

MONTGOMERY COUNTY, TEXAS

Monthly Unaudited Financial Report



**For the 12 Months Ended
September 30, 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 September 30, 2012

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Office of the County Auditor
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Phyllis L. Martin
County Auditor

Angela H. Blocker
1st Assistant County Auditor

October 26, 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 September 1, 2012 through September 30, 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 12 Months Ended September 30, 2012

	<u>Total Governmental Funds</u>
Assets:	
Cash	\$ 72,302,713
Investments, at Fair Value	98,278,812
Restricted Cash	348,944
Receivables:	
Taxes (net)	6,541,779
Accounts (net)	33,508
Due From Other Funds	217,622,545
Due From Other Governments	164
Inventory, at Cost	109,579
Prepaid Items	120,319
<u>Total Assets</u>	395,358,363
 <u>LIABILITIES AND FUND BALANCES:</u>	
Current Liabilities:	
Accounts Payable	7,935,529
Other Payables	1,267,526
Due to Other Funds	232,057,471
Due to Other Governments	7,464,521
Deferred Revenue	12,076,731
Total liabilities	260,801,778
Fund Balances:	
Reserved	66,443,458
Unreserved	68,113,127
Total Fund Balances	134,556,585
<u>TOTAL LIABILITIES AND FUND BALANCES</u>	\$ 395,358,363

MONTGOMERY COUNTY, TEXAS
Statement of Changes in Fund Balance - Governmental Funds
For the 12 Months Ended September 30, 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, 9/01/2012	\$ 82,885,743	\$ (2,216,241)	\$ 12,407,135	\$ 3,489,191	\$ 52,207,699	\$ 148,773,527
Revenues/Other Financing Sources	\$ 4,285,336	\$ 207,889	\$ 3,210,865	\$ 6,228	\$ 446	\$ 7,710,764
Expenditures/Other Financing Uses	\$ (16,100,720)	\$ (948,880)	\$ (3,671,895)	\$ (6,375)	\$ (1,199,836)	\$ (21,927,706)
Fund Balance, 9/30/2012	<u>\$ 71,070,359</u>	<u>\$ (2,957,232)</u>	<u>\$ 11,946,105</u>	<u>\$ 3,489,044</u>	<u>\$ 51,008,309</u>	<u>\$ 134,556,585</u>

MONTGOMERY COUNTY, TEXAS
Statement of Net Assets
Internal Service Funds
For the 12 Months Ended September 30, 2012

	<u>Total Internal Service Funds</u>
Assets:	
Cash	\$ 393,048
Receivables:	
Accounts (net)	756,974
<hr/>	
Due From Other Funds	13,061,709
Capital Assets (net of accumulated depreciation):	
Buildings	912,872
Improvements	1,915
Equipment	151,336
Total assets	<u>15,277,854</u>
Liabilities:	
Current Liabilities:	
Accounts Payable	(500,711)
Other Payables	3,484,123
Due to General Fund	1,071,822
Due to Wellness Clinic	89,263
Total liabilities	<u>4,144,497</u>
Net assets:	
Net assets, invested in capital assets	1,066,123
Unreserved	10,067,234
Total net assets	<u>\$ 11,133,357</u>

MONTGOMERY COUNTY, TEXAS
Statement of Changes in Net Assets
Internal Service Funds
For the 12 Months Ended September 30, 2012

	<u>Total Internal Service Funds</u>
Current Operating Revenues:	
Fees	\$ 3,500,193
Miscellaneous	\$ 3,259
Total Operating Revenues	\$ 3,503,452
 Current Operating Expenses:	
Supplies	\$ 5,297
Services	\$ 1,684,963
Utilities	\$ 52
Total Operating Expenses	\$ 1,690,312
 Nonoperating revenues (expenses)	
Interest Income	
Total nonoperating revenues (expenses)	
Change in net assets	\$ 1,813,140
Total net assets - beginning	\$ 9,320,217
Total net assets - ending	\$ 11,133,357

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BUDGET STATUS

(unaudited)

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 12 Months Ended September 30, 2012

