



FINANCIAL STATEMENT

FINANCIAL STATEMENT (As of September 30, 2018)

Table with 2 columns: Description and Amount. Rows include Net Taxable Assessed Valuation, New Debt, Outstanding Debt, GO Debt payable from Ad Valorem Taxes, and Net Debt.

Net Debt Per Net Taxable Assessed Valuation - 0.61%
Net Debt Per Sq mile - \$13,719.67
Net Debt Per Capita - \$346.36

Net Taxable Assessed Valuation Per Capita - \$56,933.99

Bureau of Census Pop: 2000 - 31,242
Bureau of Census Pop: 2010 - 33,915
2018 Estimated Population - 35,286
Area: 890.80 Sq mile

PAYMENT RECORD

Never defaulted.

TAX DATA

Table with 6 columns: Tax Year, A.V., Tax Rate, Adjusted Levy, % Collections Total, Year Ended. Rows for years 2013-2018.

Tax Rate Distribution 2018 2017 2016 2015

Table with 5 columns: Category, 2018, 2017, 2016, 2015. Rows for Operations, I&S, and Totals.

Road & Bridge 0.1298 0.1298 0.1298 0.1309

Tax Rate Limitation:

Limited Tax Bonds. Texas Constitution (Article VIII, Section 9 imposes limit of \$0.80 per \$100 assessed valuation for all purposes of General Fund, Permanent Improvement Fund, Road & Bridge Fund and Jury Fund, including debt service on obligations issued against such funds.

Road Maintenance. Imposed by Co. Road and Bridge Act, \$0.15 per \$100 assessed valuation, no part of which may be used for debt service.

TAX ABATEMENTS The tax abatement for the 2018 assessed valuation was \$13,432,540.

SALES TAX

Optional Sales Tax. Texas Counties have the option of assessing a 1/2 cent sales tax if approved by the voters in a local option election. If the tax is

approved, then the County must reduce its property tax rate accordingly.

Table with 5 columns: Calendar Year, Rate, Total Collected, % of Ad Val Tax Levy, Equiv of Ad Val Tax Rate. Rows for years 2015-2018.

DETAILS OF OUTSTANDING DEBT

Details of Limited Tax Debt (Outstanding 9/30/2018)

GO Bds Ser 2017

Tax Treatment: Bank Qualified
Original Issue Amount \$6,150,000.00
Dated Date: 04/01/2017
Sale Date: 04/18/2017
Delivery Date: 05/16/2017
Sale Type: Competitive
TIC: 3.1470%
Record Date: MSRB
Bond Form: BE
Denomination \$5,000
Interest pays Semi-Annually: 09/01, 03/01
1st Coupon Date: 03/01/2018

Paying Agent: BOKF, N.A., Dallas, TX
Bond Counsel: Norton Rose Fulbright US LLP, San Antonio, TX
Financial Advisor: SAMCO Capital Markets, Inc., San Antonio, TX
Lead Manager: Robert W. Baird & Co., Inc.
Co-Manager: Alamo Capital
Co-Manager: CL King & Associates
Co-Manager: Country Club Bank
Co-Manager: Davenport & Co. LLC
Co-Manager: Dougherty & Company LLC
Co-Manager: Duncan-Williams, Inc.
Co-Manager: Edward Jones
Co-Manager: First Empire Securities
Co-Manager: First Kentucky Securities
Co-Manager: FMSbonds, Inc.
Co-Manager: IFS Securities, Inc.
Co-Manager: Isaak Bond
Co-Manager: Loop Capital Markets LLC
Co-Manager: Midland Securities, Ltd
Co-Manager: Northland Securities
Co-Manager: Oppenheimer & Co. Inc.
Co-Manager: Rafferty Capital Markets, LLC
Co-Manager: Ross, Sinclair & Associates, Inc.
Co-Manager: Sierra Pacific
Co-Manager: Stephens Inc.
Co-Manager: SumRidge Partners, LLC
Co-Manager: UMB Bank
Co-Manager: Vining-Sparks IBG
Co-Manager: W. H. Mell Associates, Inc
Co-Manager: Wayne Hummer Investments
Co-Manager: Webdush Securities
Co-Manager: WNJ Capital

Use of Proceeds: Courthouse.

