

# **MONTGOMERY COUNTY, TEXAS**

## **Monthly Unaudited Financial Report**



**For the Month Ended  
April 2016**



**MONTGOMERY COUNTY, TEXAS**  
**MONTHLY UNAUDITED FINANCIAL REPORT**

**Prepared by**

**THE MONTGOMERY COUNTY AUDITOR'S OFFICE**  
**Phyllis L. Martin**  
**County Auditor**



**MONTGOMERY COUNTY, TEXAS**  
**Unaudited Monthly Financial Report**  
**As of April 2016**

**TABLE OF CONTENTS**

---

	<b>Page</b>
County Auditor's Letter of Transmittal	i
<b><u>FINANCIAL STATEMENTS</u></b>	
Consolidated Balance Sheet, All Funds	2
Changes in Fund Balance, All Funds	3
Statement of Net Position - Internal Service Funds	4
Statement of Changes in Net Position - Internal Service Funds	5
<b><u>BUDGET STATUS</u></b>	
Schedule of Expenditures - All Departments - Budget and Year-to-Date Actual	8-11
<b><u>SCHEDULES</u></b>	
Transfers In and Out - By Fund	13
Schedule of Bond Indebtedness	14





**Montgomery County, Texas**  
**Office of the County Auditor**  
501 North Thompson, Suite 205, Conroe, Texas 77301  
P. O. Box 539, Conroe, Texas 77305

Phyllis L. Martin  
County Auditor

Angela H. Blocker  
1<sup>st</sup> Assistant County Auditor

May 24, 2016

The Board of District Judges  
The Commissioners' Court  
Montgomery County, Texas

Honorable Judges and Commissioners:

The unaudited and unadjusted Monthly Financial Report of Montgomery County, Texas is submitted herewith for the period from April 1, 2016 through April 30, 2016. This report was prepared by the County Auditor in compliance with Chapter 114 Section 023 of the Local Government Code (Vernon's Texas Codes Annotated).

The Monthly Financial Report is presented in three sections: **Financial Statements, Budget Status, and Schedules**. Included in the Financial Statements are a Consolidated Balance Sheet and a Statement of Changes in Fund Balance. These statements report on all funds of the County. The Budget Status section is comprised of a Schedule of Expenditures for all departments showing the adjusted budget, the current month's actual activity, the activity for the year to date, current encumbrances and the remainder in the budget. The Schedules section includes a Schedule of Bonded Debt and a Schedule of Transfers to and from each fund.

This report is designed to provide a general overview of Montgomery County's finances for all those with an interest in the County's finances at a specific point during the fiscal year. However, the reader should note that the report does not include those disclosures associated with, and usually made a part of, audited financial statements. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Montgomery County Auditor, P.O. Box 539, Conroe, Texas 77305-0539.

Respectfully submitted,

Phyllis L. Martin  
Montgomery County Auditor

PLM/mg

This page left blank intentionally.



# **FINANCIAL STATEMENTS**

(unaudited)

**MONTGOMERY COUNTY, TEXAS**  
**Consolidated Balance Sheet**  
**Governmental Funds**  
**For the 7 Months Ended April 2016**

	<u>Total Governmental Funds</u>
<b>Assets:</b>	
Cash	\$ 36,682,854
Investments, at Fair Value	330,185,179
Receivables:	
Taxes (net)	5,862,646
Accounts (net)	11,016
Due From Other Funds	91,875,397
Prepaid Items	316,644
<b><u>Total Assets</u></b>	<b><u>464,933,736</u></b>
 <b><u>LIABILITIES AND FUND BALANCES:</u></b>	
Current Liabilities:	
Accounts Payable	8,057,973
Other Payables	30,576
Due to Other Funds	114,212,116
Due to Other Governments	8,910
Deferred Revenue	12,574,599
Total liabilities	134,884,174
Fund Balances:	
Reserved	153,767,105
Unreserved	176,282,457
Total Fund Balances	330,049,562
<b><u>TOTAL LIABILITIES AND FUND BALANCES</u></b>	<b><u>\$ 464,933,736</u></b>

**MONTGOMERY COUNTY, TEXAS**  
**Statement of Changes in Fund Balance - Governmental Funds**  
**For the 7 Months Ended April 2016**

