

MONTGOMERY COUNTY, TEXAS

Monthly Unaudited Financial Report



**For the Month Ended
May 31, 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 May 31, 2014

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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

June 5, 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 May 1, 2014 through May 31, 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 8 Months Ended May 31, 2014

	<u>Total Governmental Funds</u>
Assets:	
Cash	\$ 43,583,473
Investments, at Fair Value	215,322,766
Receivables:	
Taxes (net)	6,162,561
Accounts (net)	13,472
<hr/>	
Due From Other Funds	70,847,143
Due From Other Governments	20,002,176
Loans Receivable	500,000
Inventory, at Cost	88,946
Prepaid Items	2,606,686
<u>Total Assets</u>	<u>359,127,223</u>
<u>LIABILITIES AND FUND BALANCES:</u>	
Current Liabilities:	
Accounts Payable	333,525
Other Payables	4,920,377
Due to Other Funds	89,640,324
Due to Other Governments	9,265
Deferred Revenue	14,961,943
Total liabilities	<u>109,865,434</u>
Fund Balances:	
Reserved	114,975,669
Unreserved	<u>134,286,120</u>
Total Fund Balances	<u>249,261,789</u>
<u>TOTAL LIABILITIES AND FUND BALANCES</u>	<u>\$ 359,127,223</u>

MONTGOMERY COUNTY, TEXAS
Statement of Changes in Fund Balance - Governmental Funds
For the 8 Months Ended May 31, 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, 5/1/2014	\$ 146,130,951	\$ 43,984,801	\$ 15,112,559	\$ 63,085,143	\$ 268,313,454
Revenues/Other Financing Sources	\$ 5,457,344	\$ 1,322,567	\$ -	\$ -	\$ 6,779,911
Expenditures/Other Financing Uses	\$ (17,302,175)	\$ (6,010,086)	\$ (50,500)	\$ (2,468,815)	\$ (25,831,576)
Fund Balance, 5/31/2014	<u>\$ 134,286,120</u>	<u>\$ 39,297,282</u>	<u>\$ 15,062,059</u>	<u>\$ 60,616,328</u>	<u>\$ 249,261,789</u>

MONTGOMERY COUNTY, TEXAS
Statement of Net Position
Internal Service Funds
For the 8 Months Ended May 31, 2014

		<u>Total Internal Service Funds</u>
Assets:		
Cash	\$	32,863
Receivables:		
Accounts (net)		972,176
<hr/>		
Due From Other Funds		23,414,216
Capital Assets (net of accumulated depreciation):		
Buildings		873,912
Improvements		1,436
Equipment		108,551
Total assets		<u>25,403,154</u>
Liabilities:		
Current Liabilities:		
Accounts Payable		(286,381)
Other Payables		4,383,235
Due to General Fund		1,692,753
Due to Road & Bridge		2,712
Due to Wellness Clinic		1,729,035
Total liabilities		<u>7,521,354</u>
Net Position:		
Invested in capital assets		983,899
Unreserved		16,897,901
Total Net Position	\$	<u>17,881,800</u>

MONTGOMERY COUNTY, TEXAS
Statement of Changes in Net Position
Internal Service Funds
For the 8 Months Ended May 31, 2014

	<u>Total Internal Service Funds</u>
Current Operating Revenues:	
Fees	\$ 335,051
Miscellaneous	13,112
Total Operating Revenues	348,163
Current Operating Expenses:	
Supplies	2,609
Services	1,934,950
Total Operating Expenses	1,937,559
Change in net position	(1,589,396)
Total Net Position - May 1, 2014	19,471,196
Total Net Position - May 31, 2014	\$ 17,881,800

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BUDGET STATUS
(unaudited)

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 8 Months Ended May 31, 2014

