund. No fund or office/department exceeded appropriations for fiscal year 2008. All annual appropriations lapse at fiscal year end.

G. Assets, Liabilities and Fund Balance or Net Assets/Equity

Deposits and Investments *(Cash, Pooled Cash, Certificates of Deposit, and Investments)*

Cash refers to amounts in demand deposit accounts. Pooled cash refers to the pooling of cash for investment purposes; therefore, pooled cash includes pooled investments.

State statutes authorize the County and the District to invest in obligations of the U.S. Treasury, commercial paper, and fully collateralized security repurchase agreements. Investments are stated at fair value, except for specific short-term investments and "2a7 like" external investment pools which are reported at amortized cost. Fair value is the amount at which an investment could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

For the purpose of cash flows, the Internal Service Funds consider pooled cash, certificates of deposit, and all other highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.

The County's depository agreement requires collateralization with a fair market value equal to at least 102 percent of County funds in excess of $200,000 on deposit in the bank. The District's depository agreement requires collateralization with a fair market value equal to at least 102 percent of District funds in excess of $100,000 on deposit in the bank.

Receivables and Payables

Outstanding balances of lending and borrowing type activities between funds are classified as "due from other funds" and "due to other funds," respectively, on the fund financial statements. Interfund activity has been eliminated for the government-wide financial statements.

All accounts and taxes receivable are shown net of allowances for uncollectible amounts. Accounts receivable allowances are based upon historical collection trends. Allowances for taxes receivable and tax-related receivables, such as enforcement fees and penalties and interest, are also based on historical trends by assessment year. The allowance amount is composed of two different calculations: 1) amounts not anticipated to be collected in a timely manner; and 2) amounts that are anticipated never to be collected.

Capital Assets

Travis County and the District define capital assets as assets with an initial, individual cost of at least $5,000 and an estimated useful life of one year or more. All land and land improvements are capitalized, regardless of cost.

Capital assets are included only in the government-wide financial statements unless they are associated with proprietary or fiduciary funds. Purchased or constructed capital assets are recorded at historical or estimated historical value, while donated capital assets are recorded at estimated fair market value at date of donation. The cost of all purchased, constructed or donated assets is depreciated over the estimated useful life of the specific asset group.

The County's capital assets are depreciated by group using the straight-line method over the following estimated useful lives of these groups:

Asset Groups	Years
Buildings *	30
Improvements other than buildings	30
Buildings under capital lease	30
Infrastructure **	10 – 45
Machinery, equipment and other assets	3 – 10
Leasehold improvements	5
Equipment under capital lease	5

* Certain major buildings are not included in group depreciation, but are depreciated individually over a 30 year original life.

** Denotes multiple groups.

The District records depreciation on the straight-line method over the estimated useful lives of the assets. Estimated useful lives for buildings are up to 50 years and are 2 to 20 years for equipment.

Maintenance or repair costs that do not add to the value or materially extend the useful life of an asset are expensed rather that capitalized. Major outlays for improvements and capital assets are capitalized during the construction phase.

In the fund financial statements, capital asset acquisitions are reported as expenditures of the current period.

Inventory and Prepaid Items

In most cases, inventories and prepaid items are recorded as expenditures at the time of purchase in the governmental fund financial statements. There are, however, cases where payments are recorded as prepaid items. The Internal Service Funds and

General Fund have prepayments for workers' compensation, insurance premiums and flexible spending claims. Such amounts are not significant at year end.

Long-term Debt

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities. Bond premiums and discounts, as well as issuance costs and gain/loss on refunding, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of applicable bond premium or discount and deferred loss on refunding, while issuance costs are reported as other assets.

In the fund financial statements, governmental funds recognize bond premiums, discounts and bond issuance costs in the current period. The face value of the debt issued and any premiums received on the debt issuance are reported as "other financing sources" while discounts on the debt issuance are reported as "other financing uses." All issuance costs, whether or not withheld from the actual debt proceeds, are reported as debt service expenditures.

Note 8 gives detailed information regarding the County's long-term debt service and outstanding debt at September 30, 2008.

Deferred Revenues

In the fund financial statements, the County defers all uncollected property taxes (net of estimated uncollectible amounts), unearned grant revenue, and other advance payments. In the Internal Service Funds, premiums collected in advance from employees are deferred until earned.

Arbitrage

The Tax Recovery Act of 1986 established regulations for the rebate to the federal government of arbitrage earnings on certain local government bonds. Issuing governments must calculate any arbitrage rebate due and remit the amount due at least every five years.

As of September 30, 2008, the County has an estimated arbitrage rebate liability reported on the government-wide financial statements in other long-term debt in the amount of $1,327,616. Travis County has elected to account for arbitrage liability as a reduction of revenue rather than a claim or judgment. There will be no recognition in the governmental fund financial statements until rebateable amounts are actually due and payable to the federal government.

Compensated Absences

All full-time employees of the County accumulate vacation benefits in varying annual amounts up to a maximum allowable accumulation of 240 hours, with the exception of law enforcement employees who may accumulate unlimited vacation hours. Sick leave benefits are earned by all full-time employees at a rate of twelve days per year and may be accumulated without limit. In the event of termination, an employee is reimbursed for all accumulated vacation days up to a maximum of 20 days or 160 hours, and for one-half of all accrued sick leave up to a maximum of 30 days or 240 hours. These benefits were approved by the Commissioners' Court, which is the County's governing body, and clearly communicated and reported to employees each pay period on their payroll check/deposit slip and also through the County's intranet website.

All compensated absence benefits are accrued when incurred in the government-wide and proprietary fund financial statements.

For governmental funds, an accrued vacation and sick pay liability is recorded as an expenditure and liability in the respective funds to the extent it has matured. In addition to the liability, a portion of the fund balance in these funds has been designated for disbursement of near-term compensated absence benefits.

The District maintains a paid-time-off plan for absences from work for either illness or vacation. Under the plan, the cost of all compensated absences is accrued at the time the benefits are earned. At the time of termination, any unused paid-time-off benefits may be paid up to a maximum of 1.5 times the annual accrual.

Transactions Between Funds

Transactions between funds that would be accounted for as revenues, expenditures or expenses if they involved organizations external to the County are accounted for as revenues and expenditures in the funds involved. In the fund financial statements, transactions that constitute reimbursements of a fund for expenditures initially made from it, which are properly applicable to another fund, are recorded as expenditures in the reimbursing fund and a reduction of the expenditure in the fund that is reimbursed. All legally authorized transfers are treated as transfers in the financial statements. Interfund activity within the primary government's governmental activities has been eliminated in the government-wide financial statements. Note 5 gives an analysis of the County's interfund transactions for fiscal year 2008.

Premium revenues generated by the Internal Service Funds and the corresponding expenses in those funds in the amount of $32,725,957 have been eliminated in the government-wide financial statements.

Net Assets/Fund Balance (reserved, restricted, designated, etc.)

For the government-wide financial statements, restricted net assets represent assets that have externally imposed restrictions by creditors, grantors, contributors, or laws or regulations of other governments. Assets may also be restricted as imposed by law through constitutional provisions or enabling legislation. Invested in capital assets, net of related debt represents capital assets, net of accumulated depreciation and is reduced by outstanding balances for bonds and other debt that is attributed to the acquisition, construction, or improvement of those assets.

For the fund financial statements, reserved fund balances represent those portions of fund equity not available for appropriation or that are legally segregated for a specific future use. Designated fund balances represent tentative plans for future use of financial resources.

Generally, resources that are *reserved* in the fund financial statements are broader in scope than resources that are *restricted*. However, in some instances there may be some resources that would be considered restricted in the government-wide financial statements, but not considered reserved in the fund financial statements.

Special Items

Significant transactions or other events within the control of management that are either unusual in nature or infrequent in occurrence are reported as special items.

Pension Plans

It is the policy of the County to fund pension costs, which consist of normal cost and amortization of unfunded prior service cost, if any, from funds provided from current operations.

Tobacco Settlement Revenue – Healthcare District

Tobacco settlement revenue is the result of a settlement between various counties and hospital districts in Texas and the tobacco industry for tobacco-related health care cost. The District recognized $5,316,234 associated with the settlement in fiscal year 2008. Settlement revenues for fiscal year 2009 and beyond will be based on the investment earnings of the tobacco settlement fund as administered by the Comptroller's Office of the State of Texas. The District is unable to estimate the continuance or level of future distributions.

During the year ended September 30, 2008, the District paid $1,749,041 of the tobacco settlement revenue to the Daughters of Charity Health Services of Austin (Seton) and $573,622 to Travis County which represents their respective share of healthcare expenditures claimed.

H. New Reporting Standards

The County is currently reviewing the following GASB Statements and has not determined the impact these statements will have on its financial statements:

GASB Statement No. 49 (GASB 49), "Accounting and Financial Reporting for Pollution Remediation Obligations", was issued and is effective for the County beginning in fiscal year 2009. This statement identifies the circumstances under which a governmental entity would be required to report a liability related to pollution remediation and would require the entity to estimate its expected outlays for pollution remediation for known polluted sites.

GASB Statement No. 51 (GASB 51), "Accounting and Financial Reporting for Intangible Assets", was issued and is effective for the County beginning in fiscal year 2010. This Statement requires that all intangible assets not specifically excluded by its scope provisions be classified as capital assets and provides authoritative guidance that specifically addresses the nature of these intangible assets.

GASB Statement No. 52 (GASB 52), "Land and Other Real Estate Held as Investments by Endowments", was issued and is effective for the County beginning in fiscal year 2009. The statement requires permanent and term endowments, including permanent funds, to report these assets at fair value. It also requires the changes in fair value to be reported as investment income and the methods and significant assumptions employed to determine fair value to be disclosed.

GASB Statement No. 53 (GASB 53), "Accounting and Financial Reporting for Derivative Instruments", was issued and is effective for the County beginning in fiscal year 2010. This Statement provides a comprehensive framework for the measurement, recognition, and disclosure of derivative instrument transactions. A key provision in this Statement is that derivative instruments covered in its scope, with the exception of synthetic guaranteed investment contracts that are fully benefit-responsive, are reported at fair value.

2. DISAGGREGATION OF RECEIVABLE BALANCES

Receivables at year-end in the government-wide financial statements, including the applicable allowances, are as follows (amounts in thousands):

	Taxes	Accounts *	Interest	Other	Total
Governmental Activities:					
General	$ 24,314	$ 32,839	$ 1,255	$ -	$ 58,408
Road and Bridge	-	4,555	86	-	4,641
Grants	-	-	90	4,694	4,784
General Purpose Debt Service	2,976	-	50	-	3,026
Capital:					
General Obligation Bonds	-	-	195	-	195
Certificates of Obligation	-	-	492	-	492
Road Bonds and Certificates of Obligation	-	-	748	-	748
Non-major Governmental Funds	18	5,853	273	602	6,746
Proprietary Funds	-	-	392	244	636
Total - governmental activities	27,308	43,247	3,581	5,540	79,676
Less:					
Allowance for uncollectibles	(9,442)	(16,465)	-	-	(25,907)
Allowance for long-term collections	(12,660)	(6,120)	-	-	(18,780)
Total - governmental activities, net	$ 5,206	$ 20,662	$ 3,581	$ 5,540	$ 34,989
Amounts not scheduled for collection during the subsequent year	$ 6	$ 18,031	$ -	$ -	$ 18,037

* Includes Receivable from Healthcare District.

NOTE: Includes blended component units.

Healthcare District

The District's receivables, including the applicable allowances, are comprised of the following as of September 30, 2008:

	Taxes	Accounts (Due from Other Governments)	Other	Total
Total	$ 1,147,013	$ 986,144	$ 558,125	$ 2,691,282
Less:				
Allowance for uncollectibles	(101,860)	-	-	(101,860)
Allowance for long-term collections	(766,707)	-	-	(766,707)
Total, net	$ 278,446	$ 986,144	$ 558,125	$ 1,822,715
Amounts not scheduled for collection during the subsequent year	$ 450,532	$ -	$ -	$ 450,532

3. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

A. Explanation of differences between the Governmental Fund Balance Sheet and the Government-wide Statement of Net Assets

The governmental fund balance sheet includes a reconciliation between the *governmental fund balance* on the fund financial statements and *total net assets of governmental activities* on the government-wide financial statements.

The following schedule gives the details of each of the reconciling items.

Governmental fund balance		**$ 326,545,118**
Difference due to capital assets		
Capital assets (excluding Internal Service Funds)	1,798,610,775	
Accumulated depreciation (excluding Internal Service Funds)	(734,494,864)	1,064,115,911
Difference due to receivables and other assets		
Taxes receivable (including penalties and interest)	2,400,000	
Accounts receivable, net of allowances	14,828,259	
Bond issuance costs	3,430,922	20,659,181
Difference due to current liabilities		
Deferred revenue (excluding Internal Service Funds)	2,803,181	
Interest payable	(3,771,136)	(967,955)
Difference due to non-current liabilities		
Capital lease obligations	(648,945)	
Landfill remediation	(2,601,352)	
Compensated absences (excluding Internal Service Funds)	(20,120,648)	
Debt payable, including arbitrage*	(561,107,753)	(584,478,698)
Difference due to Internal Service Funds		
Net asset balance of Self-Insurance Fund	16,882,822	
Net asset balance of Employee Health Benefit Fund	27,081,791	43,964,613
* Net of unamortized premiums, discounts, and loss on refundings.		
Government-wide net assets		**$ 869,838,170**

B. Explanation of differences between the Governmental Fund Statement of Revenues, Expenditures and Changes in Fund Balances and the Government-wide Statement of Activities

The governmental fund statement of revenues, expenditures and changes in fund balances includes a reconciliation between the *change in governmental fund balance* on the fund financial statements and *change in total net assets of governmental activities* on the government-wide financial statements.

The following schedule gives the details of each of the reconciling items.

Change in governmental fund balance		**$ (10,100,829)**
Amount by which capital outlay exceeds depreciation expense and other capital related transactions		
Capital outlay[1]	86,387,273	
Depreciation expense (excludes Internal Service Funds)	(65,251,938)	
Land annexed by other governmental entity	(879,818)	20,255,517
Revenues that do not provide current financial resources[2]		
Excess of capital asset donated revenue over disposal revenue	41,724,548	
Property tax and penalty and interest revenues that do not provide current financial resources and therefore are not reported in the fund financial statements	(400,153)	
Revenue recognized for charges for services*	126,458	
Increase in revenue primarily due to payment of arbitrage	110,698	41,561,551
*net of allowances		
Long-term debt and related items		
Debt Payments (includes capital lease payment)	44,449,477	
Debt issuance and other debt related amounts	(65,160,065)	
Amortization of bond premiums[3]	2,054,000	
Deferral of bond issuance costs (amortized over life of debt)	1,333,592	
Deferral of bond discount (amortized over life of debt)	173,898	
Accrued interest expense	1,020,710	
Accretion of capital appreciation bond interest	(865,697)	
Amortization of bond issuance costs	(314,484)	
Amortization of loss on refunding bonds[3]	(712,671)	(18,021,240)
Expenses that do not require the use of current financial resources[2] or have not matured		
Landfill liability adjustments - non-current	115,741	
Compensated absence adjustment - non-current (excludes Internal Service Funds)	(2,170,117)	(2,054,376)
Internal Service Funds change in net assets		
Self-Insurance Fund	1,451,518	
Employee Health Benefit Fund	(3,709,527)	(2,258,009)
Change in government-wide net assets		**$ 29,382,614**

(1) Capital outlay in the County's governmental funds includes $12,704,211 paid to developers for the cost of constructing various improvements to roads which serve the Hill Country Galleria project and are owned by the Village of Bee Cave. Also included are $32,139 of assets that are owned and maintained by other governmental agencies. The total capital outlay amount of $86,387,273 includes an elimination of ($158,801) for fund financial statement presentation.

(2) Revenues that do not provide current financial resources do not include the elimination of $161,248 for fund financial statement presentation. Expenses that do not require the use of current financial resources do not include the elimination of ($161,248) for fund financial statement presentation.

(3) Amortization of bond premiums and loss on refunding bonds exclude adjustments related to refunded debt in the amounts of $158,753 and $128,586, respectively.

4. AD VALOREM (PROPERTY) TAXES

The County's property tax is levied each October 1 on the assessed value listed as of the prior January 1, the date a lien attaches, for all real and personal property located in the County. The assessment ratio is 100 percent of fair market value for the roll levied October 1. Taxes are due by January 31 following the October 1 statement date and become delinquent on February 1, at which time penalty and interest begin to accrue. Total value for County property on the 2007 tax roll was approximately $85,045,250,441 (net of exemptions) and produced a total levy of $358,646,819, excluding blended component units. Collections on this levy were recognized as revenue in fiscal year 2008 in the governmental fund financial statements.

The County is permitted by Article VIII, Section 9 of the State of Texas Constitution to levy taxes up to $0.80 per $100 of assessed valuation for general governmental services including payment of principal and interest on general obligation long-term debt and maintenance of roads and bridges. Title 6, Chapters 256.052 and 256.054 of Vernon's Texas Transportation Statutes permits the County to collect an additional $0.15 per $100 assessed valuation for road and bridge purposes and $0.30 per $100 assessed valuation for road and bridge and flood control purposes, respectively. However, for the October 2007 tax roll, all required taxes to be used for general government purposes were levied under Article VIII, Section 9.

At October 1, 2007 (tax levy for fiscal year 2008 revenues) the County tax rate was $0.4216 per $100 valuation, of which $0.0811 was used for payment of long-term debt requirements. The County, therefore, has legal margins of $0.3784, $0.1500 and $0.3000 and could raise up to $321,811,228, $127,567,876 and $255,135,751, respectively, of additional taxes per year from the 2007 tax roll assessed valuation of $85,045,250,441 before the limit is reached.

The appraisal of property within the County is the responsibility of the Travis Central Appraisal District, which is required under the Property Tax Code to assess all property within the appraisal district on the basis of 100 percent of its appraised value, and is prohibited from applying any assessment ratios. The value of property within the County must be reviewed every three years by the appraisal district unless the County, at its own expense, requires more frequent reviews. The County may challenge the appraised values through various appeals and, if necessary, legal action. Under this legislation, the County continues to set tax rates on county property.

Road Districts

Property tax for the road districts is to be levied each October 1 on the assessed value listed as of the prior January 1 for all property within each road district. The Commissioners' Court will levy and collect taxes within each road district, as required. Debt issued by the road districts is payable from the proceeds of this ad valorem tax to be levied without legal limitation as to rate or amount on all of the taxable property within the road districts. Article III, Section 52 of the State of Texas Constitution, as amended, permits each road district to issue bonds in any amount not to exceed 25 percent of the assessed valuation of the real property of the road district.

As of September 30, 2008, Northwest Travis County Road District No. 3 (NWTCRD No. 3) is one of two active road districts that is ad valorem tax-supported for repayment of debt. The total value for NWTCRD No. 3 property on the 2007 tax roll was approximately $475,447,317 and produced a total levy of $522,992. At October 1, 2007 (tax levy for fiscal year 2008), the NWTCRD No. 3 tax rate was $0.1100 per $100 valuation.

Debt was issued during fiscal year 2008 for the newly created Travis County Bee Cave Road District No. 1 (TCBCRD No. 1). Therefore, fiscal year 2009 will be the first year ad valorem taxes will be levied and collected for repayment of debt for this new road district.

Healthcare District

Property taxes are levied as of October 1 in conformity with Subtitle E, Texas Property Tax Code. Taxes are due on receipt of the tax bill and are delinquent if not paid before February 1 of the year following the year in which imposed. On January 1 of each year, a tax lien attaches to property to secure the payment of all taxes and penalties and interest that are ultimately imposed. The assessed value at January 1, 2007, upon which the October 2007 levy was based was $85,191,855,874. The District levied taxes based on a tax rate of $0.0693 per $100 of assessed valuation.

5. INTERFUND TRANSACTIONS

Although all interfund activity within the County is eliminated in the government-wide financial statements, it remains intact in the fund financial statements.

Interfund transfers for the year ended September 30, 2008 were:

	Transfers in:				
	General	Grants	General Purpose Debt Service	Other Governmental	Totals
Transfers out:					
General	$ -	$ 473,419	$ -	$ 8,589,504	$ 9,062,923
Road and Bridge	3,145,886	-	-	-	3,145,886
Grants	10,283	-	-	-	10,283
Capital - General Obligation Bonds	-	-	30,279	-	30,279
Capital - Certificates of Obligation	-	-	175,349	-	175,349
Capital - Road Bonds and Certificates of Obligation	-	-	52,229	-	52,229
Other Governmental	188,550	-	-	993,526	1,182,076
Totals	$ 3,344,719	$ 473,419	$ 257,857	$ 9,583,030	$ 13,659,025

Transfers are used to (1) move revenues from the fund that the statute or budget requires to collect them to the fund that the statute or budget requires to expend them, and (2) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

Interfund receivables and payables at September 30, 2008 were:

	Balances due from other funds (receivable):				
	General	Road and Bridge	General Purpose Debt Service	Other Governmental	Totals
Balances due to other funds (payable):					
General	$ -	$ 266,850	$ -	$ 16,352	$ 283,202
Grants	3,258,038	-	-	-	3,258,038
Capital - General Obligation Bonds	3,795	-	4,628	-	8,423
Capital - Road Bonds and Certificates Of Obligation	9,500	-	54,247	-	63,747
Other Governmental	840,293	-	-	-	840,293
Proprietary Fund	-	-	-	9,267	9,267
Totals	$ 4,111,626	$ 266,850	$ 58,875	$ 25,619	$ 4,462,970

These balances resulted from the time lag between the dates that interfund services are provided or reimbursable expenditures occur and payments between funds are made. Interfund balances are expected to be repaid within one year from the date of the financial statements and are routine in nature.

6. DEPOSITS AND INVESTMENTS

Deposits

The Commissioners' Court has developed a formal investment policy for the County that is consistent with state statutes. The District has also developed a formal investment policy in the same manner. The County and the District policies state they will use the "prudent investor rule" in investment decisions. The objectives of the County and District policies are to ensure the safety of the principal, maintain adequate liquidity, and yield the highest possible return subject to the first two principles.

The County's depository agreement with JPMorgan Chase Bank requires collateralization with a fair market value equal to at least 102 percent of County funds in excess of $200,000 on deposit in the bank ($100,000 for interest bearing accounts, $100,000 for non-interest bearing accounts). The District's depository agreement with JPMorgan Chase Bank requires collateralization with a fair market value equal to at least 102 percent of District funds in excess of $100,000 on deposit in the bank ($100,000 for interest bearing accounts). All of the pledged collateral for the County's and the District's demand deposits and time deposits are U.S. Treasury securities or U.S. Government agency securities. The depository agreements state that collateral shall consist of one or more of the following: United States Treasury securities, Federal National Mortgage Association (FNMA) securities, pools or REMIC CMO's; Federal Farm Credit Bank (FFCB) securities, Federal Home Loan Bank (FHLB) agencies, Federal Home Loan Mortgage Corporation (FHLMC) pools or REMIC CMO's; Government National Mortgage Association (GNMA) pools, obligations of states, agencies, counties, cities, and other political subdivisions of any state that are rated not less than "A" or its equivalent. The REMIC CMO's must not have variable rates or original maturities longer than ten years.

This collateral is held by the Federal Reserve Bank of New York, which in the case of default by JPMorgan Chase will act as agent for Travis County and the District, in a fiduciary account held in the name of JPMorgan Chase and Travis County or the District and pledged to Travis County or the District, as appropriate. During fiscal year 2008, there was one instance in

December 2007 where the County's bank balances were not fully collateralized. During fiscal year 2008, there was one instance in August 2008 where the District's bank balances were not fully collateralized. As of September 30, 2008, the County's and the District's bank balances in excess of federal depository insurance were fully collateralized.

Deposits, including non-participating interest earning investment contracts, are stated at cost plus accrued interest, if any, and the carrying amounts are displayed on the balance sheet as "Cash", "Certificates of Deposit", or a component of "Pooled Cash". For cash management, the County has pooled cash and certain investments. At year-end, an individual fund may have a negative balance in the pooled cash, in which case the fund reports a "due to" the General Fund. Interest revenue from pooled cash is allocated to participating funds monthly on an average daily balance basis. Deposits of blended component units are stated at cost plus accrued interest, if any, and the carrying amounts are displayed on the balance sheet as "Cash and Pooled Cash".

Investments

The County and the District are authorized to purchase, sell, and invest their funds and funds under their control in accordance with the Texas Public Funds Investment Act, Government Code Chapter 2256 and its subsequent amendments. During the fiscal period, the County's investments consisted of U.S. government securities, U.S. government agency securities, certificates of deposit, participation in three local government investment pools (TexPool, TexasTERM, and TexSTAR), commercial paper, and a mutual fund. The carrying amount of investments as of September 30, 2008, is displayed on the balance sheet as "Investments" or as a component of "Pooled Cash". During the fiscal period, the District's investments consisted of U.S. government treasury securities, U.S. government agency securities, participation in three local government investment pools (TexPool, TexasTERM, and TexSTAR), and commercial paper.

The County and District's adoption of GASB Statement No. 31 requires some investments be reported at fair value. Money market investments and participating interest-earning investment contracts with a remaining maturity at the time of purchase of one year or less are reported at amortized cost (amortized cost securites). TexPool operates in a manner consistent with the SEC's Rule 2a7 of the Investment Company Act of 1940. TexPool uses amortized cost rather than market value to report net assets to compute share prices. Accordingly, the fair value of the position in TexPool is the same as the value of TexPool shares. The State Comptroller of Public Accounts exercises oversight responsibility over TexPool. Oversight includes the ability to significantly influence operations, designation of management, and accountability for fiscal matters. Additionally, the State Comptroller has established an advisory board composed of both participants in TexPool and other persons who do not have a business relationship with TexPool. The Advisory Board members review the investment policy and management fee structure.

TexasTERM is organized in conformity with the Texas Public Funds Investment Act of the Texas Government Code. It provides for a fixed-rate, fixed-term investment for a period of 60 days to one year and includes TexasDAILY, a portfolio of the Local Government Pool, providing daily access to funds. An Advisory Board, composed of participants in TexasTERM and other parties who do not participate in the Pool, has responsibility for the overall management of the Pool, including formulation and implementation of its Investment and Operating Policies. PFM Asset Management LLC (PFM), a leading national financial and investment advisory firm, is the investment advisor to the pool.

TexSTAR is a local government investment pool organized under the authority of the Interlocal Cooperation Act, Chapter 791, of the Texas Government Code. The Pool is governed by a five-member board of directors composed of three participant members, one representative from J.P. Morgan Investment Management Inc. (JPMIM), and one representative from First Southwest Asset Management to provide for the joint investment of participants' public funds.

JPMIM serves as investment manager to TexSTAR while First Southwest Asset Management provides administrative, participant support, and marketing services. TexSTAR, a Rule 2a7-like pool, reports its investments using amortized cost rather than market value. TexSTAR maintains a Net Asset Value of approximately $1 per share.

TexPool, TexasTERM, and TexSTAR are rated AAAm by Standard & Poor's. As a requirement to maintain the rating, weekly portfolio information must be submitted to Standard & Poor's for review. TexPool is also required to send portfolio information to the office of the State Comptroller of Public Accounts.

As of September 30, 2008, the County had the following investments:

Investment at September 30, 2008	Fair Value	Weighted Average Maturity (Years)
Certificates of Deposit	$ 14,171,808	N/A
Government Agencies	297,419,245	1.44
Government Treasuries	36,331,153	1.81
Mutual Funds	36,933	0.00
Local Government Investment Pools	148,710,465	0.00
Total fair value	$ 496,669,604	
Portfolio weighted average maturity		1.03

Note: Cash and pooled cash, investments, and certificates of deposit for County funds at September 30, 2008 total $512,919,177. The total fair value amount of $496,669,604 excludes cash of $16,249,573.

As of September 30, 2008, the District had the following investments:

Investment at September 30, 2008	Fair Value	Weighted Average Maturity (Days)
Local Government Investment Pools	$ 68,390,563	1
U. S. Government Agencies	43,227,670	547
Total fair value	$ 111,618,233	
Portfolio weighted average maturity		212

Interest Rate Risk. In accordance with its investment policy, the County manages its exposure to declines in fair values by limiting the weighted average maturity of its investment portfolio to 547 days or less. The District manages their exposure to declines in fair values by limiting the weighted average maturity of its investment portfolio to one year or less. For the County, individual security types are limited as well, with the longest permitted maturity of seven years for government treasuries. For the District, individual security types are limited, with the longest permitted maturity of three years for government treasuries and government agencies.

Credit Risk. State law limits investment in municipal bonds to at least an A rating or its equivalent by a nationally recognized investment rating firm. However, the County and the District require AA by Moody's or Standard & Poor's. For commercial paper, state law limits investments to a rating not less than A-1 by Standard and Poor's or P-1 by at least two nationally recognized credit rating agencies. The County and the District's Investment Policies limit commercial paper to a rating not less than A-1 by Standard and Poor's and P-1 by Moody's Investors Service. The County and the District do not have credit limits on government agency securities. The County's and District's investments in government agencies carry the implicit guarantee of the U.S. government. The County's and District's Investment Policies require that certificates of deposit be either federally insured or collateralized.

Travis County Investment at September 30, 2008	Standard & Poor's Rating
Certificates of Deposit	N/A
Fannie Mae (Federal National Mortgage Association)	AAA
Freddie Mac (Federal Home Loan Mortgage Corporation)	AAA
Federal Home Loan Bank	AAA
Federal Farm Credit Bureau	AAA
Vanguard Target Retirement 2020 Fund	AAA
Local Government Investment Pools	AAAm

Travis County Healthcare District Investment at September 30, 2008	Standard & Poor's Rating
Fannie Mae (Federal National Mortgage Association)	AAA
Freddie Mac (Federal Home Loan Mortgage Corporation)	AAA
Federal Home Loan Bank	AAA
Federal Farm Credit Bureau	AAA
Local Government Investment Pools	AAAm

Concentration of Credit Risk. The concentration of credit risk is the risk of loss attributable to the magnitude of a government's investment in a single issuer. The County's Investment Policy limits the percentage of the combined portfolios for each type of eligible investment to reduce the risk of principal loss.

Travis County

Investment at September 30, 2008	% of Portfolio	Portfolio Limit
Certificates of Deposit	3%	50%
U.S. Government Agencies	60%	75%

Information regarding investments in any one issuer that represents five percent or more of the County's total investments must be disclosed under GASB Statement No. 40, excluding investments issued or explicitly guaranteed by the U.S. government, investments in mutual funds, and investments in external investment pools. At September 30, 2008, the County's investments which require disclosure are as follows:

Travis County

Issuer	Fair Value	% of Portfolio
Fannie Mae	$ 80,592,845	16%
Freddie Mac	92,725,605	19%
Federal Home Loan Bank	81,143,285	16%
Federal Farm Credit Bureau	42,957,510	9%

The District's Investment Policy limits the percentage of the combined portfolios for each type of eligible investment to reduce the risk of principal loss.

Travis County Healthcare District

Investment at September 30, 2008	% of Portfolio	Portfolio Limit
TexPool	35%	60%
Other Local Government Investment Pools	26%	30%
U.S. Government Agencies	39%	75%

Information regarding investments in any one issuer that represents five percent or more of the District's total investments must be disclosed under GASB Statement No. 40, excluding investments issued or explicitly guaranteed by the U.S. government. At September 30, 2008, the District's investments which require disclosure are as follows:

Travis County Healthcare District

Issuer	Fair Value	% of Portfolio
Federal National Mortgage Association	$ 18,609,741	17%
Federal Home Loan Mortgage Corporation	12,553,072	11%
Federal Home Loan Bank	6,064,697	5%
Federal Farm Credit Bank	6,000,161	5%

7. CAPITAL ASSETS

Capital asset activity for the year ended September 30, 2008 is as follows:

Governmental Activities	Beginning Balance	Increases	(Decreases)	Ending Balance
Capital assets not being depreciated:				
Land and land improvements	$ 116,484,157	$ 860,201	$ -	$ 117,344,358
Land infrastructure	55,679,124	4,927,374	(880,034)	59,726,464
Construction in progress	90,701,279	27,438,406	-	118,139,685
Total capital assets not being depreciated	262,864,560	33,225,981	(880,034)	295,210,507
Capital assets being depreciated:				
Property, plant and equipment:				
Buildings	300,917,770	8,869,374	-	309,787,144
Improvements other than buildings	39,815,600	16,556,261	-	56,371,861
Machinery and equipment	94,979,469	7,030,135	(4,126,990)	97,882,614
Assets under capital lease	2,104,806	86,488	-	2,191,294
Leasehold improvements	84,118	30,615	-	114,733
Infrastructure	975,370,215	62,493,114	(731,532)	1,037,131,797
Total capital assets being depreciated	1,413,271,978	95,065,987	(4,858,522)	1,503,479,443
Less accumulated depreciation:				
Property, plant and equipment:				
Buildings	(84,727,166)	(8,047,176)	-	(92,774,342)
Improvements other than buildings	(9,245,211)	(1,103,679)	-	(10,348,890)
Machinery and equipment	(63,363,113)	(5,280,966)	3,947,059	(64,697,020)
Assets under capital lease	(567,410)	(56,991)	-	(624,401)
Leasehold improvements	(81,121)	(5,366)	-	(86,487)
Infrastructure	(515,991,475)	(50,765,640)	731,532	(566,025,583)
Total accumulated depreciation	(673,975,496)	(65,259,818)	4,678,591	(734,556,723)
Total capital assets being depreciated, net	739,296,482	29,806,169	(179,931)	768,922,720
Total capital assets, net	$ 1,002,161,042	$ 63,032,150	$ (1,059,965)	$ 1,064,133,227

Note: Decreases include retirements and other adjustments.