	<u>General Fund</u>	<u>Special Revenue Funds</u>	<u>Debt Service Funds</u>	<u>Capital Project Funds</u>	<u>Total All Funds</u>
Fund Balance, 4/1/2016	\$ 191,296,532	\$ 48,465,587	\$ 38,390,376	\$ 74,913,599	\$ 353,066,094
Revenues/Other Financing Sources	\$ 2,818,730	\$ 1,201,784	\$ -	\$ -	\$ 4,020,514
Expenditures/Other Financing Uses	\$ (17,832,805)	\$ (6,447,609)	\$ -	\$ (2,756,632)	\$ (27,037,046)
Fund Balance, 4/30/2016	<u>\$ 176,282,457</u>	<u>\$ 43,219,762</u>	<u>\$ 38,390,376</u>	<u>\$ 72,156,967</u>	<u>\$ 330,049,562</u>

**MONTGOMERY COUNTY, TEXAS**  
**Statement of Net Position**  
**Internal Service Funds**  
**For the 7 Months Ended April 2016**

	<u>Total Internal Service Funds</u>
<b>Assets:</b>	
Cash	\$ 684,163
Receivables:	
Accounts (net)	753,453
<hr/>	
Due From Other Funds	35,871,924
Capital Assets (net of accumulated depreciation):	
Buildings	834,951
Improvements	957
Equipment	69,977
Total assets	<u>38,215,425</u>
<b>Liabilities:</b>	
Current Liabilities:	
Accounts Payable	1,943
Other Payables	4,600,318
Due to General Fund	3,688,750
Due to Wellness Clinic	3,734,190
Total liabilities	<u>12,025,201</u>
<b>Net Position:</b>	
Invested in capital assets	905,885
Unreserved	25,284,339
<b>Total Net Position</b>	<u>\$ 26,190,224</u>

**MONTGOMERY COUNTY, TEXAS**  
**Statement of Changes in Net Position**  
**Internal Service Funds**  
**For the 7 Months Ended April 2016**

	<u>Total Internal Service Funds</u>
<b>Current Operating Revenues:</b>	
Fees	\$ 2,930,120
Miscellaneous	17,913
Total Operating Revenues	2,948,033
 <b>Current Operating Expenses:</b>	
Services	1,442,189
Miscellaneous	10,000
Total Operating Expenses	1,452,189
Change in net position	1,495,844
Total Net Position - April 1, 2016	24,694,380
<b>Total Net Position - April 30, 2016</b>	<b>\$ 26,190,224</b>

This page left blank intentionally.

**BUDGET STATUS**  
(unaudited)

**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Expenditures - All Departments**  
**Budget and Year-to-Date Actual for the 7 Months Ended April 2016**

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<b><u>GENERAL ADMINISTRATION:</u></b>					
County Judge	631,936	42,711	303,980	2,744	325,212
Human Resources	614,384	46,683	316,807	855	296,722
Risk Management	946,348	73,613	520,803	68	425,477
County Clerk	2,467,542	177,320	1,317,742	6,610	1,143,190
Collections	450,233	37,715	235,597	301	214,335
Veterans' Service	235,443	17,743	135,412	90	99,941
Information Technology Services	6,731,751	352,375	3,551,312	375,813	2,804,626
Purchasing Agent	1,344,636	95,870	675,668	356	668,612
Records Management & Preservation	1,265,969	65,999	642,819	50,093	573,057
Permits	427,768	47,471	202,600	-	225,168
Worthless Checks Division	59,362	4,496	-	-	59,362
County-Wide	15,928,687	17,162	6,360,703	3,549	9,564,435
<b><u>TOTAL GENERAL ADM</u></b>	<b><u>31,104,059</u></b>	<b><u>979,158</u></b>	<b><u>14,263,443</u></b>	<b><u>440,479</u></b>	<b><u>16,400,137</u></b>
<b><u>JUDICIAL:</u></b>					
County Court No1	485,786	37,203	271,181	-	214,605
County Court No2	812,818	62,477	456,745	1,355	354,718
County Court No3	752,931	58,479	419,265	-	333,666
County Court No4	504,795	37,374	279,968	614	224,213
County Court No5	486,366	36,448	268,502	39	217,825
9 <sup>th</sup> District Court	307,820	20,822	168,730	26	139,064
410 <sup>th</sup> District Court	380,764	26,629	208,481	1,020	171,263
221 <sup>st</sup> District Court	333,655	23,080	182,138	54	151,463
284 <sup>th</sup> District Court	734,157	54,026	409,737	-	324,420
359 <sup>th</sup> District Court	387,220	27,170	218,201	52	168,967
418 <sup>th</sup> District Court	606,774	44,440	337,478	52	269,244
435 <sup>th</sup> District Court	255,312	19,058	135,796	34	119,482
Court Operations	7,507,561	648,856	3,783,634	74,156	3,649,771
Indigent Defense	130,068	12,708	99,780	-	30,288
Mental Health Court Services	271,581	15,554	90,055	250	181,276
Urban Counties Tech Share	100,857	-	-	-	-
Drug Court	1,004,862	64,105	552,136	6,943	445,783
Office of Court Admin	449,208	29,457	209,904	739	238,565
District Attorney	10,463,810	777,078	5,885,050	6,924	4,571,836
District Clerk	3,606,532	272,695	1,961,566	43,168	1,601,798
Justice of Peace Pct 1	806,443	64,794	446,620	3,481	356,342
Justice of Peace Pct 2	510,930	41,674	266,948	292	243,690
Justice of Peace Pct 3	981,001	70,122	545,760	1,495	433,746
Justice of Peace Pct 4	866,415	69,518	486,372	312	379,731
Justice of Peace Pct 5	500,198	39,798	282,496	90	217,612
Judicial Technology	525,300	-	356,473	-	168,827
Court Technology County/District	8,200	362	1,964	26	6,210