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<u>GENERAL ADMINISTRATION:</u>					
County Judge	582,583	71,054	376,264	956	205,363
Human Resources	592,713	58,012	357,817	45	234,851
Risk Management	787,616	83,499	487,226	1,008	299,382
County Clerk	2,369,533	254,723	1,481,738	220	887,575
Collections	524,579	40,556	280,195	107	244,277
Veterans' Service	223,532	25,301	146,729	-	76,803
Information Technology Services	9,935,210	479,383	5,220,054	554,295	4,160,861
Purchasing Agent	2,183,682	222,886	1,306,053	1,815	875,814
Records Management & Preservation	504,887	46,365	344,377	905	159,605
Worthless Checks Division	74,214	6,484	33,902	-	40,312
County-Wide	10,735,272	74,267	5,572,121	652	5,162,499
<u>TOTAL GENERAL ADM</u>	<u>28,513,821</u>	<u>1,362,530</u>	<u>15,606,476</u>	<u>560,003</u>	<u>12,347,342</u>
<u>JUDICIAL:</u>					
County Court No1	467,923	52,169	297,277	718	169,928
County Court No2	778,641	88,789	506,738	26	271,877
County Court No3	778,641	88,789	506,738	26	271,877
County Court No4	473,925	54,150	310,915	618	162,392
County Court No5	453,094	51,752	298,657	1,297	153,140
9 th District Court	321,633	31,175	165,571	1,568	154,494
410 th District Court	392,937	39,803	248,066	251	144,620
221 st District Court	348,015	35,465	210,556	478	136,981
284 th District Court	788,511	79,724	450,859	394	337,258
359 th District Court	369,553	40,537	242,542	309	126,702
418 th District Court	574,206	63,615	371,005	52	203,149
435 th District Court	245,437	25,880	159,950	198	85,289
Court Operations	6,137,015	691,298	4,280,994	430	1,855,591
Indigent Defense	128,204	14,631	92,950	649	34,605
Managed Assigned Counsel	483,956	39,829	237,373	107	246,476
Drug Court	995,294	77,633	461,305	2,958	531,031
Office of Court Admin	445,113	42,673	246,614	375	198,124
District Attorney	9,369,525	1,083,547	6,196,359	12,589	3,160,577
District Clerk	3,483,550	382,712	2,181,461	47,363	1,254,726
Justice of Peace Pct 1	646,264	70,567	407,587	2,139	236,538
Justice of Peace Pct 2	480,736	52,145	304,476	-	176,260
Justice of Peace Pct 3	931,763	104,405	588,928	643	342,192
Justice of Peace Pct 4	825,793	90,713	524,835	773	300,185
Justice of Peace Pct 5	437,367	47,927	281,001	1,444	154,922
Court Technology County/District	5,181	401	2,523	-	2,658

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 8 Months Ended May 31, 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	149,011	14,419	109,024	-	39,987
Juvenile Case Manager	116,310	13,405	77,543	-	38,767
Justice Court Technology	18,330	1,843	8,937	-	9,393
<u>TOTAL JUDICIAL</u>	<u>30,641,947</u>	<u>3,379,595</u>	<u>19,768,941</u>	<u>75,405</u>	<u>10,797,601</u>
<u>LEGAL:</u>					
County Attorney	3,055,128	321,208	1,799,204	4,828	1,251,096
Law Library	394,920	33,395	240,334	350	154,236
Alternate Dispute Resolution	130,830	12,545	66,469	-	64,361
<u>TOTAL LEGAL</u>	<u>3,580,878</u>	<u>367,148</u>	<u>2,106,007</u>	<u>5,178</u>	<u>1,469,693</u>
<u>ELECTIONS:</u>					
<u>TOTAL ELECTIONS</u>	<u>1,201,325</u>	<u>594,761</u>	<u>1,763,552</u>	<u>153,196</u>	<u>(715,423)</u>
<u>FINANCIAL ADMINISTRATION:</u>					
County Auditor	1,990,285	213,620	1,249,307	252	740,726
County Treasurer	682,574	76,021	425,930	2,054	254,590
Tax Assessor-Collector	4,319,227	418,648	2,550,000	-	1,769,227
<u>TOTAL FINANCIAL ADM</u>	<u>6,992,086</u>	<u>708,289</u>	<u>4,225,237</u>	<u>2,306</u>	<u>2,764,543</u>
<u>PUBLIC FACILITIES:</u>					
Custodial Services	3,187,619	332,677	2,003,383	27,836	1,156,400
Building Maintenance	5,428,186	435,681	3,053,119	359,324	2,015,743
Precinct 3 Parks and Comm. Center	652,935	33,578	264,877	933	387,125
EMCID Friendship Center Grant	42	-	-	-	42
Jail	37,136,820	3,239,500	29,333,410	25,765	7,777,645
Civic Center	1,372,473	112,348	956,508	19,370	396,595
Magnolia Park	71,803	-	-	-	71,803
<u>TOTAL PUBLIC FACILITIES</u>	<u>47,849,878</u>	<u>4,153,784</u>	<u>35,611,297</u>	<u>433,228</u>	<u>11,805,353</u>
<u>PUBLIC SAFETY:</u>					
Fire Marshal	1,141,945	120,245	696,383	951	444,611
Constable Pct 1	3,363,382	371,926	2,265,102	23,623	1,074,657
Constable Pct 2	1,574,016	172,867	1,036,680	5,455	531,881
Constable Pct 3	3,187,905	336,916	2,096,951	4,742	1,086,212
Constable Pct 4	2,639,877	286,107	1,790,870	4,693	844,314
Constable Pct 5	2,283,809	256,062	1,453,158	5,077	825,574
Sheriff	40,514,004	4,358,070	27,177,679	245,419	13,090,906
Sheriff Commissary	500,000	13,263	262,383	-	237,617
Juvenile Services	8,377,856	820,649	4,886,009	46,749	3,445,098
Adult Services	503,905	26,905	184,633	235	319,037
Emergency Management	2,944,214	80,639	929,912	110,479	1,903,823
Department of Public Safety	101,412	11,620	67,027	-	34,385
Forfeitures	659,192	1,878	321,063	-	338,129
Records Management County	432,106	45,430	270,763	560	160,783
Courthouse Security	440,000	31,640	254,367	32,024	153,609
<u>TOTAL PUBLIC SAFETY</u>	<u>68,663,623</u>	<u>6,934,217</u>	<u>43,692,980</u>	<u>480,007</u>	<u>24,490,636</u>