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	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<u>GENERAL ADMINISTRATION:</u>					
County Judge:	539,972	39,437	514,133	1,665	24,174
Human Resources:	553,886	38,365	486,664	-	67,222
Risk Management:	824,901	45,654	730,950	4,468	89,483
County Clerk:	2,193,660	161,963	2,098,544	934	94,182
Collections:	471,750	32,195	411,678	757	59,316
Environmental Health/Alarm:	137,283	8,543	105,598	-	31,685
Veterans' Service	208,363	16,328	201,437	-	6,927
Information Technology Services	6,904,834	264,183	4,916,794	107,854	1,880,187
Purchasing Agent	2,737,889	207,637	2,346,057	172,811	219,020
Records Management & Preservation	412,181	23,923	968,476	-	(556,295)
Records Management County	51,870	3,523	70,067	-	(18,197)
Records Management District Clerk	33,012	-	17,417	-	15,595
Digital Preservation County/District	-	-	-	-	-
Courthouse Security	-	-	-	-	-
Court Technology County/District	-	-	-	-	-
Justice Court Building Security	-	-	-	-	-
Justice Court Technology	-	948	2,640	-	(2,640)
Juvenile Case Manager	-	-	-	-	-
Worthless Checks Division	66,898	3,907	51,482	-	15,415
County-Wide	12,730,019	3,781,228	12,218,198	1,072	510,749
<u>TOTAL GENERAL ADM</u>	<u>27,866,517</u>	<u>4,627,834</u>	<u>25,140,134</u>	<u>289,560</u>	<u>2,436,823</u>
<u>JUDICIAL:</u>					
County Court No1	300,832	29,631	280,895	-	19,937
County Court No2	586,751	51,330	552,697	3,562	30,492
County Court No3	351,214	32,222	324,989	657	25,568
County Court No4	354,568	32,696	330,281	4,353	19,934
County Court No5	340,849	32,769	315,623	659	24,566
9 th District Court	412,722	33,928	401,380	705	10,637
410 th District Court	360,229	28,505	360,835	1,508	(2,113)
221 st District Court	298,759	23,891	307,848	906	(9,995)
284 th District Court	529,774	42,269	510,874	3,203	15,697
359 th District Court	316,149	22,269	309,184	447	6,518
418 th District Court	517,847	41,119	500,541	-	17,306
435 th District Court	229,844	17,205	227,153	1,718	974
Court Operations	5,753,892	394,597	6,025,784	695	(272,587)
Indigent Defense	128,176	11,083	120,338	-	7,839
Managed Assigned Counsel	497,729	36,202	383,255	-	114,474
Drug Court	988,340	81,885	722,495	-	265,845
Office of Court Admin	235,696	17,088	213,701	-	21,995
District Attorney	8,441,844	657,910	8,038,298	4,115	399,430
District Clerk	3,178,380	239,493	3,028,058	4,446	145,876
Justice of Peace Pct 1	593,877	47,303	555,135	791	37,951