Depreciation expense in fiscal year 2008 was charged to functions/programs of the primary government as follows:

Governmental Activities	Depreciation Expense
General government	$ 757,108
Justice system	2,741,925
Public safety	1,916,410
Corrections and rehabilitation	3,910,099
Health and human services	1,409,381
Infrastructure and environmental services	52,784,637
Community and economic development	1,740,258
Total depreciation expense	$ 65,259,818

Construction in progress consists of the following at September 30, 2008:

Description	Amount
Travis County Correctional Complex Expansion	$ 41,006,867
East Service Center	8,163,284
New Civil Court Site	108,135
Reimers Park	664,129
5335 Airport Blvd. Building	2,787,700
Land infrastructure	9,399,585
Infrastructure	56,009,985
Total construction in progress	$ 118,139,685

The County has $120,065,887 of outstanding commitments as of September 30, 2008 which are funded by grants for $62,555, by debt proceeds for $68,000,943 and by other sources for $52,002,389.

Healthcare District

The District's capital assets are comprised of the following as of September 30, 2008:

	Beginning Balance	Increases	(Decreases)	Ending Balance
Capital assets not being depreciated:				
Land	$ 8,497,335	$ -	$ -	$ 8,497,335
Construction in progress	-	117,291	-	117,291
Total capital assets not being depreciated	8,497,335	117,291	-	8,614,626
Capital assets being depreciated:				
Building and improvements	90,002,665	49,829	-	90,052,494
Equipment and furniture	416,697	45,729	-	462,426
Total capital assets being depreciated	90,419,362	95,558	-	90,514,920
Less accumulated depreciation:				
Building and improvements	(5,473,629)	(1,824,543)	-	(7,298,172)
Equipment and furniture	(200,780)	(67,026)	-	(267,806)
Total accumulated depreciation	(5,674,409)	(1,891,569)	-	(7,565,978)
Total capital assets being depreciated, net	84,744,953	(1,796,011)	-	82,948,942
Capital assets, net	$ 93,242,288	$ (1,678,720)	$ -	$ 91,563,568

8. LONG-TERM DEBT

The following is a summary of long-term debt transactions of the County, including blended component units, for the year ended September 30, 2008.

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental Activities					
Debt payable:					
General obligation bonds[1]	$ 421,809,525	$ 42,615,697	$ (31,584,936)	$ 432,840,286	$ 30,370,671
Certificates of obligation	113,760,000	23,175,000	(12,720,000)	124,215,000	15,530,000
	535,569,525	65,790,697	(44,304,936)	557,055,286	45,900,671
Less deferred amounts:					
Bond issuance costs[2]	(2,699,154)	-	2,699,154	-	-
Loss on refundings[3]	(6,894,253)	-	584,085	(6,310,168)	-
Add:					
Unamortized discounts	-	(173,898)	-	(173,898)	-
Unamortized premiums[3]	11,186,605	235,065	(2,212,753)	9,208,917	-
Total debt payable	537,162,723	65,851,864	(43,234,450)	559,780,137	45,900,671
Capital leases	793,486	-	(144,541)	648,945	139,640
Claims and judgements	12,165,324	39,763,967	(35,048,360)	16,880,931	13,180,416
Compensated absences	23,850,886	26,856,476	(23,949,644)	26,757,718	13,046,689
Other long-term liabilities:					
Arbitrage	1,438,314	23,509	(134,207)	1,327,616	21,283
Landfill post-closure care	2,717,093	-	(115,741)	2,601,352	101,352
Total long-term liabilities	$ 578,127,826	$ 132,495,816	$ (102,626,943)	$ 607,996,699	$ 72,390,051

(1) Additions to General Obligation Bonds include debt issuance and $865,697 for accretion of interest on capital appreciation bonds.

(2) Due to the most recent clarification in the GASB Implementation Guide, bond issuance costs have been removed from the calculation of total long-term debt and are now reported as an asset.

(3) Reductions to loss on refundings and unamortized premiums include adjustments of $128,586 and $158,753, respectively, related to refunded debt.

At September 30, 2008, $13,872,599 was available in the debt service funds (including blended component units in the amount of $1,047,931) to service the long-term debt requirements. The general obligation debt payable in the government-wide financial statements includes cumulative accretion of interest on capital appreciation bonds in the amount of $35,335,664. The unaccreted interest on the capital appreciation bonds is $1,225,848.

The Internal Service Funds predominantly serve the governmental funds. Accordingly, long-term liabilities, including claims and judgments and compensated absences, reported in those funds are included as part of the above totals for governmental activities. At year end, $111,972 of the Internal Service Funds compensated absences was included in the above amounts. As they relate to the governmental funds, the liabilities for arbitrage and landfill post-closure care are typically liquidated by capital projects funds and liabilities for compensated absences are typically liquidated by the General Fund and special revenue funds.

Long-Term Debt

Long-term debt of the County consists of various issues of general obligation bonds and certificates of obligation. General obligation bonds require voter approval at a public election before issuance, while certificates of obligation are issued upon the vote of the Commissioners' Court. General obligation bonds and certificates of obligation are backed by the full faith and credit of the County. Debt service is primarily paid from ad valorem taxes.

Issue	Original Balance	Interest Rate Range (%)	Maturity Dates		Outstanding Balance
General Obligation Bonds					
Unlimited Tax Road Bonds					
Series 1998	$ 7,195,000	4.00 - 6.00	1999 - 2018		$ 2,760,000
Series 1998-A	7,470,000	4.30 - 6.25	1999 - 2018		1,500,000
Series 1999	12,805,000	3.63 - 5.63	2000 - 2019		2,660,000
Series 2000	9,255,000	5.20 - 7.20	2001 - 2020		1,340,000
Series 2001	5,630,000	4.63 - 5.00	2002 - 2021		2,700,000
Series 2002	14,000,000	4.70 - 5.50	2003 - 2022		5,725,000
Series 2002-A	100,000,000	2.25 - 5.13	2003 - 2022		27,500,000
Series 2003	31,660,000	3.00 - 5.00	2004 - 2023		24,260,000
Series 2004	7,830,000	3.38 - 4.38	2005 - 2024		6,965,000
Series 2005	1,150,000	3.75 - 4.38	2006 - 2025		1,035,000
Series 2006	16,110,000	4.00 - 5.00	2007 - 2026		15,465,000
Series 2007	35,725,000	4.00 - 4.50	2008 - 2027		35,385,000
Series 2008	23,230,000	3.50 - 4.50	2009 - 2028		23,230,000
Series 2008 (TCBCRD No. 1)	14,725,000	4.00 - 5.88	2009 - 2032		14,725,000
Limited Tax Permanent Improvement Bonds					
Series 1998	10,890,000	4.00 - 6.00	1999 - 2018		1,980,000
Series 1998-A	22,825,000	4.25 - 6.25	1999 - 2018		2,285,000
Series 1999	25,005,000	4.38 - 6.00	2000 - 2019		8,660,000
Series 2000	725,000	5.30 - 7.25	2002 - 2020		70,000
Series 2002	13,000,000	4.70 - 5.13	2003 - 2022		10,605,000
Series 2003	4,335,000	2.70 - 4.70	2004 - 2023		3,135,000
Series 2004	4,090,000	3.30 - 4.30	2005 - 2024		3,640,000
Series 2005	3,940,000	3.25 - 4.25	2006 - 2025		3,535,000
Series 2006	44,010,000	4.00 - 5.00	2007 - 2026		42,245,000
Series 2007	21,005,000	4.00 - 5.00	2008 - 2027		20,805,000
Series 2008	3,795,000	4.00 - 4.38	2009 - 2028		3,795,000
Limited Tax Refunding Bonds					
Series 1985-B	33,079,014	* 9.30	2001 - 2009		
Capital Appreciation Bonds					
Principal				$ 397,052	
Accretion of interest				27,606,930	
CAB Series Maturities				(24,813,908)	3,190,074
Series 1999	20,399,949	3.90 - 4.80	1999 - 2015		13,265,000
Series 2002	38,540,000	3.00 - 5.00	2003 - 2009		3,925,000
Series 2004	33,455,000	2.50 - 5.00	2005 - 2020		32,175,000
Series 2005	30,745,000	3.50 - 5.50	2008 - 2016		27,355,000
Series 2005-A	9,155,000	3.50 - 5.00	2006 - 2011		5,670,000
Unlimited Tax Refunding Bonds					
Series 1985-A	12,899,997	* 9.40	2004 - 2009		
Capital Appreciation Bonds					
Principal				151,966	
Accretion of interest				7,599,104	
CAB Series Maturities				(6,530,475)	1,220,595
Series 2005	53,670,000	3.50 - 5.50	2008 - 2022		53,445,000
Series 2005 (NWTCRD No. 3)	4,765,000	3.00 - 4.00	2005 - 2014		3,280,000
Series 2006	23,470,000	3.65 - 4.38	2007 - 2022		22,865,000
Capital Appreciation Bonds					
Principal		* 4.25	2016 - 2020	314,987	
Accretion of interest				129,630	
CAB Series Maturities				-	444,617
	700,583,960				432,840,286
Certificates of Obligation					
Limited Tax					
Series 1994-A	12,815,000	3.00 - 5.00	1995 - 2014		745,000
Series 1998	65,340,000	4.00 - 5.00	1999 - 2018		8,445,000
Series 1998-A	10,500,000	4.00 - 5.00	1999 - 2018		165,000
Series 2000	14,800,000	5.10 - 7.10	2001 - 2020		1,100,000
Series 2001	27,300,000	4.00 - 4.90	2002 - 2021		4,560,000
Series 2003	23,325,000	3.00 - 5.00	2004 - 2023		12,125,000
Series 2004	1,800,000	2.00 - 2.25	2005 - 2009		390,000
Series 2005	12,400,000	2.75 - 3.00	2006 - 2010		5,185,000
Series 2006	23,925,000	4.00 - 4.40	2007 - 2026		19,285,000
Series 2007	26,705,000	4.00 - 4.40	2008 - 2027		24,540,000
Series 2007-A	24,500,000	4.00 - 5.00	2009 - 2028		24,500,000
Series 2008	23,175,000	3.25 - 4.25	2009 - 2028		23,175,000
	266,585,000				124,215,000
Total Bonds and Certificates of Obligation Payable	$ 967,168,960				$ 557,055,286

* effective interest rate

Note: This chart includes blended component units.

Debt Service Requirements:

The annual debt service requirements for all general obligation bonds and certificates of obligation outstanding at September 30, 2008, including blended component units, are as follows:

	General Obligation Bonds		Certificates of Obligation		
Maturity	Principal	Interest	Principal	Interest	Total
2009	$ 30,370,671	$ 20,127,106	$ 15,530,000	$ 5,214,677	$ 71,242,454
2010	29,710,000	17,830,238	14,070,000	4,173,881	65,784,119
2011	28,900,000	16,534,026	11,230,000	3,697,268	60,361,294
2012	27,845,000	15,255,979	9,130,000	3,304,817	55,535,796
2013	27,290,000	13,976,371	6,645,000	3,007,749	50,919,120
2014-2018	137,097,474	51,935,628	26,200,000	12,236,048	227,469,150
2019-2023	103,852,141	22,309,476	23,055,000	6,561,382	155,777,999
2024-2028	43,900,000	5,309,713	18,355,000	1,876,921	69,441,634
2029-2032	3,875,000	586,031	-	-	4,461,031
	$ 432,840,286	$ 163,864,568	$ 124,215,000	$ 40,072,743	$ 760,992,597

Defeased Debt:

In prior years, the County has issued refunding bonds to advance refund certain general obligation bonds and certificates of obligation. The proceeds of the refunding bonds were deposited in an irrevocable trust with an escrow agent. The funds were used to purchase government securities, which will provide for all future debt service requirements.

On September 30, 2008 defeased bonds remaining unredeemed or unmatured from the 1986, 2004, 2005, and 2006 refunding issuances amounted to $5,310, $8,770,000, $54,280,000 and $23,785,000, respectively.

In prior years, the Southwest Travis County Road District No. 1 (SWTCRD No. 1) issued refunding bonds to advance refund certain tax road bonds. The proceeds of the refunding bonds were deposited in an irrevocable trust with an escrow agent. The funds were used to purchase government securities, which will provide for all future debt service requirements. On September 30, 2008 defeased bonds remaining unredeemed or unmatured from the SWTCRD No. 1 issuance amounted to $10,000.

New Debt:

In March 2008, the County issued $23,230,000 in Unlimited Tax Road Bonds, Series 2008. This issuance is part of both the $156.4 million authorization approved by the voters on November 6, 2001 and the $65.2 million authorization approved on November 8, 2005. These bonds carry interest rates ranging from 3.50 percent to 4.50 percent. The road bonds mature in varying amounts in each of the years 2009 to 2028.

The County also issued $3,795,000 of Limited Tax Permanent Improvement Bonds, Series 2008. This issuance is part of the $85.7 million authorization approved on November 8, 2005. These bonds carry interest rates ranging from 4.00 percent to 4.38 percent and mature in varying amounts in each of the years 2009 to 2028.

In addition to the bonds, the County also issued $23,175,000 in Limited Tax Certificates of Obligation, Series 2008. The proceeds are to be used for the following:

1. $3,442,798 for authorized capital project needs for the County for fiscal year 2008 (to be repaid over a period of five years);
2. $6,808,351 for the Jail Project;
3. $7,707,228 for building and land purchase and building renovations (to be repaid over a period of five years);
4. $2,747,539 for East Service Center (to be repaid over a period of five years);
5. $2,325,000 for building purchase;
6. $144,084 for cost of issuance.

The certificates, bearing an interest rate ranging from 3.25 percent to 4.25 percent, will mature in varying amounts in each of the years 2009 to 2028.

In August 2008 the Travis County Bee Cave Road District No. 1 issued $14,725,000 in Unlimited Tax Road Bonds, Series 2008. Proceeds were used to reimburse the developer for the cost of constructing various improvements to roads within the Road District. The bonds, bearing an interest rate ranging from 4.00 percent to 5.88 percent, will mature in varying amounts in each of the years 2009 to 2032.

Future Borrowing:

In a county-wide bond election held on November 7, 2000 (2000 Election), the electorate authorized the County to issue an additional $28,000,000 of unlimited tax road bonds. Of the total of the County's $27,300,000 Certificates of Obligation, Series 2001 (Series 2001 Certificates), $4,000,000 was issued for road building purposes in-lieu-of a like amount of road bonds authorized by the 2000 Election. The County agreed and covenanted that it would not issue a like amount of the voter authorized road bonds, thereby leaving $24,000,000 of the road bonds authorized by the 2000 Election remaining to be issued in the future and unencumbered by such "in-lieu-of" covenants. In 2002, $22,000,000 of unlimited tax road bonds was issued as part of Series 2002-A pursuant to the 2000 Election, thereby leaving $2,000,000 of the road bonds authorized by the 2000 Election to be issued in the future.

In a county-wide bond election held on November 6, 2001 (2001 Election), the electorate authorized the County to issue an additional $156,355,000 of unlimited tax road bonds of which $89,330,000 was issued in 2002, $31,660,000 in 2003, $7,830,000 in 2004, $1,150,000 in 2005, $3,345,000 in 2006, $19,900,000 in 2007, and $950,000 in 2008, thereby leaving $2,190,000 to be issued in the future. Also authorized by the electorate in the 2001 Election were $28,600,000 limited tax permanent improvement bonds for County parks, of which $13,000,000 was issued in 2002, $4,335,000 in 2003, $4,090,000 in 2004, $3,940,000 in 2005, and $3,035,000 in 2006, thereby leaving $200,000 to be issued in the future.

In a county-wide bond election held on November 1, 2005 (2005 Election), the electorate authorized the County to issue an additional $65,225,000 of unlimited tax road bonds of which $12,765,000 was issued in 2006, $15,825,000 in 2007, and $22,280,000 in 2008, thereby leaving $14,355,000 to be issued in the future. Also authorized by the electorate in the 2005 Election were $85,650,000 limited tax permanent improvement bonds for County parks and jail facilities, of which $40,975,000 was issued in 2006, $21,005,000 in 2007, and $3,795,000 in 2008, thereby leaving $19,875,000 to be issued in the future.

Other Debt

Capital Leases:

The County leases a building under a capital lease that expires in 2012. The Texas Department of Criminal Justice Grant Fund provides revenue for lease payments.

Assets acquired under capital lease are as follows:

		Governmental Activities
Asset under capital lease:		
Building	$	2,191,294
Less: accumulated depreciation		(624,401)
Total	$	1,566,893

Future minimum lease payments under this capital lease are:

2009	$	169,154
2010		184,532
2011		184,532
2012		184,531
Total minimum lease payments		722,749
Less amount representing interest		(73,804)
Present value of net minimum lease payments	$	648,945

Landfill Remediation:

State and federal laws and regulations require the County to place final covers on its landfill sites when waste acceptance has stopped and to perform certain maintenance and monitoring functions after closure. All County landfills have reached 100 percent capacity and are no longer accepting waste. The County has estimated the current cost of post-closure care to be $2,675,069. Of this amount, $73,717 is recorded as a current liability in the fund financial statements, including $70,061 in agency funds, with the remainder in noncurrent liabilities in the government-wide financial statements. The nature of the cost estimates includes ground water monitoring, annual maintenance, and development of a permanent leachate treatment/disposal system. Actual costs may be higher due to inflation, changes in technology, or changes in regulations. There are currently no assets restricted for payment of landfill costs. Future costs may be covered by the County's various general revenue sources, statutorily allowed debt issuances, or both.

9. CONDUIT DEBT OBLIGATIONS

From time to time the Corporations established by Travis County have issued conduit debt in the name of the Corporations to provide financial assistance to private sector entities for various purposes of public interest. The obligation for repayment of the debt rests with the private party benefiting from the proceeds of such debt. Neither the County nor the Corporations are obligated in any manner for repayment of the debt. Accordingly, the borrowings are not reported as liabilities in the accompanying financial statements. These

obligations typically include private entities providing credit enhancements collateralized by underlying assets.

The estimated amount of conduit debt outstanding at September 30, 2008 is as follows:

Travis County Housing Finance Corporation	$	239,394,586
Travis County Health Facilities Development Corporation		506,260,000
Capital Industrial Development Corporation		11,860,000
Total	$	757,514,586

10. OPERATING LEASES

Travis County is committed under various leases for buildings and office space. These leases are considered for accounting purposes to be operating leases. Lease expenditures for the year ended September 30, 2008 amounted to $687,841. Future minimum lease payments for these leases are as follows:

2009	$	667,813
2010		622,344
2011		629,587
2012		315,492
2013		112,035
2014-2018		200,239
2019-2023		152,245
2024-2028		152,241
2029-2033		152,241
2034-2038		91,344
Total	$	3,095,581

11. RETIREMENT PLAN

Plan Description

Travis County provides retirement, disability, and death benefits for all of its regular 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 574 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, and online at www.tcdrs.org.

The plan provisions are adopted by the governing body of the employer, within the options available in the Texas state statutes (TCDRS Act) governing TCDRS. Members can retire at ages 60 and above with eight 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 seventy-five or more. Generally, members are vested after eight years of service, but must leave their accumulated contributions in the plan to receive any employer-financed benefit. Additionally, members with prior service at certain qualifying organizations may also be considered vested. Members who withdraw their personal contributions in a lump sum are not entitled to any amounts contributed by their employer. Cost-of-living adjustments (COLA) are provided at the discretion of the Commissioners' Court.

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 County has elected the annually determined contribution rate plan provisions of the TCDRS Act. The Commissioners' Court adopted an Annually-Determined Contribution Rate plan with an effective date of January 1, 1995 for which the employer contribution rate is actuarially determined as a part of the annual actuarial valuation. The rate applicable for calendar years prior to 2006 consists of the normal cost contribution rate plus the rate required to amortize the unfunded actuarial liability over the plan's 20-year amortization period using the entry age actuarial cost method. The TCDRS Board of Trustees adopted the change from a 20-year open amortization period to a 15-year closed amortization period effective December 31, 2006. 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's actuarially determined rate for a 15-year closed amortization period was 10.71 percent for calendar year 2007, and 10.05 percent for calendar year 2008. However, the Commissioners' Court elected a contribution rate of 10.71 percent to be amortized over a 10.2 year and 11.1 year closed amortization period for calendar years 2007 and 2008, respectively. The required contribution rate payable by the employee members for calendar year 2008 is the rate of 7.00 percent as adopted by the Commissioners' Court. The TCDRS Act states that the County's contribution rate may not exceed 11 percent of payroll unless the Commissioners' Court elects to waive this limitation.

Annual Pension Cost

For the employer's accounting year ended September 30, 2008, the annual pension cost for the TCDRS plan for employees was equal to the actual contributions of $24,454,831. The annual required contributions were actuarially determined as a percentage of the covered payroll of the participating employees, and were in compliance with GASB Statement No. 27 parameters based on the actuarial valuations as of December 31, 2005 and December 31, 2006, the basis for determining the contribution rates for calendar years 2007 and 2008. The December 31, 2007 actuarial valuation is the most recent valuation.

Actuarial Valuation Information

Actuarial valuation date	12/31/2005	12/31/2006	12/31/2007
Actuarial cost method	Entry age	Entry age	Entry age
Amortization method	Level percentage of payroll, open	Level percentage of payroll, closed	Level percentage of payroll, closed
Amortization period	20	10.2	11.1
Asset valuation method	Long-term appreciation with adjustment	*SAF: 10-yr smoothed value **ESF: Fund value	*SAF: 10-yr smoothed value **ESF: Fund value
Actuarial Assumptions:			
Investment return	8.00%	8.00%	8.00%
Projected salary increases	5.30%	5.30%	5.30%
Inflation	3.50%	3.50%	3.50%
Cost-of-living adjustments	0.00%	0.00%	0.00%

*The Subdivision Accumulation Fund (SAF) contains an account for each participating employer to fund retirement benefits.

**The Employee Savings Fund (ESF) contains an account for each member employee.

Note: As of 12/31/06 and 12/31/2007, the amortization period has been adjusted from 15 years to 10.2 and 11.1 years, respectively, to reflect changes made by the County as part of the budget process and are reflected in supplementary information provided by TCDRS.

Trend Information
For the Retirement Plan for the Employees of Travis County

Accounting Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
9/30/2006	$18,656,298	100%	$0
9/30/2007	$21,572,793	100%	$0
9/30/2008	$24,454,831	100%	$0

Schedule of Funding Progress for the Retirement Plan*

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b - a)	Funded Ratio (a / b)	Annual Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b - a) / c)
12/31/2005	$ 469,129,341	$ 531,465,814	$ 62,336,473	88.27%	$ 181,110,876	34.42%
12/31/2006[1]	532,746,943	579,159,775	46,412,832	91.99%	194,098,827	23.91%
12/31/2007[1]	589,685,059	642,090,239	52,405,180	91.84%	209,422,165	25.02%

(1) The AAL and UAAL have been adjusted to reflect provision changes made by the County as part of the budget process and are reflected in supplementary information provided by TCDRS.

* In accordance with GASB Statement No. 50, this schedule is also presented in the required supplementary information section.

The funded ratio in the above schedule is the most current information available from TCDRS as of the date of this report. Additional information that has been provided to the County after September 30, 2008 regarding the retirement plan can be found in the Subsequent Events Note (Note 23) of the Notes to the Financial Statements.

12. POST-EMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS

Plan Description

Retired County employees and their dependents are eligible under certain conditions to elect continued coverage under the County's healthcare program upon retirement. The County currently contributes to the premium charged for such benefits for certain retirees. The County is self-insured for participating retirees and their dependents and claims are paid from current operating funds as incurred. Historically, the decision to provide health benefits, and the level of subsidy for employees and retirees, has been made annually consistent with Chapter 17 of the County Code, which provides that the Travis County Employee Health Benefit Fund may be altered from time to time or terminated by the County.

Funding Policy

The Commissioners' Court, as the governing body of the County, approves Other Postemployment Benefits ("OPEB") on a year-to-year basis during the annual budget process and has not created a constitutionally valid obligation for OPEB beyond fiscal year 2009. While retirees have statutory authority to purchase continuing healthcare on the County employee healthcare plan, the County is under no legal obligation to pay or otherwise subsidize retiree premiums. To be eligible for this benefit in years where the benefit is provided, one must be a County retiree or dependent of a County retiree. As of September 30, 2008, there are 930 retirees and their beneficiaries; however based on the County's Substantive Plan only 472 retirees qualified for the fiscal year 2008 Plan.

The County is self-insured for employee and retiree health care. During fiscal year 2008, the County incurred $3,835,939 in health insurance claims which includes actuarially determined claims incurred but not yet reported (IBNR) but does not include the administrative expenses associated with those claims of approximately $407,072. Retiree contributions for fiscal year 2008 totaled $932,503, and the County paid the remaining amount of the claims, which are paid from current operating funds.

Total Claims cost	$ 3,835,939
Total Claims administration cost	407,072
Less: Retiree contribution to total claims cost	(932,503)
County Contribution	$ 3,310,508

Annual OPEB Cost and Net OPEB Obligation

As stated above, the Commissioners' Court approves OPEB on a year-to-year basis during the annual budget process and has not created a constitutionally valid obligation for OPEB beyond fiscal year 2009. The projected cost for the OPEB plan adopted for retirees for fiscal year 2009 is $4,860,000 and has been accrued and reported as a liability as of

September 30, 2008 to reflect the decision made by Commissioners' Court, the governing body of the County.

Fiscal Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
9/30/08	$ 4,860,000	100 %	$ 0

Methods and Assumptions

Projections of benefits for financial reporting purposes are based on the County's Substantive Plan as defined by Chapter 2264 and include the types of benefits that the Commissioners' Court has approved for the fiscal year. Travis County's Substantive Plan is the plan approved by the Commissioners' Court according to the laws and Constitution of the State of Texas.

Legislative Changes

On June 15, 2007, Chapter 2264 became effective and affects the financial reporting and accounting for the State of Texas and its political subdivisions, including the County, and contains provisions directly affecting the reporting of OPEB.

Annual OPEB Plan

Since 1991, the County has included communications both in information provided to employees and in the previously issued annual financial statements which specifically state that the decision to provide funding, if any, for OPEB is made on an annual basis by the Commissioners' Court. The Chapter 2264 presentation is consistent with prior County financial statements presented according to generally accepted accounting principles for those years audited. County financial statements have consistently acknowledged an annual OPEB plan in each year that the Commissioners' Court adopted a plan, which may vary from year to year. Additionally, the County does not participate in any collective bargaining agreements which would impose obligations for postemployment healthcare benefits. The County has concluded that under Texas law, it has no legally enforceable obligation beyond the 2009 fiscal year.

Additional information on the County's Postemployment Benefits Other Than Pension Benefits including legislative changes can be found in Note 1 of the Notes to the Financial Statements.

Healthcare District

The District currently does not provide post-employment benefits for its employees and therefore GASB Statement No. 43 and GASB Statement No. 45 do not have an effect on the District's financial statements.

13. SELF-INSURANCE

From October 1, 1994 to September 30, 2001, the County purchased insurance for employee accident and health claims. On October 1, 2001, the County began financing employee health through risk retention (self-insurance) for employee and retiree health care coverage, which are reported in an internal service fund, the Travis County Hospital and Insurance Fund-County Employees. On August 16, 2005 the Commissioners' Court dissolved the Travis County Hospital and Insurance Fund-County Employees and

transferred all assets, liabilities, and claims to the newly formed Employee Health Benefit Fund effective October 1, 2005. The new fund operates under Texas Local Government Code Annotated, Chapter 157.101. The fund charges premiums to other funds for servicing and payment of claims. The fund also charges employee dependents and retirees a premium for their participation in the health plan.

Risk management activities, other than employee health, are also reported in an internal service fund, the Travis County Self-Insurance Fund. The County has financed its risk of loss through risk retention (self-insurance) for general and automobile liability, error and omissions claims and judgments, property, and workers' compensation since January 1, 1989. The fund charges premiums to other funds for servicing and payment of claims.

The County purchases insurance coverage for aviation damage and liability, public dishonesty, and property damage. Also, stop-loss insurance is carried on employee health and workers' compensation. Effective October 1, 2007 the annual stop-loss retention for health claims changed from $150,000 to $175,000. If an individual claim exceeds $175,000 or if aggregate claims in a month exceed approximately $3.5 million, the carrier pays the excess. There were 12 claims that exceeded the individual stop-loss retention of $175,000 in fiscal year 2008. However, there was no month during the fiscal year in which settled claims exceeded the aggregate stop-loss retention of $3.5 million. The County's self-insured retention for workers' compensation is $300,000 with the stop-loss insurance carrier paying the excess. Settlements have not exceeded insurance coverage in any of the past three fiscal years in the Employee Health Benefit Fund or the Self-Insurance Fund. There have been no significant reductions in coverages from the prior year. The unrestricted portion of net assets for the Employee Health Benefit Fund and the Self-Insurance Fund at September 30, 2008 in the amount of $43,947,297 has been designated by management for catastrophic losses.

Liabilities are accrued and reported when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated. Liabilities include an amount for claims incurred but not yet reported. The process to estimate these liabilities are based on past claims experience and is actuarially determined. The estimated outstanding losses include unpaid losses only and do not include outstanding unallocated loss adjustment expenses.

Unpaid claims and judgments at September 30, 2008 and September 30, 2007 are composed of the following categories:

	2008	2007
Employee health*	$ 10,335,803	$ 4,911,354
General liability	2,511,934	3,702,566
Automobile liability	1,149,230	908,857
Workers' compensation	2,568,294	2,441,097
Property	315,670	201,450
Totals	$ 16,880,931	$ 12,165,324

*The Commissioners' Court approves OPEB on a year-to-year basis during the annual budget process. During this annual budget process, Commissioners' Court approved the funding of OPEB for fiscal year 2009 in the amount of $4,860,000. The increase in employee health includes the projected cost for the fiscal year 2009 OPEB plan for retirees.

Changes in the balances of unpaid claims and judgments during fiscal years 2007 and 2008 were as follows:

	Beginning of Fiscal Year Liability	Claims and Changes in Estimates	Claims Payments	Balance at Fiscal Year End
2007	$ 13,423,564	$ 28,719,479	$ (29,977,719)	$ 12,165,324
2008	$ 12,165,324	$ 39,763,967	$ (35,048,360)	$ 16,880,931

The Commissioners' Court has not created a constitutionally valid obligation for OPEB beyond fiscal year 2009. For additional information see Note 12 of the Notes to the Financial Statements.

14. CONTINGENT LIABILITIES

A number of claims against the County, as well as certain matters in litigation, are pending with respect to various matters arising in the normal course of the County's operations. The County's various legal counsel are of the opinion that the settlement of these claims and pending litigation will not have a material effect on the County's financial statements.

The County receives various grant monies which are subject to audit and adjustment by the grantor agencies. Any disallowed expenditures will become a liability of the County. The amount cannot be determined at this time although the County expects such amounts, if any, to be immaterial.

15. DISPROPORTIONATE SHARE III AND UPPER PAYMENT LIMIT PROGRAMS – HEALTHCARE DISTRICT

The Disproportionate Share III (DSH) program was created in fiscal year 1992 by the State of Texas to access additional federal matching funds. These funds are distributed to selected hospitals that provide services to low-income and uninsured patients. According to the DSH program guidelines, the District may use the funds for the benefit of the indigent in either the immediate period or future periods.

The Upper Payment Limit (UPL) program was created in May 2002 with an effective date of July 2001. The UPL program uses federal matching funds to raise State Medicaid reimbursement rates to 100% of equivalent Medicare rates for certain public hospital systems.

The District recognizes all funds received under the DSH and UPL programs as operating revenues in the period of receipt of the funds.

A portion of the DSH and UPL payment received are due to Seton under the operating lease discussed in Note 17. This payment is to be reduced by the charity care payment to the University of Texas Medical Branch (UTMB). During the year ended September 30, 2008, the District paid $16,914,793 to Seton. The DSH/UPL program revenue of $28,168,429 is netted by the $16,914,793 paid to Seton.

16. PRIVATE UPPER PAYMENT LIMIT PROGRAM – HEALTHCARE DISTRICT

The private Upper Payment Limit (Private UPL) program was implemented in April 2007, with an effective date of June 11, 2005. The Private UPL program uses federal matching funds to raise State Medicaid reimbursement rate to 100% of equivalent Medicare rates for

certain private hospitals. The District funds the intergovernmental transfer (IGT), which the federal government matches. The entire amount (the IGT and the matching funds) is then paid to six private hospitals in Travis County. These hospitals agreed to use their best efforts to reduce uninsured care in Travis County by qualified eligible individuals for Medicaid coverage and services. During the year ended September 30, 2008, the District expensed $24,383,266 for payments under the Private UPL program which is included in health care delivery expense. As of September 30, 2008 $8,054,598 is included in private UPL payable.

17. OPERATING LEASE WITH SETON – HEALTHCARE DISTRICT

Effective October 1, 2004, the District assumed the rights and obligation from the City of Austin related to a long-term lease agreement with Seton. Under the terms of the lease, Seton will operate Brackenridge/Children's Hospital and will provide all necessary medical services for residents of Travis County regardless of their ability to pay. The lease term is for 60 years through September 2055 with an optional 30 year extension. The breach of contract penalty is $50 million and Seton is required to spend a minimum of $50 million for capital improvements at Brackenridge/Children's Hospital by 2023; of which $30 million must be spent by 2013. In June 2007, Seton opened the new Dell Children's Medical Center of Central Texas which is not owned by the District.

At September 30, 2008, the District's investment in Brackenridge consists of land valued at $8,013,662 and buildings and improvements valued at $85,786,338 less accumulated depreciation of $6,862,907. For the year ended September 30, 2008, lease revenue of $1,096,656 was recognized under this lease.