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 8 Months Ended May 31, 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	1,303,286	105,413	619,991	1,966	681,329
Medical: Contract Services	90,000	7,500	60,000	-	30,000
Mental Health: Contract Services	302,525	2,710	173,700	-	128,825
Environmental Health	2,347,005	263,331	1,520,126	659	826,220
Mental Health Facility	13,561,391	1,045,196	7,687,224	-	5,874,167
Community Development	7,345,025	508,198	2,272,781	342,184	4,730,060
Animal Control	980,045	101,884	632,873	5,458	341,714
Animal Shelter	1,463,520	121,953	1,029,621	-	433,899
Child Welfare	97,314	5,144	31,647	3,478	62,189
Welfare:					
Contract Services	999,231	47,195	694,642	-	304,589
<u>TOTAL HEALTH/WELFARE</u>	<u>28,686,715</u>	<u>2,208,524</u>	<u>14,900,082</u>	<u>353,745</u>	<u>13,432,888</u>
<u>CONSERVATION:</u>					
Extension Agent	614,747	64,295	382,029	505	232,213
Precinct 3 Recycling Center	684,942	49,680	320,132	(240)	365,050
<u>TOTAL CONSERVATION</u>	<u>1,299,689</u>	<u>113,975</u>	<u>702,161</u>	<u>265</u>	<u>597,263</u>
<u>CULTURE & RECREATION:</u>					
Memorial Library	9,411,525	967,618	5,757,869	120,623	3,533,033
Historical Commissions	50,000	-	21,380	-	28,620
<u>TOTAL CULTURE & RECREATION</u>	<u>9,461,525</u>	<u>967,618</u>	<u>5,779,249</u>	<u>120,623</u>	<u>3,561,653</u>
<u>PUBLIC TRANSPORTATION:</u>					
Airport	19,694,553	107,518	617,910	322,519	18,754,124
County Engineer	1,688,791	2,233,398	1,074,049	-	614,742
Commissioner Pct 1	10,332,488	528,973	4,108,379	150,337	6,073,772
Commissioner Pct 2	12,039,976	437,302	3,395,725	134,867	8,509,384
Commissioner Pct 3	11,804,226	376,870	3,471,440	190,496	8,142,290
Commissioner Pct 4	12,367,123	756,378	5,839,448	123,600	6,404,075
<u>TOTAL PUBLIC TRANSPORTATION</u>	<u>67,927,157</u>	<u>4,440,439</u>	<u>18,506,951</u>	<u>921,819</u>	<u>48,498,387</u>
<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	-	9,856,705	-	10,796,303
Issuance Costs	146,714	50,000	140,875	-	5,839
Payment to Escrow Agent	28,708,536	-	28,708,536	-	-
<u>TOTAL DEBT SERVICE</u>	<u>72,920,742</u>	<u>50,000</u>	<u>58,166,116</u>	<u>-</u>	<u>14,754,626</u>
<u>MISCELLANEOUS:</u>					
<u>TOTAL MISCELLANEOUS</u>	<u>465,975</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>465,975</u>
<u>TOTAL EXPENDITURES - GOVERNMENTAL FUNDS</u>	<u>368,205,361</u>	<u>25,280,880</u>	<u>220,829,049</u>	<u>3,105,775</u>	<u>144,270,537</u>

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 8 Months Ended May 31, 2014

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<u>INTERNAL SERVICE FUNDS</u>					
<u>GENERAL ADMINISTRATION:</u>					
Employee Health	-	1,581,183	13,019,934	-	(13,019,934)
Retiree Health	-	152,438	1,671,066	-	(1,671,066)
Optional Health	-	46,119	500,152	-	(500,152)
Cobra Coverage	-	1,553	49,140	-	(49,140)
Employee Life	-	10,650	83,406	-	(83,406)
Risk Mgt - Workers Comp	775,000	-	675,585	-	99,415
Risk Mgt-Prop/Casltly/Liab	900,000	52,236	1,174,099	-	(274,099)
Wellness Clinic	-	93,379	731,714	-	(731,714)
TOTAL GENERAL ADM	1,675,000	1,937,558	17,905,096	-	(16,230,096)
TOTAL INTERNAL SERVICE FUNDS	1,675,000	1,937,558	17,905,096	-	(16,230,096)
<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 8 Months Ended May 31, 2014

	Transfers In	Transfers Out
General Fund	\$ -	\$ 200,000
Jury	200,000	-
	\$ 200,000	\$ 200,000
TOTAL FINANCING USES		

MONTGOMERY COUNTY, TEXAS
Schedule of Bond Indebtedness
As of May 31, 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	2013	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><u>\$ 428,650,000</u></u>