**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Expenditures - All Departments**  
**Budget and Year-to-Date Actual for the 7 Months Ended April 2016**

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<b>JUDICIAL (cont'd):</b>					
Court Guardianship	8,529	400	8,529	-	-
Court Reporter Service Fund	148,960	13,843	66,095	-	82,865
Juvenile Case Manager	281,006	21,416	154,189	-	126,817
Justice Court Technology	188,517	31,239	87,238	28,927	72,352
<b><u>TOTAL JUDICIAL</u></b>	<b><u>33,874,876</u></b>	<b><u>2,620,463</u></b>	<b><u>18,282,594</u></b>	<b><u>170,023</u></b>	<b><u>15,321,402</u></b>
<b><u>LEGAL:</u></b>					
County Attorney	3,244,483	249,350	1,678,180	3,303	1,563,000
Law Library	300,517	24,485	149,772	1,562	149,183
Alternate Dispute Resolution	129,500	12,642	66,450	-	63,050
<b><u>TOTAL LEGAL</u></b>	<b><u>3,674,500</u></b>	<b><u>286,477</u></b>	<b><u>1,894,402</u></b>	<b><u>4,865</u></b>	<b><u>1,775,233</u></b>
<b><u>ELECTIONS:</u></b>					
<b><u>TOTAL ELECTIONS</u></b>	<b><u>1,379,173</u></b>	<b><u>134,259</u></b>	<b><u>1,278,568</u></b>	<b><u>9,705</u></b>	<b><u>90,900</u></b>
<b><u>FINANCIAL ADMINISTRATION:</u></b>					
County Auditor	2,243,070	171,665	1,217,705	4,975	1,020,390
Financial Technology	650,000	27,495	78,490	80,840	490,670
County Treasurer	711,667	47,226	356,101	396	355,170
Tax Assessor-Collector	4,439,088	330,103	2,345,380	17,173	2,076,535
<b><u>TOTAL FINANCIAL ADM</u></b>	<b><u>8,043,825</u></b>	<b><u>576,489</u></b>	<b><u>3,997,676</u></b>	<b><u>103,384</u></b>	<b><u>3,942,765</u></b>
<b><u>PUBLIC FACILITIES:</u></b>					
Custodial Services	3,231,509	233,627	1,745,840	30,142	1,455,527
Building Maintenance	6,136,294	460,065	3,131,378	198,595	2,806,321
Precinct 3 Parks and Comm. Center	806,817	29,855	224,134	120,576	462,107
Precinct 4 Parks and Comm. Center	39,450	1,295	3,451	488	35,511
Jail	40,428,187	6,259,503	27,706,118	295,531	12,426,538
Civic Center	1,339,357	96,753	680,075	48,548	610,734
<b><u>TOTAL PUBLIC FACILITIES</u></b>	<b><u>51,981,614</u></b>	<b><u>7,081,098</u></b>	<b><u>33,490,996</u></b>	<b><u>693,880</u></b>	<b><u>17,796,738</u></b>
<b><u>PUBLIC SAFETY:</u></b>					
Fire Marshal	1,724,230	100,451	925,724	5,151	793,355
Constable Pct 1	3,757,813	277,048	2,121,561	9,760	1,626,492
Constable Pct 2	1,792,793	131,726	996,453	5,217	791,123
Constable Pct 3	3,708,116	287,301	2,088,215	13,708	1,606,193
Constable Pct 4	3,390,559	264,923	1,956,262	6,464	1,427,833
Constable Pct 5	2,538,292	169,560	1,285,664	-	1,252,628
Sheriff	51,707,605	3,746,274	26,191,367	1,444,408	24,071,830
Sheriff Commissary	663,497	15,842	283,804	-	379,693
Juvenile Services	8,849,326	599,337	4,192,411	35,021	4,621,894
Adult Services	504,326	26,450	240,624	4,700	259,002
Emergency Management	2,851,123	100,603	1,191,086	8,226	1,651,811
Department of Public Safety	113,276	8,652	64,181	-	49,095
Forfeitures	1,007,037	2,883	352,460	-	654,577
Courthouse Security	475,000	27,105	187,360	14,369	273,271
Law Enforcement Technology	2,814,981	-	1,481,683	439,985	893,313
<b><u>TOTAL PUBLIC SAFETY</u></b>	<b><u>85,897,974</u></b>	<b><u>5,758,155</u></b>	<b><u>43,558,855</u></b>	<b><u>1,987,009</u></b>	<b><u>40,352,110</u></b>

