BASIC FINANCIALS

GOVERNMENT

WIDE

FINANCIAL

STATEMENTS

Bexar County, Texas
STATEMENT OF NET ASSETS
September 30, 2005

	Primary Government			
	Governmental Activities	Business-Type Activities	Total	Component Unit
ASSETS:				
Current Assets				
Cash, cash equivalents, and temporary investments	$ 69,559,813	9,047,073	78,606,886	91,690,000
Investments	58,885,370	-	58,885,370	63,831,000
Receivables				
Delinquent taxes, net of allowance for uncollectible accounts	9,483,677	-	9,483,677	73,786,000
Accounts and other	25,151,743	2,668,181	27,819,924	57,806,000
Inventories	239,689	-	239,689	-
Restricted Assets:				
Cash and cash equivalents	-	7,595,091	7,595,091	185,000
Accrued interest	262,911	97,000	359,911	-
Prepaid asset	105,025	-	105,025	30,086,000
Deposits	150,000	-	150,000	-
Deferred charges	98,123	126,000	224,123	-
Total Current Assets	163,936,351	19,533,345	183,469,696	317,384,000
Noncurrent Assets				
Investments	-	-	-	45,275,000
Restricted assets				
Cash and cash equivalents	-	24,895,416	24,895,416	-
Other assets	-		-	160,531,000
Accounts receivable	-	-	-	19,761,000
Deferred charges	1,178,712	2,015,750	3,194,462	-
Other assets	-	-	-	2,230,000
Capital assets				
Land, equipment and construction in progress	63,270,290	-	63,270,290	19,214,000
Other capital assets, net of depreciation	359,417,583	168,431,805	527,849,388	164,603,000
Total Noncurrent Assets	423,866,585	195,342,971	619,209,556	411,614,000
TOTAL ASSETS	$ 587,802,936	214,876,316	802,679,252	728,998,000

The accompanying notes are an integral part of this statement.

Bexar County, Texas
STATEMENT OF NET ASSETS
September 30, 2005

	Primary Government			
	Governmental Activities	Business-Type Activities	Total	Component Unit
LIABILITIES				
Current Liabilities				
Accounts payable and accrued liabilities	$ 23,161,253	14,934	23,176,187	79,049,000
Due to other governmental units	5,699,164	-	5,699,164	-
Unearned revenue	347,999	-	347,999	152,784,000
Liability for compensated absences	5,117,079	-	5,117,079	8,942,000
Accrued interest payable	1,884,563	-	1,884,563	-
Contract retainage	773,585	-	773,585	-
Current portion of :				
Long-term debt, net	21,030,657	-	21,030,657	102,000
Arbitrage rebate payable	48,000	-	48,000	-
Payable from restricted assets:				
Accrued interest payable	-	951,810	951,810	-
Current portion of long-term debt	-	5,080,590	5,080,590	-
Total Current Liabilities	58,062,300	6,047,334	64,109,634	240,877,000
Noncurrent Liabilities				
Long-term debt	154,417,994	126,758,668	281,176,662	180,000
Arbitrage rebate payable	30,000	1,498,000	1,528,000	-
Claims payable	2,620,000	-	2,620,000	-
Estimated self-insurance reserves	-	-	-	1,484,000
Liability for compensated absences	15,351,240	-	15,351,240	-
Total Noncurrent Liabilities	172,419,234	128,256,668	300,675,902	1,664,000
TOTAL LIABILITIES	230,481,534	134,304,002	364,785,536	242,541,000
NET ASSETS				
Invested in capital assets, net of related debt	277,876,863	38,144,766	316,021,629	183,535,000
Restricted for:				
Debt service	21,923,646	33,380,475	55,304,121	-
Grants and special revenues	14,985,944	-	14,985,944	-
Capital projects	11,204,209	-	11,204,209	-
Health care	-	-	-	1,522,000
Unrestricted	31,330,740	9,047,073	40,377,813	301,400,000
TOTAL NET ASSETS	$ 357,321,402	80,572,314	437,893,716	486,457,000

The accompanying notes are an integral part of this statement.