Pursuant to the revised terms of the lease, the District will reimburse Seton for services provided through three programs. Under the Charity Care Program, the District will reimburse Seton a maximum of $3,760,891 annually for providing medical care to the medically indigent; provided however, that Seton must first provide charity care in the amount of 4 percent of net revenues as required by state law.

Under the Physicians Services Program, the District paid Seton $0 for the year ended September 30, 2008 for providing physician services to patients in the first two programs. Under the Home Health Services Program, the District paid Seton $250,000 for the year ended September 30, 2008 for home health services for the medically indigent of Travis County.

Under the Medical Assistance Program (MAP), the District paid Seton $0 for the year ended September 30, 2008 for patients enrolled in this program. The payments through February 2006 were made through the interlocal agreement with the City of Austin discussed in Note 19 as the City of Austin was the party responsible for the MAP contract with Seton until that time. At the end of that contract period, the District assumed responsibility for MAP payments and contracted with and made payments to Seton directly.

Under the terms of the letter agreement effective November 2006, the lease agreement with Seton was amended and the District no longer has the responsibility for funding the Physician Services Program and the MAP program. Instead the District paid $24,383,266 into the escrow account for the private Upper Payment Limit program (see Note 16).

The future minimum lease payments to be received from Seton are as follows:

2009	$	1,096,656
2010		1,096,656
2011		1,096,656
2012		1,096,656
2013		1,096,656
Thereafter		13,459,872
Total	$	18,943,152

18. LEASE AGREEMENT WITH THE UNIVERSITY OF TEXAS MEDICAL BRANCH AT GALVESTON (UTMB) – HEALTHCARE DISTRICT

Effective October 1, 2004, the District assumed the rights and obligation from the City of Austin related to the lease agreement with UTMB. Under the terms of the agreement, UTMB will operate Austin Women's Hospital for an initial term of five years through January 2009 with an option to renew. The lease was renewed for a one year period. For the year ended September 30, 2008, lease revenue of $58,740 was recognized under this lease. Pursuant to the terms of the lease, the District paid UTMB $3,877,048 for the year ended September 30, 2008 for charity care provided at Austin Women's Hospital.

At September 30, 2008, the District's investment in Austin Women's Hospital consists of buildings and improvements valued at $3,400,000 less accumulated depreciation of $272,000.

The future minimum lease payments to be received from UTMB are as follows:

2009	$	58,740
2010		19,580
Total	$	78,320

19. INTERLOCAL AGREEMENT WITH THE CITY OF AUSTIN – HEALTHCARE DISTRICT

Effective October 1, 2004, the District entered into an agreement with the City of Austin to operate the Federally Qualified Health Centers (health clinics) and administer MAP which were previously the responsibility of the City of Austin and Travis County. The agreement term is for one year with annual renewal possibility for four years. Under the agreement, payments are due monthly from the District. For the year ended September 30, 2008, the District recorded $28,650,568 of health care delivery expense related to this agreement. Any excess of revenues over expenses of the clinic operations is due to the District at the end of the agreement term. At September 30, 2008, the District has recorded a receivable from the City of Austin of $981,249 related to this excess although this amount will remain with the City of Austin and offset payments from the District to the City of Austin in the following year.

The receivable from the City of Austin is comprised of the following at September 30, 2008:

Excess of revenues over expenses from prior year	$ 2,322,663
Operating revenues:	
Medicare	771,082
Medicaid	5,743,900
CHIP	41,512
Net patient service revenue	1,026,207
Grant revenue	1,120,677
Interest income	304,509
Total operating revenues	9,007,887
Operating expenses:	
Salaries and benefits	25,313,075
Contracted services	7,450,575
Purchased goods	3,630,204
Total operating expenses	36,393,854
Other revenues (expenses):	
Payments received from the District	26,044,553
Construction in progress payment	-
Total other revenues,net	26,044,553
Excess of revenues over expenses	$ 981,249

20. DEFERRED COMPENSATION PLAN – HEALTHCARE DISTRICT

The District offers its employees a deferred compensation plan established in accordance with Internal Revenue Service Code Section 457. Assets and income of the District's plan are administered by a private corporation under contract with the District and are held for the exclusive benefit of the participants and their beneficiaries. Accordingly, the plan's assets and liabilities are not recorded in the District's basic financial statements. The District contributed $0 to the plan during the year ended September 30, 2008.

21. RISK MANAGEMENT – HEALTHCARE DISTRICT

The District's risk management program includes coverage through third party insurance providers for officers' professional liability and workers compensation. During the year ended September 30, 2008, there were no reductions in insurance coverage from coverage in the prior year and there have been no claims.

22. INTERLOCAL AGREEMENTS WITH TRAVIS COUNTY – HEALTHCARE DISTRICT

The District entered into an interlocal agreement with Travis County in which Travis County provides legal and other services for the District along with tax collections services. For the year ended September 30, 2008, $304,793 is included in other purchased goods and services for the legal and other services. For the year ended September 30, 2008, $373,686 is included in tax assessment and collection expense for the tax collections services. At September 30, 2008, $59,654 is included in due to Travis County (other governments) related to this agreement.

During fiscal year 2006, the District entered into an interlocal agreement with Travis County in which Travis County provides supplemental dental, life, and disability insurance. For the

year ended September 30, 2008, fees of $21,291 were included in other purchased goods and services related to this agreement.

23. SUBSEQUENT EVENTS

Public pension funds across the U.S. and around the world have been significantly affected by the extraordinary events in the worldwide financial markets during 2008. TCDRS has informed its member employers that the investment return for the year ended December 31, 2008 is estimated to be a negative 29%. As a result, member employers' contribution rates will rise in the coming years starting in plan year 2010. Per a TCDRS letter dated February 23, 2009, Travis County's plan year 2010 rate is projected to be 11.70% which exceeds the current elected rate of 10.71%. Per TCDRS, this is a preliminary estimate of the 2010 plan rate based solely on investment performance and does not take into consideration annual plan experience or benefit changes. The County's TCDRS Almanac containing finalized, specific details on the plan rate should be available from TCDRS in May 2009.

The TCDRS plan is structured to recognize investment losses over ten years so as to avoid dramatic, single year spikes. This ten-year smoothing of the current investment losses, however, means the County's employer contribution rate will likely continue to rise over the next several years as the 2008 losses are recognized. Also, to help stabilize rates, on December 5, 2008, the TCDRS Board of Trustees adopted a change from a 15-year closed amortization period to a 20-year closed amortization period to fund liabilities.

TRAVIS COUNTY, TEXAS

REQUIRED SUPPLEMENTARY

INFORMATION

(Unaudited)

TRAVIS COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - STATUTORY BASIS
BUDGET AND ACTUAL
GENERAL FUND
For The Year Ended September 30, 2008
(Unaudited)

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Revenues:				
Taxes	$ 297,486,541	$ 297,486,541	$ 298,121,445	$ 634,904
Intergovernmental	1,321,039	1,766,323	5,190,575	3,424,252
Charges for services	48,445,465	48,812,218	48,382,958	(429,260)
Fines and forfeits	902,948	902,948	910,989	8,041
Investment income	11,347,850	11,347,850	8,096,445	(3,251,405)
Miscellaneous	2,635,925	2,665,925	3,584,176	918,251
Total revenues	362,139,768	362,981,805	364,286,588	1,304,783
Expenditures:				
Current:				
General government	73,566,828	74,620,023	61,507,969	13,112,054
Justice system	100,767,752	102,417,165	99,022,053	3,395,112
Public safety	55,412,380	56,779,744	53,551,732	3,228,012
Corrections and rehabilitation	90,019,573	89,916,783	88,208,785	1,707,998
Health and human services	41,143,067	41,369,911	39,845,800	1,524,111
Infrastructure and environmental services	7,970,487	7,982,427	6,964,857	1,017,570
Community and economic development	8,261,581	8,185,524	7,477,311	708,213
Capital outlay	14,784,112	19,171,907	10,427,733	8,744,174
Total expenditures	391,925,780	400,443,484	367,006,240	33,437,244
Excess (deficiency) of revenues over expenditures	(29,786,012)	(37,461,679)	(2,719,652)	34,742,027
Other financing sources (uses):				
Transfers in	3,339,487	3,339,487	3,344,719	5,232
Transfers out	(8,994,087)	(9,394,269)	(9,062,923)	331,346
Total other financing sources (uses)	(5,654,600)	(6,054,782)	(5,718,204)	336,578
Net change in fund balance	(35,440,612)	(43,516,461)	(8,437,856)	35,078,605
Fund balance - beginning of year	95,165,823	95,165,823	95,165,823	-
Fund balance - end of year	$ 59,725,211	$ 51,649,362	$ 86,727,967	$ 35,078,605

Note: The budget is prepared on a Statutory Basis. See Note 1 of the financial statements.

TRAVIS COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - STATUTORY BASIS
BUDGET AND ACTUAL
ROAD AND BRIDGE FUND
For The Year Ended September 30, 2008
(Unaudited)

	Budgeted Amounts[1]		Actual	Variance with Final Budget
	Original	Final	Amounts	Positive (Negative)
Revenues:				
Intergovernmental	$ 75,300	$ 75,300	$ 76,639	$ 1,339
Charges for services	11,881,250	11,881,250	12,756,558	875,308
Fines and forfeits	6,936,037	6,936,037	6,785,722	(150,315)
Investment income	471,921	471,921	481,735	9,814
Miscellaneous	55,000	55,000	73,892	18,892
Total revenues	19,419,508	19,419,508	20,174,546	755,038
Expenditures:				
Current:				
Infrastructure and environmental services (TNR)	20,062,015	18,131,864	13,644,450	4,487,414
Capital outlay	4,559,129	6,489,280	3,786,979	2,702,301
Total expenditures[3]	24,621,144	24,621,144	17,431,429	7,189,715
Excess (deficiency) of revenues over expenditures	(5,201,636)	(5,201,636)	2,743,117	7,944,753
Other financing sources (uses):				
Transfers out	(3,145,886)	(3,145,886)	(3,145,886)	-
Total other financing sources (uses)	(3,145,886)	(3,145,886)	(3,145,886)	-
Net change in fund balance	(8,347,522)	(8,347,522)	(402,769)	7,944,753
Fund balance - beginning of year	10,565,864	10,565,864	10,565,864	-
Fund balance - end of year	$ 2,218,342	$ 2,218,342	$ 10,163,095	$ 7,944,753

Notes:

1. The budget is prepared on a Statutory Basis. See Note 1 of the financial statements.
2. The Road and Bridge Fund is the only major special revenue fund with a budget adopted by the Commissioners' Court. While the Grants Fund is considered a major special revenue fund, it does not have a budget adopted by the Commissioners' Court.
3. The $7.2 million variance for total expenditures is due to delayed purchases caused by ongoing contract negotiations and the availability of petroleum-based products required for road maintenance and construction. In addition, $3.9 million of this variance was encumbered at September 30, 2008 which is reserved for spending in fiscal year 2009.

TRAVIS COUNTY, TEXAS
REQUIRED SUPPLEMENTARY INFORMATION
Schedule of Funding Progress for Retirement Plan

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b - a)	Funded Ratio (a / b)	Annual Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b - a) / c)
12/31/2005	$ 469,129,341	$ 531,465,814	$ 62,336,473	88.27%	$ 181,110,876	34.42%
12/31/2006[1]	532,746,943	579,159,775	46,412,832	91.99%	194,098,827	23.91%
12/31/2007[1]	589,685,059	642,090,239	52,405,180	91.84%	209,422,165	25.02%

(1) The AAL and UAAL have been adjusted to reflect provision changes made by the County as part of the budget process and are reflected in supplementary information provided by TCDRS.

Note: The funded ratio in the above schedule is the most current information available from TCDRS as of the date of this report.

Public pension funds across the U.S. and around the world have been significantly affected by the extraordinary events in the worldwide financial markets during 2008. TCDRS has informed its member employers that the investment return for the year ended December 31, 2008 is estimated to be a negative 29%. As a result, member employers' contribution rates will rise in the coming years starting in plan year 2010. Per a TCDRS letter dated February 23, 2009, Travis County's plan year 2010 rate is projected to be 11.70% which exceeds the current elected rate of 10.71%. This is a preliminary estimate of the 2010 plan rate based solely on investment performance and does not take into consideration annual plan experience or benefit changes. The County's TCDRS Almanac containing finalized, specific details on the plan rate should be available from TCDRS in May 2009.

The TCDRS plan is structured to recognize investment losses over ten years so as to avoid dramatic, single year spikes. This ten-year smoothing of the current investment losses, however, means the County's employer contribution rate will likely continue to rise over the next several years as the 2008 losses are recognized. Also, to help stabilize rates, on December 5, 2008, the TCDRS Board of Trustees adopted a change from a 15-year closed amortization period to a 20-year closed amortization period to fund liabilities.

TRAVIS COUNTY, TEXAS

OTHER SUPPLEMENTARY INFORMATION

TRAVIS COUNTY, TEXAS

NON-MAJOR GOVERNMENTAL FUNDS

Special Revenue Funds: These funds are used to account for revenues derived from fees, specific taxes, grant revenues and other revenue sources that are legally restricted to finance specific activities.

Law Library Fund - To account for the cost of operating and maintaining a law library for public use. Financing is provided through fees charged as part of court costs for civil cases processed through the District and County Courts.

County Attorney and District Attorney Processing Sight Orders (CAPSO-DAPSO) Fund - To account for fees assessed for the processing and collection of insufficient checks. These funds may be used for expenditures of the prosecutors' offices.

Law Enforcement Fund - To account for monies resulting from the sale of forfeited property confiscated in arrests and the allowable expenditures of these monies.

Dispute Resolution Center Fund - To account for monies resulting from a fee charged on each District, County, and Justice Court civil case filed and expenditures of the Alternative Dispute Resolution Center. The purpose of the Center is to resolve disputes that do not require formal court action.

Voter Registration Fund - To account for monies received from the State of Texas as reimbursement for expenditures related to voter registration.

Juvenile Fee Fund - To account for monies resulting from a court-ordered probation fee to be used to provide services for juvenile probationers.

County and District Clerk Records Management and Preservation Fund - To account for monies resulting from fees assessed for the recording of documents by the County and District Clerks' offices (real estate transactions, assumed names, etc.). Monies are to be used for the records management and preservation services performed by these offices.

Records Management and Preservation Fund - To account for monies resulting from fees assessed for County and District Court records, including civil, probate and criminal court actions. Monies are to be used for the records management and preservation services performed by the County.

Courthouse Security Fund - To account for monies resulting from fees charged as part of court costs for the purpose of providing security services for buildings housing a District, County or Justice Court.

LCRA Parks CIP Fund - To account for the 15% of LCRA park revenues that are designated for capital improvement projects (CIP).

Justice Court Building Security Fund - To account for monies resulting from fees charged as part of court costs for the purpose of providing security services for a justice court located in a building that is not the county courthouse.

Juvenile Justice Alternative Education Program - To account for monies collected for the state mandated program to provide alternative education for juveniles in Travis County or in other counties, under contractual agreement, who have been expelled from school under Texas Education Code Sec 37.007 (a), (d), and (e). The monies are being collected from the participating school districts and state agencies.

Special Revenue Funds, continued

Jail Commissary Fund - To account for revenues generated by the sale of personal items to jail inmates and the expenditure of those funds for the benefit of the inmates as required by state law.

Court Reporter Service Fund - To account for monies resulting from the court reporter service fee assessed in each civil case filed with the County or District Clerk to maintain a court reporter who is available for assignment in the court. The monies are to be used to assist in the payment of court-reporter-related services.

CSCD Equipment Acquisition Fund - To account for funds received by the Department of Information and Telecommunications for computer services provided to the Community Supervision and Corrections Department (CSCD). These funds are used to offset computer hardware and software costs incurred by the County in operating the CSCD.

Juvenile Deferred Prosecution Fund - To account for monies from a court-ordered deferred prosecution fee to be used for juvenile probation or community-based juvenile corrections services.

Balcones Canyonlands Preservation Fund - To account for monies received from participation certificate sales to be used for land acquisition and preserve system needs. Travis County and the City of Austin are joint permit holders of the preserve system land. Permits may be sold to the private sector and the funds will provide a funding mechanism for the management and additional purchase of preserve system land.

Abandoned Vehicles/Livestock Fund - To account for monies collected from the sale of abandoned motor vehicles and livestock. The proceeds shall be used for the reimbursement of expenditures incurred in the placement of vehicles/livestock into custody and any notice and publication costs incurred.

LEOSE Elected Officials Fund - To account for monies received from the State Comptroller's pro-rata distribution of funds designated for law enforcement officers' education. The monies in this fund are to be used for the continuing education of law enforcement personnel under the discretion of the County Attorney, District Attorney, Constables 1 through 5, and the Sheriff.

LEOSE Commissioners' Court Fund - To account for monies received from the State Comptroller's pro-rata distribution of funds designated for law enforcement officers' education. The monies in this fund are to be used for the continuing education of law enforcement under the discretion of the Commissioners' Court.

Juvenile Delinquency Prevention Fund - To account for funds resulting from a fee charged per person convicted of a graffiti offense. These monies are used to repair damages, provide educational and intervention programs, and for public awards leading to the conviction of such offenders.

Unclaimed Property Fund - To account for funds resulting from unclaimed property held by the County that is presumed to be abandoned.

Professional Prosecutors Fund - To account for monies received from the State of Texas as salary supplement for the County prosecutor. Monies are to be used for expenses of the County prosecutor's office as per waiver under HB 804, 76th Legislature.

Mary Quinlan Park Fund - To account for monies collected for the purpose of maintaining and improving Mary Quinlan Park.

Probate Judiciary Fee Fund - To account for monies collected under HB 1220, Legislature relating to payments made to the County from the judicial fund for the support of the statutory probate court in the County.

Special Revenue Funds, continued

Justice Court Technology Fund - To account for monies collected as fees from anyone convicted of a misdemeanor to be used for technology improvements in the Justice of the Peace Courts of the County.

Travis County Housing Finance Corporation - The Travis County Housing Finance Corporation was created to provide decent, safe, and sanitary housing at affordable prices for residents of Travis County, Texas. It is authorized to issue bonds for the purpose, among others, of defraying the development cost of multi-family rental housing to be occupied substantially by persons of low and moderate income as determined by the Board of Directors; to provide funds to purchase mortgage loans made to persons of low and moderate income; and to refund bonds previously issued by the Corporation.

Travis County Health Facilities Development Corporation - The Travis County Health Facilities Development Corporation was created to provide, expand and improve health facilities for residents of Travis County, Texas that the Corporation determines are needed to improve the adequacy, cost, and accessibility of health care, research, and education in the state. The Corporation provides conduit financing for non-profit health facilities.

Capital Industrial Development Corporation - The Capital Industrial Development Corporation was created for the promotion and development of industrial and manufacturing enterprises to promote and encourage employment and the public welfare, and is authorized to issue bonds for those purposes.

Travis County Cultural Education Facilities Finance Corporation - The Travis County Cultural Education Facilities Finance Corporation was created for the purpose of promoting the health, education, and general welfare of citizens by providing and financing cultural, health and educational facilities.

Truancy Court Fund - To account for monies collected by the Juvenile Probation Department from the City of Austin and Austin Independent School District. Monies are used to provide supervision, referrals to community services, and regular reviews of student progress in an effort to reduce truancy.

County Clerk Archival Fund - To account for monies received when a public document is presented by a person, excluding a state agency, to the County Clerk for recording or filing. These monies are used for preservation and restoration services performed by the County Clerk in connection with maintaining their records archive.

Family Protection Fund - To account for monies collected as a fee at the time a suit for dissolution of a marriage is filed. These monies are to be used to fund a non-profit organization located in the County or an adjacent County that provides family violence prevention, intervention, mental health, counseling, legal, and marriage preservation services to families that have experienced, or are at risk of experiencing, family violence, child abuse or neglect.

Elections Contract Fund - To account for the reimbursement of election services provided by the County to other jurisdictions and the related expenditures.

Vital Statistic Preservation Fund - To account for monies collected as fees by the local registrar for the preservation of vital statistics records maintained by the registrar.

Fire Code Fund - To account for monies collected as fees for fire safety inspections on new or substantially renovated commercial property and multi-family housing and the related expenditures.

Child Abuse Prevention - To account for monies collected as fees from child abuse related offenses to finance the study and development of child abuse prevention.

Special Revenue Funds, continued

Juvenile Case Manager Fund - To account for monies collected as fees in fine-only misdemeanor offenses to finance the salary and benefits of a juvenile case manager.

Health Food Permits - To account for monies collected as fees for issuing or renewing a permit related to the regulation of food service establishments. These monies are used for conducting inspections and issuing permits for food service establishments.

Drug Court Program - To account for monies collected for offenders to attend an alternative rehabilitative drug program which includes drug testing and counseling.

Probate Guardianship - To account for fees assessed on probate court actions to reimburse court-initiated guardianship fees for both attorneys and guardians.

Gardner House Handicraft Fund - To account for donated monies to be used for juveniles in the custody of Travis County at the Gardner Betts Juvenile Justice Center.

Debt Service Funds: These funds account for the accumulation of resources and the subsequent disbursement of such resources to pay principal and interest on long-term general obligation bonds and certificates of obligation.

Northwest Travis County Road District No. 3 - To account for the accumulation of resources and the subsequent disbursement of such resources to pay principal and interest on general long-term debt for Northwest Travis County Road District No. 3.

Travis County Bee Cave Road District No. 1 - To account for the accumulation of resources and the subsequent disbursement of such resources to pay principal and interest on general long-term debt for Travis County Bee Cave Road District No. 1.

Capital Projects Funds: These funds are used to account for financial resources set aside for the acquisition or construction of major capital endeavors.

Joint Road Improvements Fund - To account for contractual agreements with other governmental entities for the construction, expansion, or improvement of roads.

Subdivision Parkland Fund - To account for monies received from developers for the acquisition or improvement of parks near new subdivision developments and the related expenditures.

Grants Fund - To account for capital grant monies received from other governmental entities and the expenditures of these monies for specific purposes designated by the grantor.

Southwest Travis County Road District No. 1 - To account for proceeds from the sale of road district assets to be used for the construction of roads within the district.

Travis County Bee Cave Road District No. 1 - To account for proceeds from the sale of road district assets to be used for the construction of roads within the district.

Permanent Funds: These funds are used to report resources that are legally restricted to the extent that only earnings, and not principal, may be used for the benefit of the County or its citizens.

Permanent School Fund - To account for the principal of a trust fund, which cannot be expended. Oil royalties are deposited into this fund, which increase the principal.

TRAVIS COUNTY, TEXAS
COMBINING BALANCE SHEET - STATUTORY BASIS
NON-MAJOR GOVERNMENTAL FUNDS
September 30, 2008

	Special Revenue				
	Law Library	CAPSO DAPSO	Law Enforcement	Dispute Resolution Center	Voter Registration
Assets					
Cash and pooled cash	$ 458,440	$ 304,289	$ 615,059	$ 71,052	$ 99,707
Investments	-	-	-	-	-
Interest receivable	3,703	-	-	643	-
Due from other funds	-	-	9,267	1,054	-
Accounts receivable	603	-	7,832	341	-
Intergovernmental and other receivables	-	-	-	-	-
Taxes receivable (net of allowances for estimated uncollectibles)	-	-	-	-	-
Total assets	$ 462,746	$ 304,289	$ 632,158	$ 73,090	$ 99,707
Liabilities and Fund Balances					
Liabilities:					
Accounts payable	24,038	-	-	34,430	24,050
Accrued interest payable	-	-	-	-	-
Accrued liabilities	19,142	-	-	-	-
Due to other funds	-	28,238	2,953	-	-
Other liabilities	-	-	3,522	-	-
Liability for compensated absences	10,091	-	-	-	-
Due to other governmental entities	-	-	500	-	-
Deferred revenue	-	-	-	-	-
Total liabilities	53,271	28,238	6,975	34,430	24,050
Fund balances:					
Reserved for:					
Encumbrances	194	-	-	-	34,336
County schools	-	-	-	-	-
Juveniles	-	-	-	-	-
Unreserved, designated for:					
Compensated absences	10,091	-	-	-	-
Debt service	-	-	-	-	-
Capital projects	-	-	-	-	-
Unreserved, undesignated, reported in:					
Special revenue funds	399,190	276,051	625,183	38,660	41,321
Total fund balances	409,475	276,051	625,183	38,660	75,657
Total liabilities and fund balances	$ 462,746	$ 304,289	$ 632,158	$ 73,090	$ 99,707

Special Revenue					
Juvenile Fee	County and District Clerk Records Management & Preservation	Records Management & Preservation	Courthouse Security	LCRA Parks CIP	Justice Court Building Security
$ 340,546	$ 1,224,850	$ 234,487	$ 369,637	$ 2,911,693	$ 123,283
-	-	-	-	-	-
2,173	7,392	1,538	2,617	17,784	629
-	-	-	3,863	-	854
-	124	159	344	-	74
-	-	-	-	-	-
-	-	-	-	-	-
$ 342,719	$ 1,232,366	$ 236,184	$ 376,461	$ 2,929,477	$ 124,840
-	199,388	2,799	-	220,349	-
-	-	-	-	-	-
-	25,221	8,472	81,128	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	8,706	6,761	78,659	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	233,315	18,032	159,787	220,349	-
-	14,314	42	-	65,000	-
-	-	-	-	-	-
-	-	-	-	-	-
-	8,706	6,761	78,659	-	-
-	-	-	-	-	-
-	-	-	-	-	-
342,719	976,031	211,349	138,015	2,644,128	124,840
342,719	999,051	218,152	216,674	2,709,128	124,840
$ 342,719	$ 1,232,366	$ 236,184	$ 376,461	$ 2,929,477	$ 124,840

(continued)

TRAVIS COUNTY, TEXAS
COMBINING BALANCE SHEET - STATUTORY BASIS, continued
NON-MAJOR GOVERNMENTAL FUNDS
September 30, 2008

	Special Revenue				
	Juvenile Justice Alternative Education Program	Jail Commissary	Court Reporter Service	CSCD Equipment Acquisition	Juvenile Deferred Prosecution
Assets					
Cash and pooled cash	$ 1,865,340	$ 991,171	$ 172,741	$ 1,118	$ 52,327
Investments	-	-	-	-	-
Interest receivable	12,105	-	1,199	-	318
Due from other funds	-	-	-	-	-
Accounts receivable	54,673	-	258	-	-
Intergovernmental and other receivables	-	-	-	-	-
Taxes receivable (net of allowances for estimated uncollectibles)	-	-	-	-	-
Total assets	$ 1,932,118	$ 991,171	$ 174,198	$ 1,118	$ 52,645
Liabilities and Fund Balances					
Liabilities:					
Accounts payable	39,801	33,022	-	-	-
Accrued interest payable	-	-	-	-	-
Accrued liabilities	4,357	-	15,036	-	-
Due to other funds	-	245,099	-	-	-
Other liabilities	-	3,851	-	-	-
Liability for compensated absences	3,870	-	7,294	-	-
Due to other governmental entities	-	-	-	-	-
Deferred revenue	-	-	-	-	-
Total liabilities	48,028	281,972	22,330	-	-
Fund balances:					
Reserved for:					
Encumbrances	8,277	-	-	-	-
County schools	-	-	-	-	-
Juveniles	-	-	-	-	-
Unreserved, designated for:					
Compensated absences	3,870	-	7,294	-	-
Debt service	-	-	-	-	-
Capital projects	-	-	-	-	-
Unreserved, undesignated, reported in:					
Special revenue funds	1,871,943	709,199	144,574	1,118	52,645
Total fund balances	1,884,090	709,199	151,868	1,118	52,645
Total liabilities and fund balances	$ 1,932,118	$ 991,171	$ 174,198	$ 1,118	$ 52,645

Special Revenue					
Balcones Canyonlands Preservation	Abandoned Vehicles/ Livestock	LEOSE Elected Officials	LEOSE Commissioners' Court	Juvenile Delinquency Prevention	Unclaimed Property
$ 25,847,477	$ 85,139	$ 42,115	$ 2,333	$ 133	$ 9,228
-	-	-	-	-	-
142,039	-	-	-	1	-
-	-	-	-	-	-
971,480	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
$ 26,960,996	$ 85,139	$ 42,115	$ 2,333	$ 134	$ 9,228
5,692	300	-	-	-	-
-	-	-	-	-	-
3,452	-	-	-	-	-
-	-	-	-	-	-
-	-	680	-	-	9,228
1,048	-	-	-	-	-
-	438	-	-	-	-
-	-	-	-	-	-
10,192	738	680	-	-	9,228
25,130,378	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
1,048	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
1,819,378	84,401	41,435	2,333	134	-
26,950,804	84,401	41,435	2,333	134	-
$ 26,960,996	$ 85,139	$ 42,115	$ 2,333	$ 134	$ 9,228

(continued)

TRAVIS COUNTY, TEXAS
COMBINING BALANCE SHEET - STATUTORY BASIS, continued
NON-MAJOR GOVERNMENTAL FUNDS
September 30, 2008

	Special Revenue			
	Professional Prosecutors	Mary Quinlan Park	Probate Judiciary Fee	Justice Court Technology
Assets				
Cash and pooled cash	$ 3	$ 272,395	$ 181,618	$ 873,130
Investments	-	-	-	-
Interest receivable	-	-	1,621	5,405
Due from other funds	-	-	-	4,950
Accounts receivable	-	-	107,863	316
Intergovernmental and other receivables	-	-	-	-
Taxes receivable (net of allowances for estimated uncollectibles)	-	-	-	-
Total assets	$ 3	$ 272,395	$ 291,102	$ 883,801
Liabilities and Fund Balances				
Liabilities:				
Accounts payable	-	986	1,047	1,088
Accrued interest payable	-	-	-	-
Accrued liabilities	-	-	4,698	3,145
Due to other funds	-	-	-	-
Other liabilities	-	-	-	-
Liability for compensated absences	-	-	600	1,035
Due to other governmental entities	-	-	-	-
Deferred revenue	-	-	-	-
Total liabilities	-	986	6,345	5,268
Fund balances:				
Reserved for:				
Encumbrances	-	295	-	14,123
County schools	-	-	-	-
Juveniles	-	-	-	-
Unreserved, designated for:				
Compensated absences	-	-	600	1,035
Debt service	-	-	-	-
Capital projects	-	-	-	-
Unreserved, undesignated, reported in:				
Special revenue funds	3	271,114	284,157	863,375
Total fund balances	3	271,409	284,757	878,533
Total liabilities and fund balances	$ 3	$ 272,395	$ 291,102	$ 883,801

Special Revenue					
Travis County Housing Finance Corporation	Travis County Health Facilities Development Corporation	Capital Industrial Development Corporation	Travis County Cultural Education Facilities Finance Corp	Truancy Court	County Clerk Archival
$ 55,254	$ 21,146	$ 8,226	$ 9,128	$ 24,883	$ 632,589
471,993	634,808	-	-	-	-
-	-	-	-	141	3,604
-	-	-	-	-	-
7,500	-	-	-	6,253	-
-	-	-	-	-	-
-	-	-	-	-	-
$ 534,747	$ 655,954	$ 8,226	$ 9,128	$ 31,277	$ 636,193
12,710	-	-	-	920	36,652
-	-	-	-	-	-
-	-	-	-	7,109	9,600
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	4,257	5,969
-	-	-	-	-	-
-	-	-	-	-	-
12,710	-	-	-	12,286	52,221
-	-	-	-	386	380
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	4,257	5,969
-	-	-	-	-	-
-	-	-	-	-	-
522,037	655,954	8,226	9,128	14,348	577,623
522,037	655,954	8,226	9,128	18,991	583,972
$ 534,747	$ 655,954	$ 8,226	$ 9,128	$ 31,277	$ 636,193

(continued)

TRAVIS COUNTY, TEXAS
COMBINING BALANCE SHEET - STATUTORY BASIS, continued
NON-MAJOR GOVERNMENTAL FUNDS
September 30, 2008

	Special Revenue			
	Family Protection	Elections Contract	Vital Statistic Preservation	Fire Code
Assets				
Cash and pooled cash	$ 79,142	$ 394,247	$ 24,186	$ 17,087
Investments	-	-	-	-
Interest receivable	626	3,089	134	874
Due from other funds	-	-	43	-
Accounts receivable	77	1,242	13	-
Intergovernmental and other receivables	-	-	-	-
Taxes receivable (net of allowances for estimated uncollectibles)	-	-	-	-
Total assets	$ 79,845	$ 398,578	$ 24,376	$ 17,961
Liabilities and Fund Balances				
Liabilities:				
Accounts payable	-	35,770	-	-
Accrued interest payable	-	-	-	-
Accrued liabilities	-	1,793	-	-
Due to other funds	-	-	-	-
Other liabilities	-	-	-	-
Liability for compensated absences	-	9,422	-	-
Due to other governmental entities	-	-	-	-
Deferred revenue	76,534	-	-	-
Total liabilities	76,534	46,985	-	-
Fund balances:				
Reserved for:				
Encumbrances	-	193,649	1,870	-
County schools	-	-	-	-
Juveniles	-	-	-	-
Unreserved, designated for:				
Compensated absences	-	9,422	-	-
Debt service	-	-	-	-
Capital projects	-	-	-	-
Unreserved, undesignated, reported in:				
Special revenue funds	3,311	148,522	22,506	17,961
Total fund balances	3,311	351,593	24,376	17,961
Total liabilities and fund balances	$ 79,845	$ 398,578	$ 24,376	$ 17,961