**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Expenditures - All Departments**  
**Budget and Year-to-Date Actual for the 7 Months Ended April 2016**

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<b><u>HEALTH AND WELFARE:</u></b>					
Vehicle Emission Program	1,807,310	-	1,626,972	-	180,338
Forensic Services	1,530,396	79,124	633,160	13,280	883,956
Medical: Contract Services	90,000	7,500	52,500	-	37,500
Mental Health: Contract Services	278,525	52,881	162,086	2,711	113,728
Environmental Health	2,083,813	155,242	1,153,759	-	930,054
Mental Health Facility	13,167,136	1,130,696	6,659,505	1,211	6,506,420
Community Development	5,450,111	417,440	1,538,423	114,876	3,796,812
Animal Control	1,024,517	66,071	559,601	2,514	462,402
Animal Shelter	1,591,657	211,443	1,087,291	7,508	496,858
Child Welfare	110,999	3,751	18,641	700	91,658
Welfare:					
Contract Services	1,018,762	309,804	697,030	-	321,732
<b><u>TOTAL HEALTH/WELFARE</u></b>	<b><u>28,153,226</u></b>	<b><u>2,433,952</u></b>	<b><u>14,188,968</u></b>	<b><u>142,800</u></b>	<b><u>13,821,458</u></b>
<b><u>CONSERVATION:</u></b>					
Extension Agent	741,844	55,003	379,977	-	361,867
Precinct 1 Recycling Center	336,784	-	-	-	-
Precinct 3 Recycling Center	670,654	49,725	401,688	8,785	260,181
<b><u>TOTAL CONSERVATION</u></b>	<b><u>1,749,282</u></b>	<b><u>104,728</u></b>	<b><u>781,665</u></b>	<b><u>8,785</u></b>	<b><u>958,832</u></b>
<b><u>CULTURE &amp; RECREATION:</u></b>					
Memorial Library	9,758,259	709,644	5,099,701	137,423	4,521,135
Historical Commissions	106,273	8,444	51,846	-	54,427
<b><u>TOTAL CULTURE &amp; RECREATION</u></b>	<b><u>9,864,532</u></b>	<b><u>718,088</u></b>	<b><u>5,151,547</u></b>	<b><u>137,423</u></b>	<b><u>4,575,562</u></b>
<b><u>PUBLIC TRANSPORTATION:</u></b>					
Airport	4,944,173	366,644	1,606,319	1,324,834	2,013,020
County Engineer	2,399,360	126,970	990,226	13,493	1,395,641
Commissioner Pct 1	19,583,427	786,788	6,373,942	5,706,401	7,503,084
Commissioner Pct 2	11,815,393	306,816	3,978,858	143,829	7,692,706
Commissioner Pct 3	15,234,099	966,758	4,832,229	404,859	9,997,011
Commissioner Pct 4	12,520,062	1,129,328	4,734,359	485,944	7,299,759
<b><u>TOTAL PUBLIC TRANSPORTATION</u></b>	<b><u>66,496,514</u></b>	<b><u>3,683,304</u></b>	<b><u>22,515,933</u></b>	<b><u>8,079,360</u></b>	<b><u>35,901,221</u></b>
<b><u>DEBT SERVICE:</u></b>					
Reserve for Fund Balance	12,000,000	-	-	-	12,000,000
Principal	21,360,000	-	21,360,000	-	-
Interest	17,699,724	-	7,445,759	-	10,253,965
Issuance Costs	-	-	234,486	-	(234,486)
Payment to Escrow Agent	73,331,090	-	73,331,090	-	-
<b><u>TOTAL DEBT SERVICE</u></b>	<b><u>124,390,814</u></b>	<b><u>-</u></b>	<b><u>102,371,335</u></b>	<b><u>-</u></b>	<b><u>22,019,479</u></b>
<b><u>MISCELLANEOUS:</u></b>					
<b><u>TOTAL MISCELLANEOUS</u></b>	<b><u>450,420</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>450,420</u></b>
<b><u>TOTAL EXPENDITURES - GOVERNMENTAL FUNDS</u></b>	<b><u>447,060,809</u></b>	<b><u>24,376,171</u></b>	<b><u>261,775,982</u></b>	<b><u>11,777,713</u></b>	<b><u>173,406,257</u></b>

