

# **MONTGOMERY COUNTY, TEXAS**

## **Monthly Unaudited Financial Report**



**For the 5 Months Ended  
February 29, 2012**



**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 February 29, 2012**

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

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1<sup>st</sup> Assistant County Auditor

May 30, 2012

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 February 1, 2012 through February 29, 2012. 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 5 Months Ended February 29, 2012**

	<u>Total Governmental Funds</u>
<b>Assets:</b>	
Cash	\$ 34,712,442
Investments, at Fair Value	198,424,314
Restricted Cash	348,974
Receivables:	
Taxes (net)	6,541,779
Accounts (net)	36,245
Due From Other Funds	185,665,537
Due From Other Governments	164
Inventory, at Cost	109,579
Prepaid Items	117,835
<b><u>Total Assets</u></b>	<b><u>425,956,869</u></b>
 <b><u>LIABILITIES AND FUND BALANCES:</u></b>	
Current Liabilities:	
Accounts Payable	6,838,441
Other Payables	1,343,122
Due to Other Funds	195,147,166
Due to Other Governments	7,463,011
Deferred Revenue	9,217,116
Total liabilities	220,008,856
Fund Balances:	
Reserved	76,692,889
Unreserved	129,255,124
Total Fund Balances	205,948,013
<b><u>TOTAL LIABILITIES AND FUND BALANCES</u></b>	<b><u>\$ 425,956,869</u></b>



**MONTGOMERY COUNTY, TEXAS**  
**Statement of Changes in Fund Balance - Governmental Funds**  
**For the 5 Months Ended February 29, 2012**

	<u>General Fund</u>	<u>Nonmajor General Funds</u>	<u>Special Revenue Funds</u>	<u>Debt Service Funds</u>	<u>Capital Project Funds</u>	<u>Total All Funds</u>
Fund Balance, 2/01/2012	\$ 123,995,274	\$ 3,695,668	\$ 23,314,633	\$ 36,468,192	\$ 42,258,324	\$ 229,732,091
Revenues/Other Financing Sources	\$ 14,617,948	\$ 187,009	\$ 3,435,100	\$ 2,464,573	\$ 880	\$ 20,705,510
Expenditures/Other Financing Uses	\$ (12,173,630)	\$ (1,067,144)	\$ (4,800,842)	\$ (26,148,973)	\$ (298,999)	\$ (44,489,588)
Fund Balance, 2/29/2012	<u>\$ 126,439,592</u>	<u>\$ 2,815,533</u>	<u>\$ 21,948,891</u>	<u>\$ 12,783,792</u>	<u>\$ 41,960,205</u>	<u>\$ 205,948,013</u>

**MONTGOMERY COUNTY, TEXAS**  
**Statement of Net Assets**  
**Internal Service Funds**  
**For the 5 Months Ended February 29, 2012**

		<u>Total Internal Service Funds</u>
<b>Assets:</b>		
Cash	\$	493,048
Receivables:		
Accounts (net)		756,974
<hr/>		
Due From Other Funds		6,819,522
Capital Assets (net of accumulated depreciation):		
Buildings		912,872
Improvements		1,915
Equipment		151,336
Total assets		<u>9,135,667</u>
<b>Liabilities:</b>		
Current Liabilities:		
Accounts Payable		(501,772)
Other Payables		3,484,124
Due to General Fund		805,253
Due to Memorial Library		438
Due to Law Library		438
Total liabilities		<u>3,788,481</u>
<b>Net assets:</b>		
Net assets, invested in capital assets		1,066,124
Unreserved		4,281,062
Total net assets	\$	<u><u>5,347,185</u></u>

**MONTGOMERY COUNTY, TEXAS**  
**Statement of Changes in Net Assets**  
**Internal Service Funds**  
**For the 5 Months Ended February 29, 2012**

