

MONTGOMERY COUNTY, TEXAS

Monthly Unaudited Financial Report



**For the Month Ended
August 31, 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 August 31, 2016

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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
1st Assistant County Auditor

September 13, 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 August 1, 2016 through August 31, 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

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FINANCIAL STATEMENTS

(unaudited)

MONTGOMERY COUNTY, TEXAS
Consolidated Balance Sheet
Governmental Funds
For the 11 Months Ended August 31, 2016

	<u>Total Governmental Funds</u>
Assets:	
Cash	\$ 12,681,666
Investments, at Fair Value	279,445,994
Receivables:	
Taxes (net)	5,862,646
Accounts (net)	4,912
Due From Other Funds	65,476,297
Prepaid Items	316,644
<u>Total Assets</u>	<u>363,788,159</u>
 <u>LIABILITIES AND FUND BALANCES:</u>	
Current Liabilities:	
Accounts Payable	3,594,963
Other Payables	1,739,720
Due to Other Funds	91,546,501
Due to Other Governments	10,630
Deferred Revenue	11,420,903
Total liabilities	108,312,717
Fund Balances:	
Reserved	124,982,804
Unreserved	130,492,638
Total Fund Balances	255,475,442
<u>TOTAL LIABILITIES AND FUND BALANCES</u>	<u>\$ 363,788,159</u>

MONTGOMERY COUNTY, TEXAS
Statement of Changes in Fund Balance - Governmental Funds
For the 11 Months Ended August 31, 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, 8/1/2016	\$ 151,910,281	\$ 43,867,401	\$ 39,203,436	\$ 61,757,337	\$ 296,738,455
Revenues/Other Financing Sources	\$ 6,284,993	\$ 1,068,597	\$ 1,480,536	\$ -	\$ 8,834,126
Expenditures/Other Financing Uses	\$ (27,702,636)	\$ (9,440,534)	\$ (10,611,562)	\$ (2,342,407)	\$ (50,097,139)
Fund Balance, 8/31/2016	<u>\$ 130,492,638</u>	<u>\$ 35,495,464</u>	<u>\$ 30,072,410</u>	<u>\$ 59,414,930</u>	<u>\$ 255,475,442</u>

MONTGOMERY COUNTY, TEXAS
Statement of Net Position
Internal Service Funds
For the 11 Months Ended August 31, 2016

	<u>Total Internal Service Funds</u>
Assets:	
Cash	\$ 684,163
Receivables:	
Accounts (net)	753,453
<hr/>	
Due From Other Funds	36,529,812
Capital Assets (net of accumulated depreciation):	
Buildings	834,951
Improvements	957
Equipment	69,977
Total assets	<u>38,873,313</u>
Liabilities:	
Current Liabilities:	
Accounts Payable	2,231,955
Other Payables	4,600,318
Due to General Fund	4,174,211
Due to Road & Bridge	2,199
Due to Wellness Clinic	4,091,231
Total liabilities	<u>15,099,914</u>
Net Position:	
Invested in capital assets	905,885
Unreserved	22,867,514
Total Net Position	<u>\$ 23,773,399</u>

MONTGOMERY COUNTY, TEXAS
Statement of Changes in Net Position
Internal Service Funds
For the 11 Months Ended August 31, 2016

	<u>Total Internal Service Funds</u>
Current Operating Revenues:	
Fees	\$ 2,353,644
Miscellaneous	6,721
Total Operating Revenues	2,360,365
 Current Operating Expenses:	
Supplies	1,697
Services	3,691,065
Miscellaneous	1,000
Total Operating Expenses	3,693,762
Change in net position	(1,333,397)
Total Net Position - August 1, 2016	25,106,796
Total Net Position - August 31, 2016	\$ 23,773,399

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BUDGET STATUS
(unaudited)

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 11 Months Ended August 31, 2016