Bexar County, Texas
STATEMENT OF ACTIVITIES
For the Year Ended September 30, 2005

		Program Revenues		
Functions/Programs	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary Government				
Governmental activities:				
General government	$ 60,375,452	27,913,332	6,408,677	-
Judicial	59,079,170	24,305,494	3,851,600	108,443
Public safety	138,802,346	12,783,543	14,365,151	297,642
Education and recreation	8,267,646	106,849	2,960,679	-
Public works	32,688,621	21,913,000	3,067,257	91,284
Health and public welfare	15,593,396	-	14,636,229	-
Interest and other fees	8,775,159	-	-	-
Unallocated depreciation	114,711	-	-	-
Total governmental activities	323,696,501	87,022,218	45,289,593	497,369
Business type activities:				
Arena Venue	14,968,664	1,300,000	-	-
Total business-type activities	14,968,664	1,300,000	-	-
Total primary government	$ 338,665,165	88,322,218	45,289,593	497,369
Component Unit:				
University Health System	$ 567,497,000	444,182,000		193,000

General revenues:
Taxes:
Property taxes
Flood control taxes
Bingo taxes
Motor vehicle taxes
Occupancy taxes
Mixed drink taxes
Unrestricted investment earnings
Miscellaneous
Transfers between governmental and business type activities
Total general revenues and transfers

Change in net assets
Net assets-beginning (restated)

Net assets-ending

The accompanying notes are an integral part of this statement.

Net (Expense) Revenue and Changes in Net Assets			
Primary Government			
Governmental Activities	Business Type Activities	Total	Component Unit
(26,053,443)		(26,053,443)	
(30,813,633)		(30,813,633)	
(111,356,010)		(111,356,010)	
(5,200,118)		(5,200,118)	
(7,617,080)		(7,617,080)	
(957,167)		(957,167)	
(8,775,159)		(8,775,159)	
(114,711)		(114,711)	
(190,887,321)		(190,887,321)	
	(13,668,664)	(13,668,664)	
	(13,668,664)	(13,668,664)	
(190,887,321)	(13,668,664)	(204,555,985)	
			(123,122,000)
$ 193,368,931	-	193,368,931	149,139,000
8,023,769	-	8,023,769	-
593,779	-	593,779	-
-	5,904,894	5,904,894	-
-	10,618,155	10,618,155	-
4,817,418	-	4,817,418	-
4,479,652	2,079,249	6,558,901	3,648,000
541,177	-	541,177	2,092,000
293,781	(293,781)	-	-
212,118,507	18,308,517	230,427,024	154,879,000
21,231,186	4,639,853	25,871,039	31,757,000
336,090,216	75,932,461	412,022,677	454,700,000
$ 357,321,402	80,572,314	437,893,716	486,457,000

The accompanying notes are an integral part of this statement.

Bexar County, Texas
BALANCE SHEET - GOVERNMENTAL FUNDS
September 30, 2005

	Major Funds			Other	Total
	General	Debt Service	Capital Projects	Other Governmental Funds	Total Governmental Funds
ASSETS					
Cash, and temporary investments	$ 24,531,279	558,178	21,023,220	15,903,967	62,016,644
Investments	7,749,900	17,269,446	25,378,821	8,487,203	58,885,370
Receivables					
Taxes, Net	7,577,436	1,495,996	322,643	87,602	9,483,677
Accounts receivable, Net	6,454,621	-	-	2,307,000	8,761,621
Due from other funds	2,163,801	400,026	1,101,710	433,927	4,099,464
Due from other governmental units	12,246,274	2,200,000	1,388,455	555,393	16,390,122
Accrued interest	262,911	-	-	-	262,911
Deferred charges	12,075	-	-	-	12,075
Deposits	150,000	-	-	-	150,000
Total Assets	$ 61,148,297	21,923,646	49,214,849	27,775,092	160,061,884
LIABILITIES					
Vouchers payable	$ 5,441,953	-	2,106,167	2,471,215	10,019,335
Accrued liabilities	6,627,967	-	2,918,250	561,259	10,107,476
Due to other funds	205,560	-	1,532,476	2,303,238	4,041,274
Due to other governmental units	5,585,614	-	4,576	108,370	5,698,560
Deferred revenue	13,377,183	1,319,900	316,776	86,878	15,100,737
Contract retainage payable	-	-	773,585	-	773,585
Total Liabilities	31,238,277	1,319,900	7,651,830	5,530,960	45,740,967
FUND BALANCE					
Fund Balances, Reserved for:					
Encumbrances	285,025	-	16,078,841	7,216,429	23,580,295
Debt Service	-	20,603,746	-	-	20,603,746
Long-term receivable	260,540	-	511,138	-	771,678
Fund Balances, Unreserved, Designated for:					
Capital Expenditures	-	-	24,973,040	-	24,973,040
Grant Awards	-	-	-	632,936	632,936
Administrative Commitments	-	-	-	250,000	250,000
Fund Balances, Unreserved, reported in:					
General Fund	29,364,455	-	-	-	29,364,455
Other Governmental Funds	-	-	-	14,144,767	14,144,767
Total Fund Balances	29,910,020	20,603,746	41,563,019	22,244,132	114,320,917
Total Liabilities and Fund Balances	$ 61,148,297	21,923,646	49,214,849	27,775,092	160,061,884

The accompanying notes are an integral part of this statement.

