

MONTGOMERY COUNTY, TEXAS

Monthly Unaudited Financial Report



**For the Month Ended
July 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 July 31, 2016

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Montgomery County, Texas
Office of the County Auditor
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Phyllis L. Martin
County Auditor

Angela H. Blocker
1st Assistant County Auditor

September 6, 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 July 1, 2016 through July 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 10 Months Ended July 31, 2016

	<u>Total Governmental Funds</u>
Assets:	
Cash	\$ 41,928,980
Investments, at Fair Value	283,855,521
Receivables:	
Taxes (net)	5,862,646
Accounts (net)	5,579
Due From Other Funds	96,388,818
Prepaid Items	316,644
<u>Total Assets</u>	<u>428,358,188</u>
 <u>LIABILITIES AND FUND BALANCES:</u>	
Current Liabilities:	
Accounts Payable	2,349,989
Other Payables	1,650,255
Due to Other Funds	117,115,997
Due to Other Governments	9,030
Deferred Revenue	10,492,071
Total liabilities	131,617,342
Fund Balances:	
Reserved	144,824,885
Unreserved	151,915,961
Total Fund Balances	296,740,846
<u>TOTAL LIABILITIES AND FUND BALANCES</u>	<u>\$ 428,358,188</u>

MONTGOMERY COUNTY, TEXAS
Statement of Changes in Fund Balance - Governmental Funds
For the 10 Months Ended July 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, 7/1/2016	\$ 160,081,672	\$ 48,139,867	\$ 39,094,631	\$ 69,006,615	\$ 316,322,785
Revenues/Other Financing Sources	\$ 8,270,450	\$ 2,263,677	\$ 115,950	\$ 30,411	\$ 10,680,488
Expenditures/Other Financing Uses	\$ (16,436,161)	\$ (6,539,432)	\$ (7,145)	\$ (7,279,689)	\$ (30,262,427)
Fund Balance, 7/31/2016	<u>\$ 151,915,961</u>	<u>\$ 43,864,112</u>	<u>\$ 39,203,436</u>	<u>\$ 61,757,337</u>	<u>\$ 296,740,846</u>

MONTGOMERY COUNTY, TEXAS
Statement of Net Position
Internal Service Funds
For the 10 Months Ended July 31, 2016

		<u>Total Internal Service Funds</u>
Assets:		
Cash	\$	684,163
Receivables:		
Accounts (net)		753,453
<hr/>		
Due From Other Funds		35,464,760
Capital Assets (net of accumulated depreciation):		
Buildings		834,951
Improvements		957
Equipment		69,977
Total assets		<u>37,808,261</u>
Liabilities:		
Current Liabilities:		
Accounts Payable		44,488
Other Payables		4,600,318
Due to General Fund		4,051,219
Due to Road & Bridge		2,924
Due to Wellness Clinic		4,002,649
Total liabilities		<u>12,701,598</u>
Net Position:		
Invested in capital assets		905,885
Unreserved		24,200,778
Total Net Position	\$	<u>25,106,663</u>

MONTGOMERY COUNTY, TEXAS
Statement of Changes in Net Position
Internal Service Funds
For the 10 Months Ended July 31, 2016

	<u>Total Internal Service Funds</u>
Current Operating Revenues:	
Fees	\$ 2,093,592
Miscellaneous	4,545
Total Operating Revenues	2,098,137
Current Operating Expenses:	
Services	1,222,896
Total Operating Expenses	1,222,896
Change in net position	875,241
Total Net Position - July 1, 2016	24,231,422
Total Net Position - July 31, 2016	\$ 25,106,663

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BUDGET STATUS

(unaudited)

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 10 Months Ended July 31, 2016