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<u>GENERAL ADMINISTRATION:</u>					
County Judge	566,936	69,521	494,939	3,341	68,656
Human Resources	602,384	65,100	513,712	922	87,750
Risk Management	940,348	92,072	812,221	5,655	122,472
County Clerk	2,357,193	267,691	2,122,775	39	234,379
Collections	452,363	42,526	374,192	808	77,363
Veterans' Service	236,463	17,612	188,347	90	48,026
Information Technology Services	6,518,698	441,061	5,411,541	502,636	604,521
Purchasing Agent	1,289,582	133,455	1,076,966	53	212,563
Records Management & Preservation	1,291,069	45,413	1,016,165	117	274,787
Permits	427,642	45,281	374,483	177	52,982
Worthless Checks Division	59,362	4,495	46,988	-	12,374
Cmr 3 Maintenance Facility	25,000	-	-	-	25,000
County-Wide	15,709,053	2,254,517	9,301,316	3,322	6,404,415
<u>TOTAL GENERAL ADM</u>	<u>30,476,093</u>	<u>3,478,744</u>	<u>21,733,645</u>	<u>517,160</u>	<u>8,225,288</u>
<u>JUDICIAL:</u>					
County Court No1	478,836	57,033	437,904	473	40,459
County Court No2	810,818	93,529	737,309	1,022	72,487
County Court No3	751,001	85,812	675,487	231	75,283
County Court No4	502,595	56,228	448,645	4	53,946
County Court No5	484,416	55,757	434,375	108	49,933
9 th District Court	320,751	37,229	275,247	14,010	31,494
410 th District Court	378,799	43,789	337,607	1,020	40,172
221 st District Court	329,655	38,073	296,492	41	33,122
284 th District Court	726,157	84,285	659,701	-	66,456
359 th District Court	386,250	43,510	349,202	126	36,922
418 th District Court	605,642	72,204	546,125	102	59,415
435 th District Court	268,757	29,154	220,005	2,828	45,924
Court Operations	7,522,487	607,679	6,337,557	74,270	1,110,660
Indigent Defense	176,368	16,328	154,586	686	21,096
Mental Health Court Services	194,917	26,152	163,008	925	30,984
Urban Counties Tech Share	100,857	-	-	-	-
Drug Court	1,043,080	102,108	916,680	1,871	124,529
Office of Court Admin	390,341	47,507	351,838	160	38,343
District Attorney	10,629,851	1,162,103	9,384,177	32,709	1,212,965
District Clerk	3,563,532	394,862	3,153,975	11,905	397,652
Justice of Peace Pct 1	802,497	88,726	706,285	1,091	95,121
Justice of Peace Pct 2	492,680	56,143	437,866	15	54,799
Justice of Peace Pct 3	981,501	113,531	883,864	218	97,419
Justice of Peace Pct 4	873,445	92,888	769,395	2,770	101,280
Justice of Peace Pct 5	505,510	55,449	452,695	2,379	50,436
Judicial Technology	766,915	-	356,473	241,615	168,827
Court Technology County/District	15,771	1,435	5,293	52	10,426

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 11 Months Ended August 31, 2016