	<u>Total Internal Service Funds</u>
<b>Current Operating Revenues:</b>	
Fees	\$ 1,981,120
Miscellaneous	\$ 3,022
Total Operating Revenues	\$ 1,984,142
 <b>Current Operating Expenses:</b>	
Supplies	\$ 3,660
Services	\$ 2,208,130
Utilities	\$ 52
Miscellaneous	\$ -
Total Operating Expenses	\$ 2,211,842
 Nonoperating revenues (expenses)	
Interest Income	
Total nonoperating revenues (expenses)	
Change in net assets	\$ (227,701)
Total net assets - beginning	\$ 5,574,886
<b>Total net assets - ending</b>	<b>\$ 5,347,185</b>

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**BUDGET STATUS**  
(unaudited)

**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Expenditures - All Departments**  
**Budget and Year-to-Date Actual for the 5 Months Ended February 29, 2012**

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	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<b><u>GENERAL ADMINISTRATION:</u></b>					
County Judge:	530,683	39,261	199,061	2,777	328,844
Human Resources:	552,906	37,594	195,745	-	357,161
Risk Management:	823,678	73,712	303,544	2,357	517,778
County Clerk:	2,218,993	166,801	863,536	292	1,355,165
Collections:	516,918	32,246	168,823	505	347,589
Environmental Health/Alarm:	136,144	8,573	42,098	925	93,121
Veterans' Service	207,620	15,865	81,918	5	125,696
Information Technology Services	7,028,617	831,608	2,585,890	87,220	4,355,507
Purchasing Agent	2,839,468	278,724	1,036,313	273,130	1,530,026
Records Management & Preservation	443,033	25,043	730,727	8,509	(296,203)
Records Management County	-	5,873	21,813	-	(21,813)
Records Management District Clerk	-	-	7,931	-	(7,931)
Digital Preservation County/District	-	-	-	-	-
District Clerk Records Preservation	-	-	-	-	-
Court Guardianship	-	-	-	-	-
Court Reporter	-	-	-	-	-
Courthouse Security	-	-	-	-	-
Court Technology County/District	-	-	-	-	-
Justice Court Building Security	-	-	-	-	-
Justice Court Technology	-	-	-	-	-
Juvenile Case Manager	-	-	-	-	-
Worthless Checks Division	66,898	4,186	20,883	-	46,015
County-Wide	7,823,648	107,510	781,525	5,119	7,037,004
<b><u>TOTAL GENERAL ADM</u></b>	<b><u>23,188,606</u></b>	<b><u>1,626,997</u></b>	<b><u>7,039,807</u></b>	<b><u>380,839</u></b>	<b><u>15,767,960</u></b>
<b><u>JUDICIAL:</u></b>					
County Court No1	300,453	9,042	103,406	129	196,918
County Court No2	594,751	28,077	209,456	2,045	383,250
County Court No3	350,949	12,884	124,508	1,715	224,727
County Court No4	353,588	12,774	124,370	1,352	227,866
County Court No5	340,187	12,163	118,111	1,165	220,911
9 <sup>th</sup> District Court	428,364	31,130	159,445	705	268,214
410 <sup>th</sup> District Court	362,168	26,965	140,974	648	220,547
221 <sup>st</sup> District Court	310,670	22,190	116,952	40	193,678
284 <sup>th</sup> District Court	539,689	39,773	204,368	857	334,464
359 <sup>th</sup> District Court	326,234	23,324	125,446	1,751	199,037
418 <sup>th</sup> District Court	523,847	38,679	199,124	26	324,697
435 <sup>th</sup> District Court	229,964	16,564	86,878	2,180	140,906
Court Operations	5,791,709	409,581	2,219,625	3,087	3,568,997
Indigent Defense	131,676	4,435	41,730	1,606	88,341
Managed Assigned Counsel	651,666	19,723	87,033	103	564,530
Drug Court	984,887	63,490	256,113	-	728,774
Office of Court Admin	405,622	18,873	80,634	406	324,582
District Attorney	8,313,741	652,772	3,183,715	10,091	5,119,934
District Clerk	3,193,945	237,277	1,233,143	13,785	1,947,016
Justice of Peace Pct 1	605,989	43,692	217,819	1,329	386,841

