

# **MONTGOMERY COUNTY, TEXAS**

## **Monthly Unaudited Financial Report**



**For the 5 Months Ended  
February 28, 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 February 28, 2018**

**TABLE OF CONTENTS**

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	<b>Page</b>
County Auditor's Letter of Transmittal	i
<b><u>FINANCIAL STATEMENTS</u></b>	
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
<b><u>BUDGET STATUS</u></b>	
Schedule of Expenditures - All Departments - Budget and Year-to-Date Actual	8-11
<b><u>SCHEDULES</u></b>	
Schedule of Revenues and Expenses - Montgomery County Toll Road Authority	13
Transfers In and Out - By Fund	14
Schedule of Bond Indebtedness	15





**Montgomery County, Texas**  
**Office of the County Auditor**  
501 North Thompson, Suite 205, Conroe, Texas 77301  
P. O. Box 539, Conroe, Texas 77305

Phyllis L. Martin  
County Auditor

Angela H. Blocker  
1<sup>st</sup> Assistant County Auditor

April 24, 2018

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, 2018 through February 28, 2018. 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 28, 2018**

	<u>Total Governmental Funds</u>
<b>Assets:</b>	
Cash	\$ 232,530,707
Investments, at Fair Value	194,035,131
Receivables:	
Taxes (net)	6,781,684
Accounts (net)	11,368
<hr/>	
Due From Other Funds	148,830,696
Due From Other Governments	106,864
Prepaid Items	813,310
<b><u>Total Assets</u></b>	<b><u>583,109,760</u></b>
<b><u>LIABILITIES AND FUND BALANCES:</u></b>	
Current Liabilities:	
Accounts Payable	2,766,596
Other Payables	3,139,880
Due to Other Funds	165,758,453
Due to Other Governments	26,241
Deferred Revenue	10,401,753
Total liabilities	<u>182,092,923</u>
Fund Balances:	
Reserved	168,798,400
Unreserved	232,218,437
Total Fund Balances	<u>401,016,837</u>
<b><u>TOTAL LIABILITIES AND FUND BALANCES</u></b>	<b><u>\$ 583,109,760</u></b>

**MONTGOMERY COUNTY, TEXAS**  
**Statement of Changes in Fund Balance - Governmental Funds**  
**For the 5 Months Ended February 28, 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, 2/1/2018	\$ 220,708,274	\$ 45,287,170	\$ 42,191,050	\$ 105,411,566	\$ 413,598,060
Revenues/Other Financing Sources	\$ 28,783,241	\$ 4,860,700	\$ 5,040,828	\$ 124,620	\$ 38,809,389
Expenditures/Other Financing Uses	\$ (17,273,078)	\$ (6,457,196)	\$ (24,603,346)	\$ (3,056,992)	\$ (51,390,612)
Fund Balance, 2/28/2018	<u>\$ 232,218,437</u>	<u>\$ 43,690,674</u>	<u>\$ 22,628,532</u>	<u>\$ 102,479,194</u>	<u>\$ 401,016,837</u>

**MONTGOMERY COUNTY, TEXAS**  
**Statement of Net Position**  
**Internal Service Funds**  
**For the 5 Months Ended February 28, 2018**

	<u>Total Internal Service Funds</u>
<b>Assets:</b>	
Cash	\$ 388,961
Receivables:	
Accounts (net)	286,658
<hr/>	
Due From Other Funds	36,347,729
Capital Assets (net of accumulated depreciation):	
Buildings	795,990
Improvements	479
Equipment	52,953
Total assets	<u>37,872,770</u>
<b>Liabilities:</b>	
Current Liabilities:	
Accounts Payable	118,928
Other Payables	6,823,887
Due to General Fund	6,914,631
Due to Wellness Clinic	456,984
Total liabilities	<u>14,314,430</u>
<b>Net Position:</b>	
Invested in capital assets	849,422
Unreserved	22,708,918
Total Net Position	<u>\$ 23,558,340</u>

**MONTGOMERY COUNTY, TEXAS**  
**Statement of Changes in Net Position**  
**Internal Service Funds**  
**For the 5 Months Ended February 28, 2018**

	<u>Total Internal Service Funds</u>
<b>Current Operating Revenues:</b>	
Fees	\$ 2,585,512
Miscellaneous	44,128
Total Operating Revenues	2,629,640
 <b>Current Operating Expenses:</b>	
Services	2,382,667
Total Operating Expenses	2,382,667
Change in net position	246,973
Total Net Position - February 1, 2018	23,311,367
 <b>Total Net Position - February 28, 2018</b>	<b>\$ 23,558,340</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 28, 2018**

