

MONTGOMERY COUNTY, TEXAS

Monthly Unaudited Financial Report



**For the Month Ended
June 30, 2014**

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 June 30, 2014

TABLE OF CONTENTS

	Page
County Auditor's Letter of Transmittal	i
<u>FINANCIAL STATEMENTS</u>	
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
<u>BUDGET STATUS</u>	
Schedule of Expenditures - All Departments - Budget and Year-to-Date Actual	8-11
<u>SCHEDULES</u>	
Transfers In and Out - By Fund	13
Schedule of Bond Indebtedness	14



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

Angela H. Blocker
1st Assistant County Auditor

July 22, 2014

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 June 1, 2014 through June 30, 2014. 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 9 Months Ended June 30, 2014

	<u>Total Governmental Funds</u>
Assets:	
Cash	\$ 49,813,778
Investments, at Fair Value	200,100,700
Receivables:	
Taxes (net)	6,162,561
Accounts (net)	13,728
<hr/>	
Due From Other Funds	67,843,430
Due From Other Governments	2,176
Loans Receivable	500,000
Inventory, at Cost	88,946
Prepaid Items	2,606,686
<u>Total Assets</u>	<u>327,132,005</u>
<u>LIABILITIES AND FUND BALANCES:</u>	
Current Liabilities:	
Accounts Payable	577,733
Other Payables	1,536,591
Due to Other Funds	90,001,398
Due to Other Governments	10,995
Deferred Revenue	12,433,676
Total liabilities	<u>104,560,393</u>
Fund Balances:	
Reserved	95,247,720
Unreserved	<u>127,323,892</u>
Total Fund Balances	<u>222,571,612</u>
<u>TOTAL LIABILITIES AND FUND BALANCES</u>	<u>\$ 327,132,005</u>

MONTGOMERY COUNTY, TEXAS
Statement of Changes in Fund Balance - Governmental Funds
For the 9 Months Ended June 30, 2014

	<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, 6/1/2014	\$ 136,545,002	\$ 42,535,067	\$ 15,956,643	\$ 40,618,355	\$ 235,655,067
Revenues/Other Financing Sources	\$ 6,454,389	\$ 3,384,931	\$ 145,743	\$ 1,827	\$ 9,986,890
Expenditures/Other Financing Uses	\$ (15,675,499)	\$ (5,332,912)	\$ (538)	\$ (2,061,396)	\$ (23,070,345)
Fund Balance, 6/30/2014	<u>\$ 127,323,892</u>	<u>\$ 40,587,086</u>	<u>\$ 16,101,848</u>	<u>\$ 38,558,786</u>	<u>\$ 222,571,612</u>

MONTGOMERY COUNTY, TEXAS
Statement of Net Position
Internal Service Funds
For the 9 Months Ended June 30, 2014

	<u>Total Internal Service Funds</u>
Assets:	
Cash	\$ 32,863
Receivables:	
Accounts (net)	972,176
<hr/>	
Due From Other Funds	26,362,073
Capital Assets (net of accumulated depreciation):	
Buildings	873,912
Improvements	1,436
Equipment	108,551
Total assets	<u>28,351,011</u>
Liabilities:	
Current Liabilities:	
Accounts Payable	(286,657)
Other Payables	4,383,235
Due to General Fund	1,770,332
Due to Road & Bridge	38,406
Due to Wellness Clinic	1,814,906
Total liabilities	<u>7,720,222</u>
Net Position:	
Invested in capital assets	983,899
Unreserved	19,646,890
Total Net Position	<u>\$ 20,630,789</u>

MONTGOMERY COUNTY, TEXAS
Statement of Changes in Net Position
Internal Service Funds
For the 9 Months Ended June 30, 2014

	<u>Total Internal Service Funds</u>
Current Operating Revenues:	
Fees	\$ 2,032,464
Miscellaneous	18,163
Total Operating Revenues	2,050,627
Current Operating Expenses:	
Supplies	591
Services	1,986,473
Total Operating Expenses	1,987,064
Change in net position	63,563
Total Net Position - June 1, 2014	20,567,226
Total Net Position - June 30, 2014	\$ 20,630,789

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BUDGET STATUS

(unaudited)

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 9 Months Ended June 30, 2014