Table with 4 columns: Maturity, Amount, Coupon, Orig Reoffering Price/Yield. Rows for maturity dates from 03/01/2019 to 03/01/2024.

This Texas Municipal Report ("TMR") was prepared by employees of the Municipal Advisory Council of Texas ("MAC") for informational purposes only, and is not intended to be, and should not be considered as, a recommendation, endorsement or solicitation to buy or sell any security of the issuer to which it applies.



03/01/2025	205,000.00	4.0000%	2.000%
03/01/2026	215,000.00	4.0000%	2.100%
03/01/2027	225,000.00	4.0000%	2.200%
03/01/2028	230,000.00	3.0000%	2.300%
03/01/2029	240,000.00	3.0000%	2.400%
03/01/2030	245,000.00	3.0000%	2.500%
03/01/2031	255,000.00	3.0000%	2.600%
03/01/2032	260,000.00	3.0000%	2.700%
03/01/2033	270,000.00	3.0000%	2.800%
03/01/2035T	560,000.00	3.2500%	3.000%
03/01/2036	295,000.00	3.5000%	3.100%
03/01/2037	305,000.00	3.5000%	3.200%
03/01/2039T	650,000.00	3.5000%	100.00%
03/01/2042T	1,055,000.00	3.5000%	3.600%
-----			\$6,090,000.00

Call Option: Bonds maturing on 03/01/2028 to 03/01/2033 and 03/01/2036 to 03/01/2037 and term bonds maturing on 03/01/2035 and 03/01/2039 and 03/01/2042 callable in whole or in part on any date beginning 03/01/2027 @ par.

Term Call: Term bonds maturing on 03/01/2035 subject to mandatory redemption as follows:

Redemption Date	Principal Amount
03/01/2034	\$275,000
03/01/2035	\$285,000

	\$560,000

Term bonds maturing on 03/01/2039 subject to mandatory redemption as follows:

Redemption Date	Principal Amount
03/01/2038	\$320,000
03/01/2039	\$330,000

	\$650,000

Term bonds maturing on 03/01/2042 subject to mandatory redemption as follows:

Redemption Date	Principal Amount
03/01/2040	\$340,000
03/01/2041	\$355,000
03/01/2042	\$360,000

	\$1,055,000

GO Bds Ser 2018

Tax Treatment: Bank Qualified
Original Issue Amount \$6,210,000.00
Dated Date: 12/01/2018
Sale Date: 11/13/2018
Delivery Date: 12/13/2018
Sale Type: Competitive
TIC: 3.6547%
Record Date: MSRB
Bond Form: BE
Denomination: \$5,000
Interest pays: Semi-Annually: 06/01, 12/01
1st Coupon Date: 12/01/2019

Paying Agent: BOKF, N.A., Dallas, TX
Bond Counsel: Norton Rose Fulbright US LLP, San Antonio, TX
Financial Advisor: SAMCO Capital Markets, Inc., San Antonio, TX
Lead Manager: Wells Fargo Securities

Use of Proceeds: Courthouse.