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<u>GENERAL ADMINISTRATION:</u>					
County Judge	566,936	37,418	425,418	471	141,047
Human Resources	592,384	43,855	448,612	627	143,145
Risk Management	940,348	64,432	720,148	1,671	218,529
County Clerk	2,357,434	179,286	1,855,083	706	501,645
Collections	452,363	35,187	331,665	876	119,822
Veterans' Service	236,463	17,612	188,347	90	48,026
Information Technology Services	6,519,460	501,902	4,970,480	280,480	1,268,500
Purchasing Agent	1,289,582	90,269	943,511	790	345,281
Records Management & Preservation	1,189,571	33,526	961,902	12,123	215,546
Permits	427,642	31,261	329,201	2	98,439
Worthless Checks Division	59,362	4,495	46,988	-	12,374
County-Wide	16,028,404	114,523	7,055,649	3,178	8,969,577
<u>TOTAL GENERAL ADM</u>	<u>30,659,949</u>	<u>1,153,766</u>	<u>18,277,004</u>	<u>301,014</u>	<u>12,081,931</u>
<u>JUDICIAL:</u>					
County Court No1	478,836	36,594	380,871	(25)	97,990
County Court No2	810,818	61,370	643,781	29	167,008
County Court No3	751,001	56,438	589,675	302	161,024
County Court No4	502,595	37,583	392,418	-	110,177
County Court No5	484,416	36,290	378,618	255	105,543
9 th District Court	306,845	23,980	238,018	2,765	66,062
410 th District Court	378,799	28,119	293,818	2,138	82,843
221 st District Court	329,655	24,844	258,420	464	70,771
284 th District Court	726,157	54,658	575,416	-	150,741
359 th District Court	386,250	29,651	305,691	52	80,507
418 th District Court	605,642	46,214	473,921	329	131,392
435 th District Court	268,757	18,488	190,850	2,857	75,050
Court Operations	7,522,487	713,305	5,729,877	73,960	1,718,650
Indigent Defense	176,368	12,021	138,257	-	38,111
Mental Health Court Services	194,917	16,218	136,856	1,175	56,886
Urban Counties Tech Share	100,857	-	-	-	-
Drug Court	1,004,862	88,954	814,571	6,723	183,568
Office of Court Admin	390,741	31,831	304,331	125	86,285
District Attorney	10,481,018	778,572	8,219,160	12,870	2,248,988
District Clerk	3,563,532	253,660	2,759,113	5,652	798,767
Justice of Peace Pct 1	802,497	57,441	617,559	4,206	180,732
Justice of Peace Pct 2	492,680	40,752	381,723	230	110,727
Justice of Peace Pct 3	981,501	75,864	770,333	2,832	208,336
Justice of Peace Pct 4	873,445	61,708	676,507	238	196,700
Justice of Peace Pct 5	505,510	36,490	397,246	573	107,691
Judicial Technology	525,300	-	356,473	-	168,827
Court Technology County/District	13,701	1,278	3,858	1,061	8,782

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 10 Months Ended July 31, 2016