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<u>GENERAL ADMINISTRATION:</u>					
County Judge	602,583	44,064	420,327	2,734	179,522
Human Resources	592,713	36,580	394,397	-	198,316
Risk Management	787,616	53,831	541,057	5,499	241,060
County Clerk	2,369,533	169,362	1,651,100	220	718,213
Collections	524,579	27,452	307,647	870	216,062
Veterans' Service	223,532	16,845	163,574	-	59,958
Information Technology Services	9,934,154	1,137,854	6,358,016	595,432	2,980,706
Purchasing Agent	2,183,682	156,044	1,462,097	127	721,458
Records Management & Preservation	411,260	22,739	321,188	1,845	88,227
Worthless Checks Division	74,214	4,323	38,353	-	35,861
County-Wide	11,270,836	838,858	6,427,116	1,149	4,842,571
<u>TOTAL GENERAL ADM</u>	<u>28,974,702</u>	<u>2,507,952</u>	<u>18,084,872</u>	<u>607,876</u>	<u>10,281,954</u>
<u>JUDICIAL:</u>					
County Court No1	467,923	35,520	332,798	65	135,060
County Court No2	778,641	55,175	561,913	26	216,702
County Court No3	702,933	52,647	502,212	2,469	198,252
County Court No4	473,925	36,169	347,084	-	126,841
County Court No5	453,094	34,453	333,110	3,147	116,837
9 th District Court	321,633	21,216	186,786	4,405	130,442
410 th District Court	392,937	26,861	274,928	-	118,009
221 st District Court	348,015	24,253	234,810	-	113,205
284 th District Court	788,511	52,771	503,305	-	285,206
359 th District Court	369,553	27,689	270,231	-	99,322
418 th District Court	574,206	43,301	414,306	699	159,201
435 th District Court	245,437	17,941	177,891	-	67,546
Court Operations	6,137,015	471,627	4,752,931	412	1,383,672
Indigent Defense	128,204	11,977	104,875	70	23,259
Managed Assigned Counsel	483,956	32,534	69,906	107	413,943
Drug Court	995,624	57,690	518,995	4,246	472,383
Office of Court Admin	445,113	28,688	275,303	39	169,771
District Attorney	9,409,586	720,015	6,919,059	4,872	2,485,655
District Clerk	3,483,402	266,231	2,447,692	49,240	986,470
Justice of Peace Pct 1	671,002	50,886	457,872	520	212,610
Justice of Peace Pct 2	480,736	35,781	340,257	72	140,407
Justice of Peace Pct 3	931,763	72,489	661,417	-	270,346
Justice of Peace Pct 4	825,793	61,934	586,768	163	238,862
Justice of Peace Pct 5	437,367	31,593	311,138	641	125,588
Court Technology County/District	5,181	337	2,860	52	2,269

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 9 Months Ended June 30, 2014

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
JUDICIAL (cont'd):					
Court Guardianship	1,200	-	680	-	520
Court Reporter Service Fund	158,310	11,995	121,342	-	36,968
Juvenile Case Manager	116,310	9,091	86,635	-	29,675
Justice Court Technology	22,386	893	10,430	6,960	4,996
<u>TOTAL JUDICIAL</u>	<u>30,644,575</u>	<u>2,291,420</u>	<u>21,804,674</u>	<u>78,153</u>	<u>8,761,748</u>
<u>LEGAL:</u>					
County Attorney	3,068,956	207,492	2,033,732	3,334	1,031,890
Law Library	394,920	28,061	268,395	244	126,281
Alternate Dispute Resolution	130,830	11,409	77,878	-	52,952
<u>TOTAL LEGAL</u>	<u>3,594,706</u>	<u>246,962</u>	<u>2,380,005</u>	<u>3,578</u>	<u>1,211,123</u>
<u>ELECTIONS:</u>					
<u>TOTAL ELECTIONS</u>	<u>1,202,826</u>	<u>216,100</u>	<u>2,022,698</u>	<u>72,282</u>	<u>(892,154)</u>
<u>FINANCIAL ADMINISTRATION:</u>					
County Auditor	1,990,285	146,470	1,395,777	207	594,301
County Treasurer	682,574	51,775	477,705	292	204,577
Tax Assessor-Collector	6,992,086	477,887	4,703,124	1,676	2,287,286
<u>TOTAL FINANCIAL ADM</u>	<u>9,664,945</u>	<u>676,132</u>	<u>6,576,606</u>	<u>2,175</u>	<u>3,086,164</u>
<u>PUBLIC FACILITIES:</u>					
Custodial Services	3,187,619	244,512	2,250,248	9,775	927,596
Building Maintenance	5,435,365	469,541	3,522,559	324,703	1,588,103
Precinct 3 Parks and Comm. Center	740,190	32,175	297,053	808	442,329
EMCID Friendship Center Grant	42	-	-	-	42
Jail	39,880,630	4,463,060	33,796,471	42,834	6,041,325
Civic Center	1,372,473	87,927	1,045,277	17,582	309,614
Magnolia Park	71,803	-	-	-	71,803
<u>TOTAL PUBLIC FACILITIES</u>	<u>50,688,122</u>	<u>5,297,215</u>	<u>40,911,608</u>	<u>395,702</u>	<u>9,380,812</u>
<u>PUBLIC SAFETY:</u>					
Fire Marshal	1,141,945	82,398	778,781	1,398	361,766
Constable Pct 1	3,365,987	270,000	2,539,882	25,707	800,398
Constable Pct 2	1,575,032	125,217	1,163,027	3,960	408,045
Constable Pct 3	3,219,124	225,026	2,321,976	2,678	894,470
Constable Pct 4	2,643,764	201,151	1,996,376	5,692	641,696
Constable Pct 5	2,284,872	164,796	1,617,953	3,459	663,460
Sheriff	40,701,077	2,851,138	30,050,464	395,600	10,255,013
Sheriff Commissary	578,360	52,774	367,676	-	210,684
Juvenile Services	8,377,856	630,867	5,518,130	14,278	2,845,448
Adult Services	503,905	22,069	211,552	1,680	290,673
Emergency Management	2,943,918	145,545	650,458	419,255	1,874,205
Department of Public Safety	101,412	7,797	74,823	-	26,589
Forfeitures	660,192	109,192	461,255	-	198,937
Records Management County	432,106	33,219	302,423	-	129,683
Courthouse Security	440,000	60,591	314,958	1	125,041
<u>TOTAL PUBLIC SAFETY</u>	<u>68,969,550</u>	<u>4,981,780</u>	<u>48,369,734</u>	<u>873,708</u>	<u>19,726,108</u>