Bexar County, Texas
Reconciliation of Balance Sheet - Governmental Funds to Statement of Net Assets
September 30, 2005

Total Fund Balances--Governmental Funds		**$ 114,320,917**
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 as assets in governmental funds.		422,687,873
Certain receivables are not available and, therefore, are deferred in governmental funds.		6,459,006
Certain receivables will be collected this year, but are not available soon enough to pay for the current period's expenditures, and therefore are deferred in the funds.		8,293,732
Internal service funds are used by the County's management for self insurance, fleet maintenance, and records management. The assets and liabilities of the funds are included with governmental activities in the Statement of Net Assets but are not included at the fund level.		2,162,572
Long-term liabilities, including notes and bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds.		
Notes payable	(73,260)	
Bonds payable	(163,519,811)	
Deferred charge on refunding (to be amortized as interest expense)	1,486,561	
Deferred charge for issuance cost (to be amortized as interest expense)	1,276,835	
Issuance premium (to be amortized as interest expense)	(6,246,049)	
Issuance discount (to be amortized as interest expense)	74,986	
Accreted interest on capital appreciation bonds	(7,171,078)	
Accrued interest payable	(1,884,563)	
Compensated absences	(20,468,319)	
Arbitrage payable	(78,000)	
		(196,602,698)
Total Net Assets--Governmental Activities		**$ 357,321,402**

The accompanying notes are an integral part of this financial statement.

Bexar County, Texas
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
Governmental Funds
For the Year Ended September 30, 2005

	Major Funds			Other Governmental Funds	Total Governmental Funds
	General	Debt Service	Capital Projects		
REVENUES					
Ad valorem taxes	$ 170,881,729	29,171,708	1,548,732	8,772	201,610,941
Other taxes, licenses and permits	6,289,868	-	-	418,175	6,708,043
Intergovernmental revenue	10,511,528	-	546,257	32,005,121	43,062,906
Court costs and fines	19,314,287	-	-	4,256,852	23,571,139
Fees on motor vehicles	4,913,787	-	11,427,352	9,647,059	25,988,198
Other fees	8,248,916	-	-	6,012,157	14,261,073
Detention board bills	786,952	-	-	-	786,952
Commissions from governmental units	3,495,393	-	-	-	3,495,393
Revenue from use of assets	12,714,860	1,328,644	539,085	946,828	15,529,417
Sales, refunds and miscellaneous	5,810,431	-	410,652	1,729,154	7,950,237
Total Revenues	242,967,751	30,500,352	14,472,078	55,024,118	342,964,299
EXPENDITURES					
Current					
General government	48,617,954	-	629,487	7,276,625	56,524,066
Judicial	54,689,066	-	2,197	2,954,562	57,645,825
Public safety	120,039,552	-	1,960,019	11,321,991	133,321,562
Education and recreation	5,127,360	-	-	2,947,325	8,074,685
Public works	630,506	-	-	9,996,503	10,627,009
Health and public welfare	3,160,499	-	-	12,418,174	15,578,673
Capital expenditures	256,059	-	23,311,396	2,281,040	25,848,495
Debt Service:					
Principal	-	16,904,084	-	-	16,904,084
Interest	-	15,423,170	-	-	15,423,170
Other debt service fees	-	602,695	-	-	602,695
Total Expenditures	232,520,996	32,929,949	25,903,099	49,196,220	340,550,264
Excess (deficiency) of revenues over expenditures	10,446,755	(2,429,597)	(11,431,021)	5,827,898	2,414,035
OTHER FINANCING SOURCES (USES)					
Interfund transfers in	868,847	9,809,663	11,188,107	1,314,628	23,181,245
Interfund transfers out	(3,890,821)	-	(11,947,640)	(7,241,004)	(23,079,465)
Proceeds from long term debt	-	-	43,035,000	-	43,035,000
Premium on bond issues	-	2,554,879	-	-	2,554,879
Discount on bond issues	-	(79,152)	-	-	(79,152)
Payment to other governmental units	-	(6,600,000)	-	-	(6,600,000)
Total Other Financing Sources (Uses)	(3,021,974)	5,685,390	42,275,467	(5,926,376)	39,012,507
Net change in fund balances	7,424,781	3,255,793	30,844,446	(98,478)	41,426,542
Fund balance - beginning as restated (see Note U)	22,485,239	17,347,953	10,718,573	22,342,610	72,894,375
Fund balance - ending	$ 29,910,020	20,603,746	41,563,019	22,244,132	114,320,917

The accompanying notes are an integral part of this statement.