**MONTGOMERY COUNTY, TEXAS**

**Schedule of Expenditures - All Departments**

**Budget and Year-to-Date Actual for the 5 Months Ended February 29, 2012**

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<b>JUDICIAL (cont'd):</b>					
Justice of Peace Pct 2	455,981	33,989	168,043	595	287,343
Justice of Peace Pct 3	925,271	66,388	347,059	2,046	576,166
Justice of Peace Pct 4	868,543	84,080	364,850	735	502,958
Justice of Peace Pct 5	408,722	31,682	155,466	581	252,675
<b>TOTAL JUDICIAL</b>	<b>27,398,614</b>	<b>1,939,549</b>	<b>10,068,267</b>	<b>47,230</b>	<b>17,283,372</b>
<b>LEGAL:</b>					
County Attorney	2,450,455	229,633	1,027,658	1,197	1,421,600
Law Library	512,011	66,757	179,053	3,307	329,652
Alternate Dispute Resolution	189,285	11,508	34,688	-	154,597
<b>TOTAL LEGAL</b>	<b>3,151,751</b>	<b>307,898</b>	<b>1,241,399</b>	<b>4,504</b>	<b>1,905,849</b>
<b>ELECTIONS:</b>					
<b>TOTAL ELECTIONS</b>	<b>1,261,266</b>	<b>107,894</b>	<b>825,774</b>	<b>28,946</b>	<b>406,546</b>
<b>FINANCIAL ADMINISTRATION:</b>					
County Auditor	1,768,461	128,231	630,338	3,745	1,134,378
County Treasurer	642,720	45,945	243,557	298	398,865
Tax Assessor-Collector	4,405,231	296,947	1,507,149	7,856	2,890,226
<b>TOTAL FINANCIAL ADM</b>	<b>6,816,412</b>	<b>471,124</b>	<b>2,381,044</b>	<b>11,899</b>	<b>4,423,469</b>
<b>PUBLIC FACILITIES:</b>					
Custodial Services	3,008,599	217,358	1,088,669	38,507	1,881,423
Building Maintenance	5,309,209	396,002	1,897,357	83,802	3,328,050
Jail	35,026,648	2,858,712	9,518,526	36,960	25,471,162
Spring Creek Greenway Phase II	2,250,000	-	-	-	2,250,000
Civic Center	1,104,348	73,590	410,798	46,992	646,559
<b>TOTAL PUBLIC FACILITIES</b>	<b>46,698,805</b>	<b>3,545,662</b>	<b>12,915,350</b>	<b>206,260</b>	<b>33,577,194</b>
<b>PUBLIC SAFETY:</b>					
Fire Marshal	976,535	76,432	382,787	1,745	592,003
Constable Pct 1	2,911,864	222,253	1,108,517	6,568	1,796,779
Constable Pct 2	1,297,460	103,094	502,534	2,395	792,531
Constable Pct 3	2,360,541	198,383	988,227	4,390	1,367,925
Constable Pct 4	2,121,148	169,229	861,215	7,833	1,252,100
Constable Pct 5	2,029,110	141,834	757,566	2,128	1,269,416
Sheriff	35,583,202	2,487,631	12,909,656	1,266,427	21,407,120
Sheriff Commissary	83,000	53,994	260,049	-	(177,049)
Juvenile Services	7,591,298	289,855	2,799,168	28,763	4,763,367
Adult Services	31,159	273,464	1,592,971	2,777	(1,564,588)
Emergency Management	5,894,121	629,250	922,724	1,308,660	3,662,737
Department of Public Safety	99,831	7,664	39,087	-	60,744
Forfeitures	116,242	27,013	227,070	-	(110,828)
<b>TOTAL PUBLIC SAFETY</b>	<b>61,095,511</b>	<b>4,680,098</b>	<b>23,351,569</b>	<b>2,631,686</b>	<b>35,112,256</b>

**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Expenditures - All Departments**  
**Budget and Year-to-Date Actual for the 5 Months Ended February 29, 2012**