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments

Budget and Year-to-Date Actual for the 12 Months Ended September 30, 2012

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
JUDICIAL (cont'd):					
Justice of Peace Pct 2	435,981	31,499	402,044	100	33,836
Justice of Peace Pct 3	907,271	69,638	861,233	232	45,806
Justice of Peace Pct 4	863,334	60,922	828,854	195	34,285
Justice of Peace Pct 5	409,334	29,220	379,299	2,211	27,824
Court Guardianship	-	698	698	-	(698)
TOTAL JUDICIAL	27,033,391	2,065,369	25,981,491	30,758	1,021,398
LEGAL:					
County Attorney	2,513,741	166,179	2,463,437	-	50,304
Law Library	510,322	26,352	433,256	16,353	60,714
Alternate Dispute Resolution	189,285	11,132	120,586	-	68,699
TOTAL LEGAL	3,213,348	203,663	3,017,279	16,353	179,717
ELECTIONS:					
TOTAL ELECTIONS	1,746,512	152,952	2,087,791	28,245	(369,523)
FINANCIAL ADMINISTRATION:					
County Auditor	1,643,704	137,256	1,573,274	3,850	66,581
County Treasurer	626,020	47,799	599,832	1,653	24,535
Tax Assessor-Collector	4,102,631	291,603	3,632,234	2,400	467,997
TOTAL FINANCIAL ADM	6,372,355	476,658	5,805,340	7,902	559,112
PUBLIC FACILITIES:					
Custodial Services	2,960,002	240,226	2,805,754	36,714	117,534
Building Maintenance	5,201,058	412,995	4,491,971	145,853	563,234
Jail	33,763,503	2,947,769	32,454,490	435,460	873,553
Spring Creek Greenway Phase II	2,250,000	-	1,374,429	-	875,571
Civic Center	1,188,258	64,589	1,059,534	26,979	101,744
TOTAL PUBLIC FACILITIES	45,362,820	3,665,579	42,186,177	645,007	2,531,636
PUBLIC SAFETY:					
Fire Marshal	982,956	71,217	941,636	598	40,722
Constable Pct 1	3,114,491	247,592	2,785,161	145,872	183,457
Constable Pct 2	1,299,930	97,540	1,235,583	8,550	55,797
Constable Pct 3	2,611,945	203,124	2,564,554	53,255	(5,864)
Constable Pct 4	2,221,041	166,223	2,127,898	5,710	87,432
Constable Pct 5	2,000,610	145,111	1,844,437	14,801	141,373
Sheriff	35,913,778	3,138,772	34,193,689	1,139,151	580,939
Sheriff Commissary	83,000	3,840	488,666	-	(405,666)
Juvenile Services	10,076,153	540,956	6,933,119	27,930	3,115,104
Adult Services	30,092	272,357	3,613,836	479	(3,584,223)
Emergency Management	5,890,313	716,995	3,216,998	737,576	1,935,739
Department of Public Safety	102,808	6,350	97,669	-	5,138
Forfeitures	526,067	(11,766)	556,279	-	(30,212)
TOTAL PUBLIC SAFETY	64,853,184	5,598,310	59,657,889	2,133,324	3,061,971

MONTGOMERY COUNTY, TEXAS

Schedule of Expenditures - All Departments

Budget and Year-to-Date Actual for the 12 Months Ended September 30, 2012

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<u>HEALTH AND WELFARE:</u>					
Vehicle Emission Program	292,922	-	233,707	38,250	20,965
Forensic Services	1,233,405	80,965	891,347	22,765	319,293
Medical: Contract Services	90,000	-	82,500	-	7,500
Mental Health: Contract Services	318,525	6,092	254,668	-	63,857
Environmental Health	2,182,969	164,895	2,078,049	4,834	100,085
Mental Health Facility	13,183,333	-	10,434,342	-	2,748,990
FEMA Disaster Grants	45,410	-	45,410	-	-
Community Development	22,823,753	204,031	6,913,672	68,931	15,841,150
Animal Control	790,386	63,521	761,124	2,285	26,978
Animal Shelter	1,777,480	113,505	1,833,532	(486)	(55,566)
Child Welfare	130,651	8,791	60,695	6,211	63,745
Welfare:					
Contract Services	976,731	-	960,634	-	16,097
<u>TOTAL HEALTH/WELFARE</u>	<u>43,845,565</u>	<u>641,799</u>	<u>24,549,680</u>	<u>142,791</u>	<u>19,153,094</u>
<u>CONSERVATION:</u>					
Extension Agent	537,810	35,075	516,809	2,156	18,845
Precinct 3 Recycling Center	415,937	30,579	365,311	-	50,626
<u>TOTAL CONSERVATION</u>	<u>953,747</u>	<u>65,653</u>	<u>882,119</u>	<u>2,156</u>	<u>69,471</u>
<u>CULTURE & RECREATION:</u>					
Memorial Library	8,955,523	729,982	8,354,154	77,981	523,388
Historical Commissions	35,000	4,370	25,000	-	10,000
<u>TOTAL CULTURE & RECREATION</u>	<u>8,990,523</u>	<u>734,352</u>	<u>8,379,154</u>	<u>77,981</u>	<u>533,388</u>
<u>PUBLIC TRANSPORTATION:</u>					
Airport	1,250,173	59,005	639,551	5,613	605,008
County Engineer	1,749,312	113,112	1,492,912	15,828	240,572
Commissioner Pct 1	6,678,529	603,940	88,986	6,116,427	473,116
Commissioner Pct 2	6,608,631	764,925	5,027,393	251,990	1,329,248
Commissioner Pct 3	7,338,949	470,189	5,247,472	332,245	1,759,232
Commissioner Pct 4	6,717,012	444,159	5,940,536	56,515	719,962
<u>TOTAL PUBLIC TRANSPORTATION</u>	<u>30,342,606</u>	<u>2,455,330</u>	<u>18,436,849</u>	<u>6,778,619</u>	<u>5,127,138</u>
<u>DEBT SERVICE:</u>					
Issuance Costs	290,059	5,875	367,352	-	(77,293)
Principal	16,970,899	-	16,970,899	-	-
Interest	22,720,513	500	23,245,466	-	(524,953)
<u>TOTAL DEBT SERVICE</u>	<u>39,981,471</u>	<u>6,375</u>	<u>40,583,716</u>	<u>-</u>	<u>(602,245)</u>
<u>MISCELLANEOUS:</u>					
<u>TOTAL MISCELLANEOUS</u>	<u>982,978</u>	<u>27,192</u>	<u>333,410</u>	<u>13,505</u>	<u>636,063</u>
<u>TOTAL EXPENDITURES - GOVERNMENTAL FUNDS</u>	<u>301,545,019</u>	<u>20,721,067</u>	<u>257,041,029</u>	<u>10,166,201</u>	<u>34,338,043</u>