Maturity	Amount	Coupon	Orig Reoffering Price/Yield
06/01/2020	40,000.00	3.0000%	2.100%
06/01/2021	160,000.00	3.0000%	2.200%
06/01/2022	165,000.00	4.0000%	2.300%

06/01/2023	175,000.00	4.0000%	2.400%
06/01/2024	180,000.00	4.0000%	2.500%
06/01/2025	185,000.00	4.0000%	2.600%
06/01/2026	195,000.00	4.0000%	2.700%
06/01/2027	200,000.00	4.0000%	2.800%
06/01/2028	210,000.00	4.0000%	2.900%
06/01/2029	220,000.00	4.0000%	3.000%
06/01/2030	230,000.00	4.0000%	3.050%
06/01/2031	235,000.00	4.0000%	3.100%
06/01/2032	245,000.00	4.0000%	3.150%
06/01/2033	255,000.00	4.0000%	3.200%
06/01/2034	265,000.00	3.5000%	100.00%
06/01/2035	275,000.00	3.5000%	3.550%
06/01/2039T	1,200,000.00	3.5000%	3.650%
06/01/2044T	1,775,000.00	4.0000%	3.750%
-----			\$6,210,000.00

Call Option: Bonds maturing on 06/01/2029 to 06/01/2035 and term bonds maturing on 06/01/2039 and 06/01/2044 callable in whole or in part on any date beginning 06/01/2028 @ par.

Term Call: Term bonds maturing on 06/01/2039 subject to mandatory redemption as follows:

Redemption Date	Principal Amount
06/01/2036	\$285,000
06/01/2037	\$295,000
06/01/2038	\$305,000
06/01/2039	\$315,000

	\$1,200,000

Term bonds maturing on 06/01/2044 subject to mandatory redemption as follows:

Redemption Date	Principal Amount
06/01/2040	\$325,000
06/01/2041	\$340,000
06/01/2042	\$355,000
06/01/2043	\$370,000
06/01/2044	\$385,000

	\$1,775,000

Grand Total =====> \$12,300,000

Bond Debt Service

Period Ending	Principal	Interest	Debt Service
09/30/19	160,000.00	209,675.00	369,675.00
09/30/20	210,000.00	559,625.00	769,625.00
09/30/21	335,000.00	432,675.00	767,675.00
09/30/22	350,000.00	420,675.00	770,675.00
09/30/23	365,000.00	406,575.00	771,575.00
09/30/24	380,000.00	391,775.00	771,775.00
09/30/25	390,000.00	376,475.00	766,475.00
09/30/26	410,000.00	360,675.00	770,675.00
09/30/27	425,000.00	344,075.00	769,075.00
09/30/28	440,000.00	328,125.00	768,125.00
09/30/29	460,000.00	312,675.00	772,675.00
09/30/30	475,000.00	296,600.00	771,600.00
09/30/31	490,000.00	279,900.00	769,900.00
09/30/32	505,000.00	262,775.00	767,775.00
09/30/33	525,000.00	245,025.00	770,025.00
09/30/34	540,000.00	226,306.25	766,306.25
09/30/35	560,000.00	207,931.25	767,931.25
09/30/36	580,000.00	188,512.50	768,512.50
09/30/37	600,000.00	168,037.50	768,037.50
09/30/38	625,000.00	146,775.00	771,775.00
09/30/39	645,000.00	124,725.00	769,725.00

This Texas Municipal Report ("TMR") was prepared by employees of the Municipal Advisory Council of Texas ("MAC") for informational purposes only, and is not intended to be, and should not be considered as, a recommendation, endorsement or solicitation to buy or sell any security of the issuer to which it applies. The information set forth in this TMR has been obtained from the issuer and from sources believed to be reliable, but the MAC has not independently verified such information. The MAC specifically disclaims any responsibility for, and makes no representations, warranties or guarantees about, the completeness or accuracy of such information. In this connection, this TMR reflects information as of the date referred to in the TMR, as derived from filings received by the MAC from the issuer. This TMR will be updated in the ordinary course as filings are received from the issuer, but the MAC specifically disclaims any responsibility for doing so. The reader of this TMR is advised to obtain current information from other sources before making any investment decision respecting the securities of this issuer.



