

FANNIN COUNTY PUBLIC FACILITY CORPORATION

Compiled Financial Statements

December 31, 2018

McClanahan and Holmes, LLP
CERTIFIED PUBLIC ACCOUNTANTS

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Board of Directors
Fannin County Public Facility Corporation
Bonham, Texas

Management is responsible for the accompanying financial statements of Fannin County Public Facility Corporation (a non-profit organization), which comprise the statement of financial position as of December 31, 2018, and the related statement of activities for the quarter ended December 31, 2018 in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

Management has elected to omit substantially all of the disclosures and the statement of cash flows required by accounting principles generally accepted in the United States of America. If the omitted disclosures and the statement of cash flows were included in the financial statements, they might influence the user's conclusions about the Organization's financial position, changes in net assets, and cash flows. Accordingly, the financial statements are not designed for those who are not informed about such matters.

We are not independent with respect to Fannin County Public Facility Corporation.

McClanahan and Holmes, LLP
Certified Public Accountants

Bonham, Texas
March 25, 2019

FANNIN COUNTY PUBLIC FACILITY CORPORATION
Statement of Financial Position
December 31, 2018

ASSETS

Current Assets	
Cash - Bond Fund	\$ 10,273.86
Cash - Operator Fee Account	0.21
Cash - Project Fund	1,313,086.87
Cash - Rental Account	695,964.42
Cash - Operating Trustee Account	1,721.79
Accounts Receivable	1,108,332.03
Total Current Assets	3,129,379.18
Restricted Assets	
Cash - Operating Reserve	317,079.55
Cash - Reserve Fund	2,770,505.79
Cash - Surplus Account	97,082.25
Total Restricted Assets	3,184,667.59
Fixed Assets	
Land, Buildings, Equipment and Vehicles	22,480,202.00
Less Accumulated Depreciation	(5,261,050.99)
Net Fixed Assets	17,219,151.01
Total Assets	\$ 23,533,197.78

LIABILITIES AND NET ASSETS

Current Liabilities	
Accounts Payable	\$ 3,531,446.54
Accrued Interest	487,933.13
Current Portion of Bond Payable	815,000.00
Total Current Liabilities	4,834,379.67
Long-Term Liabilities	
Bond Payable	28,730,000.00
Capitalized Bond Issue Cost, Net of Amortization of \$381,945	(1,670,094.00)
Less Current Portion of Bond Payable	(815,000.00)
Total Long-Term Liabilities	26,244,906.00
Total Liabilities	31,079,285.67
Net Assets	
Net Assets Without Donor Restrictions	(7,546,087.89)
Total Liabilities and Net Assets	\$ 23,533,197.78

FANNIN COUNTY PUBLIC FACILITY CORPORATION

Statement of Activities

Quarter Ended December 31, 2018

Revenues

Federal Inmate Revenue

Housing - USMS - East	\$ 2,103,423.12
Housing - USMS - North	767,335.52
Transport - USMS - East	16,600.20
Transport - USMS - North	18,580.67
	<u>2,905,939.51</u>

County Inmate Revenue

Housing - Fannin County Main Jail	115,400.00
Housing - Fannin County South Annex	340,150.00
Transport - Fannin County	645.19
	<u>456,195.19</u>

Interest Revenue

18,834.48

Total Revenues

3,380,969.18

Expenses

Amortization Expense	17,924.00
Depreciation Expense	139,993.00
Bond Interest Expense	487,933.13
Legal Fees	38,801.22
Operating Fees	2,632,252.00
Repairs and Maintenance	21,239.42
	<u>3,338,142.77</u>

Total Expenses

3,338,142.77

Increase (Decrease) in Net Assets Without Donor Restrictions

42,826.41

Net Assets Without Donor Restrictions at Beginning of Period

(7,588,914.30)

Net Assets Without Donor Restrictions at End of Period

\$ (7,546,087.89)