Bexar County, Texas
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities
For the Year Ending September 30, 2005

Net Change in Fund Balances--Total Governmental Funds		**$ 41,426,542**
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.		25,848,496
Depreciation expense for capital assets that is allocated over their estimated useful lives.		(26,008,763)
Capital asset donations		3,012,873
Losses arising from trade-in of existing capital assets not reported in the governmental funds.		(890,238)
The issuance of long-term debt (e.g., bonds, notes) 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, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.		
Debt issued:		
General obligation bonds	(15,480,000)	
Certificate of obligations	(27,555,000)	
Premiums	(2,554,879)	
Discounts	79,152	
Issuance costs	595,332	(44,915,395)
Principal repayments:		
Bonds, certificates of obligation, tax notes	16,690,204	
Notes payable	213,880	16,904,084
Some expenses in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.		
Compensated absences	(1,263,794)	
Amortization of debt premium	594,774	
Amortization of discounts	(4,166)	
Amortization of issuance costs	(98,123)	
Amortization of deferred charges	(205,409)	
Accrued interest on debt	(82,356)	
Accretion of capital appreciation bond interest	6,450,654	5,391,580
Because some revenues will not be collected for several months after the County's fiscal year end, they are not considered "available" revenues and are deferred in the governmental funds. Deferred revenues decreased by this amount in the current period.		(566,144)
Internal service funds are used by management to charge the costs of certain activities, such as insurance and fleet maintenance, to individual funds. The net revenue (expense) of certain internal service funds is reported with governmental activities.		1,028,151
Change in Net Assets of Governmental Activities		**$ 21,231,186**

The accompanying notes are an integral part of this financial statement.

Bexar County, Texas
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
September 30, 2005

	Business-Type Activities	Governmental Activities
	Arena Venue	Internal Service Funds
ASSETS		
Current Assets		
Cash, cash equivalents, and temporary investments	$ 9,047,073	7,543,169
Receivables		
Due from other funds	-	97,184
Due from other governmental units	2,668,181	-
Inventories	-	239,719
Restricted Assets:		
Cash and cash equivalents	7,595,091	-
Deposits	-	30,418
Prepaid insurance	-	62,502
Accrued interest	97,000	-
Deferred charges	126,000	-
Total Current Assets	19,533,345	7,972,992
Noncurrent Assets		
Deferred charges	2,015,750	-
Restricted Assets:		
Cash and cash equivalents	24,895,416	-
Capital assets:		
Buildings and improvements	176,278,539	-
Equipment	12,174,366	-
Less: Accumulated depreciation	(20,021,100)	-
Total Noncurrent Assets	195,342,971	-
TOTAL ASSETS	$ 214,876,316	7,972,992

The accompanying notes are an integral part of this statement.

Bexar County, Texas
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
September 30, 2005

	Business-Type Activities	Governmental Activities
	Arena Venue	Internal Service Funds
LIABILITIES		
Current Liabilities		
Vouchers payable	$ 14,934	55,457
Claims payable	-	2,763,001
Accrued liabilities	-	215,984
Due to other funds	-	155,374
Due to other governmental units	-	604
Payable from restricted assets:		
Accrued interest payable	951,810	-
Revenue bonds payable	5,080,590	-
Total Current Liabilities	6,047,334	3,190,420
Noncurrent Liabilities		
Revenue bonds payable	126,758,668	-
Claims payable	-	2,620,000
Arbitrage rebate payable	1,498,000	-
Total Noncurrent Liabilities	128,256,668	2,620,000
TOTAL LIABILITIES	134,304,002	5,810,420
NET ASSETS		
Invested in capital assets, net of related debt	38,144,766	-
Restricted for debt service and construction	33,380,475	-
Unrestricted	9,047,073	2,162,572
Total Net Assets	$ 80,572,314	2,162,572

Bexar County, Texas
Statement of Revenues, Expenses, and Changes in Fund Net Assets
All Proprietary Funds
For the Year Ended September 30, 2005

