

MONTGOMERY COUNTY, TEXAS

Monthly Unaudited Financial Report



**For the 11 Months Ended
August 31, 2018**

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 August 31, 2018

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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

October 9, 2018

The Commissioners' Court
Montgomery County, Texas

Honorable Commissioners:

The unaudited and unadjusted Monthly Financial Report of Montgomery County, Texas and the Montgomery County Toll Road Authority is submitted herewith for the period from August 1, 2018 through August 31, 2018. This report was prepared by the County Auditor in compliance with Chapter 114 Section 023 of the Local Government Code.

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 11 Months Ended August 31, 2018

	<u>Total Governmental Funds</u>
Assets:	
Cash	\$ 183,023,053
Investments, at Fair Value	167,234,160
Receivables:	
Taxes (net)	6,781,684
Accounts (net)	11,112
Due From Other Funds	84,719,614
Due From Other Governments	106,864
Prepaid Items	813,310
<u>Total Assets</u>	<u>442,689,797</u>
<u>LIABILITIES AND FUND BALANCES:</u>	
Current Liabilities:	
Accounts Payable	5,220,957
Other Payables	2,842,835
Due to Other Funds	96,324,120
Due to Other Governments	10,511
Deferred Revenue	11,998,427
Total liabilities	<u>116,396,850</u>
Fund Balances:	
Reserved	179,519,448
Unreserved	146,773,499
Total Fund Balances	<u>326,292,947</u>
<u>TOTAL LIABILITIES AND FUND BALANCES</u>	<u>\$ 442,689,797</u>

MONTGOMERY COUNTY, TEXAS
Statement of Changes in Fund Balance - Governmental Funds
For the 11 Months Ended August 31, 2018

	<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, 8/1/2018	\$ 169,461,835	\$ 40,886,433	\$ 24,538,849	\$ 136,629,523	\$ 371,516,640
Revenues/Other Financing Sources	\$ 3,571,218	\$ 1,649,606	\$ 198,857	\$ 2,661,721	\$ 8,081,402
Expenditures/Other Financing Uses	\$ (26,259,554)	\$ (10,537,650)	\$ (10,095,812)	\$ (6,412,079)	\$ (53,305,095)
Fund Balance, 8/31/2018	<u>\$ 146,773,499</u>	<u>\$ 31,998,389</u>	<u>\$ 14,641,894</u>	<u>\$ 132,879,165</u>	<u>\$ 326,292,947</u>

MONTGOMERY COUNTY, TEXAS
Statement of Net Position
Internal Service Funds
For the 11 Months Ended August 31, 2018

	<u>Total Internal Service Funds</u>
Assets:	
Cash	\$ 1,888,962
Receivables:	
Accounts (net)	681,422
Due From Other Funds	30,166,991
Capital Assets (net of accumulated depreciation):	
Buildings	795,990
Improvements	479
Equipment	48,055
Total assets	33,581,899
 Liabilities:	
Current Liabilities:	
Other Payables	6,823,887
Due to General Fund	2,344,776
Due to CP 2015	1,144,977
Due to Wellness Clinic	1,106,984
Total liabilities	11,420,624
 Net Position:	
Invested in capital assets	844,524
Unreserved	21,316,751
Total Net Position	\$ 22,161,275

MONTGOMERY COUNTY, TEXAS
Statement of Changes in Net Position
Internal Service Funds
For the 11 Months Ended August 31, 2018

	<u>Total Internal Service Funds</u>
Current Operating Revenues:	
Fees	\$ 3,163,055
Miscellaneous	4,136
Total Operating Revenues	3,167,191
 Current Operating Expenses:	
Services	2,596,623
Miscellaneous	44,661
Total Operating Expenses	2,641,284
Transfer out	1,144,977
Change in net position	(619,070)
Total Net Position - August 1, 2018	22,780,345
 Total Net Position - August 31, 2018	\$ 22,161,275

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BUDGET STATUS

(unaudited)

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 11 Months Ended August 31, 2018