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
JUDICIAL (cont'd):					
Court Guardianship	12,363	3,434	12,363	-	-
Court Reporter Service Fund	170,419	14,980	116,956	3,003	50,460
Juvenile Case Manager	285,089	32,066	252,489	460	32,140
Justice Court Technology	191,551	397	149,498	28,522	13,531
<u>TOTAL JUDICIAL</u>	<u>33,980,165</u>	<u>3,510,956</u>	<u>29,661,331</u>	<u>180,949</u>	<u>4,037,028</u>
<u>LEGAL:</u>					
County Attorney	3,124,700	350,655	2,811,459	413	312,828
Law Library	300,517	30,777	235,466	260	64,791
Alternate Dispute Resolution	129,500	22,625	126,051	-	3,449
<u>TOTAL LEGAL</u>	<u>3,554,717</u>	<u>404,057</u>	<u>3,172,976</u>	<u>673</u>	<u>381,068</u>
<u>ELECTIONS:</u>					
<u>TOTAL ELECTIONS</u>	<u>1,496,173</u>	<u>196,143</u>	<u>1,951,384</u>	<u>62,762</u>	<u>(517,973)</u>
<u>FINANCIAL ADMINISTRATION:</u>					
County Auditor	2,163,070	247,847	1,956,342	6,570	200,158
Financial Technology	650,000	18,689	105,169	152,432	392,399
County Treasurer	651,667	72,855	570,739	482	80,446
Tax Assessor-Collector	4,324,088	466,656	3,757,578	527	565,983
<u>TOTAL FINANCIAL ADM</u>	<u>7,788,825</u>	<u>806,047</u>	<u>6,389,828</u>	<u>160,011</u>	<u>1,238,986</u>
<u>PUBLIC FACILITIES:</u>					
Custodial Services	3,165,509	339,007	2,793,792	42,552	329,165
Building Maintenance	6,169,348	748,658	5,197,184	86,495	885,669
Precinct 3 Parks and Comm. Center	785,311	63,872	496,622	3,848	284,841
Precinct 4 Parks and Comm. Center	97,103	35,960	54,988	22,728	19,387
Jail	48,600,100	5,307,273	45,334,561	710,712	2,554,827
Civic Center	1,339,044	111,768	1,076,046	6,139	256,859
<u>TOTAL PUBLIC FACILITIES</u>	<u>60,156,415</u>	<u>6,606,538</u>	<u>54,953,193</u>	<u>872,474</u>	<u>4,330,748</u>
<u>PUBLIC SAFETY:</u>					
Fire Marshal	1,732,129	147,083	1,449,732	17,058	265,339
Constable Pct 1	3,825,098	420,800	3,398,909	14,804	411,385
Constable Pct 2	1,825,336	182,353	1,579,612	36,849	208,875
Constable Pct 3	4,113,079	480,935	3,437,691	21,181	654,207
Constable Pct 4	3,461,889	355,696	3,054,591	38,083	369,215
Constable Pct 5	2,657,077	307,315	2,119,336	12,445	525,296
Sheriff	52,763,289	5,150,139	42,990,838	757,778	9,014,673
Sheriff Commissary	891,073	33,120	665,188	-	225,885
Juvenile Services	11,267,232	825,176	6,652,694	25,695	4,588,843
Adult Services	7,293,997	41,784	408,675	1,978	6,883,344
Emergency Management	3,684,575	86,975	1,457,015	291,607	1,935,953
Department of Public Safety	113,786	13,429	103,564	-	10,222
Forfeitures	1,053,430	17,043	549,631	26,671	477,128
Courthouse Security	475,000	27,475	330,307	1,251	143,442
Law Enforcement Technology	2,814,981	43,750	1,985,418	24,214	805,349
<u>TOTAL PUBLIC SAFETY</u>	<u>97,971,971</u>	<u>8,133,073</u>	<u>70,183,201</u>	<u>1,269,614</u>	<u>26,519,156</u>

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 11 Months Ended August 31, 2016

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<u>HEALTH AND WELFARE:</u>					
Vehicle Emission Program	3,344,417	-	1,967,612	-	1,376,805
Forensic Services	1,530,396	133,854	1,105,299	20,325	404,772
Medical: Contract Services	90,000	7,500	82,500	-	7,500
Mental Health: Contract Services	278,525	54,075	216,161	2,711	59,653
Environmental Health	2,084,513	229,468	1,856,716	4,250	223,547
Mental Health Facility	13,167,136	1,130,696	11,104,575	-	2,062,561
FEMA Disaster Grants	781,928	715,088	333,544	41,384	407,000
Community Development	5,573,911	211,402	2,174,627	73,497	3,325,787
Animal Control	1,010,617	101,225	864,926	790	144,901
Animal Shelter	2,365,491	208,343	1,792,916	44,140	528,435
Child Welfare	110,999	2,652	37,788	442	72,769
Welfare:					
Contract Services	1,018,762	-	995,165	-	23,597
<u>TOTAL HEALTH/WELFARE</u>	<u>31,356,695</u>	<u>2,794,303</u>	<u>22,531,829</u>	<u>187,539</u>	<u>8,637,327</u>
<u>CONSERVATION:</u>					
Extension Agent	682,159	76,865	606,195	596	75,368
Precinct 1 Recycling Center	339,731	-	2,800	8,298	-
Precinct 3 Recycling Center	816,425	84,460	683,263	790	132,372
<u>TOTAL CONSERVATION</u>	<u>1,838,315</u>	<u>161,325</u>	<u>1,292,258</u>	<u>9,684</u>	<u>536,373</u>
<u>CULTURE & RECREATION:</u>					
Memorial Library	9,774,892	991,884	8,283,957	129,853	1,361,082
Historical Commissions	106,273	4,000	70,611	-	35,662
<u>TOTAL CULTURE & RECREATION</u>	<u>9,881,165</u>	<u>995,884</u>	<u>8,354,568</u>	<u>129,853</u>	<u>1,396,744</u>
<u>PUBLIC TRANSPORTATION:</u>					
Airport	4,043,764	223,326	2,270,547	299,145	1,474,072
County Engineer	2,427,696	190,006	1,565,678	15,281	846,737
Commissioner Pct 1	19,358,290	1,319,285	13,308,786	2,333,154	3,716,350
Commissioner Pct 2	2,378,855	43,850	190,350	566,110	1,622,395
Commissioner Pct 3	15,056,252	777,485	7,049,795	786,752	7,219,705
Commissioner Pct 4	12,477,212	1,054,541	8,233,117	192,394	4,051,701
<u>TOTAL PUBLIC TRANSPORTATION</u>	<u>55,742,069</u>	<u>3,608,493</u>	<u>32,618,273</u>	<u>4,192,836</u>	<u>18,930,960</u>
<u>DEBT SERVICE:</u>					
Reserve for Fund Balance	12,000,000	-	-	-	12,000,000
Principal	21,360,000	-	21,360,000	-	-
Interest	17,699,724	10,611,562	18,065,138	-	(365,414)
Issuance Costs	416,220	-	234,486	-	181,734
Payment to Escrow Agent	73,331,090	-	73,331,090	-	-
<u>TOTAL DEBT SERVICE</u>	<u>124,807,034</u>	<u>10,611,562</u>	<u>112,990,714</u>	<u>-</u>	<u>11,816,320</u>
<u>MISCELLANEOUS:</u>					
<u>TOTAL MISCELLANEOUS</u>	<u>2,001,200</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,001,200</u>
<u>TOTAL EXPENDITURES - GOVERNMENTAL FUNDS</u>	<u>461,050,837</u>	<u>41,307,125</u>	<u>365,833,200</u>	<u>7,583,555</u>	<u>87,533,225</u>