Special Revenue						
Child Abuse Prevention	Juvenile Case Manager	Health Food Permits	Drug Court Program	Probate Guardianship	Gardner House Handicraft	Total
$ 587	$ 607,825	$ 76,130	$ 43,757	$ 70,737	$ 2,748	$ 39,216,983
-	-	-	-	-	-	1,106,801
2	3,102	-	266	213	18	211,236
-	5,588	-	-	-	-	25,619
-	371	-	3	-	-	1,159,526
-	-	-	-	-	-	-
-	-	-	-	-	-	-
$ 589	$ 616,886	$ 76,130	$ 44,026	$ 70,950	$ 2,766	$ 41,720,165
-	-	-	12,211	-	-	685,253
-	-	-	-	-	-	-
-	-	-	-	-	-	183,153
-	-	-	-	-	-	276,290
-	-	-	-	-	-	17,281
-	-	-	-	-	-	137,712
-	-	-	-	-	-	938
-	584,550	-	-	-	-	661,084
-	584,550	-	12,211	-	-	1,961,711
-	-	-	14,496	-	-	25,477,740
-	-	-	-	-	-	-
-	-	-	-	-	2,766	2,766
-	-	-	-	-	-	137,712
-	-	-	-	-	-	-
-	-	-	-	-	-	-
589	32,336	76,130	17,319	70,950	-	14,140,236
589	32,336	76,130	31,815	70,950	2,766	39,758,454
$ 589	$ 616,886	$ 76,130	$ 44,026	$ 70,950	$ 2,766	$ 41,720,165

(continued)

TRAVIS COUNTY, TEXAS
COMBINING BALANCE SHEET - STATUTORY BASIS, continued
NON-MAJOR GOVERNMENTAL FUNDS
September 30, 2008

	Debt Service			Capital Projects	
	Northwest Travis County Road District No. 3	Travis County Bee Cave Road District No. 1	Total	Joint Road Improvements	Subdivision Parkland
Assets					
Cash and pooled cash	$ 447	$ 541	$ 988	$ 7,135,981	$ 807,992
Investments	353,065	765,317	1,118,382	-	-
Interest receivable	-	-	-	51,436	5,433
Due from other funds	-	-	-	-	-
Accounts receivable	-	-	-	-	-
Intergovernmental and other receivables	-	-	-	-	-
Taxes receivable (net of allowances for estimated uncollectibles)	6,360	-	6,360	-	-
Total assets	$ 359,872	$ 765,858	$ 1,125,730	$ 7,187,417	$ 813,425
Liabilities and Fund Balances					
Liabilities:					
Accounts payable	-	-	-	1,110,832	8,522
Accrued interest payable	-	71,439	71,439	-	-
Accrued liabilities	-	-	-	-	-
Due to other funds	-	-	-	-	-
Other liabilities	-	-	-	945,173	68,924
Liability for compensated absences	-	-	-	-	-
Due to other governmental entities	-	-	-	-	-
Deferred revenue	6,360	-	6,360	-	-
Total liabilities	6,360	71,439	77,799	2,056,005	77,446
Fund balances:					
Reserved for:					
Encumbrances	-	-	-	3,975,510	102,017
County schools	-	-	-	-	-
Juveniles	-	-	-	-	-
Unreserved, designated for:					
Compensated absences	-	-	-	-	-
Debt service	353,512	694,419	1,047,931	-	-
Capital projects	-	-	-	1,155,902	633,962
Unreserved, undesignated, reported in:					
Special revenue funds	-	-	-	-	-
Total fund balances	353,512	694,419	1,047,931	5,131,412	735,979
Total liabilities and fund balances	$ 359,872	$ 765,858	$ 1,125,730	$ 7,187,417	$ 813,425

Capital Projects				Permanent Fund	
Grants	Southwest Travis County Road District No. 1	Travis County Bee Cave Road District No. 1	Total	Permanent School Fund	Total Non-Major Governmental Funds
$ 796,419	$ -	$ 52,374	$ 8,792,766	$ 2,882,480	$ 50,893,217
-	-	-	-	-	2,225,183
4,575	-	-	61,444	-	272,680
-	-	-	-	-	25,619
-	-	-	-	-	1,159,526
602,109	-	-	602,109	-	602,109
-	-	-	-	-	6,360
$ 1,403,103	$ -	$ 52,374	$ 9,456,319	$ 2,882,480	$ 55,184,694
76,689	-	-	1,196,043	-	1,881,296
-	-	-	-	-	71,439
-	-	-	-	-	183,153
528,200	-	35,803	564,003	-	840,293
-	-	15,000	1,029,097	-	1,046,378
-	-	-	-	-	137,712
-	-	-	-	-	938
798,214	-	-	798,214	-	1,465,658
1,403,103	-	50,803	3,587,357	-	5,626,867
-	-	-	4,077,527	-	29,555,267
-	-	-	-	2,882,480	2,882,480
-	-	-	-	-	2,766
-	-	-	-	-	137,712
-	-	-	-	-	1,047,931
-	-	1,571	1,791,435	-	1,791,435
-	-	-	-	-	14,140,236
-	-	1,571	5,868,962	2,882,480	49,557,827
$ 1,403,103	$ -	$ 52,374	$ 9,456,319	$ 2,882,480	$ 55,184,694

(concluded)

TRAVIS COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - STATUTORY BASIS
NON-MAJOR GOVERNMENTAL FUNDS
For The Year Ended September 30, 2008

	Special Revenue				
	Law Library	CAPSO DAPSO	Law Enforcement	Dispute Resolution Center	Voter Registration
Revenues:					
Taxes	$ -	$ -	$ -	$ -	$ -
Intergovernmental	-	34,450	-	-	167,279
Charges for services	859,838	173,614	-	354,853	-
Fines and forfeits	-	-	238,190	-	-
Investment income	20,798	-	24,902	3,710	-
Miscellaneous	-	-	-	3,618	-
Total revenues	880,636	208,064	263,092	362,181	167,279
Expenditures:					
Current:					
General government	-	-	-	-	144,121
Justice system	1,031,626	93,282	90,083	413,156	-
Public safety	-	-	66,411	-	-
Corrections and rehabilitation	-	-	-	-	-
Infrastructure and environmental services	-	-	-	-	-
Community and economic development	-	-	-	-	-
Capital outlay	-	-	-	-	53,416
Debt service:					
Debt issuance costs	-	-	-	-	-
Principal on general obligation debt	-	-	-	-	-
Interest and other charges	-	-	-	-	-
Total expenditures	1,031,626	93,282	156,494	413,156	197,537
Excess (deficiency) of revenues over expenditures	(150,990)	114,782	106,598	(50,975)	(30,258)
Other financing sources (uses):					
General obligation debt issued	-	-	-	-	-
Original issue discount	-	-	-	-	-
Transfers in	-	-	-	41,665	24,815
Transfers out	-	(31,052)	(18,713)	-	-
Total other financing sources (uses)	-	(31,052)	(18,713)	41,665	24,815
Net change in fund balances	(150,990)	83,730	87,885	(9,310)	(5,443)
Fund balances - beginning of year	560,465	192,321	537,298	47,970	81,100
Fund balances - end of year	$ 409,475	$ 276,051	$ 625,183	$ 38,660	$ 75,657

Special Revenue					
Juvenile Fee	County and District Clerk Records Management & Preservation	Records Management & Preservation	Courthouse Security	LCRA Parks CIP	Justice Court Building Security
$ -	$ -	$ -	$ -	$ -	$ -
-	-	-	-	-	-
17,119	1,197,132	317,423	520,723	221,801	47,945
-	-	-	-	-	-
12,494	43,606	8,946	15,523	102,244	3,781
-	-	-	-	-	-
29,613	1,240,738	326,369	536,246	324,045	51,726
-	1,051,351	320,645	-	-	-
-	70,972	-	-	-	-
-	-	-	2,201,414	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	13,996	-	-	220,350	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	1,136,319	320,645	2,201,414	220,350	-
29,613	104,419	5,724	(1,665,168)	103,695	51,726
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	1,547,711	-	-
-	-	-	-	-	-
-	-	-	1,547,711	-	-
29,613	104,419	5,724	(117,457)	103,695	51,726
313,106	894,632	212,428	334,131	2,605,433	73,114
$ 342,719	$ 999,051	$ 218,152	$ 216,674	$ 2,709,128	$ 124,840

(continued)

TRAVIS COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - STATUTORY BASIS, continued
NON-MAJOR GOVERNMENTAL FUNDS
For The Year Ended September 30, 2008

	Special Revenue				
	Juvenile Justice Alternative Education Program	Jail Commissary	Court Reporter Service	CSCD Equipment Acquisition	Juvenile Deferred Prosecution
Revenues:					
Taxes	$ -	$ -	$ -	$ -	$ -
Intergovernmental	111,422	-	-	-	-
Charges for services	-	1,761,702	358,733	-	6,927
Fines and forfeits	-	-	-	-	-
Investment income	69,625	27,725	6,825	-	1,849
Miscellaneous	-	-	-	-	-
Total revenues	181,047	1,789,427	365,558	-	8,776
Expenditures:					
Current:					
General government	-	-	-	-	-
Justice system	431,396	-	384,836	-	-
Public safety	-	-	-	-	-
Corrections and rehabilitation	-	1,940,615	-	-	-
Infrastructure and environmental services	-	-	-	-	-
Community and economic development	-	-	-	-	-
Capital outlay	-	19,436	-	-	-
Debt service:					
Debt issuance costs	-	-	-	-	-
Principal on general obligation debt	-	-	-	-	-
Interest and other charges	-	-	-	-	-
Total expenditures	431,396	1,960,051	384,836	-	-
Excess (deficiency) of revenues over expenditures	(250,349)	(170,624)	(19,278)	-	8,776
Other financing sources (uses):					
General obligation debt issued	-	-	-	-	-
Original issue discount	-	-	-	-	-
Transfers in	189,313	-	-	-	-
Transfers out	-	-	-	-	-
Total other financing sources (uses)	189,313	-	-	-	-
Net change in fund balances	(61,036)	(170,624)	(19,278)	-	8,776
Fund balances - beginning of year	1,945,126	879,823	171,146	1,118	43,869
Fund balances - end of year	$ 1,884,090	$ 709,199	$ 151,868	$ 1,118	$ 52,645

Special Revenue					
Balcones Canyonlands Preservation	Abandoned Vehicles/ Livestock	LEOSE Elected Officials	LEOSE Commissioners' Court	Juvenile Delinquency Prevention	Unclaimed Property
$ -	$ -	$ -	$ -	$ -	$ -
-	-	87,450	1,030	-	-
1,571,554	-	-	-	30	-
-	-	-	-	-	-
835,787	2,199	1,520	-	5	-
54,751	36,339	-	-	-	-
2,462,092	38,538	88,970	1,030	35	-
-	-	-	-	-	-
-	-	1,275	-	-	-
-	22,501	87,575	-	-	-
-	-	-	-	-	-
179,429	-	-	-	-	-
-	-	-	-	-	-
70,237	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
249,666	22,501	88,850	-	-	-
2,212,426	16,037	120	1,030	35	-
-	-	-	-	-	-
-	-	-	-	-	-
6,680,185	-	-	-	-	-
-	-	-	-	-	-
6,680,185	-	-	-	-	-
8,892,611	16,037	120	1,030	35	-
18,058,193	68,364	41,315	1,303	99	-
$ 26,950,804	$ 84,401	$ 41,435	$ 2,333	$ 134	$ -

(continued)

TRAVIS COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - STATUTORY BASIS, continued
NON-MAJOR GOVERNMENTAL FUNDS
For The Year Ended September 30, 2008

	Special Revenue			
	Professional Prosecutors	**Mary Quinlan Park**	**Probate Judiciary Fee**	**Justice Court Technology**
Revenues:				
Taxes	$ -	$ -	$ -	$ -
Intergovernmental	-	-	-	-
Charges for services	-	-	152,863	209,544
Fines and forfeits	-	-	-	-
Investment income	-	-	9,257	31,193
Miscellaneous	-	5,000	-	-
Total revenues	-	5,000	162,120	240,737
Expenditures:				
Current:				
General government	-	-	-	2,323
Justice system	65,414	-	147,456	156,449
Public safety	-	-	-	-
Corrections and rehabilitation	-	-	-	-
Infrastructure and environmental services	-	-	-	-
Community and economic development	-	3,301	-	-
Capital outlay	-	3,624	-	-
Debt service:				
Debt issuance costs	-	-	-	-
Principal on general obligation debt	-	-	-	-
Interest and other charges	-	-	-	-
Total expenditures	65,414	6,925	147,456	158,772
Excess (deficiency) of revenues over expenditures	(65,414)	(1,925)	14,664	81,965
Other financing sources (uses):				
General obligation debt issued	-	-	-	-
Original issue discount	-	-	-	-
Transfers in	65,412	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	65,412	-	-	-
Net change in fund balances	(2)	(1,925)	14,664	81,965
Fund balances - beginning of year	5	273,334	270,093	796,568
Fund balances - end of year	$ 3	$ 271,409	$ 284,757	$ 878,533

Special Revenue					
Travis County Housing Finance Corporation	Travis County Health Facilities Development Corporation	Capital Industrial Development Corporation	Travis County Cultural Education Facilities Finance Corp	Truancy Court	County Clerk Archival
$ -	$ -	$ -	$ -	$ -	$ -
135,500	-	-	-	-	-
205,010	360,960	-	-	131,800	1,092,950
-	-	-	-	-	-
13,882	20,540	67	128	881	20,709
19,267	-	-	9,000	-	-
373,659	381,500	67	9,128	132,681	1,113,659
226,318	109,171	78	-	-	825,984
-	-	-	-	197,001	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
226,318	109,171	78	-	197,001	825,984
147,341	272,329	(11)	9,128	(64,320)	287,675
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	40,403	-
(64,074)	(65,601)	(1,408)	-	-	(7,702)
(64,074)	(65,601)	(1,408)	-	40,403	(7,702)
83,267	206,728	(1,419)	9,128	(23,917)	279,973
438,770	449,226	9,645	-	42,908	303,999
$ 522,037	$ 655,954	$ 8,226	$ 9,128	$ 18,991	$ 583,972

(continued)

TRAVIS COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - STATUTORY BASIS, continued
NON-MAJOR GOVERNMENTAL FUNDS
For The Year Ended September 30, 2008

	Special Revenue			
	Family Protection	**Elections Contract**	**Vital Statistic Preservation**	**Fire Code**
Revenues:				
Taxes	$ -	$ -	$ -	$ -
Intergovernmental	-	-	-	-
Charges for services	52,626	1,028,238	6,696	165,156
Fines and forfeits	-	-	-	-
Investment income	3,793	14,512	770	5,068
Miscellaneous	-	-	-	-
Total revenues	56,419	1,042,750	7,466	170,224
Expenditures:				
Current:				
General government	-	1,015,091	-	-
Justice system	87,845	-	380	-
Public safety	-	-	-	266,876
Corrections and rehabilitation	-	-	-	-
Infrastructure and environmental services	-	-	-	-
Community and economic development	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Debt issuance costs	-	-	-	-
Principal on general obligation debt	-	-	-	-
Interest and other charges	-	-	-	-
Total expenditures	87,845	1,015,091	380	266,876
Excess (deficiency) of revenues over expenditures	(31,426)	27,659	7,086	(96,652)
Other financing sources (uses):				
General obligation debt issued	-	-	-	-
Original issue discount	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Net change in fund balances	(31,426)	27,659	7,086	(96,652)
Fund balances - beginning of year	34,737	323,934	17,290	114,613
Fund balances - end of year	$ 3,311	$ 351,593	$ 24,376	$ 17,961

Special Revenue						
Child Abuse Prevention	Juvenile Case Manager	Health Food Permits	Drug Court Program	Probate Guardianship	Gardner House Handicraft	Total
$ -	$ -	$ -	$ -	$ -	$ -	$ -
-	-	-	-	-	-	537,131
454	-	76,130	130,965	66,860	-	11,089,646
-	-	-	-	-	-	238,190
11	18,635	-	1,738	1,244	102	1,324,069
-	-	-	-	-	-	127,975
465	18,635	76,130	132,703	68,104	102	13,317,011
-	-	-	-	-	-	3,695,082
-	-	-	122,147	-	-	3,293,318
-	-	-	-	-	-	2,644,777
-	-	-	-	-	-	1,940,615
-	-	-	-	-	-	179,429
-	-	-	-	-	-	3,301
-	-	-	-	-	-	381,059
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	122,147	-	-	12,137,581
465	18,635	76,130	10,556	68,104	102	1,179,430
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	8,589,504
-	-	-	-	-	-	(188,550)
-	-	-	-	-	-	8,400,954
465	18,635	76,130	10,556	68,104	102	9,580,384
124	13,701	-	21,259	2,846	2,664	30,178,070
$ 589	$ 32,336	$ 76,130	$ 31,815	$ 70,950	$ 2,766	$ 39,758,454

(continued)

TRAVIS COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - STATUTORY BASIS, continued
NON-MAJOR GOVERNMENTAL FUNDS
For The Year Ended September 30, 2008

	Debt Service			Capital Projects	
	Northwest Travis County Road District No. 3	Travis County Bee Cave Road District No. 1	Total	Joint Road Improvements	Subdivision Parkland
Revenues:					
Taxes	$ 514,589	$ -	$ 514,589	$ -	$ -
Intergovernmental	-	-	-	-	-
Charges for services	-	-	-	3,469,385	285,069
Fines and forfeits	-	-	-	-	-
Investment income	21,735	1,317	23,052	-	-
Miscellaneous	-	-	-	1,844,524	-
Total revenues	536,324	1,317	537,641	5,313,909	285,069
Expenditures:					
Current:					
General government	2,831	-	2,831	-	-
Justice system	-	-	-	-	-
Public safety	-	-	-	-	-
Corrections and rehabilitation	-	-	-	-	-
Infrastructure and environmental services	-	-	-	3,822,401	-
Community and economic development	-	-	-	15,750	46,393
Capital outlay	-	-	-	1,061,926	154,167
Debt service:					
Debt issuance costs	-	-	-	-	-
Principal on general obligation debt	485,000	-	485,000	-	-
Interest and other charges	141,656	-	141,656	-	-
Total expenditures	629,487	-	629,487	4,900,077	200,560
Excess (deficiency) of revenues over expenditures	(93,163)	1,317	(91,846)	413,832	84,509
Other financing sources (uses):					
General obligation debt issued	-	-	-	-	-
Original issue discount	-	-	-	-	-
Transfers in	-	693,102	693,102	300,424	-
Transfers out	-	-	-	-	-
Total other financing sources (uses)	-	693,102	693,102	300,424	-
Net change in fund balances	(93,163)	694,419	601,256	714,256	84,509
Fund balances - beginning of year	446,675	-	446,675	4,417,156	651,470
Fund balances - end of year	$ 353,512	$ 694,419	$ 1,047,931	$ 5,131,412	$ 735,979

Capital Projects				Permanent Fund	
Grants	Southwest Travis County Road District No. 1	Travis County Bee Cave Road District No. 1	Total	Permanent School Fund	Total Non-Major Governmental Funds
$ -	$ -	$ -	$ -	$ -	$ 514,589
905,830	-	-	905,830	-	1,442,961
-	-	-	3,754,454	-	14,844,100
-	-	-	-	-	238,190
(1,919)	-	1,571	(348)	-	1,346,773
-	300,424	-	2,144,948	492,019	2,764,942
903,911	300,424	1,571	6,804,884	492,019	21,151,555
-	-	-	-	-	3,697,913
-	-	-	-	-	3,293,318
-	-	-	-	-	2,644,777
-	-	-	-	-	1,940,615
25,000	-	-	3,847,401	-	4,026,830
-	-	-	62,143	-	65,444
878,911	-	12,704,211	14,799,215	-	15,180,274
-	-	1,153,789	1,153,789	-	1,153,789
-	-	-	-	-	485,000
-	-	-	-	-	141,656
903,911	-	13,858,000	19,862,548	-	32,629,616
-	300,424	(13,856,429)	(13,057,664)	492,019	(11,478,061)
-	-	14,725,000	14,725,000	-	14,725,000
-	-	(173,898)	(173,898)	-	(173,898)
-	-	-	300,424	-	9,583,030
-	(300,424)	(693,102)	(993,526)	-	(1,182,076)
-	(300,424)	13,858,000	13,858,000	-	22,952,056
-	-	1,571	800,336	492,019	11,473,995
-	-	-	5,068,626	2,390,461	38,083,832
$ -	$ -	$ 1,571	$ 5,868,962	$ 2,882,480	$ 49,557,827

(concluded)

TRAVIS COUNTY, TEXAS

BUDGETARY COMPARISON

SCHEDULES

TRAVIS COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - STATUTORY BASIS
BUDGET AND ACTUAL
GENERAL PURPOSE DEBT SERVICE FUND
For The Year Ended September 30, 2008

	Budgeted Amounts Final	Actual Amounts	Variance With Final Budget Positive (Negative)
Revenues:			
Taxes	$ 68,591,267	$ 68,769,635	$ 178,368
Investment income	1,364,732	1,187,473	(177,259)
Total revenues	69,955,999	69,957,108	1,109
Expenditures:			
Current:			
General government	6,000	6,000	-
Debt service:			
Principal on general obligation debt	39,269,555	39,269,555	-
Interest and other charges	29,565,314	28,968,273	597,041
Total expenditures	68,840,869	68,243,828	597,041
Excess (deficiency) of revenues over expenditures	1,115,130	1,713,280	598,150
Other financing sources (uses):			
Transfers in	-	257,857	257,857
Total other financing sources (uses)	-	257,857	257,857
Net change in fund balance	1,115,130	1,971,137	856,007
Fund balance - beginning of year	10,853,531	10,853,531	-
Fund balance - end of year	$ 11,968,661	$ 12,824,668	$ 856,007

TRAVIS COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - STATUTORY BASIS
BUDGET AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
For The Year Ended September 30, 2008

	Budgeted Amounts Final	Actual Amounts	Variance with Final Budget Positive (Negative)
Law Library			
Revenues:			
Charges for services	$ 854,000	$ 859,838	$ 5,838
Investment income	28,000	20,798	(7,202)
Total revenues	882,000	880,636	(1,364)
Expenditures:			
Current:			
Justice system	1,045,283	1,031,626	13,657
Total expenditures	1,045,283	1,031,626	13,657
Excess (deficiency) of revenues over expenditures	(163,283)	(150,990)	12,293
Net change in fund balance	(163,283)	(150,990)	12,293
Fund balance - beginning of year	560,465	560,465	-
Fund balance - end of year	$ 397,182	$ 409,475	$ 12,293
Dispute Resolution Center			
Revenues:			
Charges for services	$ 322,125	$ 354,853	$ 32,728
Investment income	3,800	3,710	(90)
Miscellaneous	3,400	3,618	218
Total revenues	329,325	362,181	32,856
Expenditures:			
Current:			
Justice system	413,156	413,156	-
Total expenditures	413,156	413,156	-
Excess (deficiency) of revenues over expenditures	(83,831)	(50,975)	32,856
Other financing sources (uses):			
Transfers in	41,665	41,665	-
Total other financing sources (uses)	41,665	41,665	-
Net change in fund balance	(42,166)	(9,310)	32,856
Fund balance - beginning of year	47,970	47,970	-
Fund balance - end of year	$ 5,804	$ 38,660	$ 32,856

	Budgeted Amounts Final	Actual Amounts	Variance with Final Budget Positive (Negative)
Voter Registration			
Revenues:			
Intergovernmental	$ 157,634	$ 167,279	$ 9,645
Total revenues	157,634	167,279	9,645
Expenditures:			
Current:			
General government	165,230	144,121	21,109
Capital outlay	73,312	53,416	19,896
Total expenditures	238,542	197,537	41,005
Excess (deficiency) of revenues over expenditures	(80,908)	(30,258)	50,650
Other financing sources (uses):			
Transfers in	24,816	24,815	(1)
Transfers out	(24,816)	-	24,816
Total other financing sources (uses)	-	24,815	24,815
Net change in fund balance	(80,908)	(5,443)	75,465
Fund balance - beginning of year	81,100	81,100	-
Fund balance - end of year	$ 192	$ 75,657	$ 75,465
Juvenile Fee			
Revenues:			
Charges for services	$ 21,000	$ 17,119	$ (3,881)
Investment income	13,000	12,494	(506)
Total revenues	34,000	29,613	(4,387)
Expenditures:			
Current:			
Justice system	345,540	-	345,540
Total expenditures	345,540	-	345,540
Excess (deficiency) of revenues over expenditures	(311,540)	29,613	341,153
Net change in fund balance	(311,540)	29,613	341,153
Fund balance - beginning of year	313,106	313,106	-
Fund balance - end of year	$ 1,566	$ 342,719	$ 341,153

(continued)

TRAVIS COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - STATUTORY BASIS
BUDGET AND ACTUAL, continued
NON-MAJOR SPECIAL REVENUE FUNDS
For The Year Ended September 30, 2008

	Budgeted Amounts Final	Actual Amounts	Variance with Final Budget Positive (Negative)
County and District Clerk			
Records Management & Preservation			
Revenues:			
Charges for services	$ 1,341,800	$ 1,197,132	$ (144,668)
Investment income	19,000	43,606	24,606
Total revenues	1,360,800	1,240,738	(120,062)
Expenditures:			
Current:			
General government	1,288,334	1,051,351	236,983
Justice system	99,496	70,972	28,524
Capital outlay	167,018	13,996	153,022
Total expenditures	1,554,848	1,136,319	418,529
Excess (deficiency) of revenues over expenditures	(194,048)	104,419	298,467
Net change in fund balance	(194,048)	104,419	298,467
Fund balance - beginning of year	894,632	894,632	-
Fund balance - end of year	$ 700,584	$ 999,051	$ 298,467
Records Management & Preservation			
Revenues:			
Charges for services	$ 309,000	$ 317,423	$ 8,423
Investment income	7,500	8,946	1,446
Total revenues	316,500	326,369	9,869
Expenditures:			
Current:			
General government	343,368	320,645	22,723
Total expenditures	343,368	320,645	22,723
Excess (deficiency) of revenues over expenditures	(26,868)	5,724	32,592
Net change in fund balance	(26,868)	5,724	32,592
Fund balance - beginning of year	212,428	212,428	-
Fund balance - end of year	$ 185,560	$ 218,152	$ 32,592

	Budgeted Amounts Final	Actual Amounts	Variance with Final Budget Positive (Negative)
Courthouse Security			
Revenues:			
Charges for services	$ 577,538	$ 520,723	$ (56,815)
Investment income	10,000	15,523	5,523
Total revenues	587,538	536,246	(51,292)
Expenditures:			
Current:			
Public safety	2,325,262	2,201,414	123,848
Total expenditures	2,325,262	2,201,414	123,848
Excess (deficiency) of revenues over expenditures	(1,737,724)	(1,665,168)	72,556
Other financing sources (uses):			
Transfers in	1,547,711	1,547,711	-
Total other financing sources (uses)	1,547,711	1,547,711	-
Net change in fund balance	(190,013)	(117,457)	72,556
Fund balance - beginning of year	334,131	334,131	-
Fund balance - end of year	$ 144,118	$ 216,674	$ 72,556
LCRA Parks CIP			
Revenues:			
Charges for services	$ 237,343	$ 221,801	$ (15,542)
Investment income	75,000	102,244	27,244
Total revenues	312,343	324,045	11,702
Expenditures:			
Capital outlay	385,324	220,350	164,974
Total expenditures	385,324	220,350	164,974
Excess (deficiency) of revenues over expenditures	(72,981)	103,695	176,676
Net change in fund balance	(72,981)	103,695	176,676
Fund balance - beginning of year	2,605,433	2,605,433	-
Fund balance - end of year	$ 2,532,452	$ 2,709,128	$ 176,676

(continued)

TRAVIS COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - STATUTORY BASIS
BUDGET AND ACTUAL, continued
NON-MAJOR SPECIAL REVENUE FUNDS
For The Year Ended September 30, 2008

	Budgeted Amounts Final	Actual Amounts	Variance with Final Budget Positive (Negative)
Justice Court Building Security			
Revenues:			
Charges for services	$ 46,878	$ 47,945	$ 1,067
Investment income	500	3,781	3,281
Total revenues	47,378	51,726	4,348
Expenditures:			
Current:			
General government	525	-	525
Total expenditures	525	-	525
Excess (deficiency) of revenues over expenditures	46,853	51,726	4,873
Net change in fund balance	46,853	51,726	4,873
Fund balance - beginning of year	73,114	73,114	-
Fund balance - end of year	$ 119,967	$ 124,840	$ 4,873
Juvenile Justice Alternative Education Program			
Revenues:			
Intergovernmental	$ 50,000	$ 111,422	$ 61,422
Investment income	65,000	69,625	4,625
Total revenues	115,000	181,047	66,047
Expenditures:			
Current:			
Justice system	2,179,600	431,396	1,748,204
Total expenditures	2,179,600	431,396	1,748,204
Excess (deficiency) of revenues over expenditures	(2,064,600)	(250,349)	1,814,251
Other financing sources (uses):			
Transfers in	189,313	189,313	-
Total other financing sources (uses)	189,313	189,313	-
Net change in fund balance	(1,875,287)	(61,036)	1,814,251
Fund balance - beginning of year	1,945,126	1,945,126	-
Fund balance - end of year	$ 69,839	$ 1,884,090	$ 1,814,251

	Budgeted Amounts Final	Actual Amounts	Variance with Final Budget Positive (Negative)
Court Reporter Service			
Revenues:			
Charges for services	$ 352,000	$ 358,733	$ 6,733
Investment income	7,000	6,825	(175)
Total revenues	359,000	365,558	6,558
Expenditures:			
Current:			
Justice system	401,013	384,836	16,177
Total expenditures	401,013	384,836	16,177
Excess (deficiency) of revenues over expenditures	(42,013)	(19,278)	22,735
Net change in fund balance	(42,013)	(19,278)	22,735
Fund balance - beginning of year	171,146	171,146	-
Fund balance - end of year	$ 129,133	$ 151,868	$ 22,735
Juvenile Deferred Prosecution			
Revenues:			
Charges for services	$ 8,000	$ 6,927	$ (1,073)
Investment income	1,000	1,849	849
Total revenues	9,000	8,776	(224)
Expenditures:			
Current:			
Justice system	52,416	-	52,416
Total expenditures	52,416	-	52,416
Excess (deficiency) of revenues over expenditures	(43,416)	8,776	52,192
Net change in fund balance	(43,416)	8,776	52,192
Fund balance - beginning of year	43,869	43,869	-
Fund balance - end of year	$ 453	$ 52,645	$ 52,192

(continued)

TRAVIS COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - STATUTORY BASIS
BUDGET AND ACTUAL, continued
NON-MAJOR SPECIAL REVENUE FUNDS
For The Year Ended September 30, 2008

	Budgeted Amounts Final	Actual Amounts	Variance with Final Budget Positive (Negative)
Balcones Canyonlands Preservation			
Revenues:			
Charges for services	$ 2,499,900	$ 1,571,554	$ (928,346)
Investment income	300,000	835,787	535,787
Miscellaneous	60,594	54,751	(5,843)
Total revenues	2,860,494	2,462,092	(398,402)
Expenditures:			
Current:			
Infrastructure and environmental services	459,902	179,429	280,473
Capital outlay	26,025,767	70,237	25,955,530
Total expenditures	26,485,669	249,666	26,236,003
Excess (deficiency) of revenues over expenditures	(23,625,175)	2,212,426	25,837,601
Other financing sources (uses):			
Transfers in	6,680,185	6,680,185	-
Total other financing sources (uses)	6,680,185	6,680,185	-
Net change in fund balance	(16,944,990)	8,892,611	25,837,601
Fund balance - beginning of year	18,058,193	18,058,193	-
Fund balance - end of year	$ 1,113,203	$ 26,950,804	$ 25,837,601
LEOSE Commissioners' Court			
Revenues:			
Intergovernmental	$ 1,030	$ 1,030	$ -
Total revenues	1,030	1,030	-
Expenditures:			
Current:			
Public safety	2,332	-	2,332
Total expenditures	2,332	-	2,332
Excess (deficiency) of revenues over expenditures	(1,302)	1,030	2,332
Net change in fund balance	(1,302)	1,030	2,332
Fund balance - beginning of year	1,303	1,303	-
Fund balance - end of year	$ 1	$ 2,333	$ 2,332

	Budgeted Amounts Final	Actual Amounts	Variance with Final Budget Positive (Negative)
Juvenile Delinquency Prevention			
Revenues:			
Charges for services	$ -	$ 30	$ 30
Investment income	-	5	5
Total revenues	-	35	35
Expenditures:			
Total expenditures	-	-	-
Excess (deficiency) of revenues over expenditures	-	35	35
Net change in fund balance	-	35	35
Fund balance - beginning of year	99	99	-
Fund balance - end of year	$ 99	$ 134	$ 35
Professional Prosecutors			
Revenues:			
Total revenues	$ -	$ -	$ -
Expenditures:			
Current:			
Justice system	65,416	65,414	2
Total expenditures	65,416	65,414	2
Excess (deficiency) of revenues over expenditures	(65,416)	(65,414)	2
Other financing sources (uses):			
Transfers in	65,412	65,412	-
Total other financing sources (uses)	65,412	65,412	-
Net change in fund balance	(4)	(2)	2
Fund balance - beginning of year	5	5	-
Fund balance - end of year	$ 1	$ 3	$ 2

(continued)

TRAVIS COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - STATUTORY BASIS
BUDGET AND ACTUAL, continued
NON-MAJOR SPECIAL REVENUE FUNDS
For The Year Ended September 30, 2008