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 9 Months Ended June 30, 2014

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<u>HEALTH AND WELFARE:</u>					
Vehicle Emission Program	197,373	-	177,477	-	19,896
Forensic Services	1,297,443	80,728	700,719	12,310	584,414
Medical: Contract Services	90,000	7,500	67,500	-	22,500
Mental Health: Contract Services	302,525	1,044	174,744	-	127,781
Environmental Health	2,347,005	175,980	1,696,105	4,048	646,852
Mental Health Facility	13,561,391	1,236,242	9,489,898	-	4,071,493
Community Development	7,362,709	372,320	2,645,100	97,452	4,620,157
Animal Control	981,695	74,251	707,124	3,229	271,342
Animal Shelter	1,463,520	122,607	1,152,228	-	311,292
Child Welfare	97,314	5,751	37,398	3,421	56,495
Welfare:					
Contract Services	999,231	5,000	699,642	-	299,589
<u>TOTAL HEALTH/WELFARE</u>	28,700,206	2,081,423	17,547,935	120,460	11,031,811
<u>CONSERVATION:</u>					
Extension Agent	614,747	44,564	426,594	280	187,873
Precinct 3 Recycling Center	761,980	48,900	369,032	(390)	393,338
<u>TOTAL CONSERVATION</u>	1,376,727	93,464	795,626	(110)	581,211
<u>CULTURE & RECREATION:</u>					
Memorial Library	9,443,600	689,318	6,448,098	130,830	2,864,672
Historical Commissions	50,000	-	21,380	-	28,620
<u>TOTAL CULTURE & RECREATION</u>	9,493,600	689,318	6,469,478	130,830	2,893,292
<u>PUBLIC TRANSPORTATION:</u>					
Airport	17,990,104	1,061	77,613	15,057	17,897,434
County Engineer	1,728,791	121,055	1,195,104	240	533,447
Commissioner Pct 1	10,328,888	476,958	4,585,337	201,925	5,541,626
Commissioner Pct 2	12,017,837	352,268	3,670,016	460,906	7,886,915
Commissioner Pct 3	11,863,481	412,431	3,883,871	320,313	7,659,297
Commissioner Pct 4	12,367,123	722,731	6,537,610	179,327	5,650,186
<u>TOTAL PUBLIC TRANSPORTATION</u>	66,296,224	2,086,504	19,949,551	1,177,768	45,168,905
<u>DEBT SERVICE:</u>					
Reserve for Fund Balance	3,952,484	-	-	-	3,952,484
Principal	19,460,000	-	19,460,000	-	-
Interest	20,653,008	538	9,857,243	-	10,795,765
Issuance Costs	146,714	-	141,375	-	5,339
Payment to Escrow Agent	28,708,536	-	28,708,536	-	-
<u>TOTAL DEBT SERVICE</u>	72,920,742	538	58,167,154	-	14,753,588
<u>MISCELLANEOUS:</u>					
<u>TOTAL MISCELLANEOUS</u>	391,237	-	-	-	391,237
<u>TOTAL EXPENDITURES - GOVERNMENTAL FUNDS</u>	372,918,162	21,168,808	243,079,941	3,462,422	126,375,799