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 11 Months Ended August 31, 2016

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<u>INTERNAL SERVICE FUNDS</u>					
<u>GENERAL ADMINISTRATION:</u>					
Employee Health	23,838,868	3,037,317	22,682,999	-	1,155,869
Retiree Health	2,660,000	163,627	1,598,607	-	1,061,393
Optional Health	295,488	129,260	906,387	-	(610,899)
Cobra Coverage	-	12,620	242,790	-	(242,790)
Employee Life	133,314	22,489	133,567	-	(253)
Risk Mgt - Workers Comp	775,000	125,000	962,906	-	(187,906)
Risk Mgt-Prop/Casltly/Liab	1,500,000	18,348	1,433,159	28,712	38,129
Wellness Clinic	-	185,101	1,112,498	-	(1,112,498)
TOTAL GENERAL ADM	29,202,670	3,693,762	29,072,913	28,712	101,045
TOTAL INTERNAL SERVICE FUNDS	29,202,670	3,693,762	29,072,913	28,712	101,045
<u>ENTERPRISE FUNDS</u>					
Montgomery County Toll Road Authority	19,533,949	10,627,016	14,427,597	3,035,746	2,070,606
TOTAL ENTERPRISE FUNDS	19,533,949	10,627,016	14,427,597	3,035,746	2,070,606

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SCHEDULES

(unaudited)

MONTGOMERY COUNTY, TEXAS
Schedule of Transfers In and Out by Fund
For the 11 Months Ended August 31, 2016

	Transfers In	Transfers Out
General Fund	\$ 256,912	\$ 9,421,881
Attorney Administration	35,000	
FEMA Disaster Grants	-	256,912
Jury	6,718,602	-
Records Management County	300,000	-
Digital Preservation County/District	98,405	-
Courthouse Security	100,000	-
Debt Service	1,282,104	-
Jail 13-14	2,169,874	-
Road Bonds Series 2008B	-	328,999
Road Bonds Series 2004	-	445,992
Road Bonds Series 2008A	-	206,709
Road Bonds Series 2006B	-	300,404
TOTAL FINANCING USES	\$ 10,960,897	\$ 10,960,897

MONTGOMERY COUNTY, TEXAS
Schedule of Bond Indebtedness
As of August 31, 2016

	<u>Interest Rate (%)</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Balances Outstanding</u>
GENERAL OBLIGATION BONDS:				
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
TOTAL GENERAL OBLIGATION BONDS PAYABLE				315,110,000
REVENUE BONDS:				
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
TOTAL REVENUE BONDS PAYABLE				52,825,000
CERTIFICATES OF OBLIGATION:				
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
TOTAL CERTIFICATES OF OBLIGATION				58,535,000
TOTAL BONDED DEBT				\$ 426,470,000