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<u>GENERAL ADMINISTRATION:</u>					
County Judge	579,584	59,941	504,343	4,287	70,954
Human Resources	610,018	63,185	510,923	477	98,618
Risk Management	945,139	93,603	732,246	157	212,736
County Clerk	2,395,390	252,417	2,072,269	576	322,545
Collections	480,405	43,926	416,834	490	63,081
Veterans' Service	251,401	27,832	227,780	24	23,597
Information Technology Services	7,083,716	474,008	5,650,028	145,134	1,288,554
Purchasing Agent	1,317,794	144,428	1,167,396	144	150,254
Records Management & Preservation	1,032,233	167,595	764,695	103,803	163,735
Permits	474,533	52,766	417,059	-	57,474
Worthless Checks Division	40,707	4,612	36,686	-	4,021
County-Wide	11,991,254	671,897	8,761,820	828	3,228,606
<u>TOTAL GENERAL ADM</u>	<u>27,202,174</u>	<u>2,056,210</u>	<u>21,262,079</u>	<u>255,920</u>	<u>5,684,175</u>
<u>JUDICIAL:</u>					
County Court No1	498,667	56,964	445,590	715	52,362
County Court No2	880,405	100,061	785,819	367	94,219
County Court No3	774,064	86,996	692,861	934	80,269
County Court No4	510,342	57,081	454,813	712	54,817
County Court No5	498,732	39,825	428,154	4,299	66,279
9 th District Court	334,614	35,903	294,504	60	40,050
410 th District Court	462,303	52,308	411,253	113	50,937
221 st District Court	338,640	37,038	301,163	58	37,419
284 th District Court	780,680	78,980	670,110	23	110,547
359 th District Court	395,309	41,898	346,672	-	48,637
418 th District Court	618,171	619,218	552,687	-	65,484
435 th District Court	373,156	37,684	333,296	2,953	36,907
Court Operations	7,492,830	878,814	6,927,703	26,646	538,481
Indigent Defense	183,670	17,390	157,990	-	25,680
Mental Health Court Services	354,653	32,315	300,005	4,380	50,268
Drug Court	1,038,467	101,147	889,555	-	148,912
Office of Court Admin	424,319	48,432	391,874	-	32,445
District Attorney	11,329,162	1,256,485	1,074,068	3,442	10,251,652
District Clerk	3,615,262	379,983	3,127,030	3,501	484,731
Justice of Peace Pct 1	829,748	96,630	734,084	454	95,210
Justice of Peace Pct 2	547,132	50,159	447,258	-	99,874
Justice of Peace Pct 3	1,064,245	118,440	954,560	-	109,685
Justice of Peace Pct 4	917,259	91,215	804,402	288	112,569
Justice of Peace Pct 5	523,710	65,366	471,877	1,067	50,766
Judicial Technology	805,712	7,992	622,698	77,145	105,869
Court Technology County/District	15,415	443	10,218	2,633	2,564
Court Guardianship	32,000	2,900	12,954	-	19,046

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 11 Months Ended August 31, 2018

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
JUDICIAL (cont'd):					
Court Reporter Service Fund	152,464	7,512	100,765	2,168	49,531
Juvenile Case Manager	296,269	28,137	242,472	-	53,797
Justice Court Technology	44,004	1,369	38,989	-	5,015
Veterans Treatment Court	256,173	15,986	123,222	-	132,951
TOTAL JUDICIAL	36,387,577	4,444,671	23,148,646	131,958	13,106,973
LEGAL:					
County Attorney	3,455,273	355,057	3,063,329	3,950	387,994
Law Library	293,198	22,702	229,736	118	63,344
Alternate Dispute Resolution	146,366	-	122,791	-	23,575
TOTAL LEGAL	3,894,837	377,759	3,415,856	4,068	474,913
ELECTIONS:					
TOTAL ELECTIONS	1,361,391	152,500	2,065,908	3,229	(707,746)
FINANCIAL ADMINISTRATION:					
County Auditor	2,268,548	231,821	1,897,289	2,596	368,663
Budget Officer	287,380	26,619	80,121	287	206,972
Financial Technology	7,462,128	-	9,400	418,300	7,034,428
County Treasurer	696,138	82,607	614,134	-	82,004
Tax Assessor-Collector	5,094,760	479,721	4,184,879	271,991	637,890
TOTAL FINANCIAL ADM	15,808,954	820,768	6,785,823	693,174	8,329,957
PUBLIC FACILITIES:					
Custodial Services	3,305,484	402,753	2,840,290	50,809	414,385
Building Maintenance	6,534,900	649,047	5,363,195	216,754	954,951
Precinct 2 Parks and Comm. Center	188,667	20,970	168,620	-	20,047
Precinct 3 Parks and Comm. Center	631,487	54,258	417,219	330	213,938
Precinct 4 Parks and Comm. Center	100,975	2,216	83,998	534	16,443
Jail	54,835,427	5,621,687	48,028,457	2,520,742	4,286,228
Convention Center Complex	1,334,514	110,063	1,078,271	13,309	242,934
TOTAL PUBLIC FACILITIES	66,931,454	6,860,994	57,980,050	2,802,478	6,148,926
PUBLIC SAFETY:					
Fire Marshal	1,561,336	174,186	1,341,265	374	219,697
Constable Pct 1	4,671,499	471,156	4,037,744	21,801	611,954
Constable Pct 2	1,976,348	224,282	1,683,856	3,349	289,143
Constable Pct 3	5,302,853	584,952	4,648,117	19,570	635,166
Constable Pct 4	4,322,559	427,226	3,637,760	132,038	552,761
Constable Pct 5	3,299,765	401,836	2,744,368	33,360	522,037
Body Armor Grant	187,886	46,265	101,515	81,176	5,195
Sheriff	63,403,376	7,125,304	52,430,486	1,401,968	9,570,922
Sheriff Commissary	976,332	41,516	763,749	27,552	185,031
Law Enforcement Technology	2,379,618	-	1,786,774	242,732	350,112
Juvenile Services	11,889,751	956,192	7,077,478	101,084	4,711,189
Adult Services	6,030,338	642,965	4,763,388	5,876	1,261,074
Emergency Management	4,219,396	395,148	1,623,603	328,618	2,267,175
Department of Public Safety	115,987	13,275	104,838	449	10,700
Forfeitures	1,642,195	31,892	671,799	59,555	910,841
Courthouse Security	400,000	32,990	329,088	-	70,912
TOTAL PUBLIC SAFETY	112,379,239	11,569,185	87,745,828	2,459,502	22,173,909