	Budgeted Amounts Final	Actual Amounts	Variance with Final Budget Positive (Negative)
Mary Quinlan Park			
Revenues:			
Miscellaneous	$ 5,000	$ 5,000	$ -
Total revenues	5,000	5,000	-
Expenditures:			
Current:			
Community and economic development	4,367	3,301	1,066
Capital outlay	4,500	3,624	876
Total expenditures	8,867	6,925	1,942
Excess (deficiency) of revenues over expenditures	(3,867)	(1,925)	1,942
Net change in fund balance	(3,867)	(1,925)	1,942
Fund balance - beginning of year	273,334	273,334	-
Fund balance - end of year	$ 269,467	$ 271,409	$ 1,942
Probate Judiciary Fee			
Revenues:			
Charges for services	$ 65,000	$ 152,863	$ 87,863
Investment income	9,000	9,257	257
Total revenues	74,000	162,120	88,120
Expenditures:			
Current:			
Justice system	156,690	147,456	9,234
Total expenditures	156,690	147,456	9,234
Excess (deficiency) of revenues over expenditures	(82,690)	14,664	97,354
Net change in fund balance	(82,690)	14,664	97,354
Fund balance - beginning of year	270,093	270,093	-
Fund balance - end of year	$ 187,403	$ 284,757	$ 97,354

	Budgeted Amounts Final	Actual Amounts	Variance with Final Budget Positive (Negative)
Justice Court Technology			
Revenues:			
Charges for services	$ 240,081	$ 209,544	$ (30,537)
Investment income	15,000	31,193	16,193
Total revenues	255,081	240,737	(14,344)
Expenditures:			
Current:			
General government	83,077	2,323	80,754
Justice system	229,170	156,449	72,721
Total expenditures	312,247	158,772	153,475
Excess (deficiency) of revenues over expenditures	(57,166)	81,965	139,131
Net change in fund balance	(57,166)	81,965	139,131
Fund balance - beginning of year	796,568	796,568	-
Fund balance - end of year	$ 739,402	$ 878,533	$ 139,131
Truancy Court			
Revenues:			
Charges for services	$ 133,657	$ 131,800	$ (1,857)
Investment income	700	881	181
Total revenues	134,357	132,681	(1,676)
Expenditures:			
Current:			
Justice system	214,038	197,001	17,037
Total expenditures	214,038	197,001	17,037
Excess (deficiency) of revenues over expenditures	(79,681)	(64,320)	15,361
Other financing sources (uses):			
Transfers in	40,403	40,403	-
Total other financing sources (uses)	40,403	40,403	-
Net change in fund balance	(39,278)	(23,917)	15,361
Fund balance - beginning of year	42,908	42,908	-
Fund balance - end of year	$ 3,630	$ 18,991	$ 15,361

(continued)

TRAVIS COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - STATUTORY BASIS
BUDGET AND ACTUAL, continued
NON-MAJOR SPECIAL REVENUE FUNDS
For The Year Ended September 30, 2008

	Budgeted Amounts Final	Actual Amounts	Variance with Final Budget Positive (Negative)
County Clerk Archival			
Revenues:			
Charges for services	$ 1,180,000	$ 1,092,950	$ (87,050)
Investment income	20,000	20,709	709
Total revenues	1,200,000	1,113,659	(86,341)
Expenditures:			
Current:			
General government	1,152,666	825,984	326,682
Capital outlay	10,333	-	10,333
Total expenditures	1,162,999	825,984	337,015
Excess (deficiency) of revenues over expenditures	37,001	287,675	250,674
Other financing sources (uses):			
Transfers out	(7,702)	(7,702)	-
Total other financing sources (uses)	(7,702)	(7,702)	-
Net change in fund balance	29,299	279,973	250,674
Fund balance - beginning of year	303,999	303,999	-
Fund balance - end of year	$ 333,298	$ 583,972	$ 250,674
Family Protection			
Revenues:			
Charges for services	$ 51,200	$ 52,626	$ 1,426
Investment income	3,000	3,793	793
Total revenues	54,200	56,419	2,219
Expenditures:			
Current:			
Justice system	87,857	87,845	12
Total expenditures	87,857	87,845	12
Excess (deficiency) of revenues over expenditures	(33,657)	(31,426)	2,231
Net change in fund balance	(33,657)	(31,426)	2,231
Fund balance - beginning of year	34,737	34,737	-
Fund balance - end of year	$ 1,080	$ 3,311	$ 2,231

	Budgeted Amounts Final	Actual Amounts	Variance with Final Budget Positive (Negative)
Elections Contract			
Revenues:			
Charges for services	$ 1,310,210	$ 1,028,238	$ (281,972)
Investment income	20,000	14,512	(5,488)
Total revenues	1,330,210	1,042,750	(287,460)
Expenditures:			
Current:			
General government	1,385,265	1,015,091	370,174
Capital outlay	42,692	-	42,692
Total expenditures	1,427,957	1,015,091	412,866
Excess (deficiency) of revenues over expenditures	(97,747)	27,659	125,406
Net change in fund balance	(97,747)	27,659	125,406
Fund balance - beginning of year	323,934	323,934	-
Fund balance - end of year	$ 226,187	$ 351,593	$ 125,406
Vital Statistics Preservation			
Revenues:			
Charges for services	$ 5,106	$ 6,696	$ 1,590
Investment income	400	770	370
Total revenues	5,506	7,466	1,960
Expenditures:			
Current:			
Justice system	3,380	380	3,000
Total expenditures	3,380	380	3,000
Excess (deficiency) of revenues over expenditures	2,126	7,086	4,960
Net change in fund balance	2,126	7,086	4,960
Fund balance - beginning of year	17,290	17,290	-
Fund balance - end of year	$ 19,416	$ 24,376	$ 4,960

(continued)

TRAVIS COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - STATUTORY BASIS
BUDGET AND ACTUAL, continued
NON-MAJOR SPECIAL REVENUE FUNDS
For The Year Ended September 30, 2008

	Budgeted Amounts Final	Actual Amounts	Variance with Final Budget Positive (Negative)
Fire Code			
Revenues:			
Charges for services	$ 151,056	$ 165,156	$ 14,100
Investment income	4,000	5,068	1,068
Total revenues	155,056	170,224	15,168
Expenditures:			
Current:			
Public safety	269,669	266,876	2,793
Total expenditures	269,669	266,876	2,793
Excess (deficiency) of revenues over expenditures	(114,613)	(96,652)	17,961
Net change in fund balance	(114,613)	(96,652)	17,961
Fund balance - beginning of year	114,613	114,613	-
Fund balance - end of year	$ -	$ 17,961	$ 17,961
Child Abuse Prevention			
Revenues:			
Charges for services	$ 100	$ 454	$ 354
Investment income	-	11	11
Total revenues	100	465	365
Expenditures:			
Current:			
Health and human services	222	-	222
Total expenditures	222	-	222
Excess (deficiency) of revenues over expenditures	(122)	465	587
Net change in fund balance	(122)	465	587
Fund balance - beginning of year	124	124	-
Fund balance - end of year	$ 2	$ 589	$ 587

	Budgeted Amounts Final	Actual Amounts	Variance with Final Budget Positive (Negative)
Drug Court Program			
Revenues:			
Charges for services	$ 148,125	$ 130,965	$ (17,160)
Investment income	-	1,738	1,738
Total revenues	148,125	132,703	(15,422)
Expenditures:			
Current:			
Justice system	140,212	122,147	18,065
Total expenditures	140,212	122,147	18,065
Excess (deficiency) of revenues over expenditures	7,913	10,556	2,643
Net change in fund balance	7,913	10,556	2,643
Fund balance - beginning of year	21,259	21,259	-
Fund balance - end of year	$ 29,172	$ 31,815	$ 2,643
Probate Guardianship			
Revenues:			
Charges for services	$ 64,000	$ 66,860	$ 2,860
Investment income	-	1,244	1,244
Total revenues	64,000	68,104	4,104
Expenditures:			
Total expenditures	-	-	-
Excess (deficiency) of revenues over expenditures	64,000	68,104	4,104
Net change in fund balance	64,000	68,104	4,104
Fund balance - beginning of year	2,846	2,846	-
Fund balance - end of year	$ 66,846	$ 70,950	$ 4,104

(concluded)

TRAVIS COUNTY, TEXAS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - STATUTORY BASIS
BUDGET AND ACTUAL
NON-MAJOR CAPITAL PROJECTS FUNDS
For The Year Ended September 30, 2008

Joint Road Improvements	**Budgeted Amounts Final**	**Actual Amounts**	**Variance With Final Budget Positive (Negative)**
Revenues:			
Charges for services	$ 3,469,383	$ 3,469,385	$ 2
Miscellaneous	1,804,462	1,844,524	40,062
Total revenues	5,273,845	5,313,909	40,064
Expenditures:			
Current:			
Infrastructure and environmental services	8,152,601	3,822,401	4,330,200
Community and economic development	15,750	15,750	-
Capital outlay	1,823,124	1,061,926	761,198
Total expenditures	9,991,475	4,900,077	5,091,398
Excess (deficiency) of revenues over expenditures	(4,717,630)	413,832	5,131,462
Other financing sources (uses):			
Transfers in	300,474	300,424	(50)
Total other financing sources (uses)	300,474	300,424	(50)
Net change in fund balance	(4,417,156)	714,256	5,131,412
Fund balance - beginning of year	4,417,156	4,417,156	-
Fund balance - end of year	$ -	$ 5,131,412	$ 5,131,412

Subdivision Parkland			
Revenues:			
Charges for services	$ 278,768	$ 285,069	$ 6,301
Total revenues	278,768	285,069	6,301
Expenditures:			
Current:			
Community and economic development	245,514	46,393	199,121
Capital outlay	684,724	154,167	530,557
Total expenditures	930,238	200,560	729,678
Excess (deficiency) of revenues over expenditures	(651,470)	84,509	735,979
Net change in fund balance	(651,470)	84,509	735,979
Fund balance - beginning of year	651,470	651,470	-
Fund balance - end of year	$ -	$ 735,979	$ 735,979

TRAVIS COUNTY, TEXAS

PROPRIETARY FUND

Internal service funds, a type of proprietary fund, are used to account for the financing of goods or services provided by one department to other departments of the government on a cost reimbursement basis. The County's proprietary fund consists of the following:

Self-Insurance Fund - This fund is used to account for the activities of the County's self-insurance program for general, property and automobile liabilities, error and omissions claims and judgements, workers' compensation claims, and loss from theft and crime.

Employee Health Benefit Fund - This fund is used to account for the activities of the County's self-insurance program for paying health claims for county employees, retirees, and their dependents who are eligible members of the plan.

TRAVIS COUNTY, TEXAS
COMBINING STATEMENT OF NET ASSETS - STATUTORY BASIS
INTERNAL SERVICE FUNDS
September 30, 2008

	Self-Insurance	Employee Health Benefit	Total
Assets			
Current assets:			
Pooled cash	$ 22,768,220	$ 35,701,241	$ 58,469,461
Interest receivable	149,022	242,787	391,809
Other receivables	157,157	86,487	243,644
Prepaid items	346,207	7,709	353,916
Other assets	300,000	1,938,718	2,238,718
Total current assets	23,720,606	37,976,942	61,697,548
Noncurrent assets:			
Capital assets	50,000	29,175	79,175
Less accumulated depreciation	(50,000)	(11,859)	(61,859)
Total noncurrent assets	-	17,316	17,316
Total assets	23,720,606	37,994,258	61,714,864
Liabilities			
Current liabilities:			
Accounts payable	121,725	47,758	169,483
Deferred revenue	-	442,639	442,639
Due to other funds	9,267	-	9,267
Accrued and other liabilities	97,123	38,836	135,959
Claims and judgements	2,844,613	10,335,803	13,180,416
Compensated absences	26,226	23,849	50,075
Total current liabilities	3,098,954	10,888,885	13,987,839
Noncurrent liabilities:			
Claims and judgements	3,700,515	-	3,700,515
Compensated absences	38,315	23,582	61,897
Total noncurrent liabilities	3,738,830	23,582	3,762,412
Total liabilities	6,837,784	10,912,467	17,750,251
Net Assets			
Invested in capital assets	-	17,316	17,316
Unrestricted	16,882,822	27,064,475	43,947,297
Total net assets	$ 16,882,822	$ 27,081,791	$ 43,964,613

TRAVIS COUNTY, TEXAS
COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET ASSETS - STATUTORY BASIS
INTERNAL SERVICE FUNDS
For The Year Ended September 30, 2008

	Self-Insurance	Employee Health Benefit	Total
Operating revenues:			
Insurance premiums-county	$ 3,730,944	$ 28,995,013	$ 32,725,957
Insurance premiums-employee	-	6,211,905	6,211,905
Miscellaneous	-	533,947	533,947
Total operating revenues	3,730,944	35,740,865	39,471,809
Operating expenses:			
Incurred losses	1,570,038	37,944,068	39,514,106
Unemployment claims	160,019	-	160,019
Premiums	721,401	1,789,221	2,510,622
Professional services	5,500	77,728	83,228
Depreciation expense	2,284	5,596	7,880
Administration	671,630	1,057,880	1,729,510
Total operating expenses	3,130,872	40,874,493	44,005,365
Operating income (loss)	600,072	(5,133,628)	(4,533,556)
Nonoperating revenues:			
Investment income	851,446	1,424,101	2,275,547
Total nonoperating revenue	851,446	1,424,101	2,275,547
Change in net assets	1,451,518	(3,709,527)	(2,258,009)
Net assets - beginning of year	15,431,304	30,791,318	46,222,622
Net assets - end of year	$ 16,882,822	$ 27,081,791	$ 43,964,613

TRAVIS COUNTY, TEXAS
COMBINING STATEMENT OF CASH FLOWS - STATUTORY BASIS
INTERNAL SERVICE FUNDS
For The Year Ended September 30, 2008

	Self-Insurance	Employee Health Benefit	Total
Cash flows from operating activities			
Cash received from premium revenues	$ 3,730,944	$ 35,207,336	$ 38,938,280
Cash received from subrogation	121,325	-	121,325
Cash received from insurance proceeds and rebates	69,039	533,947	602,986
Cash paid for self-insured claims and loss adjustment expenses	(2,528,743)	(32,519,617)	(35,048,360)
Cash paid for other operating expenses	(1,137,587)	(1,088,950)	(2,226,537)
Cash paid for payroll	(629,114)	(2,351,732)	(2,980,846)
Net cash provided by (used for) operating activities	(374,136)	(219,016)	(593,152)
Cash flows from investing activities			
Interest received	978,740	1,610,485	2,589,225
Decrease in fair value of investments in pooled cash	(127,203)	(202,521)	(329,724)
Net cash provided by (used for) investing activities	851,537	1,407,964	2,259,501
Net increase in pooled cash balance	477,401	1,188,948	1,666,349
Pooled cash balance - beginning of the year	22,290,819	34,512,293	56,803,112
Pooled cash balance - end of the year	$ 22,768,220	$ 35,701,241	$ 58,469,461

Reconciliation of operating income (loss) to net cash provided by (used for) operating activities

Operating income (loss)	$ 600,072	$ (5,133,628)	$ (4,533,556)
Adjustments to reconcile operating income to net cash provided by (used for) operating activities			
Depreciation expense	2,284	5,596	7,880
(Increase) decrease in other receivables	(2,575)	(19,909)	(22,484)
(Increase) decrease in prepaid items	(227,735)	(3,348)	(231,083)
(Increase) decrease in other assets	-	(565,043)	(565,043)
Increase (decrease) in claims and judgements	(708,842)	5,424,449	4,715,607
Increase (decrease) in other liabilities	(37,340)	72,867	35,527
Net cash provided by (used for) operating activities	$ (374,136)	$ (219,016)	$ (593,152)

TRAVIS COUNTY, TEXAS
FIDUCIARY FUNDS

Agency funds, a type of fiduciary fund, are used to account for assets held by the County in a fiduciary capacity as custodian or agent for individuals and other governmental units.

Agency Funds

County Officials' Escrow Fund - To account for cash bail bonds deposited prior to January 1, 1984 for which there have been no requests for refunds.

Cash Bonds Fund - To account for cash bail bonds deposited after January 1, 1984.

Surety Bail Bond Deposits Fund - To account for collateral deposits required of surety bail bond individuals.

State Revenue Fund - To account for fees collected on various court cases and jury contributions, which are remitted to the State of Texas. For some of the fees collected, the County receives a 10% commission, which is deposited into the General Fund.

LCRA Escrow Fund - To account for fees collected at LCRA parks operated by the County that are transferred to the General Fund as park fee revenue upon the approval of the Commissioners' Court. Fees are also transferred to LCRA – Parks CIP Fund.

Officials' Fee Account Fund - To account for monies held in elected and appointed officials' bank accounts, as well as accounts for DRO and CSCD. County officials each have a bank account into which they deposit their collections. From these accounts they disburse monies to the County, State, other governmental entities, and individuals.

District and County Clerk Invested Trust Fund - To provide a compilation of all invested trust funds for reporting purposes.

Road District Indemnification Fees Fund - To account for deposits required of road districts to ensure contract compliance.

TNR Escrow Fund - To account for deposits required of road contractors to ensure contract compliance.

District and County Attorney Forfeited Property Fund - To account for funds seized related to criminal cases awaiting adjudication. Based on the decision in the case, the funds are either returned to the defendant or distributed to the applicable justice system organizations.

Travis County Refunded Bonds Fund - To account for monies received from escrow agent and disbursed for payment of principal and interest on refunded bonds.

Road Districts Refunded Bonds Fund - Southwest Travis County Road District No. 1 has advance refunded bonds. The monies were placed in an escrow account to be disbursed for payment of the principal and interest for the bonds refunded. The County acts as the paying agent for these bonds.

Inmate Trust Fund - Funds belonging to jail inmates are accounted for in this fund until such time as they are expended on behalf of or returned to the inmates upon discharge.

DNA Testing Fund - To account for court costs for convictions of offenses requiring DNA testing.

Available School Fund - To account for funds, other than oil royalties, from land owned by Travis County school districts, and to account for the annual distribution of these monies to school districts.

TRAVIS COUNTY, TEXAS
COMBINING STATEMENT OF ASSETS AND LIABILITIES - STATUTORY BASIS
AGENCY FUNDS
September 30, 2008

	County Officials' Escrow	Cash Bonds	Surety Bail Bond Deposits
Assets			
Cash and pooled cash	$ 246,163	$ 1,052,164	$ 13,188
Certificates of deposit	-	-	860,992
Investments	-	-	-
Interest receivable	-	-	-
Accounts receivable, net	-	-	-
Total assets	$ 246,163	$ 1,052,164	$ 874,180
Liabilities			
Due to third parties	7,365	10,070	-
Civil and probate deposits	-	-	-
Cash and surety bonds and deposits	238,798	1,042,094	874,180
Due to other governmental entities	-	-	-
Total liabilities	$ 246,163	$ 1,052,164	$ 874,180

State Revenue	LCRA Escrow	Officials' Fee Account	District and County Clerk Invested Trust Fund	Road District Indemnification Fees
$ 1,545,365	$ 25,763	$ 18,293,092	$ 6,578,930	$ 149,398
-	-	-	13,308,720	-
-	-	13,319,524	9,399,756	-
-	1,968	-	171,400	973
1,404,517	-	772,336	-	-
$ 2,949,882	$ 27,731	$ 32,384,952	$ 29,458,806	$ 150,371

-	27,731	17,288,667	29,458,806	150,371
-	-	214,248	-	-
-	-	7,888,634	-	-
2,949,882	-	6,993,403	-	-
$ 2,949,882	$ 27,731	$ 32,384,952	$ 29,458,806	$ 150,371

(continued)

TRAVIS COUNTY, TEXAS
COMBINING STATEMENT OF ASSETS AND LIABILITIES - STATUTORY BASIS, continued
AGENCY FUNDS
September 30, 2008

	TNR Escrow	District and County Attorney Forfeited Property	Travis County Refunded Bonds
Assets			
Cash and pooled cash	$ 4,363,700	$ 1,503,122	$ 5,316
Certificates of deposit	-	-	-
Investments	-	-	-
Interest receivable	26,450	-	-
Accounts receivable, net	-	-	-
Total assets	$ 4,390,150	$ 1,503,122	$ 5,316
Liabilities			
Due to third parties	4,390,150	1,502,672	5,316
Civil and probate deposits	-	-	-
Cash and surety bonds and deposits	-	-	-
Due to other governmental entities	-	450	-
Total liabilities	$ 4,390,150	$ 1,503,122	$ 5,316

Road Districts Refunded Bonds	Inmate Trust Fund	DNA Testing	Available School Fund	Total Agency Funds
$ 677,662	$ 115,365	$ 1,870	$ 273,246	$ 34,844,344
-	-	-	-	14,169,712
-	-	-	-	22,719,280
-	-	-	18,980	219,771
-	-	-	-	2,176,853
$ 677,662	$ 115,365	$ 1,870	$ 292,226	$ 74,129,960

677,662	115,194	-	-	53,634,004
-	-	-	-	214,248
-	-	-	-	10,043,706
-	171	1,870	292,226	10,238,002
$ 677,662	$ 115,365	$ 1,870	$ 292,226	$ 74,129,960

(concluded)

TRAVIS COUNTY, TEXAS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - STATUTORY BASIS
AGENCY FUNDS
For the Year Ended September 30, 2008

	Balance October 1, 2007	Additions	Deletions	Balance September 30, 2008
County Officials' Escrow				
Assets:				
Cash and pooled cash	$ 246,163	$ -	$ -	$ 246,163
Total assets	246,163	-	-	246,163
Liabilities:				
Due to third parties	7,365	-	-	7,365
Cash and surety bonds and deposits	238,798	-	-	238,798
Total liabilities	$ 246,163	$ -	$ -	$ 246,163
Cash Bonds				
Assets:				
Cash and pooled cash	$ 1,408,670	$ 23,092	$ 379,598	$ 1,052,164
Accounts receivable, net	8,000	-	8,000	-
Total assets	1,416,670	23,092	387,598	1,052,164
Liabilities:				
Due to third parties	10,070	-	-	10,070
Cash and surety bonds and deposits	1,406,600	191,197	555,703	1,042,094
Total liabilities	$ 1,416,670	$ 191,197	$ 555,703	$ 1,052,164
Surety Bail Bond Deposits				
Assets:				
Cash and pooled cash	$ 13,188	$ -	$ -	$ 13,188
Certificates of deposit	63,006	797,986	-	860,992
Total assets	76,194	797,986	-	874,180
Liabilities:				
Cash and surety bonds and deposits	76,194	797,986	-	874,180
Total liabilities	$ 76,194	$ 797,986	$ -	$ 874,180
State Revenue				
Assets:				
Cash and pooled cash	$ 1,619,553	$ 7,848,968	$ 7,923,156	$ 1,545,365
Accounts receivable, net	1,482,744	28,764,618	28,842,845	1,404,517
Total assets	3,102,297	36,613,586	36,766,001	2,949,882
Liabilities:				
Due to other governmental entities	3,102,297	36,574,749	36,727,164	2,949,882
Total liabilities	$ 3,102,297	$ 36,574,749	$ 36,727,164	$ 2,949,882

	Balance October 1, 2007	Additions	Deletions	Balance September 30, 2008
LCRA Escrow				
Assets:				
Cash and pooled cash	$ 9,103	$ 1,910,733	$ 1,894,073	$ 25,763
Interest receivable	1,575	1,968	1,575	1,968
Total assets	10,678	1,912,701	1,895,648	27,731
Liabilities:				
Due to third parties	10,678	1,947,280	1,930,227	27,731
Total liabilities	$ 10,678	$ 1,947,280	$ 1,930,227	$ 27,731
Officials' Fee Account				
Assets:				
Cash and pooled cash	$ 16,796,712	$ 3,300,654,894	$ 3,299,158,514	$ 18,293,092
Investments	15,866,339	784,688,019	787,234,834	13,319,524
Accounts receivable, net	781,516	10,954,509	10,963,689	772,336
Total assets	33,444,567	4,096,297,422	4,097,357,037	32,384,952
Liabilities:				
Due to third parties	18,325,856	1,346,356,200	1,347,393,389	17,288,667
Civil and probate deposits	604,690	3,682,211	4,072,653	214,248
Cash and surety bonds and deposits	7,007,750	7,979,246	7,098,362	7,888,634
Due to other governmental entities	7,506,271	176,391,425	176,904,293	6,993,403
Total liabilities	$ 33,444,567	$ 1,534,409,082	$ 1,535,468,697	$ 32,384,952
District and County Clerk Invested Trust Fund				
Assets:				
Cash and pooled cash	$ 11,948,306	$ 26,857,818	$ 32,227,194	$ 6,578,930
Certificates of deposit	14,380,356	5,909,620	6,981,256	13,308,720
Investments	8,732,904	688,206	21,354	9,399,756
Interest receivable	329,408	169,475	327,483	171,400
Total assets	35,390,974	33,625,119	39,557,287	29,458,806
Liabilities:				
Due to third parties	35,390,974	32,999,832	38,932,000	29,458,806
Total liabilities	$ 35,390,974	$ 32,999,832	$ 38,932,000	$ 29,458,806
Road District Indemnification Fees				
Assets:				
Cash and pooled cash	$ 143,835	$ 14,743	$ 9,180	$ 149,398
Interest receivable	978	973	978	973
Total assets	144,813	15,716	10,158	150,371
Liabilities:				
Due to third parties	144,813	13,765	8,207	150,371
Total liabilities	$ 144,813	$ 13,765	$ 8,207	$ 150,371

(continued)

TRAVIS COUNTY, TEXAS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES - STATUTORY BASIS, continued
AGENCY FUNDS
For the Year Ended September 30, 2008

	Balance October 1, 2007	Additions	Deletions	Balance September 30, 2008
TNR Escrow				
Assets:				
Cash and pooled cash	$ 3,528,942	$ 2,121,944	$ 1,287,186	$ 4,363,700
Interest receivable	24,983	26,449	24,982	26,450
Total assets	3,553,925	2,148,393	1,312,168	4,390,150
Liabilities:				
Due to third parties	3,553,925	2,747,650	1,911,425	4,390,150
Total liabilities	$ 3,553,925	$ 2,747,650	$ 1,911,425	$ 4,390,150
District and County Attorney Forfeited Property				
Assets:				
Cash and pooled cash	$ 1,518,434	$ 640,584	$ 655,896	$ 1,503,122
Total assets	1,518,434	640,584	655,896	1,503,122
Liabilities:				
Due to third parties	1,510,925	642,585	650,838	1,502,672
Due to other governmental entities	7,509	241,795	248,854	450
Total liabilities	$ 1,518,434	$ 884,380	$ 899,692	$ 1,503,122
Travis County Refunded Bonds				
Assets:				
Cash and pooled cash	$ 5,316	$ 46,977,376	$ 46,977,376	$ 5,316
Total assets	5,316	46,977,376	46,977,376	5,316
Liabilities:				
Due to third parties	5,316	93,954,753	93,954,753	5,316
Total liabilities	$ 5,316	$ 93,954,753	$ 93,954,753	$ 5,316
Road Districts Refunded Bonds				
Assets:				
Cash and pooled cash	$ 955,361	$ 323,150	$ 600,849	$ 677,662
Total assets	955,361	323,150	600,849	677,662
Liabilities:				
Due to third parties	955,361	22,725	300,424	677,662
Total liabilities	$ 955,361	$ 22,725	$ 300,424	$ 677,662

	Balance October 1, 2007	Additions	Deletions	Balance September 30, 2008
Inmate Trust Fund				
Assets:				
Cash and pooled cash	$ 119,227	$ 6,139,506	$ 6,143,368	$ 115,365
Total assets	119,227	6,139,506	6,143,368	115,365
Liabilities:				
Due to third parties	119,217	3,082,075	3,086,098	115,194
Due to other governmental entities	10	553	392	171
Total liabilities	$ 119,227	$ 3,082,628	$ 3,086,490	$ 115,365
DNA Testing				
Assets:				
Cash and pooled cash	$ 1,075	$ 7,494	$ 6,699	$ 1,870
Total assets	1,075	7,494	6,699	1,870
Liabilities:				
Due to other governmental entities	1,075	52,229	51,434	1,870
Total liabilities	$ 1,075	$ 52,229	$ 51,434	$ 1,870
Available School Fund				
Assets:				
Cash and pooled cash	$ 282,829	$ 417,740	$ 427,323	$ 273,246
Interest receivable	18,494	18,980	18,494	18,980
Total assets	301,323	436,720	445,817	292,226
Liabilities:				
Due to other governmental entities	301,323	399,246	408,343	292,226
Total liabilities	$ 301,323	$ 399,246	$ 408,343	$ 292,226
Total - All Agency Funds				
Assets:				
Cash and pooled cash	$ 38,596,714	$ 3,393,938,042	$ 3,397,690,412	$ 34,844,344
Certificates of deposit	14,443,362	6,707,606	6,981,256	14,169,712
Investments	24,599,243	785,376,225	787,256,188	22,719,280
Interest receivable	375,438	217,845	373,512	219,771
Accounts receivable, net	2,272,260	39,719,127	39,814,534	2,176,853
Total assets	80,287,017	4,225,958,845	4,232,115,902	74,129,960
Liabilities:				
Due to third parties	60,034,500	1,481,766,865	1,488,167,361	53,634,004
Civil and probate deposits	604,690	3,682,211	4,072,653	214,248
Cash and surety bonds and deposits	8,729,342	8,968,429	7,654,065	10,043,706
Due to other governmental entities	10,918,485	213,659,997	214,340,480	10,238,002
Total liabilities	$ 80,287,017	$ 1,708,077,502	$ 1,714,234,559	$ 74,129,960

(concluded)

GENERAL FUND

EXPENDITURES BUDGET

AND ACTUAL DETAIL

TRAVIS COUNTY, TEXAS
SCHEDULE OF EXPENDITURES BY FUNCTION, SUB-FUNCTION AND OFFICE/DEPARTMENT - STATUTORY BASIS
BUDGET AND ACTUAL
GENERAL FUND
For The Year Ended September 30, 2008

	Budgeted Amounts[1, 2, 3]		Actual	Variance with Final Budget Positive
	Original	Final	Amounts[3]	(Negative)
General Government:				
General Administration				
County Judge	$ 411,882	$ 411,876	$ 391,805	$ 20,071
County Commissioner Precinct No. 1	328,470	328,470	325,203	3,267
County Commissioner Precinct No. 2	321,318	321,318	294,640	26,678
County Commissioner Precinct No. 3	326,014	326,014	310,119	15,895
County Commissioner Precinct No. 4	323,123	323,123	268,974	54,149
Commissioners' Court General Administration	2,418,276	2,441,022	2,345,196	95,826
Human Resource Management	8,683,252	8,681,031	3,588,086	5,092,945
Information Systems and Telecommunications	18,903,797	19,233,189	14,887,641	4,345,548
County Clerk - Recording	2,331,003	2,371,856	2,112,572	259,284
Civil Service Commission	85,879	85,879	83,915	1,964
Records Management and Communication	4,439,025	4,537,578	4,460,090	77,488
Hospitalization Contra	(156,372)	(156,372)	-	(156,372)
Centralized Computer Systems and Services (ITS)	2,992,513	3,130,043	1,752,268	1,377,775
Centralized Rent and Utilities (Facilities)	1,110,020	500,570	482,284	18,286
Centralized Fleet Services (TNR)	179,983	184,649	14,514	170,135
Total General Administration	42,698,183	42,720,246	31,317,307	11,402,939
Financial Administration				
County Auditor	8,046,199	8,046,199	6,673,219	1,372,980
County Treasurer	507,020	507,020	498,546	8,474
Planning and Budget	1,480,252	1,562,057	1,509,823	52,234
Purchasing and Inventory Management	2,595,533	2,593,578	2,503,072	90,506
Hospitalization Contra	(158,715)	(158,715)	-	(158,715)
Centralized Computer Systems and Services (ITS)	22,475	22,475	21,092	1,383
Centralized Rent and Utilities (Facilities)	92,500	109,500	105,996	3,504
Centralized Fleet Services (TNR)	2,308	3,108	2,821	287
Total Financial Administration	12,587,572	12,685,222	11,314,569	1,370,653
Tax Administration				
Tax Collector	6,850,991	6,879,882	6,337,938	541,944
Hospitalization Contra	(116,044)	(116,044)	-	(116,044)
Centralized Computer Systems and Services (ITS)	12,343	12,343	8,130	4,213
Centralized Rent and Utilities (Facilities)	38,500	65,000	61,287	3,713
Total Tax Administration	6,785,790	6,841,181	6,407,355	433,826
Facilities Management				
Facilities Management	13,285,397	17,734,620	14,624,240	3,110,380
Property Development (TNR)	705,454	1,031,239	772,851	258,388
Hospitalization Contra	(113,533)	(113,533)	-	(113,533)
Centralized Computer Systems and Services (ITS)	15,405	15,627	11,414	4,213
Centralized Rent and Utilities (Facilities)	24,600	59,600	59,408	192
Centralized Fleet Services (TNR)	155,565	177,181	168,543	8,638
Total Facilities Management	14,072,888	18,904,734	15,636,456	3,268,278
Election Administration				
County Clerk - Election Administration	3,079,984	3,580,702	3,252,961	327,741
Hospitalization Contra	(10,746)	(10,746)	-	(10,746)
Centralized Computer Systems and Services (ITS)	238,315	252,315	247,604	4,711
Centralized Rent and Utilities (Facilities)	56,800	46,200	46,150	50
Total Election Administration	3,364,353	3,868,471	3,546,715	321,756
Total General Government	79,508,786	85,019,854	68,222,402	16,797,452

(continued)

[1] Healthcare premium costs are budgeted in each County office/department. Hospitalization Contra is the estimated savings for declined healthcare coverage and vacant employee positions and is budgeted by subfunction.
[2] The budget is prepared on a Statutory Basis. See Note 1 of the financial statements.
[3] Departmental expenditures include capital outlay.