	Business-Type Activities - Enterprise Fund	Governmental Activities
	Arena Venue	Internal Service Funds
Operating revenues		
Premiums	$ -	23,251,132
Fleet maintenance sales	-	726,233
License fee	1,300,000	-
Other income	-	271,629
Total Operating Revenues	1,300,000	24,248,994
Operating expenses		
Administrative fee	9,000	1,639,905
Claims expense	-	19,772,048
Insurance expense	-	940,654
Personnel costs	33,797	772,965
Rent and utilities	1,491	85,008
Purchased services	69,356	161,895
Supplies	3,218	9,748
Repairs and maintenance	-	30,620
Depreciation and amortization	7,000,708	-
Total Operating Expenses	7,117,570	23,412,843
Net operating income (loss)	(5,817,570)	836,151
Non-operating revenues (expenses)		
Hotel occupancy tax	10,618,155	-
Motor vehicle tax	5,904,894	-
Investment income	2,079,249	-
Interest expense	(7,851,094)	-
Total non-operating revenue	10,751,204	-
Income (loss) before transfers	4,933,634	836,151
Transfers from other funds	-	292,000
Transfers to other funds	(293,781)	(100,000)
Change in Net Assets	4,639,853	1,028,151
Net Assets at beginning of year	75,932,461	1,134,421
Net Assets at end of year	$ 80,572,314	2,162,572

The accompanying notes are an integral part of this statement.

Bexar County, Texas
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
Year Ended September 30, 2005

	Business-type Activities- Arena Venue	Governmental Activities Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash received for premiums	$ -	26,013,403
Cash received for fleet maintenance services	-	726,233
Cash received for parking	-	4,150
Cash received for license fee	1,300,000	-
Cash received from other funds	-	410,902
Payments to other funds	-	(24,713)
Payments to vendors, suppliers, and contractors	(79,112)	(3,029,629)
Payments to employees for services	(33,797)	(799,580)
Claims paid	-	(20,336,659)
Net cash provided (used) by operating activities	1,187,091	2,964,107
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Taxes received	16,090,881	-
Transfer to other funds	(294,647)	(100,000)
Transfer from other funds	-	292,000
Net cash provided by non-capital financing activities	15,796,234	192,000
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Principal payments on long-term debt	(8,965,000)	-
Interest earned and payable as arbitrage	(19,790)	-
Interest payments on long-term debt	(8,096,999)	-
Net cash used by capital and related financing activities	(17,081,789)	-
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest	2,079,249	-
Net cash provided by investing activities	2,079,249	-
Net increase in cash and cash equivalent	1,980,785	3,156,107
Cash and cash equivalents--beginning of year	39,556,795	4,387,062
Cash and cash equivalents--end of year	$ 41,537,580	7,543,169

The accompanying notes are an integral part of this statement.

Bexar County, Texas
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Year Ended September 30, 2005

	Business-Type Actives	Governmental Activities
	Arena Venue	Internal Service Funds
Reconciliation of operating income (loss) to net cash used for operating activities:		
Operating income (loss)	$ (5,817,570)	836,151
Adjustments to reconcile operating loss to net cash provided by operating activities:		
Amortization expense	126,000	-
Depreciation expense	6,874,708	-
Changes in net assets and liabilities:		
(Increase) in inventories	-	(161,428)
Decrease in due from insurance carrier	-	685
Decrease in due from other funds	-	6,187,582
(Increase) in prepaid insurance	-	(73,965)
Increase in accounts and vouchers payable	3,953	233
(Decrease) in claims payable	-	(564,611)
Increase in accrued liabilities	-	41,040
(Decrease) in due from other funds	-	(3,302,184)
Increase in due to other governmental units	-	604
Net cash provided (used) by operating activities	$ 1,187,091	2,964,107
Reconciliation of cash and cash equivalents on Statement of Cash Flows to Statement of Net Assets		
Cash and temporary investments	$ 9,047,073	7,543,169
Restricted cash and investments	32,490,507	-
Cash and cash equivalents	$ 41,537,580	7,543,169

Noncash operating, capital and related financing activities:
Amortization of bond issuance cost- $126,000
Amortization of bond premium cost- $185,590
Depreciation expense- $6,874,708

The accompanying notes are an integral part of this statement.

Bexar County, Texas
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
FIDUCIARY FUNDS
September 30, 2005

	Total
ASSETS	
Cash and temporary investments	$ 69,825,914
Accounts receivable	601,064
Due from other governmental units	476,798
TOTAL ASSETS	$ 70,903,776
LIABILITIES	
Vouchers payable	$ 267,090
Accrued liabilities	374,782
Due to participants	43,924,248
Due to other governmental units	26,337,656
TOTAL LIABILITIES	$ 70,903,776

The accompanying notes are an integral part of this statement.