09/30/40	665,000.00	101,975.00	766,975.00
09/30/41	695,000.00	76,812.50	771,812.50
09/30/42	715,000.00	50,700.00	765,700.00
09/30/43	370,000.00	30,200.00	400,200.00
09/30/44	385,000.00	15,400.00	400,400.00

	12,300,000.00	6,564,700.00	18,864,700.00
=====			

COMPUTED ON BASIS OF MANDATORY REDEMPTION

Debt Amortization Rates

Period Ending	Principal	% of Principal Retired
09/30/2019	160,000.00	01.30%
09/30/2020	210,000.00	03.01%
09/30/2021	335,000.00	05.73%
09/30/2022	350,000.00	08.58%
09/30/2023	365,000.00	11.54%
09/30/2024	380,000.00	14.63%
09/30/2025	390,000.00	17.80%
09/30/2026	410,000.00	21.14%
09/30/2027	425,000.00	24.59%
09/30/2028	440,000.00	28.17%
09/30/2029	460,000.00	31.91%
09/30/2030	475,000.00	35.77%
09/30/2031	490,000.00	39.76%
09/30/2032	505,000.00	43.86%
09/30/2033	525,000.00	48.13%
09/30/2034	540,000.00	52.52%
09/30/2035	560,000.00	57.07%
09/30/2036	580,000.00	61.79%
09/30/2037	600,000.00	66.67%
09/30/2038	625,000.00	71.75%
09/30/2039	645,000.00	76.99%
09/30/2040	665,000.00	82.40%
09/30/2041	695,000.00	88.05%
09/30/2042	715,000.00	93.86%
09/30/2043	370,000.00	96.87%
09/30/2044	385,000.00	100.00%

DEBT SERVICE FUND MANAGEMENT INDEX

G.O. Debt Service Requirements for fiscal year-ending 09/30/2019	\$369,675
I&S Fds all G.O. issues 09/30/2018	\$78,514
2018 I&S Fund Tax Levy @ 90%	403,201

AUTHORIZED BUT UNISSUED

GENERAL OBLIGATION BONDS AUTHORIZED BUT UNISSUED None

PENSION FUND LIABILITY

The County provides retirement, disability, and death benefits for all of its full-time employees through a nontraditional defined benefit pension plan in the statewide Texas County and District Retirement System ("TCDRS").

The plan provisions are adopted by the governing body of the employer, within

the options available in the Texas state statutes governing TCDRS ("TCDRS Act"). Members can retire with eight or more years of service at age 60 and above, with 30 years of service regardless of age, or when the sum of their age and years of service equals 75 or more.

Required Contribution Rates (Percentage of gross covered salary)

	2019	2018
Employee:	7.00%	7.00%
County:	11.14%	11.24%

Actuarial Valuation as of	12/31/2017	12/31/2016
Assets	\$22,793,672	\$21,171,245
Accrued Liabilities	\$25,285,965	\$23,584,686

(Unfunded)/Overfunded Liab.	(\$2,492,293)	(\$2,413,441)
Funded Ratio	90.14%	89.77%
Annual Covered Payroll	\$5,618,232	\$5,201,471
(Unfunded)/Overfunded Liability as a % of Covered Payroll	(44.36)%	(46.40)%

CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS

	12/31/2017	12/31/2016
Total Pension Liability	\$24,568,644	\$22,902,323
Plan Fiduciary Net Position	\$23,670,767	\$20,727,734

Net Pension Liability(Asset) Fiduciary Net Position as a % of Total Pension Liability	\$897,877	\$2,174,590
Covered Employee Payroll	96.35%	90.50%
Net Pension Liability as a % of Covered Payroll	\$5,618,232	\$5,201,471
Employer Contributions	15.98%	41.81%
Employee Contributions	\$605,083	\$548,235
Pension Expense	\$393,276	\$364,103
	\$764,487	\$1,001,706

Membership Data:

Number of Annuitants	87	89
Number of Members	245	229
Number of Depositing Members	149	142

Total	481	460

Source: Texas County and District Retirement System

NON FUNDED DEBT

NON-FUNDED DEBT PAYABLE (As of September 30, 2018)

The County reports additional debt in the principal amount of \$1,097,311 under Govt Activities as follows:

	Amount Outstanding	Reported Under
Compensated Absences	\$199,433	Govt Activities
Net Pension Oblign*	\$897,878	Govt Activities

* See PENSION FUND LIABILITY section for details of this obligation.