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 9 Months Ended June 30, 2014

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<u>INTERNAL SERVICE FUNDS</u>					
<u>GENERAL ADMINISTRATION:</u>					
Employee Health	-	1,569,311	14,589,275	-	(14,589,275)
Retiree Health	-	140,438	1,811,504	-	(1,811,504)
Optional Health	-	66,821	566,973	-	(566,973)
Cobra Coverage	-	2,550	51,690	-	(51,690)
Employee Life	-	10,560	93,966	-	(93,966)
Risk Mgt - Workers Comp	775,000	-	675,585	-	99,415
Risk Mgt-Prop/Casltly/Liab	900,000	106,669	1,280,768	-	(380,768)
Wellness Clinic	-	90,715	822,429	-	(822,429)
TOTAL GENERAL ADM	1,675,000	1,987,064	19,892,190	-	(18,217,190)
TOTAL INTERNAL SERVICE FUNDS	1,675,000	1,987,064	19,892,190	-	(18,217,190)
<u>ENTERPRISE FUNDS</u>					
North/South Connectors	-	-	425,000	75,000	(500,000)
TOTAL ENTERPRISE FUNDS	-	-	425,000	75,000	(500,000)

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SCHEDULES

(unaudited)

MONTGOMERY COUNTY, TEXAS
Schedule of Transfers In and Out by Fund
For the 9 Months Ended June 30, 2014

	Transfers In	Transfers Out
General Fund	\$ 566,432	\$ 766,432
Jury	200,000	-
Mental Health Facility	-	566,432
Debt Service	566,432	-
	\$ 1,332,864	\$ 1,332,864
TOTAL FINANCING USES		

MONTGOMERY COUNTY, TEXAS
Schedule of Bond Indebtedness
As of June 30, 2014

	<u>Interest Rate (%)</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Balances Outstanding</u>
GENERAL OBLIGATION BONDS:				
Refunding Bonds, Series 2005	5.00	2005	2020	3,005,000
Road Bonds Fixed Rate, Series 2006A	4.00-5.00	2006	2027	45,065,000
Road Bonds Adjustable Rate, Series 2006B	4.75	2006	2030	20,195,000
Refunding Bonds, Series 2007	4.00-5.50	2007	2026	36,865,000
Road Bonds, Series 2008A	3.50-5.25	2008	2030	10,175,000
Refunding Bonds, Series 2008	3.50-5.00	2008	2018	4,545,000
Road Bonds Adjustable Rate, Series 2008B	5.12-5.25	2008	2032	34,705,000
Refunding Bonds, Series 2010	4.00-5.00	2010	2030	43,380,000
Refunding Bonds, Series 2012	2.00-5.00	2012	2026	28,800,000
Refunding Bonds, Series 2014	1.75-2.27	2014	2020	28,250,000
TOTAL GENERAL OBLIGATION BONDS PAYABLE				<u>254,985,000</u>
REVENUE BONDS:				
Toll Revenue Bonds, Series 2009	3.00-5.00	2009	2032	28,860,000
Toll Revenue Bonds, Series 2010	3.00-5.00	2011	2021	23,255,000
Pass Thru Toll Revenue and Limited Tax Bonds, Series 2012	3.00-5.00	2012	2023	15,880,000
TOTAL REVENUE BONDS PAYABLE				<u>67,995,000</u>
CERTIFICATES OF OBLIGATION:				
Series 2006	3.75-5.00	2006	2027	21,105,000
Series 2007	4.00-4.63	2008	2027	7,510,000
Series 2008	3.50-5.25	2008	2027	19,685,000
Series 2010	3.00-5.40	2010	2039	30,330,000
Series 2012	2.00-4.00	2012	2032	13,915,000
Series 2012A	2.00-5.00	2012	2023	13,125,000
TOTAL CERTIFICATES OF OBLIGATION				<u>105,670,000</u>
TOTAL BONDED DEBT				<u>\$ 428,650,000</u>