

FANNIN COUNTY PUBLIC FACILITY CORPORATION

Compiled Financial Statements

September 30, 2020

McClanahan and Holmes, LLP
CERTIFIED PUBLIC ACCOUNTANTS

STEVEN W. MOHUNDRO, CPA
GEORGE H. STRUVE, CPA
ANDREW B. REICH, CPA
RUSSELL P. WOOD, CPA
DEBRA J. WILDER, CPA
TEFFANY A. KAVANAUGH, CPA
APRIL J. HATFIELD, CPA

228 SIXTH STREET S.E.
PARIS, TEXAS 75460
903-784-4316
FAX 903-784-4310

304 WEST CHESTNUT
DENISON, TEXAS 75020
903-465-6070
FAX 903-465-6093

1400 WEST RUSSELL
BONHAM, TEXAS 75418
903-583-5574
FAX 903-583-9453

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 September 30, 2020, and the related statement of activities for the quarter and year ended September 30, 2020 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. We do not express an opinion, a conclusion, nor provide any assurance on these financial statements.

Management has elected to omit substantially all 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
October 27, 2020

FANNIN COUNTY PUBLIC FACILITY CORPORATION
Statement of Financial Position
September 30, 2020

ASSETS

| | |
|---|------------------|
| Current Assets | |
| Cash - Bond Fund | \$ 1,809,676.25 |
| Cash - Operator Fee Account | 132.91 |
| Cash - Project Fund | 1,165,411.04 |
| Accounts Receivable | 1,115,473.88 |
| Total Current Assets | 4,090,694.08 |
| Restricted Assets | |
| Cash - Operating Reserve | 350,000.00 |
| Cash - Reserve Fund | 2,766,571.62 |
| Cash - Surplus Account | 207,893.63 |
| Total Restricted Assets | 3,324,465.25 |
| Fixed Assets | |
| Land, Buildings, Equipment and Vehicles | 22,480,202.00 |
| Less Accumulated Depreciation | (6,241,001.99) |
| Net Fixed Assets | 16,239,200.01 |
| Total Assets | \$ 23,654,359.34 |

LIABILITIES AND NET ASSETS

| | |
|--|------------------|
| Current Liabilities | |
| Accounts Payable | \$ 3,404,651.54 |
| Accrued Interest | 954,676.25 |
| Current Portion of Bond Payable | 855,000.00 |
| Total Current Liabilities | 5,214,327.79 |
| Long-Term Liabilities | |
| Bond Payable | 27,915,000.00 |
| Capitalized Bond Issue Cost, Net of Amortization of \$507,413.35 | (1,544,626.00) |
| Less Current Portion of Bond Payable | (855,000.00) |
| Total Long-Term Liabilities | 25,515,374.00 |
| Total Liabilities | 30,729,701.79 |
| Net Assets | |
| Net Assets Without Donor Restrictions | (7,075,342.45) |
| Total Liabilities and Net Assets | \$ 23,654,359.34 |

FANNIN COUNTY PUBLIC FACILITY CORPORATION
Statement of Activities
Quarter and Year Ended September 30, 2020

| | Quarter Ended September 30, 2020 | Year Ended September 30, 2020 |
|--|-------------------------------------|----------------------------------|
| Revenues | | |
| Federal Inmate Revenue | | |
| Housing - USMS - East | \$ 2,539,036.24 | \$ 9,856,246.48 |
| Housing - USMS - North | 214,660.38 | 1,362,672.60 |
| Transport - USMS - East | 31,782.51 | 223,816.30 |
| Transport - USMS - North | 13,336.50 | 71,416.10 |
| | 2,798,815.63 | 11,514,151.48 |
| County Inmate Revenue | | |
| Housing - Fannin County Main Jail | 250,431.25 | 787,791.25 |
| Housing - Fannin County South Annex | 412,152.50 | 1,664,846.25 |
| Transport - Fannin County | 2,887.58 | 50,061.05 |
| | 665,471.33 | 2,502,698.55 |
| Interest Revenue | | |
| | 76.46 | 31,324.92 |
| Total Revenues | 3,464,363.42 | 14,048,174.95 |
| Expenses | | |
| Amortization Expense | 17,924.00 | 71,696.00 |
| Audit and Accounting | - | 8,750.00 |
| Depreciation Expense | 139,993.00 | 559,972.00 |
| Bond Interest Expense | 477,338.13 | 1,909,352.50 |
| Legal Fees | - | 36,949.66 |
| Miscellaneous | 91.00 | 364.00 |
| Operating Fees | 2,731,940.61 | 11,095,527.31 |
| Repairs and Maintenance | - | 53,242.59 |
| Trustee Fees | 7,200.00 | 7,200.00 |
| | 3,374,486.74 | 13,743,054.06 |
| Increase (Decrease) in Net Assets Without Donor Restrictions | | |
| | 89,876.68 | 305,120.89 |
| Net Assets Without Donor Restrictions at Beginning of Period | | |
| | (7,165,219.13) | (7,380,463.34) |
| Net Assets Without Donor Restrictions at End of Period | | |
| | \$ (7,075,342.45) | \$ (7,075,342.45) |