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
JUDICIAL (cont'd):					
Court Guardianship	8,929	-	8,929	-	-
Court Reporter Service Fund	160,856	9,912	101,976	-	58,880
Juvenile Case Manager	285,089	22,933	220,423	-	64,666
Justice Court Technology	191,551	60	149,101	28,500	13,950
<u>TOTAL JUDICIAL</u>	<u>33,766,611</u>	<u>2,653,950</u>	<u>26,147,459</u>	<u>146,250</u>	<u>7,372,045</u>
<u>LEGAL:</u>					
County Attorney	3,065,963	228,267	2,413,832	1,106	651,025
Law Library	300,517	25,101	204,689	401	95,427
Alternate Dispute Resolution	129,500	-	103,426	-	26,074
<u>TOTAL LEGAL</u>	<u>3,495,980</u>	<u>253,368</u>	<u>2,721,947</u>	<u>1,507</u>	<u>772,526</u>
<u>ELECTIONS:</u>					
<u>TOTAL ELECTIONS</u>	<u>1,496,173</u>	<u>83,638</u>	<u>1,755,239</u>	<u>51,443</u>	<u>(310,509)</u>
<u>FINANCIAL ADMINISTRATION:</u>					
County Auditor	2,163,070	163,343	1,708,496	-	454,574
Financial Technology	650,000	-	72,850	159,330	417,820
County Treasurer	651,667	48,103	497,884	39	153,744
Tax Assessor-Collector	4,324,088	308,049	3,290,923	8,564	1,024,601
<u>TOTAL FINANCIAL ADM</u>	<u>7,788,825</u>	<u>519,495</u>	<u>5,570,153</u>	<u>167,933</u>	<u>2,050,739</u>
<u>PUBLIC FACILITIES:</u>					
Custodial Services	3,165,509	221,073	2,453,647	43,523	668,339
Building Maintenance	6,149,950	476,462	4,448,784	140,684	1,560,482
Precinct 3 Parks and Comm. Center	760,379	145,628	432,751	8,953	318,675
Precinct 4 Parks and Comm. Center	82,603	5,215	19,028	45,804	17,771
Jail	45,397,645	4,694,230	40,027,287	77,878	5,292,480
Civic Center	1,339,357	83,586	964,277	10,967	364,113
<u>TOTAL PUBLIC FACILITIES</u>	<u>56,895,443</u>	<u>5,626,194</u>	<u>48,345,774</u>	<u>327,809</u>	<u>8,221,860</u>
<u>PUBLIC SAFETY:</u>					
Fire Marshal	1,732,129	178,741	1,302,649	9,781	419,699
Constable Pct 1	3,734,113	284,998	2,976,436	11,951	745,726
Constable Pct 2	1,825,336	136,977	1,396,461	30,031	398,844
Constable Pct 3	3,763,914	281,942	2,956,757	38,584	768,573
Constable Pct 4	3,399,573	245,397	2,698,895	19,513	681,165
Constable Pct 5	2,501,053	168,562	1,811,585	40,466	649,002
Sheriff	51,357,480	3,508,161	37,838,573	539,771	12,979,136
Sheriff Commissary	663,497	32,420	632,069	-	31,428
Juvenile Services	8,802,191	508,094	5,827,518	5,347	2,969,326
Adult Services	480,272	42,818	366,890	288	113,094
Emergency Management	2,835,123	60,614	1,370,038	143,665	1,321,420
Department of Public Safety	113,786	8,652	90,136	448	23,202
Forfeitures	1,043,492	79,567	526,064	40,055	477,373
Courthouse Security	475,000	27,578	302,832	649	171,519
Law Enforcement Technology	2,814,981	407,399	1,941,667	43,750	829,564
<u>TOTAL PUBLIC SAFETY</u>	<u>85,541,940</u>	<u>5,971,920</u>	<u>62,038,570</u>	<u>924,299</u>	<u>22,579,071</u>

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 10 Months Ended July 31, 2016