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 12 Months Ended September 30, 2012

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<u>INTERNAL SERVICE FUNDS</u>					
<u>GENERAL ADMINISTRATION:</u>					
Employee Health	15,797,000	1,287,346	18,661,609	-	(2,864,609)
Retiree Health	1,493,500	129,496	1,700,525	-	(207,025)
Optional Health	628,000	65,594	756,153	-	(128,153)
Cobra Coverage	46,000	3,449	49,610	-	(3,610)
Employee Life	103,000	10,175	121,745	-	(18,745)
Risk Mgt - Workers Comp	927,000	80,000	946,269	-	(19,269)
Risk Mgt-Prop/Casltly/Liab	1,095,500	20,356	1,243,111	1,579	(149,190)
Wellness Clinic	904,000	93,898	1,084,691	14	(180,705)
TOTAL GENERAL ADM	20,994,000	1,690,313	24,563,711	1,594	(3,571,305)
<u>TOTAL INTERNAL SERVICE FUNDS</u>	<u>20,994,000</u>	<u>1,690,313</u>	<u>24,563,711</u>	<u>1,594</u>	<u>(3,571,305)</u>

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SCHEDULES

(unaudited)

MONTGOMERY COUNTY, TEXAS
Schedule of Transfers In and Out by Fund
For the 12 Months Ended September 30, 2012

	Transfers In	Transfers Out
General Fund	\$ 24,198	\$ 5,005,197
Jury	300,000	-
Records Management/Preservation	-	603,600
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	-
Courthouse Security	72,443	-
Justice Court Building Security	-	24,198
Court Technology County/District	15,437	-
Justice Court Technology	613,824	-
Juvenile Case Manager	460,646	-
Debt Service	6,228	-
Certificates of Obligation 2004	-	6,228
MC Jail Financing (440)	3,443,480	-
TOTAL FINANCING USES	\$ 5,639,223	\$ 5,639,223

MONTGOMERY COUNTY, TEXAS
Schedule of Bond Indebtedness
As of September 30, 2012

	<u>Interest Rate (%)</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Balances Outstanding</u>
GENERAL OBLIGATION BONDS:				
Library Bonds, Series 2003B	4.00-5.00	2003	2026	410,000
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	39,045,940
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
Refunding Bonds, Series 2012	2.00-5.00	2012	2026	30,885,000
Total Principal				<u>390,875,940</u>
TOTAL GENERAL OBLIGATION BONDS PAYABLE				<u><u>390,875,940</u></u>
CERTIFICATES OF OBLIGATION:				
Series 2003	2.00-4.75	2003	2022	640,000
Series 2004	3.00-4.60	2004	2020	345,000
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
Series 2012	2.00-4.00	2012	2032	14,925,000
TOTAL CERTIFICATES OF OBLIGATION				<u>101,120,000</u>
TOTAL BONDED DEBT				<u><u>\$ 491,995,940</u></u>