DEFECIT FUND BALANCE The following funds had a deficit fund balances as of September 30, 2018:

Special Revenue Funds	
Hazard Mitigation	\$429
Chapter 19 Funds	394
FC Detention Annual Payment	5,816

This Texas Municipal Report ("TMR") was prepared by employees of the Municipal Advisory Council of Texas ("MAC") for informational purposes only, and is not intended to be, and should not be considered as, a recommendation, endorsement or solicitation to buy or sell any security of the issuer to which it applies.



Inv. Crimes Against Women 3,298

OVERLAPPING DEBT

ESTIMATED OVERLAPPING DEBT STATEMENT

Table with columns: Taxing Body, Debt Amount, As Of, %Ovlp, Ovlp Amt. Lists various taxing bodies like Bailey, City of, Blue Ridge ISD, etc.

* Gross Debt

ECONOMIC BACKGROUND

Fannin County is located in north Texas, borders Oklahoma, and is traversed by U.S. Highways 69 and 82, State Highways 11, 50, 78, and 121, and eighteen farm-to-market roads.

COUNTY SEAT: Bonham

2010 census: 33,915 increasing 8.6% since 2000
2000 census: 31,242 increasing 26.0% since 1990
1990 census: 24,804

ECONOMIC BASE
Mineral: sand.

Industry: agribusiness.

Agricultural: wheat, Hunting leases, corn and beef cattle.

Table with columns: Year, Description, Volume. Lists Parks (Texas Parks & Wildlife) for years 2015-2018.

RETAIL SALES & EFFECTIVE BUYING INCOME (The Nielsen Company)

Table with columns: Year, Retail Sales, Effective Buying Income (EBI), County Median Household Income, State Median Household Income, % of Households with EBI below \$25K, % of Households with EBI above \$25K.

EMPLOYMENT DATA (Texas Workforce Commission)

Table with columns: Year, Employed, Earnings. Shows quarterly employment data for 2018, 2017, and 2016.

TOP TAXPAYERS

Table with columns: Principal Taxpayers, 2018 A.V., % of A.V. Lists major taxpayers like Oncor Electric Delivery Co., Atmos Energy/Mid-Tex Pipeline, etc.

FINANCE CONNECTED OFFICIALS

County Judge
Randy Moore
101 E. Sam Rayburn
Suite 101
Bonham, TX 75418
Phone: 903-583-7455
Fax: 903-583-7811
rmoore@fanninco.net

County Treasurer
David Woodson
101 E. Sam Rayburn
Suite 302
Bonham, TX 75418
Phone: 903-583-7457
Fax: 903-640-5806
dwoodson@fanninco.net

County Auditor
Alicia Whipple
101 East Sam Rayburn Dr.
Ste. 303
Bonham, TX 75418
Phone: 903-583-7451
Fax: 903-640-5806

This Texas Municipal Report ("TMR") was prepared by employees of the Municipal Advisory Council of Texas ("MAC") for informational purposes only, and is not intended to be, and should not be considered as, a recommendation, endorsement or solicitation to buy or sell any security of the issuer to which it applies.



awhipple@fanninco.net

Tax Assessor/Collector
Gail Young
Fannin County Tax Office
210 South Main
Bonham, TX 75418
Phone: 903-583-7493
Fax: 903-583-1244
gyoung@fanninco.net

Chief Appraiser
Mike Jones
Fannin County Appraisal District
831 W. State Hwy 56
Bonham, TX 75418
Phone: 903-583-8701
Fax: 903-583-8015
mjones@fannincad.org

ALB