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<b><u>HEALTH AND WELFARE:</u></b>					
Vehicle Emission Program	-	-	-	-	-
Forensic Services	1,388,956	78,422	342,586	14,471	1,031,899
Medical: Contract Services	90,000	-	22,500	-	67,500
Mental Health: Contract Services	318,525	5,070	121,323	-	197,203
Environmental Health	2,208,581	169,248	848,985	543	1,359,052
Mental Health Facility	13,183,333	1,063,601	4,204,047	-	8,979,286
FEMA Disaster Grants	45,410	-	45,410	-	-
Community Development	9,637,392	756,580	2,863,931	1,214,546	5,558,915
Animal Control	748,908	55,579	308,046	983	439,880
Animal Shelter	1,777,480	229,410	867,797	65,551	844,133
Child Welfare	130,651	5,658	16,692	-	113,959
Welfare:					
Contract Services	976,731	-	268,733	-	707,998
<b><u>TOTAL HEALTH/WELFARE</u></b>	<b><u>30,505,967</u></b>	<b><u>2,363,567</u></b>	<b><u>9,910,050</u></b>	<b><u>1,296,093</u></b>	<b><u>19,299,823</u></b>
<b><u>CONSERVATION:</u></b>					
Extension Agent	556,662	42,267	216,234	11,198	329,230
Precinct 3 Recycling Center	414,937	27,431	137,945	-	276,992
<b><u>TOTAL CONSERVATION</u></b>	<b><u>971,599</u></b>	<b><u>69,698</u></b>	<b><u>354,179</u></b>	<b><u>11,198</u></b>	<b><u>606,221</u></b>
<b><u>CULTURE &amp; RECREATION:</u></b>					
Memorial Library	9,042,989	716,140	3,486,218	115,219	5,441,553
Historical Commissions	35,000	-	7,500	-	27,500
<b><u>TOTAL CULTURE &amp; RECREATION</u></b>	<b><u>9,077,989</u></b>	<b><u>716,140</u></b>	<b><u>3,493,718</u></b>	<b><u>115,219</u></b>	<b><u>5,469,053</u></b>
<b><u>PUBLIC TRANSPORTATION:</u></b>					
Airport	775,220	57,820	266,180	46,875	462,164
County Engineer	1,471,484	111,221	543,780	2,239	925,465
Commissioner Pct 1	5,770,356	545,218	2,486,255	251,138	3,032,963
Commissioner Pct 2	6,641,772	294,630	1,697,641	165,647	4,778,484
Commissioner Pct 3	6,696,372	370,931	1,910,958	263,678	4,521,736
Commissioner Pct 4	5,942,162	455,927	2,042,469	193,305	3,706,389
<b><u>TOTAL PUBLIC TRANSPORTATION</u></b>	<b><u>27,297,367</u></b>	<b><u>1,835,747</u></b>	<b><u>8,947,282</u></b>	<b><u>922,883</u></b>	<b><u>17,427,202</u></b>
<b><u>DEBT SERVICE:</u></b>					
Issuance Costs	-	-	-	-	-
Principal	16,970,899	-	-	-	16,970,899
Interest	22,720,513	-	-	-	22,720,513
<b><u>TOTAL DEBT SERVICE</u></b>	<b><u>39,691,412</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>39,691,412</u></b>
<b><u>MISCELLANEOUS:</u></b>					
<b><u>TOTAL MISCELLANEOUS</u></b>	<b><u>1,690,329</u></b>	<b><u>37,242</u></b>	<b><u>106,617</u></b>	<b><u>1,488</u></b>	<b><u>1,582,224</u></b>
<b><u>TOTAL EXPENDITURES - GOVERNMENTAL FUNDS</u></b>	<b><u>278,845,626</u></b>	<b><u>17,701,615</u></b>	<b><u>80,635,055</u></b>	<b><u>5,658,246</u></b>	<b><u>192,552,580</u></b>



**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Expenditures - All Departments**  
**Budget and Year-to-Date Actual for the 5 Months Ended February 29, 2012**