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 11 Months Ended August 31, 2018

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<u>HEALTH AND WELFARE:</u>					
Vehicle Emission Program	166,621	-	166,621	-	-
Forensic Services	1,939,360	167,003	1,687,621	9,669	242,070
Medical: Contract Services	90,000	7,500	82,500	-	7,500
Mental Health: Contract Services	261,525	602	215,790	-	45,735
Environmental Health	2,131,162	243,582	1,874,930	3,954	252,278
Mental Health Facility	15,122,373	1,328,804	11,921,428	231,827	2,969,118
FEMA Disaster Grants	3,910,688	2,967,603	3,709,189	53,344	148,155
Community Development	7,975,243	167,054	3,207,162	377,384	4,390,697
Animal Control	992,939	93,669	884,166	4,232	104,541
Animal Shelter	4,388,735	396,705	3,453,672	217,528	717,535
Child Welfare	134,482	8,984	102,827	172	31,483
Welfare:					
Contract Services	1,069,373	2,500	1,069,373	-	-
<u>TOTAL HEALTH/WELFARE</u>	<u>38,182,501</u>	<u>5,384,006</u>	<u>28,375,279</u>	<u>898,110</u>	<u>8,909,112</u>
<u>CONSERVATION:</u>					
Extension Agent	738,640	73,522	605,296	221	133,123
Precinct 3 Recycling Center	917,319	81,574	755,601	4,349	157,369
Precinct 1 Recycling Center	240,003	28,202	178,156	124	61,723
<u>TOTAL CONSERVATION</u>	<u>1,895,962</u>	<u>183,298</u>	<u>1,539,053</u>	<u>4,694</u>	<u>352,215</u>
<u>CULTURE & RECREATION:</u>					
Memorial Library	10,051,338	993,843	8,357,145	93,084	1,601,109
Historical Commissions	114,129	8,250	85,158	4,325	24,646
<u>TOTAL CULTURE & RECREATION</u>	<u>10,165,467</u>	<u>1,002,093</u>	<u>8,442,303</u>	<u>97,409</u>	<u>1,625,755</u>
<u>PUBLIC TRANSPORTATION:</u>					
Airport	9,180,111	87,128	899,476	19,537	8,261,098
County Engineer	2,351,067	181,699	1,611,441	-	739,626
Commissioner Pct 1	12,328,021	712,600	8,176,575	703,834	3,447,612
Commissioner Pct 2	9,805,387	581,273	6,837,506	540,358	2,427,523
Commissioner Pct 3	13,210,921	740,818	6,653,253	406,785	6,150,883
Commissioner Pct 4	11,074,256	675,455	7,681,953	331,667	3,060,636
<u>TOTAL PUBLIC TRANSPORTATION</u>	<u>57,949,763</u>	<u>2,978,973</u>	<u>31,860,204</u>	<u>2,002,181</u>	<u>24,087,378</u>
<u>DEBT SERVICE:</u>					
Principal	15,801,653	-	14,815,000	-	986,653
Interest	19,921,733	10,095,812	19,891,805	-	29,928
Issuance Costs	-	-	7,500	-	(7,500)
Payment to Escrow Agent	-	-	17,072,580	-	(17,072,580)
<u>TOTAL DEBT SERVICE</u>	<u>35,723,386</u>	<u>10,095,812</u>	<u>51,786,885</u>	<u>-</u>	<u>(16,063,499)</u>
<u>MISCELLANEOUS:</u>					
<u>TOTAL MISCELLANEOUS</u>	<u>717,469</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>717,469</u>
<u>TOTAL EXPENDITURES - GOVERNMENTAL FUNDS</u>	<u>408,600,174</u>	<u>45,926,269</u>	<u>324,407,914</u>	<u>9,352,723</u>	<u>74,839,537</u>

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 11 Months Ended August 31, 2018