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<u>HEALTH AND WELFARE:</u>					
Vehicle Emission Program	1,977,630	340,640	1,967,612	-	10,018
Forensic Services	1,530,396	113,408	971,444	34,466	524,486
Medical: Contract Services	90,000	7,500	75,000	-	15,000
Mental Health: Contract Services	278,525	54,075	216,161	2,711	59,653
Environmental Health	2,084,513	159,426	1,627,248	376	456,889
Mental Health Facility	13,167,136	1,090,629	9,973,879	-	3,193,257
FEMA Disaster Grants	696,605	281,912	281,912	288,406	126,287
Community Development	5,533,087	125,926	1,962,325	47,592	3,523,170
Animal Control	1,010,617	68,795	763,702	2,664	244,251
Animal Shelter	2,365,491	174,093	1,584,572	30,925	749,994
Child Welfare	110,999	4,227	35,137	429	75,433
Welfare:					
Contract Services	1,018,762	227,343	995,165	-	23,597
<u>TOTAL HEALTH/WELFARE</u>	<u>29,863,761</u>	<u>2,647,974</u>	<u>20,454,157</u>	<u>407,569</u>	<u>9,002,035</u>
<u>CONSERVATION:</u>					
Extension Agent	1,186,009	51,913	533,180	120	652,709
Precinct 1 Recycling Center	339,731	-	2,800	6,448	-
Precinct 3 Recycling Center	787,374	39,000	598,803	540	188,031
<u>TOTAL CONSERVATION</u>	<u>2,313,114</u>	<u>90,913</u>	<u>1,134,783</u>	<u>7,108</u>	<u>1,171,223</u>
<u>CULTURE & RECREATION:</u>					
Memorial Library	9,773,355	695,430	7,291,628	110,422	2,371,305
Historical Commissions	106,273	13,585	66,611	-	39,662
<u>TOTAL CULTURE & RECREATION</u>	<u>9,879,628</u>	<u>709,015</u>	<u>7,358,239</u>	<u>110,422</u>	<u>2,410,967</u>
<u>PUBLIC TRANSPORTATION:</u>					
Airport	4,938,173	455,295	2,623,413	484,076	1,830,684
County Engineer	1,924,528	127,061	1,371,821	14,324	538,383
Commissioner Pct 1	19,652,876	780,307	11,989,501	2,697,094	4,966,281
Commissioner Pct 2	11,851,083	858,970	5,617,738	786,756	5,446,589
Commissioner Pct 3	15,094,678	548,238	6,272,312	492,260	8,330,106
Commissioner Pct 4	12,491,712	550,951	7,178,668	301,076	5,011,968
<u>TOTAL PUBLIC TRANSPORTATION</u>	<u>65,953,050</u>	<u>3,320,822</u>	<u>35,053,453</u>	<u>4,775,586</u>	<u>26,124,011</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	7,145	7,453,576	-	10,246,148
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>7,145</u>	<u>102,379,152</u>	<u>-</u>	<u>22,427,882</u>
<u>MISCELLANEOUS:</u>					
<u>TOTAL MISCELLANEOUS</u>	<u>2,590,756</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,590,756</u>
<u>TOTAL EXPENDITURES - GOVERNMENTAL FUNDS</u>	<u>455,052,264</u>	<u>23,038,200</u>	<u>331,235,930</u>	<u>7,220,940</u>	<u>116,494,537</u>

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 10 Months Ended July 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	930,046	19,645,682	-	4,193,186
Retiree Health	2,660,000	62,672	1,434,981	-	1,225,019
Optional Health	295,488	63,194	777,127	-	(481,639)
Cobra Coverage	-	9,305	230,170	-	(230,170)
Employee Life	133,314	-	111,078	-	22,236
Risk Mgt - Workers Comp	775,000	-	837,906	-	(62,906)
Risk Mgt-Prop/Casltly/Liab	1,500,000	157,612	1,414,812	27,227	57,961
Wellness Clinic	-	67	927,397	-	(927,397)
TOTAL GENERAL ADM	29,202,670	1,222,896	25,379,153	27,227	3,796,290
TOTAL INTERNAL SERVICE FUNDS	29,202,670	1,222,896	25,379,153	27,227	3,796,290
<u>ENTERPRISE FUNDS</u>					
Montgomery County Toll Road Authority	19,533,949	967,941	3,800,581	13,606,635	2,126,733
TOTAL ENTERPRISE FUNDS	19,533,949	967,941	3,800,581	13,606,635	2,126,733

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SCHEDULES

(unaudited)

MONTGOMERY COUNTY, TEXAS
Schedule of Transfers In and Out by Fund
For the 10 Months Ended July 31, 2016

	<u>Transfers In</u>	<u>Transfers Out</u>
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	-
Jail 13-14	2,169,874	-
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TOTAL FINANCING USES	\$ 9,678,793	\$ 9,678,793

MONTGOMERY COUNTY, TEXAS
Schedule of Bond Indebtedness
As of July 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