TRAVIS COUNTY, TEXAS
SCHEDULE OF EXPENDITURES BY FUNCTION, SUB-FUNCTION AND OFFICE/DEPARTMENT - STATUTORY BASIS
BUDGET AND ACTUAL, continued
GENERAL FUND
For The Year Ended September 30, 2008

	Budgeted Amounts[1, 2, 3]		Actual	Variance with Final Budget
	Original	Final	Amounts[3]	Positive (Negative)
Justice System:				
Criminal Justice				
Central Collections (Tax Collector)	766,562	746,516	666,911	79,605
County Attorney	6,560,257	6,292,450	6,168,671	123,779
County Clerk	1,896,029	1,821,999	1,781,829	40,170
District Clerk	2,035,040	2,067,124	2,040,494	26,630
District Attorney	11,956,068	12,465,241	11,649,662	815,579
Criminal Courts	6,276,831	6,255,883	5,867,544	388,339
Justice of the Peace No. 1	487,837	516,830	494,706	22,124
Justice of the Peace No. 2	1,341,190	1,354,597	1,164,610	189,987
Justice of the Peace No. 3	923,897	933,714	909,179	24,535
Justice of the Peace No. 4	619,524	648,199	628,609	19,590
Justice of the Peace No. 5	559,453	546,049	522,769	23,280
Criminal Justice Planning	1,167,222	1,170,937	966,852	204,085
Hospitalization Contra	(548,363)	(548,363)	-	(548,363)
Program Specific Facilities Projects	656,831	541,826	411,465	130,361
Centralized Computer Systems and Services (ITS)	232,566	222,815	185,113	37,702
Centralized Rent and Utilities (Facilities)	502,888	737,502	731,602	5,900
Centralized Fleet Services (TNR)	35,455	38,588	26,499	12,089
Legally Mandated Fees (Criminal Courts)	6,740,986	7,626,966	7,375,688	251,278
Total Criminal Justice	42,210,273	43,438,873	41,592,203	1,846,670
Civil Justice				
County Attorney	7,343,455	7,535,718	7,223,265	312,453
County Clerk	1,464,050	1,422,601	1,376,193	46,408
District Clerk	4,874,903	4,786,543	4,454,461	332,082
Civil Courts	5,546,346	5,449,357	5,157,021	292,336
District Attorney	2,730,674	2,723,801	2,598,800	125,001
Probate Court	1,554,158	1,588,386	1,495,383	93,003
Justice of the Peace No. 1	392,800	363,497	313,739	49,758
Justice of the Peace No. 2	497,677	484,006	426,416	57,590
Justice of the Peace No. 3	360,737	350,920	304,583	46,337
Justice of the Peace No. 4	316,511	287,071	272,845	14,226
Justice of the Peace No. 5	330,866	344,270	311,498	32,772
Hospitalization Contra	(482,404)	(482,404)	-	(482,404)
Centralized Computer Systems and Services (ITS)	206,675	199,632	183,903	15,729
Centralized Rent and Utilities (Facilities)	155,900	255,900	255,050	850
Centralized Fleet Services (TNR)	24,505	33,786	31,023	2,763
Legally Mandated Fees (Civil Courts)	2,140,252	2,242,908	2,236,658	6,250
Total Civil Justice	27,457,105	27,585,992	26,640,838	945,154
Juvenile Services				
County Judge	5,683	5,689	5,681	8
Juvenile Public Defender	1,256,407	1,253,464	1,232,373	21,091
Juvenile Court	29,163,260	29,151,968	28,184,085	967,883
Child Protective Services (HHS)	701,338	643,727	605,651	38,076
Program Specific Facilities Projects	105,333	105,333	1,600	103,733
Hospitalization Contra	(412,808)	(412,808)	-	(412,808)
Centralized Computer Systems and Services (ITS)	305,357	303,334	253,217	50,117
Centralized Rent and Utilities (Facilities)	746,900	891,900	868,149	23,751
Centralized Fleet Services (TNR)	33,353	45,112	41,361	3,751
Total Juvenile Services	31,904,823	31,987,719	31,192,117	795,602
Total Justice System	101,572,201	103,012,584	99,425,158	3,587,426

	Budgeted Amounts[1, 2, 3]		Actual	Variance with Final Budget Positive
	Original	Final	Amounts[3]	(Negative)
Public Safety:				
Law Enforcement				
Constable No. 1	1,329,163	1,330,743	1,282,688	48,055
Constable No. 2	1,801,826	1,824,461	1,751,209	73,252
Constable No. 3	1,751,842	1,788,371	1,746,805	41,566
Constable No. 4	1,209,501	1,205,013	1,082,954	122,059
Constable No. 5	3,460,949	3,463,509	3,338,870	124,639
Sheriff	34,740,125	34,679,396	33,913,241	766,155
Medical Examiner	3,831,951	3,807,415	3,327,033	480,382
Hospitalization Contra	(411,317)	(411,317)	-	(411,317)
Program Specific Facilities Projects	69,883	99,617	87,019	12,598
Centralized Computer Systems and Services (ITS)	929,301	845,646	748,684	96,962
Centralized Rent and Utilities (Facilities)	251,500	247,500	246,515	985
Centralized Fleet Services (TNR)	5,107,494	5,932,991	3,749,144	2,183,847
Total Law Enforcement	54,072,218	54,813,345	51,274,162	3,539,183
Emergency Management Services				
Emergency Management Services	5,047,579	5,009,608	3,956,411	1,053,197
Hospitalization Contra	(19,502)	(19,502)	-	(19,502)
911 Call Center (CJP)	36,969	36,969	-	36,969
Centralized Computer Systems and Services (ITS)	3,325	3,928	1,999	1,929
Total Emergency Management Services	5,068,371	5,031,003	3,958,410	1,072,593
Total Public Safety	59,140,589	59,844,348	55,232,572	4,611,776
Corrections and Rehabilitation:				
Housing and Booking				
Sheriff	83,246,916	83,849,564	80,440,802	3,408,762
Pretrial Services	1,176,266	1,202,986	1,136,738	66,248
Hospitalization Contra	(1,180,136)	(1,180,136)	-	(1,180,136)
Centralized Computer Systems and Services (ITS)	271,355	273,912	265,158	8,754
Centralized Rent and Utilities (Facilities)	558,281	666,300	545,322	120,978
Centralized Fleet Services (TNR)	499,769	523,753	450,029	73,724
Total Housing and Booking	84,572,451	85,336,379	82,838,049	2,498,330
Supervision				
Community Supervision and Corrections	550,705	528,294	512,685	15,609
Travis County Counseling Center/SACA	3,215,207	3,205,108	3,080,120	124,988
Pretrial Services	1,987,239	1,966,838	1,899,571	67,267
Hospitalization Contra	(98,760)	(98,760)	-	(98,760)
Centralized Computer Systems and Services (ITS)	335,192	288,739	235,468	53,271
Centralized Rent and Utilities (Facilities)	373,512	323,442	295,576	27,866
Centralized Fleet Services (TNR)	4,540	5,185	4,378	807
Total Supervision	6,367,635	6,218,846	6,027,798	191,048
Total Corrections and Rehabilitation	90,940,086	91,555,225	88,865,847	2,689,378
Health and Human Services:				
Healthcare				
911 Call Center (CJP)	105,867	105,867	60,411	45,456
Health Services (HHS)	1,014,384	808,229	716,117	92,112
Emergency Medical Services	14,497,168	14,650,701	14,111,797	538,904
Hospitalization Contra	(62,769)	(62,769)	-	(62,769)
Centralized Computer Systems and Services (ITS)	1,455	1,455	-	1,455
Centralized Rent and Utilities (Facilities)	209,651	186,151	181,359	4,792
Centralized Fleet Services (TNR)	41,493	56,734	52,023	4,711
Total Healthcare	15,807,249	15,746,368	15,121,707	624,661

(continued)

TRAVIS COUNTY, TEXAS
SCHEDULE OF EXPENDITURES BY FUNCTION, SUB-FUNCTION AND OFFICE/DEPARTMENT - STATUTORY BASIS
BUDGET AND ACTUAL, continued
GENERAL FUND
For The Year Ended September 30, 2008

	Budgeted Amounts[1, 2, 3]		Actual	Variance with Final Budget Positive
	Original	Final	Amounts[3]	(Negative)
Public Health				
Public Health (HHS)	95	1,367	(13,406)	14,773
Program Specific Facilities Projects	144,245	144,245	38,601	105,644
Centralized Rent and Utilities (Facilities)	13,700	21,700	21,298	402
Centralized Fleet Services (TNR)	2,965	3,269	2,807	462
Total Public Health	161,005	170,581	49,300	121,281
Human Services				
Veteran Services	303,671	303,240	275,414	27,826
County Cooperative (Agricultural) Extension Service	1,010,409	888,295	826,018	62,277
Human Services (HHS)	24,464,843	24,871,898	23,499,417	1,372,481
Hospitalization Contra	(187,124)	(187,124)	-	(187,124)
Centralized Computer Systems and Services (ITS)	81,583	81,583	72,790	8,793
Centralized Rent and Utilities (Facilities)	151,967	142,017	88,922	53,095
Centralized Fleet Services (TNR)	61,091	46,824	42,599	4,225
Total Human Services	25,886,440	26,146,733	24,805,160	1,341,573
Total Health and Human Services	41,854,694	42,063,682	39,976,167	2,087,515
Infrastructure and Environmental Services:				
Roads and Bridges				
Transportation and Roads	5,008,326	5,328,608	3,256,695	2,071,913
Hospitalization Contra	(45,167)	(45,167)	-	(45,167)
Centralized Computer Systems and Services (ITS)	154,237	154,237	132,876	21,361
Centralized Rent and Utilities (Facilities)	44,600	46,700	46,069	631
Centralized Fleet Services (TNR)	721,801	666,288	532,568	133,720
Total Roads and Bridges	5,883,797	6,150,666	3,968,208	2,182,458
Drainage				
Transportation and Roads - Stormwater Management	697,283	644,627	425,180	219,447
Hospitalization Contra	(22,109)	(22,109)	-	(22,109)
Centralized Rent and Utilities (Facilities)	6,800	7,310	7,219	91
Centralized Fleet Services (TNR)	3,135	4,193	3,788	405
Total Drainage	685,109	634,021	436,187	197,834
Development and Regulation				
Centralized Computer Systems and Services (ITS)	125	125	-	125
Centralized Rent and Utilities (Facilities)	6,800	7,310	7,218	92
Total Development and Regulation	6,925	7,435	7,218	217
Conservation and Natural Resources				
Transportation and Roads	3,011,773	2,708,603	2,377,286	331,317
Hospitalization Contra	(33,535)	(33,535)	-	(33,535)
Centralized Rent and Utilities (Facilities)	6,800	16,250	16,059	191
Centralized Fleet Services (TNR)	32,566	40,899	36,878	4,021
Total Conservation and Natural Resources	3,017,604	2,732,217	2,430,223	301,994
Sanitation				
Transportation and Roads - Onsite Sewage Facility	633,234	615,483	602,054	13,429
Hospitalization Contra	(1,608)	(1,608)	-	(1,608)
Centralized Rent and Utilities (Facilities)	6,800	7,310	7,217	93
Centralized Fleet Services (TNR)	15,222	20,236	18,502	1,734
Total Sanitation	653,648	641,421	627,773	13,648
Total Infrastructure and Environmental Services	10,247,083	10,165,760	7,469,609	2,696,151

	Budgeted Amounts[1, 2, 3]		Actual	Variance with Final Budget Positive
	Original	Final	Amounts[3]	(Negative)
Community and Economic Development:				
Economic Development				
Travis County Exposition Center	1,021,960	1,019,439	907,380	112,059
Centralized Rent and Utilities (Facilities)	1,000	1,000	621	379
Centralized Fleet Services (TNR)	11,130	15,530	14,016	1,514
Total Economic Development	1,034,090	1,035,969	922,017	113,952
Parks and Recreation				
Transportation and Roads	7,506,926	7,265,672	6,403,661	862,011
Hospitalization Contra	(94,671)	(94,671)	-	(94,671)
Centralized Computer Systems and Services (ITS)	640	640	-	640
Centralized Rent and Utilities (Facilities)	8,706	9,256	(512)	9,768
Centralized Fleet Services (TNR)	198,508	562,153	488,579	73,574
Total Parks and Recreation	7,620,109	7,743,050	6,891,728	851,322
Culture and Education				
Historical Commission	1,942	1,942	91	1,851
Centralized Rent and Utilities (Facilities)	6,200	1,070	649	421
Total Culture and Education	8,142	3,012	740	2,272
Total Community and Economic Development	8,662,341	8,782,031	7,814,485	967,546
Total	$ 391,925,780	$ 400,443,484	$ 367,006,240	$ 33,437,244

(concluded)

TRAVIS COUNTY, TEXAS
STATISTICAL SECTION

TRAVIS COUNTY, TEXAS
STATISTICAL SECTION
September 30, 2008

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

Contents **Page**

Financial Trends **ST-3**

These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time. The first two schedules relate to government-wide; the remaining schedules relate to fund information.

Revenue Capacity **ST-17**

These schedules contain information to help the reader assess the factors affecting the County's ability to generate its property taxes.

Debt Capacity **ST-39**

These schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future.

Demographic and Economic Information **ST-53**

These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place and to help make comparisons over time and with other governments.

Operating Information **ST-61**

These schedules contain information about the County's operations and resources to help the reader understand how the County's financial information relates to the services the County provides and the activities it performs.

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

Note: The County implemented GASB Statement No. 34 in 2002; schedules presenting government-wide information include information beginning with that year.

TRAVIS COUNTY, TEXAS

FINANCIAL TRENDS

Schedule 1

Travis County, Texas
Net Assets by Component
Governmental Activities
Last Seven Fiscal Years
(unaudited)

	Fiscal Year Ended September 30		
	2002	**2003**	**2004**
Net Assets			
Invested in capital assets, net of related debt	$ 689,248,357	$ 687,132,617	$ 698,238,526
Restricted	16,535,075	23,875,614	28,644,316
Unrestricted[1]	(37,336,451)	(29,735,349)	(22,634,867)
Total net assets	$ 668,446,981	$ 681,272,882	$ 704,247,975

Notes: Travis County began to report net asset information when it implemented GASB Statement No. 34 in fiscal year 2002.

The classification of net assets in fiscal year 2005 reflects the effects of the implementation of GASB Statement No. 46 - "Net Assets Restricted by Enabling Legislation."

Beginning with fiscal year 2008, the County followed the Statutory Basis of Accounting. Prior years are prepared in accordance with GAAP.

This schedule includes blended component units.

(1) The deficit in unrestricted net assets is a result of payments made to the State of Texas for right-of-way land purchased for joint road projects for which the County reports the debt, but does not report the asset.

Fiscal Year Ended September 30			
2005	2006	2007	2008
$ 725,154,875	$ 731,245,017	$ 746,649,334	$ 778,735,287
28,381,876	27,804,954	34,216,858	40,318,478
(15,021,161)	22,701,561	59,589,364	50,784,405
$ 738,515,590	$ 781,751,532	$ 840,455,556	$ 869,838,170

Schedule 2

Travis County, Texas
Changes in Net Assets
Governmental Activities
Last Seven Fiscal Years
(unaudited)

	Fiscal Year		
	2002	**2003**	**2004**
Expenses			
General government	$ 66,568,720	$ 75,800,673	$ 77,881,031
Justice system	78,332,558	80,832,680	78,445,879
Public safety	32,512,054	37,934,509	38,719,649
Corrections and rehabilitation	83,293,576	83,092,671	80,464,846
Health and human services	35,826,633	38,286,362	39,343,976
Infrastructure and environmental services (1)	169,129,446	64,712,177	77,209,480
Community and economic development	4,610,862	5,657,458	5,992,029
Interest on long-term debt	21,629,201	25,358,230	22,721,482
Total expenses	$ 491,903,050	$ 411,674,760	$ 420,778,372
Program Revenues			
Fees, fines, and charges for services:			
General government	13,810,080	15,997,385	19,740,593
Justice system	13,157,675	16,838,299	15,327,949
Public safety	7,875,056	8,182,191	8,623,813
Corrections and rehabilitation	11,289,598	13,701,180	14,422,038
Health and human services	1,119,364	1,584,429	1,817,582
Infrastructure and environmental services	14,356,757	14,527,968	16,367,385
Community and economic development	1,956,104	2,301,304	2,129,646
Operating grants, contributions, shared revenues, and entitlements:			
General government	1,704,647	1,685,529	154,557
Justice system	8,670,685	9,084,295	9,540,413
Public safety	2,456,118	1,819,311	1,390,995
Corrections and rehabilitation	11,208,101	10,594,860	10,326,513
Health and human services	2,423,059	2,538,123	2,748,569
Infrastructure and environmental services	667,033	-	-
Capital grants, contributions, and donated assets:			
General government (2)	-	-	-
Infrastructure and environmental services	26,135,438	21,095,360	29,664,319
Community and economic development	63,249	77,660	109,606
Total program revenues	$ 116,892,964	$ 120,027,894	$ 132,363,978
Net (Expense)/Revenue	$ (375,010,086)	$ (291,646,866)	$ (288,414,394)
General Revenues			
Taxes:			
Property taxes, ad valorem	255,247,618	289,545,907	296,050,880
Excise taxes from the State of Texas	3,963,302	4,068,052	4,376,878
Unrestricted grants and contributions	2,775,535	1,778,784	2,130,837
Investment earnings	9,009,612	4,990,529	4,669,265
Miscellaneous	3,196,594	4,089,495	4,161,627
Special item - gain from sale of land	-	-	-
Total general revenues and special items	$ 274,192,661	$ 304,472,767	$ 311,389,487
Change in Net Assets	$ (100,817,425)	$ 12,825,901	$ 22,975,093

Notes: Travis County began to report accrual information when it implemented GASB Statement No. 34 in fiscal year 2002. For comparative purposes, certain prior years have been revised to conform to the current year's presentation. Beginning with fiscal year 2008, the County followed the Statutory Basis of Accounting. Prior years are prepared in accordance with GAAP.
This schedule includes blended component units.

(1) Travis County contributed $105.6 million and $10.5 million in fiscal years 2002 and 2004, respectively, to the State of Texas for joint road projects from bond proceeds.

(2) Travis County received $4.1 million in federal aid in fiscal year 2005 related to the Help America Vote Act (HAVA) grant.

Fiscal Year			
2005	2006	2007	2008
$ 80,842,627	$ 83,695,932	$ 94,632,906	$ 106,253,737
83,914,875	89,223,427	96,855,914	108,115,964
41,136,886	45,638,186	48,569,296	54,936,023
87,272,090	95,254,826	97,913,001	107,202,072
34,812,146	35,419,641	39,246,181	44,465,983
68,946,441	65,733,063	68,917,914	90,031,020
6,735,409	7,299,040	7,821,417	8,576,884
21,632,040	21,828,103	24,044,409	25,471,681
$ 425,292,514	$ 444,092,218	$ 478,001,038	$ 545,053,364
20,806,930	23,820,299	24,240,885	24,899,983
16,285,653	17,868,607	19,393,065	16,979,972
9,985,491	10,762,529	10,614,565	11,130,775
14,161,117	15,926,055	16,387,894	16,729,409
3,880,421	5,382,199	6,513,604	6,297,117
15,600,245	15,961,633	20,337,407	19,094,706
2,548,111	2,498,757	2,206,645	2,931,424
237,140	147,520	330,363	342,528
9,658,941	9,698,991	10,970,200	12,497,150
1,151,008	1,994,959	1,345,879	1,034,596
8,981,133	9,796,562	9,888,297	11,796,920
2,129,141	2,593,112	2,929,081	4,600,998
67,432	19,393	50,812	4,951
4,084,379	-	-	-
30,468,263	17,271,386	30,000,117	44,167,832
422,231	44,487	9,793	227,004
$ 140,467,636	$ 133,786,489	$ 155,218,607	$ 172,735,365
$ (284,824,878)	$ (310,305,729)	$ (322,782,431)	$ (372,317,999)
297,540,102	322,901,024	337,534,219	360,850,200
4,686,760	5,093,749	5,663,239	6,155,316
1,537,938	2,111,177	2,323,500	4,096,582
9,647,663	18,026,783	26,663,045	23,238,045
5,680,030	5,408,938	7,659,944	7,360,470
-	-	1,642,508	-
$ 319,092,493	$ 353,541,671	$ 381,486,455	$ 401,700,613
$ 34,267,615	$ 43,235,942	$ 58,704,024	$ 29,382,614

Schedule 3

Travis County, Texas
Fund Balances
Governmental Funds
Last Ten Fiscal Years
(unaudited)

	Fiscal Year Ended September 30			
	1999	2000	2001	2002
General Fund				
Reserved	$ 4,273,161	$ 4,689,235	$ 6,158,067	$ 9,108,226
Unreserved, designated for:				
Compensated absences	-	-	-	-
Unreserved, undesignated	29,744,857	37,544,887	50,738,430	38,272,519
Total general fund	$ 34,018,018	$ 42,234,122	$ 56,896,497	$ 47,380,745
All Other Governmental Funds[1]				
Reserved	$ 54,665,310	$ 24,583,334	$ 13,742,269	$ 21,036,303
Unreserved, designated for:				
Special revenue funds - compensated absences[2]	-	-	-	-
Debt service	11,490,585	13,016,217	10,576,761	11,355,913
Capital projects	39,175,184	38,123,552	51,257,595	58,448,920
Unreserved, undesignated reported in:				
Special revenue funds	14,376,721	13,596,869	18,026,574	19,578,657
Total all other governmental funds	$ 119,707,800	$ 89,319,972	$ 93,603,199	$ 110,419,793

Notes: Beginning with fiscal year 2008, the County followed the Statutory Basis of Accounting. Prior years are prepared in accordance with GAAP.

This schedule includes blended component units.

(1) The County implemented GASB Statement No. 34 in fiscal year 2002. Previous fiscal years have not been restated. All Other Governmental Funds includes all governmental funds except General Fund. It also includes permanent funds (formerly non-expendable trust funds) beginning in fiscal year 2002 in accordance with GASB Statement No. 34.

(2) The County adopted GASB Interpretation No. 6 in fiscal year 2003. Details regarding this Interpretation and the County's recognition of compensated absences can be found in the Letter of Transmittal.

Fiscal Year Ended September 30					
2003	2004	2005	2006	2007	2008
$ 6,714,543	$ 7,989,636	$ 9,122,387	$ 10,390,156	$ 14,242,234	$ 18,694,360
4,287,105	4,427,676	4,639,999	4,890,239	5,224,477	5,887,093
47,776,942	55,050,141	55,219,702	67,926,235	75,699,112	62,146,514
$ 58,778,590	$ 67,467,453	$ 68,982,088	$ 83,206,630	$ 95,165,823	$ 86,727,967
$ 41,747,932	$ 31,589,784	$ 30,014,676	$ 27,306,616	$ 65,171,416	$ 104,378,747
469,361	536,163	506,199	529,716	573,555	638,005
11,700,278	7,157,714	7,197,456	8,795,401	11,300,206	13,872,599
53,056,187	50,872,574	57,229,849	86,038,870	125,696,103	98,165,632
25,970,322	25,702,246	25,817,301	32,006,001	38,738,844	22,762,168
$ 132,944,080	$ 115,858,481	$ 120,765,481	$ 154,676,604	$ 241,480,124	$ 239,817,151

Schedule 4

Travis County, Texas
Changes in Fund Balances
Governmental Funds
Last Ten Fiscal Years
(unaudited)

	Fiscal Year			
	1999	2000	2001	2002
Revenues				
Taxes	$ 200,778,975	$ 215,734,106	$ 237,522,409	$ 259,810,920
Intergovernmental	56,026,252	53,746,696	55,072,200	38,986,488
Charges for services	29,039,949	31,173,038	34,950,230	54,356,255
Fines and forfeits	3,846,120	5,038,987	4,091,952	5,707,576
Investment income	12,268,471	14,482,292	17,008,846	10,666,630
Miscellaneous	6,251,735	8,657,879	6,751,249	3,423,808
Total revenues	308,211,502	328,832,998	355,396,886	372,951,677
Expenditures[1]				
Current	241,343,820	253,337,026	271,995,461	304,712,656
Capital outlay[2]	83,505,056	72,542,193	47,106,717	153,705,260
Debt service[3]	48,704,727	49,933,976	50,336,450	54,665,733
Total expenditures	373,553,603	375,813,195	369,438,628	513,083,649
Excess (deficiency) of revenues over expenditures	(65,342,101)	(46,980,197)	(14,041,742)	(140,131,972)
Other Financing Sources (Uses)				
General obligation debt issued[2]	42,610,000	24,780,000	32,930,000	146,235,000
General obligation debt premium	3,012	-	-	1,100,534
Refunding bonds issued	20,399,949	-	-	11,460,000
Refunding bonds premium	1,052,413	-	-	177,565
Payment to refunding bond agent	(21,445,382)	-	-	(11,540,285)
Original issue discount	-	-	-	-
Sale of capital assets	-	-	-	-
Transfers in	6,980,783	5,269,967	6,216,493	5,123,092
Transfers out	(6,980,783)	(5,269,967)	(6,216,493)	(5,123,092)
Total other financing sources (uses)	42,619,992	24,780,000	32,930,000	147,432,814
Special Items				
Proceeds from sale of real estate	-	-	-	-
Net change in fund balances	$ (22,722,109)	$ (22,200,197)	$ 18,888,258	$ 7,300,842
Debt service as a percentage of noncapital expenditures	20.2%	19.7%	18.5%	13.3% [4]

Notes: The County implemented GASB Statement No. 34 in fiscal year 2002. Previous fiscal years have not been restated.

In compliance with GASB Statement No. 34, Permanent Funds (formerly non-expendable trust funds) are included as governmental funds beginning in fiscal period 2002.

Beginning with fiscal year 2008, the County followed the Statutory Basis of Accounting. Prior years are prepared in accordance with GAAP.

This schedule includes blended component units.

(1) Expenditures are shown in detail in Schedule 5.
(2) Travis County contributed $105.6 million and $10.5 million in fiscal years 2002 and 2004, respectively, to the State of Texas for joint road projects from bond proceeds.
(3) Debt issuance costs were included in General Government current expenditures in all years prior to 2002.
(4) The debt service as a percentage of noncapital expenditures calculation was adjusted in 2002 and 2004 to reflect Travis County's contribution to the State of Texas for joint road projects from bond proceeds. For the purposes of this calculation these amounts are included as current expenditures versus capital outlay.

Fiscal Year					
2003	2004	2005	2006	2007	2008
$ 292,813,959	$ 299,227,758	$ 302,205,859	$ 328,098,773	$ 342,807,949	$ 367,405,669
30,491,351	45,194,797	34,510,489	28,162,319	28,210,834	37,025,115
61,320,127	66,224,790	69,742,078	77,651,363	81,905,656	83,797,371
6,387,910	6,321,816	6,829,689	8,029,767	8,444,507	8,415,094
3,798,997	3,663,515	7,461,294	14,983,807	23,230,344	18,797,800
4,186,505	4,171,895	5,702,595	5,138,032	6,904,960	6,496,564
398,998,849	424,804,571	426,452,004	462,064,061	491,504,250	521,937,613
312,792,370	326,362,031	337,687,465	361,113,294	381,829,343	427,677,179
46,908,816	57,008,391	36,706,409	72,630,959	56,082,201	98,964,822
64,750,860	64,553,185	64,402,803	64,571,657	65,423,524	70,382,608
424,452,046	447,923,607	438,796,677	498,315,910	503,335,068	597,024,609
(25,453,197)	(23,119,036)	(12,344,673)	(36,251,849)	(11,830,818)	(75,086,996)
59,320,000	13,720,000	17,490,000	84,045,000	107,935,000	64,925,000
117,038	6,300	64,793	214,216	252,319	235,065
38,540,000	-	122,635,000	9,155,000	23,784,987	-
2,006,703	-	10,854,350	130,991	1,431,592	-
(40,232,968)	-	(132,277,835)	(9,157,693)	(24,920,762)	-
-	-	-	-	-	(173,898)
650,000	-	-	-	-	-
6,053,003	7,980,136	8,062,028	10,295,664	10,691,891	13,659,025
(7,078,447)	(6,984,136)	(8,062,028)	(10,295,664)	(10,691,891)	(13,659,025)
59,375,329	14,722,300	18,766,308	84,387,514	108,483,136	64,986,167
-	-	-	-	2,110,395	-
$ 33,922,132	$ (8,396,736)	$ 6,421,635	$ 48,135,665	$ 98,762,713	$ (10,100,829)
20.7%	19.2% [4]	19.1%	17.9%	17.1%	16.5%

Schedule 5

Travis County, Texas
Expenditures by Function
Governmental Funds
Last Ten Fiscal Years
(unaudited)

	Fiscal Year			
	1999	**2000**	**2001**	**2002[1]**
Expenditures				
Current:				
Functions used prior to fiscal year 2003:				
General government	$ 39,207,384	$ 42,110,474	$ 50,558,051	-
Justice system	38,026,760	39,608,584	42,305,295	-
Law enforcement	27,625,473	28,901,628	33,367,455	-
Corrections and rehabilitation	60,665,028	62,500,872	69,085,011	-
Juvenile services	22,302,070	21,949,358	22,041,988	-
Public health	12,008,474	14,922,951	16,421,075	-
Human services	19,578,246	21,226,995	18,398,206	-
Transportation and roads	19,892,453	19,670,580	16,681,336	-
Parks and recreation	2,037,932	2,445,584	3,137,044	-
Functions used from fiscal year 2003 forward:				
General government	-	-	-	$ 46,896,192
Justice system	-	-	-	80,522,967
Public safety	-	-	-	32,813,028
Corrections and rehabilitation	-	-	-	86,745,965
Health and human services	-	-	-	35,415,060
Infrastructure and environmental services	-	-	-	18,311,502
Community and economic development	-	-	-	4,007,942
Capital outlay[2]	83,505,056	72,542,193	47,106,717	153,705,260
Debt service:				
Refunding bond issuance costs	339,093	-	-	90,210
Debt issuance costs[3]	-	-	-	1,003,469
Advance refunding escrow	-	-	-	-
Capital lease principal	68,485	73,785	79,495	85,647
Principal on general obligation debt	30,700,000	32,795,000	30,661,833	33,653,381
Interest and other charges	15,785,090	13,607,774	17,472,112	19,833,026
Capitalized interest[4]	1,812,059	3,457,417	2,123,010	-
Total expenditures	$ 373,553,603	$ 375,813,195	$ 369,438,628	$ 513,083,649

Notes: The County implemented GASB Statement No. 34 in fiscal year 2002. Previous fiscal years have not been restated.

In compliance with GASB Statement No. 34, Permanent Funds (formerly non-expendable trust funds) are included as governmental funds beginning in fiscal year 2002.

The Uniform Chart of Accounts for Texas Counties was adopted in fiscal year 2003.

Beginning with fiscal year 2008, the County followed the Statutory Basis of Accounting. Prior years are prepared in accordance with GAAP.

This schedule includes blended component units.

(1) The County has reclassified certain functional expenditures to be consistent with the Uniform Chart of Accounts for Texas Counties adopted in fiscal year 2003.
(2) Travis County contributed $105.6 million and $10.5 million in fiscal years 2002 and 2004, respectively, to the State of Texas for joint road projects from bond proceeds.
(3) Debt issuance costs were included in General Government current expenditures in all years prior to 2002.
(4) The requirement to capitalize construction period interest was eliminated in fiscal year 2002 by GASB Statement No. 37.

Fiscal Year					
2003[1]	2004	2005	2006	2007	2008
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
$ 49,666,600	$ 54,077,332	$ 55,138,365	$ 59,867,786	$ 61,275,126	$ 66,780,943
82,373,306	82,691,555	89,034,598	94,672,961	102,659,675	114,343,861
37,310,891	40,149,412	42,498,649	47,523,305	50,517,497	57,109,115
83,621,026	85,324,250	90,430,475	98,954,704	101,890,572	110,846,512
37,817,648	39,380,193	34,679,229	35,300,509	38,993,277	44,445,897
17,507,044	19,731,737	20,167,308	18,439,351	19,784,147	26,586,414
4,495,855	5,007,552	5,738,841	6,354,678	6,709,049	7,564,437
46,908,816	57,008,391	36,706,409	72,630,959	56,082,201	98,964,822
303,815	-	1,196,336	126,921	281,796	-
154,204	87,380	106,448	228,010	342,616	1,333,592
-	-	824,750	-	-	-
92,275	100,719	122,065	128,942	147,899	144,541
39,253,523	38,236,450	38,656,775	41,117,340	39,132,204	39,754,555
24,947,043	26,128,636	23,496,429	22,970,444	25,519,009	29,149,920
-	-	-	-	-	-
$ 424,452,046	$ 447,923,607	$ 438,796,677	$ 498,315,910	$ 503,335,068	$ 597,024,609

COUNTY AUDITOR
TRAVIS COUNTY, TEXAS

TRAVIS COUNTY, TEXAS

REVENUE CAPACITY

Schedule 6

Travis County, Texas
Assessed Value and Actual Value of Taxable Property
Last Ten Fiscal Years

(unaudited)

This schedule has been prepared in the format required by GASB Statement No. 44 (GASB 44). Per the GASB, the intent of the schedule is "to present comparative rate data for other governmental bodies that extend rates against the reporting government's revenue base, so that some sense of the "overall" burden on the government's taxpayers is communicated." [(1)] We believe the citizenry, investors and creditors of Travis County will not be able to achieve this objective based solely on this information.

GASB Statement No. 44 has established a **direct tax rate,** which is a new calculation defined by the GASB based on the percentage applied to a tax base. This is not necessarily the rate established by that government for that year's rate structure. When the government's tax base, in our case the total taxable assessed value, encompasses the entire rate base, then the direct tax rate and the actual tax rate are the same. If the government includes a unit that does not encompass the entire rate base, then the direct rate is calculated to produce a result as if the rate were applied to the entire county's tax base. In reality, no taxpayer would pay this rate, and those taxpayers who are subject to the rate would pay a much higher rate.