**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Expenditures - All Departments**  
**Budget and Year-to-Date Actual for the 7 Months Ended April 2016**

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<b><u>INTERNAL SERVICE FUNDS</u></b>					
<b><u>GENERAL ADMINISTRATION:</u></b>					
Employee Health	23,838,868	1,130,097	13,479,921	-	10,358,947
Retiree Health	2,660,000	42,894	1,088,806	-	1,571,194
Optional Health	295,488	30,173	537,093	-	(241,605)
Cobra Coverage	-	91,544	161,895	-	(161,895)
Employee Life	133,314	-	77,543	-	55,771
Risk Mgt - Workers Comp	775,000	125,000	712,906	-	62,094
Risk Mgt-Prop/Casltly/Liab	1,500,000	32,421	1,095,160	-	404,840
Wellness Clinic	-	61	645,055	-	(645,055)
<b>TOTAL GENERAL ADM</b>	<b>29,202,670</b>	<b>1,452,190</b>	<b>17,798,379</b>	<b>-</b>	<b>11,404,291</b>
<b>TOTAL INTERNAL SERVICE FUNDS</b>	<b>29,202,670</b>	<b>1,452,190</b>	<b>17,798,379</b>	<b>-</b>	<b>11,404,291</b>
<b><u>ENTERPRISE FUNDS</u></b>					
Montgomery County Toll Road Authority	19,426,613	235,495	1,480,927	14,657,707	3,287,979
<b>TOTAL ENTERPRISE FUNDS</b>	<b>19,426,613</b>	<b>235,495</b>	<b>1,480,927</b>	<b>14,657,707</b>	<b>3,287,979</b>

This page left blank intentionally.

# **SCHEDULES**

(unaudited)

**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Transfers In and Out by Fund**  
**For the 7 Months Ended April 2016**

	Transfers In	Transfers Out
General Fund	\$ -	\$ 2,169,874
Jail 13-14	2,169,874	-
	\$ 2,169,874	\$ 2,169,874
<b>TOTAL FINANCING USES</b>		

**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Bond Indebtedness**  
**As of April 2016**

	<u>Interest Rate (%)</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Balances Outstanding</u>
<b>GENERAL OBLIGATION BONDS:</b>				
Refunding Bonds, Series 2007	4.00-5.50	2007	2026	33,810,000
Road Bonds, Series 2008A	3.50-5.25	2008	2030	1,555,000
Refunding Bonds, Series 2008	3.50-5.00	2008	2018	1,645,000
Refunding Bonds, Series 2010	4.00-5.00	2010	2030	43,380,000
Refunding Bonds, Series 2012	2.00-5.00	2012	2026	25,055,000
Refunding Bonds, Series 2014	1.75-2.27	2014	2020	24,090,000
Refunding Bonds, Series 2014A	5.00	2014	2025	73,510,000
Refunding Bonds, Series 2016	4.25-5.25	2016	2032	58,925,000
Road Bonds, Series 2016	4.25-5.25	2016	2041	53,140,000
<b>TOTAL GENERAL OBLIGATION BONDS PAYABLE</b>				<b>315,110,000</b>
<b>REVENUE BONDS:</b>				
Toll Revenue Bonds, Series 2009	3.00-5.00	2009	2032	20,495,000
Toll Revenue Bonds, Series 2010	3.00-5.00	2011	2021	16,450,000
Pass Thru Toll Revenue and Limited Tax Bonds, Series 2012	3.00-5.00	2012	2023	15,880,000
<b>TOTAL REVENUE BONDS PAYABLE</b>				<b>52,825,000</b>
<b>CERTIFICATES OF OBLIGATION:</b>				
Series 2007	4.00-4.63	2008	2027	1,040,000
Series 2008	3.50-5.25	2008	2027	3,175,000
Series 2010	3.00-5.40	2010	2039	28,800,000
Series 2012	2.00-4.00	2012	2032	12,870,000
Series 2012A	2.00-5.00	2012	2023	12,650,000
<b>TOTAL CERTIFICATES OF OBLIGATION</b>				<b>58,535,000</b>
<b>TOTAL BONDED DEBT</b>				<b>\$ 426,470,000</b>