	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	2,032,469	25,881,455	-	(2,042,587)
Retiree Health	3,458,000	152,302	3,192,325	-	265,675
Optional Health	295,488	91,112	982,089	-	(686,601)
Cobra Coverage	-	3,993	93,232	-	(93,232)
Employee Life	133,314	12,004	130,188	-	3,126
Risk Mgt - Workers Comp	775,000	157,070	1,141,154	-	(366,154)
Risk Mgt-Prop/Casltly/Liab	5,041,761	1,230,246	3,218,989	9,470	1,813,302
Wellness Clinic	-	107,064	1,152,752	-	(1,152,752)
TOTAL GENERAL ADM	33,542,440	3,786,260	35,792,184	9,470	(2,259,223)
TOTAL INTERNAL SERVICE FUNDS	33,542,440	3,786,260	35,792,184	9,470	(2,259,223)
<u>ENTERPRISE FUNDS</u>					
Montgomery County Toll Road Authority	77,099,710	750,007	6,635,574	58,683,153	11,780,983
TOTAL ENTERPRISE FUNDS	77,099,710	750,007	6,635,574	58,683,153	11,780,983

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SCHEDULES

(unaudited)

MONTGOMERY COUNTY, TEXAS
Schedule of Revenues and Expenses - Montgomery County Toll Road Authority
Budget and Year-to-Date Actual for the 11 Months Ended August 31, 2018

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
Revenue:					
249 Toll Project	80,532,749	3,679,000	80,726,315	-	(193,566)
242 Toll Project	199,325	118,407	1,146,613	-	(947,288)
Debt Service SH 249	18,872,791	-	18,893,660	-	(20,869)
Total Revenue	99,604,865	3,797,407	100,766,588	-	(1,161,723)
Expenses:					
General Administration	900,278	-	-	-	900,278
249 Toll Project	74,134,430	719,268	4,909,123	58,680,153	10,545,154
Wetlands Mitigation	87,300	-	-	-	87,300
242 Toll Project	366,409	30,739	201,316	-	165,093
Debt Service SH 249	1,611,293	-	1,525,135	3,000	83,158
Total Expenses	77,099,710	750,007	6,635,574	58,683,153	11,780,983

MONTGOMERY COUNTY, TEXAS
Schedule of Transfers In and Out by Fund
For the 11 Months Ended August 31, 2018

	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ 191,916	\$ 20,301,527
Attorney Administration	33,000	-
Jury	7,600,000	-
Adult Probation - Supervision	-	80,000
Adult Probation - Community Corrections	45,000	-
Adult Probation - Mental Impairment	35,000	-
Records Management County	375,000	-
Courthouse Security	62,000	-
Self Insurance Accident/Liability	-	1,144,977
Capital Projects Fund	13,376,504	191,916
TOTAL FINANCING USES	<u>\$ 21,718,420</u>	<u>\$ 21,718,420</u>

MONTGOMERY COUNTY, TEXAS
Schedule of Bond Indebtedness
As of August 31, 2018

	<u>Interest Rate (%)</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Balances Outstanding</u>
GENERAL OBLIGATION BONDS:				
Refunding Bonds, Series 2010	4.00-5.00	2010	2030	28,175,000
Refunding Bonds, Series 2012	2.00-5.00	2012	2026	22,405,000
Refunding Bonds, Series 2014	1.75-2.27	2014	2020	13,030,000
Refunding Bonds, Series 2014A	5.00	2014	2025	68,815,000
Refunding Bonds, Series 2016	4.25-5.25	2016	2032	58,925,000
Road Bonds, Series 2016	4.25-5.25	2016	2041	52,660,000
Refunding Bonds, Series 2016A	3.00-5.00	2016	2030	46,220,000
Road Bonds, Series 2016A	4.00-5.00	2016	2042	72,985,000
Road Bonds, Series 2018	4.00-5.00	2018	2043	45,670,000
TOTAL GENERAL OBLIGATION BONDS PAYABLE				408,885,000
CERTIFICATES OF OBLIGATION:				
Series 2010	3.00-5.40	2010	2039	25,185,000
Series 2012	2.00-4.00	2012	2032	11,765,000
Series 2012A	2.00-5.00	2012	2023	12,140,000
TOTAL CERTIFICATES OF OBLIGATION				49,090,000
TOTAL BONDED DEBT				\$ 457,975,000

MONTGOMERY COUNTY TOLL ROAD AUTHORITY
Schedule of Bond Indebtedness
As of August 31, 2018

	<u>Interest Rate (%)</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Balances Outstanding</u>
REVENUE BONDS:				
Senior Lien Toll Revenue Bonds, Series 2018	5.00	2018	2048	87,680,000
TOTAL REVENUE BONDS PAYABLE				<u>87,680,000</u>
 TOTAL BONDED DEBT				 <u>\$ 87,680,000</u>