The following are Travis County and its component units fiscal year 2008 actual adopted tax rates:

	Travis County	Northwest Travis County Road District No. 3	Travis County Healthcare District
Total Taxable Assessed Value	$85,045,250,441	$475,447,317	$85,191,855,874
Actual Tax Rate	0.4216	0.1100	0.0693

Northwest Travis County Road District No. 3 (NWTCRD No. 3) is a taxing entity that encompasses only 242.1 acres of the County's 1,022.1 square miles. As the Road District is a blended component unit of the County, GASB 44 requires that the tax rates shown in this schedule for NWTCRD No. 3 be adjusted as follows:

The Direct Tax Rate is Calculated as follows:

$$\frac{\text{NWTCRD No. 3 Taxable Assessed Value}}{\text{Travis County Taxable Assessed Value}} \times \text{NWTCRD No. 3 Actual Tax Rate} = \textbf{NWTCRD No. 3 Direct Tax Rate}$$

$$\frac{\$475{,}447{,}317}{\$85{,}045{,}250{,}441} \times 0.1100 = \mathbf{0.0006}$$

The direct tax rate does not represent any rate that has been legally established by the entity. The actual tax rates for NWTCRD No. 3 are as follows:

Year – Rate	Year – Rate
1999 - 0.2500	2004 - 0.1660
2000 - 0.2248	2005 - 0.1800
2001 - 0.1600	2006 - 0.1650
2002 - 0.1646	2007 - 0.1300
2003 - 0.1500	2008 - 0.1100

[(1)] GASB Statement No. 44, Paragraph 84.

Schedule 6 (continued)

Travis County, Texas
Assessed Value and Actual Value of Taxable Property
Last Ten Fiscal Years
(unaudited)

Fiscal Year Ended Sept. 30	Real Property: Residential Property[2][4]	Real Property: Commercial Property[2]	Real Property: Industrial Property[2]	Real Property: Total Real Property[2][4]	Personal Property[2][4]
1999	$ Data not available	$ Data not available	$ Data not available	$ 38,796,305,011	$ 6,661,158,356
2000				42,951,265,742	6,888,158,118
2001				52,592,954,516	7,680,551,549
2002				62,248,832,537	9,376,657,196
2003				66,863,306,587	8,279,432,312
2004				63,566,576,847	7,821,535,589
2005				69,852,496,817	8,032,312,159
2006	57,470,303,212	15,816,551,007	1,009,551,001	74,296,405,220	8,261,223,086
2007	66,826,686,341	19,549,061,937	1,009,476,420	87,385,224,698	8,853,968,337
2008	75,592,582,680	22,684,319,129	1,041,727,326	99,318,629,135	9,915,257,758

Source: Travis Central Appraisal District - Detailed data is not available before fiscal year 2006 due to a software conversion.

Notes: Taxes are levied on 100% of the taxable assessed value, net of exemptions.
This schedule includes blended component units.
Travis Central Appraisal District is required to review appraisals every 3 years.

(1) GASB Statement No. 44 requires that the total direct rate be the weighted average of all individual direct rates applied by a government to a particular revenue base. Therefore, tax rates shown in this schedule do not reflect the actual tax rates for NWTCRD No. 3.
See Page 1 of Schedule 6 for more information.

(2) Excludes applicable exemptions.

(3) Net of applicable exemptions.

(4) Fiscal years 2006 and 2007 have been revised.

Total Taxable Assessed Value[2]	Less: Tax-Exempt Property	Total Net Taxable Assessed Value[3]	Direct Tax Rate			
			Travis County	Northwest Travis County Road District No. 3[1]	Health-care District	Total Direct Tax Rate
$ 45,457,463,367	$ 7,314,354,102	$ 38,143,109,265	$ 0.5143	$ 0.0016	$ -	$ 0.5159
49,839,423,860	7,825,078,933	42,014,344,927	0.4988	0.0016	-	0.5004
60,273,506,065	10,731,301,629	49,542,204,436	0.4670	0.0012	-	0.4682
71,625,489,733	14,053,521,710	57,571,968,023	0.4460	0.0011	-	0.4471
75,142,738,899	13,430,261,437	61,712,477,462	0.4660	0.0010	-	0.4670
71,388,112,436	11,729,409,978	59,658,702,458	0.4918	0.0010	-	0.4928
77,884,808,976	17,606,061,860	60,278,747,116	0.4872	0.0010	0.0779	0.5661
82,557,628,306	18,482,810,448	64,074,817,858	0.4993	0.0010	0.0779	0.5782
96,239,193,035	21,494,274,966	74,744,918,069	0.4499	0.0008	0.0734	0.5241
109,233,886,893	24,188,636,452	85,045,250,441	0.4216	0.0006	0.0693	0.4915

COUNTY AUDITOR
TRAVIS COUNTY, TEXAS

Schedule 7

Travis County, Texas
Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years

(rate per $100 of assessed value)

(unaudited)

This schedule has been prepared in the format required by GASB Statement No. 44 (GASB 44). An objective of GASB 44 is to provide the citizenry, investors and creditors of Travis County a means to compare the tax amount charged by each taxing jurisdiction to the taxpayer.

We do not believe that this objective can be achieved by comparing only the tax rates due to the fact that tax exemptions for homestead, over 65, and disability provided by some taxing jurisdictions are not reflected in the tax rates. By comparing only tax rates, the reader could draw a misleading conclusion.

For example, Travis County provides a 20% homestead tax exemption and the City of Austin provides no homestead tax exemption. If the reader looked only at the 2008 tax rate of Travis County $0.4216 and City of Austin $0.4034, the conclusion may be that the tax burden to the taxpayer by the City of Austin would be less. As you can see from the following table, the City of Austin tax burden is higher than Travis County.

Taxing Jurisdiction	Assessed Value	Homestead Tax Exemption	Net Taxable Value	FY08 Tax Rate	Taxes Due	% of Taxes Due
City of Austin	**$ 200,000**	$ -	**$ 200,000**	0.4034	**$ 807**	54.45 %
Travis County	**$ 200,000**	$ 40,000	**$ 160,000**	0.4216	**$ 675**	45.55 %
Total 2008 Property Taxes Owed					**$ 1,482**	**100.00 %**

Please see Schedule 8 for the fiscal year 2008 tax exemptions provided by the various taxing jurisdictions as these tax exemptions should be considered when analyzing property taxes.

For discussion of Direct Tax Rates see Schedule 6 for further information.

Schedule 7 (continued)

Travis County, Texas
Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years
(rate per $100 of assessed value)
(unaudited)

	Year Taxes Are Payable			
	1999	**2000**	**2001**	**2002**
County Direct Rates				
Travis County	$ 0.5143	$ 0.4988	$ 0.4670	$ 0.4460
Northwest Travis County Road District No. 3[1]	0.0016	0.0016	0.0012	0.0011
Travis County Healthcare District	-	-	-	-
Total direct rate	0.5159	0.5004	0.4682	0.4471
Special District Rates				
Austin MUD No. 1	$ 0.2588	$ -	$ -	$ -
Austin MUD No. 2	0.8280	-	-	-
Bella Vista MUD	-	-	1.0000	0.9500
Belvedere MUD	-	-	-	-
Cottonwood Creek MUD No. 1	-	-	-	0.9500
Hurst Creek MUD	0.6378	0.6378	0.5535	0.5000
Kelly Lane WCID No. 1	-	-	-	-
Lakeside MUD No. 3	-	-	-	-
Lakeside WCID No. 1	-	-	0.8700	0.8700
Lakeside WCID No. 2-B	-	-	-	-
Lakeside WCID No. 2-C	-	-	-	-
Lakeside WCID No. 2-D	-	-	-	-
Lakeway MUD	0.2680	0.2495	0.2535	0.2507
Lost Creek MUD	0.1272	0.1042	0.0975	0.0933
Moore's Crossing MUD	0.7300	0.7300	0.7300	0.7300
Northtown MUD	0.5957	0.6400	0.6400	0.6500
N.E. Travis County MUD	-	-	-	-
N.W. Austin MUD No. 1	0.4000	0.3620	0.3620	0.3577
Presidential Glen MUD	-	-	-	-
River Place MUD	0.6000	0.6000	0.6000	0.5500
Senna Hills MUD	0.7650	0.6604	0.6650	0.6650
Shady Hollow MUD	0.2642	0.2622	0.2454	0.2454
Sunfield MUD No. 1	-	-	-	-
Sunfield MUD No. 2	-	-	-	-
Sunfield MUD No. 3	-	-	-	-
Tanglewood Forest Limited Dist	0.3500	0.3400	0.3150	0.3200
Travis Co. Emergency Svcs. Dist. No. 1	0.0980	0.1000	0.0975	0.0970
Travis Co. Emergency Svcs. Dist. No. 2	0.0990	0.1000	0.0975	0.1000
Travis Co. Emergency Svcs. Dist. No. 3	0.0675	0.1000	0.1000	0.1000
Travis Co. Emergency Svcs. Dist. No. 4	0.0979	0.1000	0.1000	0.0988
Travis Co. Emergency Svcs. Dist. No. 5	0.0775	0.0800	0.0757	0.0710
Travis Co. Emergency Svcs. Dist. No. 6	0.1000	0.1000	0.1000	0.1000
Travis Co. Emergency Svcs. Dist. No. 7	0.1000	0.1000	0.1000	0.1000
Travis Co. Emergency Svcs. Dist. No. 8	0.0700	0.0700	0.0700	0.0700
Travis Co. Emergency Svcs. Dist. No. 9	0.0635	0.0589	0.0532	0.0680
Travis Co. Emergency Svcs. Dist. No. 10	0.1000	0.1000	0.1000	0.0981
Travis Co. Emergency Svcs. Dist. No. 11	0.0600	0.0600	0.0600	0.0800
Travis Co. Emergency Svcs. Dist. No. 12	0.1000	0.1000	0.0939	0.0959
Travis Co. Emergency Svcs. Dist. No. 13	-	-	-	-
Travis Co. Emergency Svcs. Dist. No. 14	0.0300	0.0300	0.0700	0.0600

Year Taxes Are Payable					
2003	2004	2005	2006	2007	2008
$ 0.4660	$ 0.4918	$ 0.4872 (2)	$ 0.4993	$ 0.4499	$ 0.4216
0.0010	0.0010	0.0010	0.0010	0.0008	0.0006
-	-	0.0779 (2)	0.0779	0.0734	0.0693
0.4670	0.4928	0.5661	0.5782	0.5241	0.4915
$ -	$ -	$ -	$ -	$ -	$ -
-	-	-	-	-	-
0.9300	0.9105	0.9105	0.8200	0.7979	0.7681
-	-	-	-	0.4500	0.4500
0.9500	0.9500	0.9500	0.9500	0.8968	0.8968
0.4600	0.4500	0.4420	0.4770	0.4821	0.4821
-	-	-	-	0.9500	0.9500
-	-	-	-	0.9000	0.9000
0.8700	0.8700	0.8700	0.8700	0.8700	0.8500
0.8700	0.8700	0.8700	0.8700	0.8700	0.9700
-	-	0.8700	0.8700	0.8200	0.9000
-	-	-	-	0.8700	0.9700
0.2615	0.2802	0.2818	0.2818	0.2305	0.2122
0.0933	0.1161	0.1229	0.1132	0.1164	0.1716
0.7300	0.7300	0.7300	0.7300	0.7300	0.7595
0.6500	0.7500	0.7500	0.7500	0.7500	0.7500
-	0.9300	0.9300	0.9300	0.9300	0.8993
0.3150	0.2632	0.2600	0.3000	0.2900	0.2750
-	-	-	-	0.5019	0.5019
0.5000	0.5000	0.5000	0.4500	0.4000	0.3500
0.6650	0.6650	0.6650	0.6650	0.6075	0.5600
0.2202	0.1732	0.1700	0.1500	0.1500	0.1491
-	-	-	-	-	0.9000
-	-	-	-	-	0.9000
-	-	-	-	-	0.9000
0.3100	0.3300	0.3525	0.3525	0.3675	0.2200
0.0980	0.0999	0.0989	0.1000	0.1000	0.1000
0.1000	0.1000	0.1000	0.1000	0.1000	0.1000
0.1000	0.1000	0.1000	0.0994	0.1000	0.1000
0.1000	0.1000	0.1000	0.0982	0.0905	0.1000
0.0708	0.0708	0.1000	0.1000	0.1000	0.1000
0.1000	0.1000	0.1000	0.1000	0.1000	0.1000
0.1000	0.1000	0.1000	-	-	-
0.0687	0.0800	0.0790	0.0900	0.0900	0.1000
0.0710	0.0710	0.0710	0.0800	0.0800	0.0800
0.0987	0.1000	0.0988	0.1000	0.1000	0.1000
0.0800	0.0800	0.0800	0.0900	0.0900	0.0900
0.0992	0.1000	0.0991	0.1000	0.1000	0.1000
-	-	-	-	0.1000	0.1000
0.0700	0.0700	0.1000	0.1000	0.1000	0.1000

(continued)

Schedule 7 (continued)
Travis County, Texas
Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years
(rate per $100 of assessed value)
(unaudited)

	Year Taxes Are Payable			
	1999	**2000**	**2001**	**2002**
Special District Rates, cont.				
Travis County MUD No. 2	$ 0.4300	$ 0.4300	$ 0.4300	$ 0.9500
Travis County MUD No. 3	0.9000	0.7409	0.6321	0.6241
Travis County MUD No. 4	0.9500	0.8589	0.8589	0.8589
Travis County MUD No. 5	0.9500	0.9089	0.9089	0.9089
Travis County MUD No. 6	0.9500	0.9089	0.8870	0.8870
Travis County MUD No. 7	0.9500	0.9089	0.9089	0.9089
Travis County MUD No. 8	0.9500	0.9089	0.9089	0.9089
Travis County MUD No. 9	0.9500	0.9089	0.9089	0.9089
Travis County MUD No. 10	-	0.5000	0.9500	0.9500
Travis County MUD No. 11	-	-	-	-
Travis County MUD No. 14	-	-	-	-
Travis County MUD No. 15	-	-	-	-
Travis County WCID No. 10	0.0578	0.0523	0.0474	0.0475
Travis County WCID No. 17	0.0793	0.0698	0.0635	0.0590
Travis County WCID No. 17 - Comanche Trail Defined Area	0.3036	0.3025	0.2467	0.2270
Travis County WCID No. 17 - Flintrock Ranch Defined Area	-	-	-	-
Travis County WCID No. 17 - Steiner Ranch Defined Area	0.6113	0.5982	0.6152	0.6150
Travis County WCID No. 18	0.2662	0.2538	0.3890	0.3600
Travis County WCID No. 19	0.3790	0.3490	0.2800	0.2500
Travis County WCID No. 20	0.5800	0.5134	0.4300	0.3700
Travis County WCID - Point Venture	0.4890	0.7498	0.6738	0.5807
Wells Branch MUD	0.5437	0.5052	0.4905	0.5200
W. Travis County MUD No. 3	0.9800	0.9747	0.3320	0.2700
W. Travis County MUD No. 5	0.9800	0.9800	0.3800	0.3700
W. Travis County MUD No. 6	-	-	-	-
W. Travis County MUD No. 8	-	-	-	-
Western Oaks MUD, Village of	0.7250	-	-	-
Wilbarger Creek MUD No. 1	-	-	-	-
Wilbarger Creek MUD No. 2	-	-	-	-
Williamson-Travis County WCID No. 1-D	-	-	0.9500	0.9000
Williamson-Travis County WCID No. 1-G	-	-	-	1.0000
County Line Special District Rates				
Anderson Mill MUD	$ 0.50547	$ 0.50000	$ 0.47743	$ 0.46743
Cypress Ranch WCID No. 1	-	-	-	-
North Austin MUD No. 1	0.7100	0.6850	0.5803	0.5500
Ranch at Cypress Creek MUD No. 1	0.8482	0.8080	0.7710	0.6905
Williamson-Travis County MUD No. 1	0.8974	0.8922	0.8463	0.8359
Williamson-Travis County WCID No. 1-F	-	-	-	-
City, Village, and Town Rates				
Austin	$ 0.5142	$ 0.5034	$ 0.4663	$ 0.4597
Bee Cave, Village of	0.1800	0.1800	0.1600	0.1600
Briarcliff, Village of	0.0575	0.0575	0.0575	0.0575
Cedar Park	0.4530	0.4839	0.4996	0.44824

Year Taxes Are Payable					
2003	2004	2005	2006	2007	2008
$ 0.9500	$ 0.9500	$ 0.9500	$ 0.9500	$ 0.9000	$ 0.9000
0.6100	0.5950	0.5792	0.5692	0.5425	0.5232
0.7500	0.7316	0.6796	0.7264	0.6927	0.6927
0.9089	0.9089	0.9089	0.9089	0.9089	0.9089
0.6500	0.6555	0.6316	0.5861	0.5182	0.4831
0.9089	0.9089	0.9089	0.9089	0.9089	0.9089
0.9089	0.9089	0.9089	0.8489	0.7796	0.7213
0.9089	0.9089	0.9089	0.9089	0.8920	0.8756
0.9500	0.9500	0.8000	0.8000	0.7914	0.7500
-	-	-	0.7725	0.7725	0.7725
-	0.8800	0.8800	0.8800	0.8800	0.7909
0.6500	0.6500	0.4940	0.2300	0.2500	0.2500
0.0475	0.0499	0.0506	0.0513	0.0463	0.0436
0.0590	0.0590	0.0600	0.0600	0.0599	0.0575
0.1916	0.1802	0.1573	0.1536	0.1036	-
-	0.1419	0.1238	0.4381	0.4205	0.4382
0.6150	0.6150	0.6150	0.6300	0.5915	0.6150
0.2845	0.2845	0.2780	0.2729	0.2521	0.2295
0.2300	0.2300	0.2300	0.2300	0.2250	0.2250
0.3700	0.3700	0.3637	0.3637	0.3537	0.3500
0.5550	0.5469	0.5311	0.4982	0.4982	0.4652
0.5050	0.5000	0.4800	0.4800	0.4800	0.4800
0.2400	0.2400	0.2500	0.2300	0.0900	0.1000
0.3700	0.4050	0.4050	0.4050	0.3200	0.3050
-	-	0.4500	0.4500	0.4500	0.4500
-	-	-	0.3500	0.5500	0.6000
-	-	-	-	-	-
-	0.9500	0.9500	0.9500	0.9500	0.9500
-	0.9500	0.9500	0.9500	0.9500	0.9500
0.9000	0.9000	0.8750	0.8250	0.7800	0.7426
1.0000	0.9500	0.9400	0.8430	0.6816	0.6074
$ 0.44752	$ 0.46752	$ 0.46752	$ 0.44731	$ 0.4640	$ 0.4640
-	-	0.6400	0.6900	0.7200	0.7800
0.5100	0.5000	0.5000	0.4500	0.4500	0.4180
0.6770	0.6618	0.6900	0.6927	0.6400	0.6282
0.7765	0.7765	0.7965	0.7842	0.7342	0.7170
-	-	0.9500	0.9500	0.9500	0.9500
$ 0.4597	$ 0.4928	$ 0.4430 (2)	$ 0.4430	$ 0.4126	$ 0.4034
0.0800	0.0800	0.0800	0.0200	0.0200	0.0200
0.0542	0.0562	0.0562	0.0962	0.0962	0.0962
0.44824	0.46807	0.48807	0.51807	0.51807	0.50807

(continued)

Schedule 7 (continued)
Travis County, Texas
Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years
(rate per $100 of assessed value)
(unaudited)

	Year Taxes Are Payable			
	1999	**2000**	**2001**	**2002**
City, Village, and Town Rates, cont.				
Creedmoor, Village of	$ 0.2490	$ 0.2500	$ 0.2799	$ 0.2799
Jonestown	0.5853	0.5853	0.6827	0.6827
Lago Vista	0.8490	0.7890	0.7677	0.7300
Lakeway	0.2535	0.2500	0.2350	0.2208
Leander	0.421953	0.48636	0.4839	0.478990
Manor	0.2977	0.3750	0.3750	0.6010
Mustang Ridge	0.0939	0.0935	0.1094	0.2188
Pflugerville	0.6300	0.6998	0.6424	0.6299
Point Venture, Village of	-	-	-	0.0400
Rollingwood	0.1375	0.1275	0.1150	0.1138
Round Rock	0.3850	0.36295	0.33031	0.32207
San Leanna, Village of	0.2498	0.2498	0.2498	0.2498
The Hills, Village of	-	-	-	0.0400
Volente, Village of	-	-	-	-
Webberville, Village of	-	-	-	-
Westlake Hills	0.0710	0.0680	0.0610	0.0580
School District Rates				
Austin ISD	$ 1.4319	$ 1.5486	$ 1.5486	$ 1.5486
Del Valle ISD	1.6800	1.6140	1.6040	1.6949
Eanes ISD	1.6497	1.6697	1.6964	1.7485
Lago Vista ISD	1.7187	1.7561	1.6645	1.7860
Lake Travis ISD	1.9452	1.8884	1.7795	1.8302
Manor ISD	1.5900	1.6900	1.4770	1.6954
Pflugerville ISD	1.5600	1.5200	1.3875	1.4700
County Line School and Community College District Rates				
Austin Community College	$ 0.0500	$ 0.0500	$ 0.0500	$ 0.0500
Coupland ISD	1.5000	1.4884	1.4884	1.5000
Dripping Springs ISD	1.9700	1.8500	1.8330	1.6099
Elgin ISD	1.4895	1.4700	1.5000	1.5891
Hays Cons ISD	1.8769	1.7950	1.5154	1.5963
Johnson City ISD	1.3007	1.2539	1.2845	1.3416
Leander ISD	1.6270	1.63173	1.62107	1.6500
Marble Falls ISD	1.7600	1.6800	1.6800	1.6447
Round Rock ISD	1.757537	1.711144	1.708635	1.738653

Source: Travis Central Appraisal District and various other governmental entities.

(1) GASB Statement No. 44 requires that the total direct rate be the weighted average of all individual direct rates applied by a government to a particular revenue base. Therefore, tax rates shown in this schedule do not reflect the actual tax rates for NWTCRD No. 3. See Page 1 of Schedule 6 for more information.

(2) As a result of the voter-approved formation of the Travis County Healthcare District (TCHD) effective October 1, 2005, healthcare expenditures and the related taxing authority were transferred to TCHD from Travis County and the City of Austin. Therefore, the ad valorem tax rate for Travis County and the City of Austin were reduced by $0.0144 and $0.0635, respectively, and correspondingly TCHD established a rate of $0.0779.

Year Taxes Are Payable					
2003	2004	2005	2006	2007	2008
$ 0.2799	$ 0.2799	$ 0.2799	$ 0.2799	$ 0.2799	$ 0.2799
0.6827	0.6395	0.6255	0.6255	0.5625	0.5425
0.6990	0.6990	0.6990	0.6754	0.5969	0.5800
0.2200	0.2200	0.2275	0.2275	0.2200	0.2139
0.558450	0.558450	0.556626	0.548291	0.598291	0.607591
0.6648	0.4953	0.4684	0.4908	0.3981	0.6135
0.2461	0.2379	0.2518	0.2511	0.2423	0.2493
0.6299	0.6417	0.6400	0.6350	0.6240	0.6190
0.0400	0.0400	0.0400	0.0400	0.0400	0.0600
0.1127	0.1127	0.1256	0.1273	0.1200	0.1159
0.3422	0.357152	0.37972	0.37105	0.37105	0.36522
0.2498	0.2498	0.2498	0.2498	0.2498	0.2498
0.0400	0.0400	0.0400	0.0400	0.0400	0.0400
-	0.1330	0.1200	0.1210	0.1256	0.1230
-	-	0.2500	0.2500	0.2750	0.2750
0.0580	0.0609	0.0638	0.0604	0.0534	0.0534
$ 1.5964	$ 1.6137	$ 1.6230	$ 1.6230	$ 1.4930	$ 1.1630
1.7785	1.7968	1.8063	1.8700	1.7277	1.4800
1.7312	1.7778	1.6705	1.6610	1.5625	1.2025
1.7400	1.7300	1.7150	1.7150	1.5650	1.2000
1.7856	1.7883	1.8025	1.8005	1.6186	1.3585
1.7141	1.7291	1.8262	1.8000	1.7680	1.5150
1.6900	1.8500	1.8300	1.8500	1.6800	1.4700
$ 0.0500	$ 0.0771	$ 0.0900	$ 0.0991	$ 0.0965	$ 0.0958
1.5000	1.5000	1.5000	1.5000	1.3700	1.04005
1.7410	1.7554	1.7465	1.8260	1.6801	1.4153
1.5891	1.7300	1.8200	1.8500	1.6500	1.4400
1.6800	1.7295	1.7945	1.8763	1.7780	1.4613
1.3416	1.3420	1.4932	1.6127	1.4325	1.1780
1.7220	1.8300	1.7900	1.7500	1.6438	1.3334
1.6422	1.6420	1.6550	1.6400	1.4716	1.2350
1.792361	1.864261	1.857213	1.833411	1.640646	1.323805

(concluded)

Schedule 8

Travis County, Texas
Tax Exemptions Offered by Direct and Overlapping Taxing Entities
Fiscal Year 2008
(unaudited)

	Type of Exemption		
	Homestead	Over 65	Disability
County Direct Exemptions			
Travis County	20%	$ 65,000	$ 65,000
N.W. Travis County RD No. 3	-	-	-
Travis County Healthcare District	20%	65,000	65,000
Special District Exemptions			
Bella Vista MUD	-	-	-
Belvedere MUD	-	-	-
Cottonwood Creek MUD No. 1	-	5,000	5,000
Hurst Creek MUD	20%	10,000	10,000
Kelly Lane WCID No. 1	-	-	-
Lakeside MUD No. 3	-	-	-
Lakeside WCID No. 1	-	-	-
Lakeside WCID No. 2-B	-	-	-
Lakeside WCID No. 2-C	-	-	-
Lakeside WCID No. 2-D	-	-	-
Lakeway MUD	-	5,000	-
Lost Creek MUD	-	4,000	-
Moore's Crossing MUD	-	-	-
Northtown MUD	-	-	-
N.E. Travis County MUD	-	-	-
N.W. Austin MUD No. 1	-	-	-
Presidential Glen MUD	-	-	-
River Place MUD	10%	25,000	-
Senna Hills MUD	-	-	-
Shady Hollow MUD	-	-	-
Sunfield MUD No. 1	-	-	-
Sunfield MUD No. 2	-	-	-
Sunfield MUD No. 3	-	-	-
Tanglewood Forest Limited Dist	-	50,000	-
Travis Co. Emergency Svcs. Dist. No. 1	-	-	-
Travis Co. Emergency Svcs. Dist. No. 2	-	-	-
Travis Co. Emergency Svcs. Dist. No. 3	-	-	-
Travis Co. Emergency Svcs. Dist. No. 4	-	-	-
Travis Co. Emergency Svcs. Dist. No. 5	-	-	-
Travis Co. Emergency Svcs. Dist. No. 6	-	-	-
Travis Co. Emergency Svcs. Dist. No. 8	-	-	-
Travis Co. Emergency Svcs. Dist. No. 9	-	4,000	-
Travis Co. Emergency Svcs. Dist. No. 10	-	-	-
Travis Co. Emergency Svcs. Dist. No. 11	-	-	-
Travis Co. Emergency Svcs. Dist. No. 12	-	-	-
Travis Co. Emergency Svcs. Dist. No. 13	-	-	-
Travis Co. Emergency Svcs. Dist. No. 14	-	-	-
Travis County MUD No. 2	-	5,000	5,000
Travis County MUD No. 3	-	-	-
Travis County MUD No. 4	-	-	-
Travis County MUD No. 5	-	-	-
Travis County MUD No. 6	-	-	-

	Type of Exemption		
	Homestead	Over 65	Disability
Special District Exemptions, cont.			
Travis County MUD No. 7	-	$ -	$ -
Travis County MUD No. 8	-	-	-
Travis County MUD No. 9	-	-	-
Travis County MUD No. 10	-	10,000	10,000
Travis County MUD No. 11	-	-	-
Travis County MUD No. 14	-	-	-
Travis County MUD No. 15	-	10,000	10,000
Travis County WCID No. 10	-	4,000	-
Travis County WCID No. 17	10%	15,000	15,000
Travis County WCID No. 17 - Commanche Trail Defined Area	-	-	-
Travis County WCID No. 17 - Flintrock Ranch Defined Area	-	-	-
Travis County WCID No. 17 - Steiner Ranch Defined Area	-	-	-
Travis County WCID No. 18	-	30,000	-
Travis County WCID No. 19	-	-	-
Travis County WCID No. 20	-	-	-
Travis County WCID - Point Venture	-	-	-
Wells Branch MUD	20%	-	-
W. Travis County MUD No. 3	-	-	-
W. Travis County MUD No. 5	-	-	-
W. Travis County MUD No. 6	-	-	-
W. Travis County MUD No. 8	-	-	-
Wilbarger Creek MUD No. 1	-	-	-
Wilbarger Creek MUD No. 2	-	-	-
Williamson-Travis County WCID No. 1-D	-	-	-
Williamson-Travis County WCID No. 1-G	-	-	-
County Line Special District Exemptions			
Anderson Mill MUD	20%	10,000	12,000
Cypress Ranch WCID No. 1	-	-	-
North Austin MUD No. 1	-	10,000	10,000
Ranch at Cypress Creek MUD No. 1	-	15,000	15,000
Williamson-Travis County MUD No. 1	-	3,000	3,000
Williamson-Travis County WCID No. 1-F	-	-	-
City, Village, and Town Exemptions			
Austin	-	51,000	51,000
Bee Cave, Village of	20%	65,000	65,000
Briarcliff, Village of	-	-	-
Cedar Park	-	30,000	20,000
Creedmoor, Village of	-	-	-
Jonestown	10%	8,000	8,000
Lago Vista	20%	-	-
Lakeway	-	5,000	-
Leander	-	10,000	10,000
Manor	-	10,000	-
Mustang Ridge	-	5,000	-
Pflugerville	-	35,000	35,000

(continued)

Schedule 8 (continued)

Travis County, Texas

Tax Exemptions Offered by Direct and Overlapping Taxing Entities

Fiscal Year 2008

(unaudited)

	Type of Exemption		
	Homestead	**Over 65**	**Disability**
City, Village, and Town Exemptions, cont.			
Point Venture, Village of	-	$ -	$ -
Rollingwood	-	3,000	-
Round Rock	-	22,000	3,000
San Leanna, Village of	-	25,000	-
The Hills, Village of	20%	10,000	10,000
Volente, Village of	-	30,000	-
Webberville, Village of	5%	-	-
Westlake Hills	-	4,000	-
School District Exemptions			
Austin ISD	-	25,000	15,000
Del Valle ISD	-	-	-
Eanes ISD	-	20,000	20,000
Lago Vista ISD	20%	-	-
Lake Travis ISD	20%	-	-
Manor ISD	-	25,000	15,000
Pflugerville ISD	-	9,100	-
County Line School and Community College District Exemptions			
Austin Community College	1%	85,000	85,000
Coupland ISD	-	-	-
Dripping Springs ISD	-	-	-
Elgin ISD	-	-	-
Hays Cons ISD	-	-	-
Johnson City ISD	-	-	-
Leander ISD	-	-	-
Marble Falls ISD	-	3,000	-
Round Rock ISD	-	-	3,000

(concluded)

Sources: Travis Central Appraisal District and various other governmental entities.

Notes: An exemption is a release from the obligation to pay all or a portion of the taxes assessed on a parcel of property.

The amount of an optional percentage exemption cannot be less than $5,000.

A disabled veterans exemption is also offered by all jurisdictions in the State of Texas and is based on the veteran's disability rating from the branch of the armed service.

Independent School Districts in Texas also offer the following state exemptions:
Homestead - $15,000
Over 65 - $10,000
Disability - $10,000

Schedule 9

Travis County, Texas
Principal Property Tax Payers
Current Year and Nine Years Ago
(unaudited)

		2008		
Taxpayer	**Type of Business**	**Taxable Assessed Value**	**Rank**	**Percentage of Total County Net Taxable Assessed Value[1]**
Samsung Austin Semiconductor	Electronics	$ 866,978,611	1	1.02%
Dell, Inc.	Electronics	404,044,861	2	0.48%
Freescale Semiconductor, Inc.	Electronics	397,226,638	3	0.47%
Spansion, LLC	Electronics	278,786,374	4	0.33%
Southwestern Bell Telephone Co.	Telephone Utility	266,105,160	5	0.31%
IBM Corporation	Manufacturing & Leasing	258,212,621	6	0.30%
Advanced Micro Devices	Electronics	207,975,779	7	0.24%
Thomas Property Group - Frost Tower	Property Management	175,049,791	8	0.21%
Hill Country Galleria	Property Management	144,525,075	9	0.17%
Behringer Harvard REIT-Terrace Office Park	REIT Property Management	139,848,334	10	0.16%
Motorola, Inc.	Electronics	-		-
Applied Materials	Electronics	-		-
Crescent Real Estate Equities	Real Estate Investment Trust	-		-
3M Corporation	Electronics	-		-
HUB Properties Trust	Real Estate Investment Trust	-		-
		$ 3,138,753,244		3.69%

Source: Travis Central Appraisal District

(1) Based on Net Taxable Value of $85,045,250,441 from the Travis Central Appraisal District's certified property values as of October 7, 2008.

(2) Based on Net Taxable Value of $38,143,109,265 from the Travis Central Appraisal District's certified property values as of October 17, 1999. These percentages have been revised, as previously the calculation was based on *Total Taxable Value* rather than *Net Taxable Value,* which is net of exemptions.