	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	-	1,803,062	8,844,085	-	(8,844,085)
Retiree Health	-	129,445	936,186	-	(936,186)
Pass through Health	-	65,150	299,782	-	(299,782)
Cobra Coverage	-	1,991	9,987	-	(9,987)
Employee Life	-	10,249	50,561	-	(50,561)
Risk Mgt - Workers Comp	775,000	90,000	582,714	-	192,286
Risk Mgt-Prop/Casltly/Liab	900,000	19,280	948,197	502	(48,699)
Wellness Clinic	-	92,665	454,123	386	(454,509)
<b>TOTAL GENERAL ADM</b>	<b>1,675,000</b>	<b>2,211,842</b>	<b>12,125,635</b>	<b>888</b>	<b>(10,451,523)</b>
<b><u>TOTAL INTERNAL SERVICE FUNDS</u></b>	<b><u>1,675,000</u></b>	<b><u>2,211,842</u></b>	<b><u>12,125,635</u></b>	<b><u>888</u></b>	<b><u>(10,451,523)</u></b>

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# **SCHEDULES**

(unaudited)

**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Transfers In and Out by Fund**  
**For the 5 Months Ended February 29, 2012**

	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ -	\$ 3,011,013
Jury	100,000	-
Records Management/Preservation	-	603,601
Records Management County	316,143	-
Records Management District Clerk	122,097	-
Digital Preservation County/District	124,822	-
District Clerk Records Preservation	40,538	-
Court Guardianship	39,860	-
Court Reporter Svc Fund	59,507	-
Court Technology County/District	15,436	-
Justice Court Technology	613,824	-
Juvenile Case Manager	460,646	-
MC Jail Financing (440)	1,721,740	-
<b>TOTAL FINANCING USES</b>	<b><u>\$ 3,614,614</u></b>	<b><u>\$ 3,614,614</u></b>

**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Bond Indebtedness**  
**As of February 29, 2012**

	<u>Interest Rate (%)</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Balances Outstanding</u>
<b>GENERAL OBLIGATION BONDS:</b>				
Road Bonds, Series 2002A	4.37-5.63	2002	2022	5,285,000
Road Bonds, Series 2003A	5.00	2003	2026	12,595,000
Library Bonds, Series 2003B	4.00-5.00	2003	2026	7,745,000
Refunding Bonds, Series 2005	5.00	2005	2020	35,310,000
Road Bonds Fixed Rate, Series 2006A	4.00-5.00	2006	2027	45,965,000
Road Bonds Adjustable Rate, Series 2006B	4.75	2006	2030	20,195,000
Refunding Bonds, Series 2007	4.00-5.50	2007	2026	39,650,000
Lease Revenue Bonds, Series 2007	4.475	2007	2026	39,875,467
Road Bonds, Series 2008A	3.50-5.25	2008	2030	11,030,000
Refunding Bonds, Series 2008	3.50-5.00	2008	2018	7,205,000
Road Bonds Adjustable Rate, Series 2008B	5.12-5.25	2008	2032	34,705,000
Pass Thru Toll Revenue and Limited Tax Bonds, Series 2009	3.00-5.00	2009	2032	53,670,000
Refunding Bonds, Series 2010	4.00-5.00	2010	2030	43,380,000
Toll Revenue Bonds, Series 2010	3.00-5.00	2011	2021	29,425,000
<b>Total Principal</b>				<u>386,035,467</u>
<b>TOTAL GENERAL OBLIGATION BONDS PAYABLE</b>				<u><u>386,035,467</u></u>
<b>CERTIFICATES OF OBLIGATION:</b>				
Series 2003	2.00-4.75	2003	2022	8,520,000
Series 2004	3.00-4.60	2004	2020	1,580,000
Series 2006	3.75-5.00	2006	2027	23,320,000
Series 2007	4.00-4.63	2008	2027	8,340,000
Series 2008	3.50-5.25	2008	2027	21,785,000
Series 2010	3.00-5.40	2010	2039	31,765,000
<b>TOTAL CERTIFICATES OF OBLIGATION</b>				<u>95,310,000</u>
<b>TOTAL BONDED DEBT</b>				<u><u>\$ 481,345,467</u></u>