	1999	
Taxable Assessed Value	Rank	Percentage of Total County Net Taxable Assessed Value[2]
$ 357,885,695	4	0.94%
161,869,550	10	0.42%
-		-
-		-
377,304,508	3	0.99%
315,180,136	5	0.83%
687,048,672	2	1.80%
-		-
-		-
-		-
858,009,039	1	2.25%
264,930,124	6	0.69%
224,984,140	7	0.59%
166,711,140	8	0.44%
162,436,703	9	0.43%
$ 3,576,359,707		9.38%

Schedule 10

Travis County, Texas
Property Tax Levies and Collections
Last Ten Fiscal Years
(unaudited)

Fiscal Year Ended Sept. 30	Taxes Levied for the Fiscal Year (Original Levy)[1]	Adjustments[1]	Total Adjusted Levy	Collected within the Fiscal Year of the Levy	
				Amount	Percentage of Original Levy
1999	$ 196,767,722	$ 38,973	$ 196,806,695	$ 194,479,666	98.84%
2000	210,357,309	(338,782)	210,018,527	208,075,049	98.92%
2001	232,005,313	(846,680)	231,158,633	229,049,768	98.73%
2002	257,364,467	(972,095)	256,392,372	253,590,379	98.53%
2003	288,103,626	(2,355,874)	285,747,752	283,948,239	98.56%
2004	293,956,556	(477,087)	293,479,469	290,349,643	98.77%
2005	294,373,746	(198,627)	294,175,119	291,230,051	98.93%
2006	320,641,731	(459,967)	320,181,764	317,429,565	99.00%
2007	337,068,278	(644,973)	336,423,305	333,633,387	98.98%
2008	359,169,811	-	359,169,811	355,631,271	99.01%

Source: Travis County Tax Office

Notes: The information in this schedule relates to the County's own property tax levies and does not include those it collects on behalf of other governments.
This schedule includes blended component units.

(1) The original levy is the levy at September 30th of each fiscal year. The adjustments column represents adjustments made to the levy in subsequent years.

	Total Collections to Date		Outstanding Delinquent Taxes		
Collections in Subsequent Years	Amount	Percentage of Adjusted Levy	Ending Balance	Percentage of Adjusted Levy	Ending Balance (all levies)
$ 1,966,662	$ 196,446,328	99.82%	$ 360,367	0.18%	$ 9,174,953
1,595,148	209,670,197	99.83%	348,330	0.17%	9,453,306
1,683,766	230,733,534	99.82%	425,099	0.18%	10,259,363
2,099,841	255,690,220	99.73%	702,152	0.27%	11,885,526
1,035,244	284,983,483	99.73%	764,269	0.27%	13,166,365
2,191,275	292,540,918	99.68%	938,551	0.32%	12,703,662
2,138,122	293,368,173	99.73%	806,946	0.27%	12,491,032
1,631,831	319,061,396	99.65%	1,120,368	0.35%	14,298,385
1,183,587	334,816,974	99.52%	1,606,331	0.48%	13,617,948
-	355,631,271	99.01%	3,538,540	0.99%	14,352,254

Schedule 11

Travis County, Texas
Tax Rates and Tax Levies
Last Ten Fiscal Years
(unaudited)

Tax Rates Per $100 Assessed Valuation

Fiscal Period	Maintenance & Operation	Interest & Sinking Fund	Total County
1999	$ 0.3865	$ 0.1278	$ 0.5143
2000	0.3861	0.1127	0.4988
2001	0.3760	0.0910	0.4670
2002	0.3546	0.0914	0.4460
2003	0.3627	0.1033	0.4660
2004	0.3926	0.0992	0.4918
2005	0.3850	0.1022	0.4872
2006	0.3994	0.0999	0.4993
2007	0.3623	0.0876	0.4499
2008	0.3405	0.0811	0.4216

Tax Levies

Fiscal Period	Maintenance & Operation	Interest & Sinking Fund	Total County
1999	$ 147,415,965	$ 48,744,529	$ 196,160,494
2000	162,310,405	47,377,318	209,687,723
2001	186,321,493	45,093,765	231,415,258
2002	204,101,911	52,608,332	256,710,243
2003	223,751,693	63,726,358	287,478,051
2004	234,175,136	59,170,080	293,345,216
2005	232,132,291	61,620,572	293,752,863
2006	255,990,372	64,029,640	320,020,012
2007	270,954,385	65,513,674	336,468,059
2008	289,656,646	68,990,173	358,646,819

Constitutional Funds	**Limitation**
General	$0.80
Statutory Funds	
Road & Bridge	0.15
Farm to Market Road	0.30

Taxes due by - January 31
Taxes delinquent - February 1
Penalty 12%, Interest 12% per annum
Percentage of assessment - 100% of market value

Note: This schedule excludes blended component units.

TRAVIS COUNTY, TEXAS

DEBT CAPACITY

Schedule 12

Travis County, Texas
Ratio of Outstanding Debt by Type
Last Ten Fiscal Years
(unaudited)

Fiscal Year	General Obligation Bonds	Certificates of Obligation	Capital Leases	Deferred Amounts [1]	Total
1999	$ 263,094,120	$ 94,775,000	$ 1,559,199	$ Not available	$ 359,428,319
2000	259,717,873	93,645,000	1,485,413	Not available	354,848,286
2001	249,567,494	105,620,000	1,405,918	Not available	356,593,412
2002 [2]	359,424,037	107,720,000	1,320,271	260,922	468,725,230
2003	373,426,970	111,305,000	1,227,996	742,700	486,702,666
2004	359,348,518	98,420,000	1,192,392	414,786	459,375,696
2005	361,486,881	68,830,000	1,070,327	2,613,054	434,000,262
2006	393,780,004	76,470,000	941,385	1,968,924	473,160,313
2007	421,809,525	113,760,000	793,486	1,593,198	537,956,209
2008	432,840,286	124,215,000	648,945	2,724,851	560,429,082

Notes: Details regarding the County's outstanding debt can be found in the Notes to the Financial Statements.
This schedule includes blended component units.
Prior years may have been updated by the source.

Sources: (a) Bureau of Economic Analysis, Department of Commerce
(b) Travis Central Appraisal District
(c) U.S. Census for 2000. Population figures for 1999 were extrapolated using annual growth percentages estimated by the City of Austin, City Demographer. Population for years following 2000 are calculated by the City Demographer.

(1) Amounts include unamortized premiums and discounts, losses on refunding bonds, and deferred issuance costs. As a result of the implementation of GASB Statement No. 34 in fiscal year 2002, prior year deferred amounts are unavailable.

(2) In fiscal year 2002, the County issued $138.5 million in General Obligation Bonds, of which $105.6 million was sent to the State of Texas for joint road projects.

Personal Income[a] (in thousands)	Percentage of Personal Income	Net Taxable Assessed Property Value[b]	Percentage of Net Taxable Assessed Property Value	Population[c]	Per Capita
$ 26,370,844	1.36%	$ 38,143,109,265	0.94%	787,362	$ 456.50
28,865,319	1.23%	42,014,344,927	0.84%	812,280	436.85
29,664,312	1.20%	49,542,204,436	0.72%	830,150	429.55
29,213,743	1.60%	57,571,968,023	0.81%	844,263	555.19
29,789,488	1.63%	61,712,477,462	0.79%	856,927	567.96
31,574,919	1.45%	59,658,702,458	0.77%	874,065	525.56
33,777,356	1.28%	60,278,747,116	0.72%	893,295	485.84
37,457,092	1.26%	64,074,817,858	0.74%	920,544	514.00
Not available		74,744,918,069	0.72%	948,160	567.37
Not available		85,045,250,441	0.66%	978,976	572.46

Schedule 13

Travis County, Texas
Ratio of Net General Bonded Debt Outstanding
Last Ten Fiscal Years
(unaudited)

	Net General Bonded Debt Outstanding					
Fiscal Year	General Obligation Bonds	Certificates of Obligation	Deferred Amounts [1]	Total	Less: Amounts Restricted for Repaying Principal	Net General Bonded Debt
1999	$ 263,094,120	$ 94,775,000	$ Not available	$ 357,869,120	$ (11,490,585)	$ 346,378,535
2000	259,717,873	93,645,000	Not available	353,362,873	(13,016,217)	340,346,656
2001	249,567,494	105,620,000	Not available	355,187,494	(10,576,761)	344,610,733
2002 [2]	359,424,037	107,720,000	260,922	467,404,959	(11,355,913)	456,049,046
2003	373,426,970	111,305,000	742,700	485,474,670	(11,700,278)	473,774,392
2004	359,348,518	98,420,000	414,786	458,183,304	(7,157,714)	451,025,590
2005	361,486,881	68,830,000	2,613,054	432,929,935	(7,197,456)	425,732,479
2006	393,780,004	76,470,000	1,968,924	472,218,928	(8,795,401)	463,423,527
2007	421,809,525	113,760,000	1,593,198	537,162,723	(11,300,206)	525,862,517
2008	432,840,286	124,215,000	2,724,851	559,780,137	(13,872,599)	545,907,538

Notes: Details regarding the County's outstanding debt can be found in the Notes to the Financial Statements.
This schedule includes blended component units.
Prior years have been updated by the source.

Sources (a) Bureau of Economic Analysis, Department of Commerce
(b) Travis Central Appraisal District
(c) U.S. Census for 2000. Population figures for 1999 were extrapolated using annual growth percentages estimated by the City of Austin, City Demographer. Population for years following 2000 are calculated by the City Demographer.

(1) Amounts include unamortized premiums and discounts, losses on refunding bonds, and deferred issuance costs. As a result of the implementation of GASB Statement No. 34 in fiscal year 2002, prior year deferred amounts are unavailable.

(2) In fiscal year 2002, the County issued $138.5 million in General Obligation Bonds, of which $105.6 million was sent to the State of Texas for joint road projects.

Personal Income[a] (in thousands)	Percentage of Personal Income	Net Taxable Assessed Property Value[b]	Percentage of Net Taxable Assessed Property Value	Population[c]	Per Capita
$ 26,370,844	1.31%	$ 38,143,109,265	0.91%	787,362	$ 439.92
28,865,319	1.18%	42,014,344,927	0.81%	812,280	419.00
29,664,312	1.16%	49,542,204,436	0.70%	830,150	415.12
29,213,743	1.56%	57,571,968,023	0.79%	844,263	540.17
29,789,488	1.59%	61,712,477,462	0.77%	856,927	552.88
31,574,919	1.43%	59,658,702,458	0.76%	874,065	516.01
33,777,356	1.26%	60,278,747,116	0.71%	893,295	476.59
37,457,092	1.24%	64,074,817,858	0.72%	920,544	503.42
Not available		74,744,918,069	0.70%	948,160	554.61
Not available		85,045,250,441	0.64%	978,976	557.63

Schedule 14

Travis County, Texas
Schedule of Direct and Estimated Overlapping Debt
September 30, 2008
(unaudited)

	Estimated Direct Gross Debt [1]	Percentage Applicable to Travis County	Amount Applicable to Travis County
Governmental Subdivision:			
Travis County	$ 539,050,286	100.00 %	$ 539,050,286
Northwest Travis County Road District No. 3	3,280,000	100.00	3,280,000
Travis County Bee Cave Road District No. 1	14,725,000	100.00	14,725,000
Total Travis County, including component units	557,055,286		557,055,286
Special Districts:			
Bella Vista MUD	6,435,000	100.00	6,435,000
Cottonwood Creek MUD	2,420,000	100.00	2,420,000
Hurst Creek MUD	7,800,000	100.00	7,800,000
Kelly Lane WCID No. 1	2,000,000	100.00	2,000,000
Lakeside WCID No. 1	6,175,000	100.00	6,175,000
Lakeside WCID No. 2-B	6,975,000	100.00	6,975,000
Lakeside WCID No. 2-C	4,575,000	100.00	4,575,000
Lakeway MUD	14,308,100	100.00	14,308,100
Moore's Crossing MUD	5,180,000	100.00	5,180,000
Northeast Travis Co. Utility District	17,300,000	100.00	17,300,000
Northtown MUD	18,875,000	100.00	18,875,000
N.W. Austin MUD No. 1	13,299,994	100.00	13,299,994
River Place MUD	8,855,000	100.00	8,855,000
Senna Hills MUD	6,900,000	100.00	6,900,000
Travis Co. Emergency Svcs. Dist. No. 1	2,115,000	100.00	2,115,000
Travis Co. Emergency Svcs. Dist. No. 2	2,529,999	100.00	2,529,999
Travis Co. Emergency Svcs. Dist. No. 3	4,180,000	100.00	4,180,000
Travis Co. Emergency Svcs. Dist. No. 6	6,610,000	100.00	6,610,000
Travis Co. Emergency Svcs. Dist. No. 9	1,570,000	100.00	1,570,000
Travis County MUD No. 2	6,615,000	100.00	6,615,000
Travis County MUD No. 3	9,540,000	100.00	9,540,000
Travis County MUD No. 4	1,665,000	100.00	1,665,000
Travis County MUD No. 5	4,725,000	100.00	4,725,000
Travis County MUD No. 6	1,555,000	100.00	1,555,000
Travis County MUD No. 8	925,000	100.00	925,000
Travis County MUD No. 10	1,775,000	100.00	1,775,000
Travis County MUD No. 11	6,500,000	100.00	6,500,000
Travis County MUD No. 14	5,065,000	100.00	5,065,000
Travis County MUD No. 15	3,610,000	100.00	3,610,000
Travis County WCID No. 10	665,000	100.00	665,000
Travis County WCID No. 17 - Steiner Ranch Defined Area	77,719,990	100.00	77,719,990
Travis County WCID No. 17 - Flintrock Ranch Defined Area	3,365,000	100.00	3,365,000
Travis County WCID No. 18	3,310,000	100.00	3,310,000
Travis County WCID No. 20	4,942,589	100.00	4,942,589
Travis County WCID - Point Venture	1,885,000	100.00	1,885,000
Wells Branch MUD	2,385,000	100.00	2,385,000
W. Travis County MUD No. 3	1,570,000	100.00	1,570,000
W. Travis County MUD No. 5	2,235,000	100.00	2,235,000
W. Travis County MUD No. 6	6,595,000	100.00	6,595,000
W. Travis County MUD No. 8	7,340,000	100.00	7,340,000
Wilbarger Creek MUD No. 2	4,000,000	100.00	4,000,000
Williamson-Travis WCID No. 1-D	15,275,000	100.00	15,275,000
Williamson-Travis WCID No. 1-G	17,445,000	100.00	17,445,000
Subtotal Special Districts	328,810,672		328,810,672

	Estimated Direct Gross Debt [1]	Percentage Applicable to Travis County	Amount Applicable to Travis County
County Line Special Districts:			
North Austin MUD No. 1	5,645,000	43.70	2,466,865
Ranch at Cypress Creek MUD No. 1	8,930,000	30.31	2,706,683
Williamson Co. WSI&DD	10,000,000	20.38	2,038,000
Williamson-Travis County MUD No. 1	12,095,958	28.45	3,441,300
Subtotal County Line Special Districts	36,670,958		10,652,848
Cities:			
Austin	1,011,965,000	99.41	1,005,994,407
Bee Cave, Village of	4,600,000	100.00	4,600,000
Briarcliff, Village of	2,915,000	100.00	2,915,000
Cedar Park	151,835,000	2.04	3,097,434
Creedmoor, Village of	410,000	100.00	410,000
Elgin	12,417,000	16.85	2,092,265
Jonestown	2,025,000	100.00	2,025,000
Lago Vista	28,125,000	100.00	28,125,000
Lakeway	7,250,000	100.00	7,250,000
Leander	76,920,000	9.46	7,276,632
Manor	10,595,000	100.00	10,595,000
Pflugerville	126,505,000	100.00	126,505,000
Round Rock	135,360,000	4.05	5,482,080
Subtotal Cities	1,570,922,000		1,206,367,818
School Districts:			
Austin ISD	686,035,763	100.00	686,035,763
Del Valle ISD	169,240,000	100.00	169,240,000
Eanes ISD	133,590,000	100.00	133,590,000
Lago Vista ISD	15,100,817	100.00	15,100,817
Lake Travis ISD	192,882,305	100.00	192,882,305
Manor ISD	199,445,888	100.00	199,445,888
Pflugerville ISD	387,484,973	100.00	387,484,973
Subtotal School Districts	1,783,779,746		1,783,779,746
County Line School and Community College Districts:			
Austin Community College	96,478,659	99.44	95,938,379
Dripping Springs ISD	54,259,572	1.53	830,171
Elgin ISD	82,077,694	23.48	19,271,843
Hays Cons ISD	322,372,309	0.87	2,804,639
Hutto ISD	170,756,696	0.41	700,102
Johnson City ISD	9,625,411	1.42	136,681
Leander ISD	946,879,326	46.00	435,564,490
Marble Falls ISD	73,617,727	18.33	13,494,129
Round Rock ISD	502,241,975	29.53	148,312,055
Subtotal County Line School and Community College Districts	2,258,309,369		717,052,489
Total (Estimated $4,702.59 Per Capita)	$ 6,535,548,031		$ 4,603,718,859

Source: Texas Municipal Advisory Council

(1) Does not include unamortized premiums, discounts, losses on refunding bonds, and deferred issuance costs.

Schedule 15

Travis County, Texas
Legal Debt Margin Information
Bonds Issued Under Article 3, Section 52
of the Texas Constitution
Last Ten Fiscal Years
(unaudited)

	Fiscal Year Ended September 30			
	1999	**2000**	**2001**	**2002**
Assessed value of *real* property	$ 38,796,305,011	$ 42,951,265,742	$ 52,592,954,516	$ 62,248,832,537
Debt limit rate	x 25 %	x 25 %	x 25 %	x 25 %
Amount of debt limit	9,699,076,253	10,737,816,436	13,148,238,629	15,562,208,134
Unlimited Tax Bonds	69,131,426	73,953,697	74,542,941	178,098,099
Legal debt margin	$ 9,629,944,827	$ 10,663,862,739	$ 13,073,695,688	$ 15,384,110,035
Total debt applicable to the limit as a percentage of debt limit	0.71%	0.69%	0.57%	1.14%

Article 3, Section 52 of the Texas Constitution allows counties to issue bonds upon a vote of two-thirds majority of the voting qualified voters affected by the issuance so long as the amount does not exceed one-fourth of the assessed valuation of the real property, and levy and collect taxes to pay the interest and provide a sinking fund for the redemption.

Section 52 bonds may be issued for 1) improvement of rivers, creeks, and streams to prevent overflows, to permit navigation and irrigation and in aid of such purposes, 2) construction and maintenance of pools, lakes, reservoirs, dams, canals, and waterways for the purposes of irrigation, drainage, or navigation or in aid of such purposes, and 3) construction, maintenance, and operation of macadamized, graveled, or paved roads and turnpikes, or in aid of such purposes. For those bonds levied for roads and turnpikes, the County may levy and collect taxes to pay the interest on the bonds as it becomes due and to provide a sinking fund for redemption of the bonds.

Notes: Excludes applicable exemptions.
This schedule includes blended component units.

Fiscal Year Ended September 30					
2003	**2004**	**2005**	**2006**	**2007**	**2008**
$ 66,863,306,587	$ 63,566,576,847	$ 69,852,496,817	$ 74,296,405,220	$ 87,385,224,698	$ 99,318,629,135
x 25 %	x 25 %	x 25 %	x 25 %	x 25 %	x 25 %
16,715,826,647	15,891,644,212	17,463,124,204	18,574,101,305	21,846,306,175	24,829,657,284
198,093,479	197,033,445	186,960,893	193,822,299	219,375,445	246,505,212
$ 16,517,733,168	$ 15,694,610,767	$ 17,276,163,311	$ 18,380,279,006	$ 21,626,930,730	$ 24,583,152,072
1.19%	1.24%	1.07%	1.04%	1.00%	0.99%

Schedule 16

Travis County, Texas
Legal Debt Margin Information
Bonds and Certificates of Obligation Issued Under Texas General Laws
Last Ten Fiscal Years
(unaudited)

	Fiscal Year Ended September 30			
	1999	**2000**	**2001**	**2002**
Assessed value of all taxable property	$ 45,457,463,367	$ 49,839,423,860	$ 60,273,506,065	$ 71,625,489,733
Debt limit rate	x 5 %	x 5 %	x 5 %	x 5 %
Amount of debt limit	2,272,873,168	2,491,971,193	3,013,675,303	3,581,274,487
Amount of debt applicable to debt limit:				
Gross bonded debt[1]	357,869,120	353,362,873	355,187,494	467,144,037
Less: Amounts set aside to repay general debt	11,490,585	13,016,217	10,576,761	11,355,913
Total amount of net debt applicable to debt limit	346,378,535	340,346,656	344,610,733	455,788,124
Legal debt margin	$ 1,926,494,633	$ 2,151,624,537	$ 2,669,064,570	$ 3,125,486,363
Total net debt applicable to the limit as a percentage of debt limit	15.24%	13.66%	11.43%	12.73%

Bonds issued under the Texas General Laws have, in addition to the debt limit of 5 percent of assessed value of all taxable property, a constitutional limit on the tax rate which may be levied to service general law bonds and provide funds for the general operations of the County. This limit for Travis County is $.80 annually on the $100 assessed valuation plus a levy of $.15 annually for the maintenance of public roads.

Article VIII, Section 9 of the Texas Constitution, as amended, specified that the Commissioners' Court "shall levy whatever tax rate may be needed for the four (4) constitutional purposes; namely, general fund, permanent improvement fund, road and bridge fund and jury fund so long as the Court does not impair any outstanding bonds or other obligations and so long as the total of the foregoing tax levies does not exceed Eighty Cents ($.80) on the One Hundred Dollars ($100) valuation in any one (1) year."

Notes: Excludes applicable exemptions.
This schedule includes blended component units.
Prior years have been revised.

(1) Includes General Obligation Bonds and Certificates of Obligation

Fiscal Year Ended September 30					
2003	**2004**	**2005**	**2006**	**2007**	**2008**
$ 75,142,738,899	$ 71,388,112,436	$ 77,884,808,976	$ 82,557,628,306	$ 96,239,193,035	$ 109,233,886,893
x 5 %	x 5 %	x 5 %	x 5 %	x 5 %	x 5 %
3,757,136,945	3,569,405,622	3,894,240,449	4,127,881,415	4,811,959,652	5,461,694,345
484,731,970	457,768,518	430,316,881	470,250,004	535,569,525	557,055,286
11,700,278	7,157,714	7,197,456	8,795,401	11,300,206	13,872,599
473,031,692	450,610,804	423,119,425	461,454,603	524,269,319	543,182,687
$ 3,284,105,253	$ 3,118,794,818	$ 3,471,121,024	$ 3,666,426,812	$ 4,287,690,333	$ 4,918,511,658
12.59%	12.62%	10.87%	11.18%	10.90%	9.95%

Schedule 17

Travis County, Texas
Ratio of Annual Debt Service
For General Bonded Debt to Total General Expenditures
Last Ten Fiscal Periods
(unaudited)

Fiscal Period	Debt Principal	Interest [1]	Debt Service[2]	Expenditures All Funds	Percentage of Debt Service to Total Expenditures
1999	$ 30,700,000	$ 15,665,703	$ 46,365,703	$ 373,553,603	12.41 %
2000	32,795,000	13,493,687	46,288,687	375,813,195	12.32
2001	30,661,833	17,363,735	48,025,568	369,438,628	13.00
2002	33,653,381	19,730,801	53,384,182	513,083,649	10.40
2003	39,253,523	24,851,446	64,104,969	424,452,046	15.10
2004	38,236,450	26,041,761	64,278,211	447,923,607	14.35
2005	38,656,775	23,433,962	62,090,737	438,796,677	14.15
2006	41,117,340	22,914,855	64,032,195	498,315,910	12.85
2007	39,132,204	25,466,999	64,599,203	503,335,068	12.83
2008	39,754,555	29,109,929	68,864,484	597,024,609	11.53

Note: This schedule includes blended component units.

(1) The following additional interest was capitalized and included in cost of new construction in years prior to fiscal year 2002. For fiscal years after 2001, capitalization of construction period interest was eliminated by GASB Statement No. 37.

1999	1,812,059
2000	3,457,417
2001	2,123,010

(2) Excludes assets acquired through other debt or capital lease.

TRAVIS COUNTY, TEXAS

DEMOGRAPHIC AND ECONOMIC

INFORMATION

Schedule 18

Travis County, Texas
Demographic and Economic Statistics
Last Ten Fiscal Years
(unaudited)

Year	Population[a]	Personal Income[b] (in thousands)	Per Capita Personal Income	Estimated Gross Retail Sales in Austin[c] (in billions)
1999	787,362	$ 26,370,844	$ 33,493	$ 10.62
2000	812,280	28,865,319	35,536	12.11
2001	830,150	29,664,312	35,734	12.64
2002	844,263	29,213,743	34,603	10.69
2003	856,927	29,789,488	34,763	9.97
2004	874,065	31,574,919	36,124	11.06
2005	893,295	33,777,356	37,812	12.31 (2)
2006	920,544	37,457,092	40,690	12.77
2007	948,160	Not available		13.77
2008	978,976	Not available		6.73 (1)

Note: This schedule includes blended component units.
Prior years may have been updated by the source.

Sources:

(a) U.S. Census for 2000. Population figure for 1999 was extrapolated using annual growth percentages estimated by the City of Austin, City Demographer. Population for years following 2000 was calculated by the City Demographer.
(b) Bureau of Economic Analysis, Department of Commerce
(c) State Comptroller of Public Accounts
(d) Texas A&M University, Real Estate Research Center
(e) Travis County, Transportation and Natural Resources Department
(f) Texas Workforce Commission

(1) Estimated retail sales through second quarter.
(2) State Comptroller began using Census Bureau's North American Industry Classification System.

Single Family Home Sales in the Austin Area[d]	Average Home Price in the Austin Area[d]	Site Development Permits Issued[e]	Unemployment Rate[f]
$ 17,792	$ 158,093	3,201	2.3%
18,531	186,290	3,784	3.0%
18,278	194,988	2,665	5.0%
18,645	196,633	2,638	5.8%
19,381	195,608	2,900	6.0%
21,935	199,788	3,555	4.9%
26,009	206,293	4,121	4.5%
29,509	226,953	4,787	3.9%
29,263	243,109	3,415	3.6%
23,927	245,738	2,446	4.5%

Schedule 19

Travis County, Texas
Principal Employers
Current Year and Nine Years Ago
(unaudited)

		2008		
Employer[1]	**Product or Service**	**Employees**	**Rank**	**Percentage of Total County Employment[a]**
State of Texas, MSA total[2]	Government	47,325	1	9.15%
The University of Texas/Austin [3]	Education, Research	23,975	2	4.63%
Dell, Inc.	Electronics	17,000	3	3.29%
City of Austin [3]	Government	13,902	4	2.69%
Austin Independent School Dist. [3]	Education	11,916	5	2.30%
Federal Government, MSA total [4]	Government	10,200	6	1.97%
HEB Grocery Co.	Retail	7,095	7	1.37%
Seton Family of Hospitals	Health Services	6,743	8	1.30%
Wal-Mart Stores	Retail	6,500	9	1.26%
St. David's Healthcare Partnership	Health Services	6,219	10	1.20%
IBM Corporation	Electronics	-		-
Motorola, Inc.	Electronics	-		-
Advanced Micro Devices	Electronics	-		-
Applied Materials	Electronics	-		-
Southwestern Bell	Communications	-		-
Solectron	Electronics	-		-
		150,875		29.16%

Sources: (1) Unless noted, data is from Austin Business Journal, *2008 Book of Lists, "Corporate Employers"*
(2) Texas Workforce Commission MSA total, excluding the University of Texas
(3) Human Resources Department for governmental entity
(4) Texas Workforce Commission
(a) Based on total employment of 517,455, Texas Workforce Commission
(b) Based on total employment of 454,955, U.S. Department of Labor, Bureau of Labor Statistics

Note: Fiscal year 1999 includes private employers only, excluding governmental employers.

1999		
Employees	Rank	Percentage of Total County Employment[(b)]
-		-
-		-
18,000	1	3.96%
-		-
-		-
-		-
6,251	5	1.37%
6,622	4	1.46%
-		-
2,500	10	0.55%
7,000	3	1.54%
10,000	2	2.20%
4,200	6	0.92%
3,000	8	0.66%
2,976	9	0.65%
3,800	7	0.84%
64,349		14.15%

TRAVIS COUNTY, TEXAS

OPERATING INFORMATION

COUNTY AUDITOR
TRAVIS COUNTY, TEXAS

Schedule 20

Travis County, Texas
Full-time Equivalent County Government Employees by Function
Last Ten Fiscal Years
(unaudited)

	Full-time Equivalent Employees as of September 30			
Function/Program	**1999**	**2000**	**2001**	**2002**
Functions used prior to fiscal year 2003:				
General government	479	469	480	509
Justice system	586	589	615	657
Law enforcement	511	514	532	473
Corrections and rehabilitation	1,084	1,058	1,116	1,324
Juvenile services	344	332	343	401
Public health	37	33	29	29
Human services	127	128	132	136
Transportation and roads	266	262	254	261
Parks and recreation	35	44	53	56
Functions used in fiscal year 2003 and forward:				
General government	-	-	-	-
Justice system	-	-	-	-
Public safety	-	-	-	-
Corrections and rehabilitation	-	-	-	-
Health and human services	-	-	-	-
Infrastructure and environmental services	-	-	-	-
Community and economic development	-	-	-	-
Total	3,469	3,429	3,554	3,846

Source: County's payroll system

Notes: A full-time employee is equivalent to approximately 2,080 hours per year.
This schedule excludes vacant positions.
The Uniform Chart of Accounts for Texas Counties was adopted in fiscal year 2003.
This schedule includes blended component units.

Full-time Equivalent Employees as of September 30					
2003	**2004**	**2005**	**2006**	**2007**	**2008**
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
530	514	527	534	569	587
1,094	1,117	1,142	1,192	1,296	1,327
497	521	533	556	592	614
1,335	1,276	1,279	1,336	1,383	1,405
172	176	173	176	188	192
260	268	269	268	277	282
59	73	79	84	114	121
3,947	3,945	4,002	4,146	4,419	4,528

Schedule 21

Travis County, Texas
Operating Indicators by Function/Program
Last Ten Fiscal Years
(unaudited)

Function/Program	Fiscal Year 1999	2000	2001
General Government			
Registered voters	511,061	572,429	526,962
New motor vehicle registrations	590,100	664,120	821,193
Justice System			
Civil cases filed - District Clerk	17,436	18,355	19,532
Civil cases filed - County Clerk	4,945	6,559	5,797
Criminal cases filed - District Clerk	9,360	11,070	10,577
Criminal cases filed - County Clerk	27,663	26,663	22,293
Public Safety			
Jail bookings	59,097	57,222	53,708
Autopsies performed	495	590	595
911 calls	Not Available	47,678	77,490
Corrections and Rehabilitation			
Average daily inmate population	2,420	2,515	2,645
Health and Human Services			
Starflight patient transports	1,123	1,060	891
Infrastructure and Environmental Services			
Balcones Canyonlands acres managed	631	631	2,451
Community and Economic Development			
Park visitors in fee collecting parks	736,083	596,237	664,479

Source: Travis County Adopted Budget and various other Travis County and City of Austin Offices/Departments

Notes: This schedule includes blended component units.
Prior year data is revised to reflect actual versus estimate.
Current year data is generally an estimate and will be updated to actual in the subsequent year.

Fiscal Year						
2002	2003	2004	2005	2006	2007	2008
510,767	518,676	586,612	534,892	558,374	536,216	573,216
675,934	610,729	698,794	708,413	845,099	797,185	821,097
20,004	22,646	20,240	22,557	21,550	21,084	21,060
6,761	7,720	7,164	7,995	8,284	8,079	7,800
11,800	11,224	13,004	14,123	14,039	16,068	16,561
25,474	24,948	26,447	27,352	28,945	36,170	33,000
53,228	53,789	56,289	58,262	59,992	61,385	60,000
585	517	542	558	594	694	626
82,445	82,389	92,529	103,561	111,214	125,604	138,000
2,721	2,263	2,333	2,535	2,583	2,646	2,550
695	585	578	652	675	878	900
3,111	3,146	4,573	4,885	4,789	5,093	5,122
660,387	631,718	510,199	595,653	578,237	443,564	605,649

Schedule 22

Travis County, Texas
Capital Asset Statistics by Function/Program
Last Ten Fiscal Years
(unaudited)

Function/Program	Fiscal Year 1999	2000	2001	2002
Justice System				
Courthouse	1	2	2	2
Juvenile detention center	1	1	1	1
Public Safety				
Law enforcement vehicles	Not available			
911 call center	0	0	1	1
Corrections and Rehabilitation				
Correctional facilities	2	2	2	2
Correctional facility capacities	2,563	2,563	2,821	2,749
Health and Human Services				
Ambulances	2	8	8	11
Starflight helicopters/Eurocopters	2	2	2	2
Infrastructure and Environmental Services				
Bridges	142	142	142	142
Community and Economic Development				
Number of developed County parks	Not available	22	22	23
Developed park acreage	Not available	1,666	1,666	1,927
Boat ramps	Not available	9	9	9

Source: Capital Asset System in Auditor's Office
Transportation and Natural Resources Department

Note: This schedule includes blended component units.

Fiscal Year					
2003	2004	2005	2006	2007	2008
2	2	2	2	2	2
1	1	1	1	1	1
Not available			435	482	438
1	1	1	1	1	1
2	2	2	2	2	2
2,749	2,749	2,958	2,958	3,080	3,121
11	11	14	14	17	19
2	2	2	2	2	2
142	142	142	143	144	144
23	23	24	24	24	24
1,996	2,008	2,522	2,522	2,522	2,522
9	9	9	9	9	9