Page 1 of 4

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<b><u>GENERAL ADMINISTRATION:</u></b>					
County Judge	578,084	45,679	225,703	3,228	349,153
Human Resources	605,168	43,555	223,880	2	381,286
Risk Management	945,138	53,280	343,767	78	601,293
County Clerk	2,395,390	175,907	933,752	230	1,461,408
Collections	480,405	43,071	189,559	-	290,846
Veterans' Service	251,401	19,647	102,023	6	149,372
Information Technology Services	7,078,242	383,657	2,870,902	640,246	3,567,094
Purchasing Agent	1,143,996	80,544	443,697	1,429	698,870
Records Management & Preservation	965,332	30,052	186,050	360,991	418,291
Permits	476,234	35,646	187,216	-	289,018
Worthless Checks Division	31,367	-	-	-	31,367
County-Wide	12,477,025	190,334	6,830,610	2,221	5,644,194
<b><u>TOTAL GENERAL ADM</u></b>	<b><u>27,427,782</u></b>	<b><u>1,101,372</u></b>	<b><u>12,537,159</u></b>	<b><u>1,008,431</u></b>	<b><u>13,882,192</u></b>
<b><u>JUDICIAL:</u></b>					
County Court No1	498,667	37,888	198,610	-	300,057
County Court No2	880,405	72,519	355,878	363	524,164
County Court No3	774,064	58,117	309,664	1,015	463,385
County Court No4	512,191	38,127	204,597	-	307,594
County Court No5	498,732	37,241	197,229	20	301,483
9 <sup>th</sup> District Court	334,614	24,589	138,683	60	195,871
410 <sup>th</sup> District Court	462,303	34,846	188,579	98	273,626
221 <sup>st</sup> District Court	338,640	25,323	139,160	-	199,480
284 <sup>th</sup> District Court	780,680	57,960	312,490	-	468,190
359 <sup>th</sup> District Court	398,309	29,149	159,896	12	238,401
418 <sup>th</sup> District Court	618,171	46,326	252,850	-	365,321
435 <sup>th</sup> District Court	373,156	28,341	165,396	5,546	202,214
Court Operations	7,462,830	477,265	2,946,282	96	4,516,452
Indigent Defense	133,087	13,146	70,290	-	62,797
Mental Health Court Services	354,653	25,919	144,451	-	210,202
Drug Court	1,038,467	78,808	360,964	-	677,503
Office of Court Admin	474,902	34,372	169,746	21,555	283,601
District Attorney	11,275,015	867,519	4,508,342	18,577	6,748,096
District Clerk	3,615,262	250,345	1,467,206	1,929	2,146,127
Justice of Peace Pct 1	813,206	69,182	319,501	404	493,301
Justice of Peace Pct 2	527,847	38,692	195,435	141	332,271
Justice of Peace Pct 3	1,064,245	80,545	428,400	7	635,838
Justice of Peace Pct 4	902,179	66,736	364,829	312	537,038
Justice of Peace Pct 5	515,009	39,810	208,037	6	306,966
Judicial Technology	805,712	7,500	114,460	44,984	646,268
Court Technology County/District	6,190	2,204	6,313	60	(183)



**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Expenditures - All Departments**  
**Budget and Year-to-Date Actual for the 5 Months Ended February 28, 2018**

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<b>JUDICIAL (cont'd):</b>					
Court Guardianship	32,000	-	1,920	-	30,080
Court Reporter Service Fund	149,989	9,545	45,363	-	104,626
Juvenile Case Manager	296,269	22,603	120,114	-	176,155
Justice Court Technology	21,828	5,059	20,260	37	1,531
Veterans Treatment Court	156,173	9,323	46,756	758	108,659
<b>TOTAL JUDICIAL</b>	<b>36,114,795</b>	<b>2,588,999</b>	<b>14,161,701</b>	<b>95,980</b>	<b>21,857,114</b>
<b>LEGAL:</b>					
County Attorney	3,309,294	262,790	1,364,875	5,404	1,939,015
Law Library	293,198	18,523	99,680	5,685	187,833
Alternate Dispute Resolution	129,500	14,657	39,341	-	90,159
<b>TOTAL LEGAL</b>	<b>3,731,992</b>	<b>295,970</b>	<b>1,503,896</b>	<b>11,089</b>	<b>2,217,007</b>
<b>ELECTIONS:</b>					
<b>TOTAL ELECTIONS</b>	<b>1,356,453</b>	<b>232,638</b>	<b>961,961</b>	<b>29,816</b>	<b>364,676</b>
<b>FINANCIAL ADMINISTRATION:</b>					
County Auditor	2,268,548	167,475	861,121	3,279	1,404,148
Budget Officer	287,380	-	-	-	287,380
Financial Technology	7,462,128	-	9,400	418,300	7,034,428
County Treasurer	696,138	50,973	274,064	707	421,367
Tax Assessor-Collector	4,510,087	311,831	1,683,384	5,407	2,821,296
<b>TOTAL FINANCIAL ADM</b>	<b>15,224,281</b>	<b>530,279</b>	<b>2,827,969</b>	<b>427,693</b>	<b>11,968,619</b>
<b>PUBLIC FACILITIES:</b>					
Custodial Services	3,305,674	234,945	1,227,713	52,444	2,025,517
Building Maintenance	6,443,767	623,088	2,470,573	83,332	3,889,862
Precinct 2 Parks and Comm. Center	188,667	15,113	75,706	-	112,961
Precinct 3 Parks and Comm. Center	587,395	36,523	189,513	864	397,018
Precinct 4 Parks and Comm. Center	78,259	7,695	25,677	955	51,627
Jail	44,533,312	4,662,313	17,287,013	113,526	27,132,773
Civic Center	1,304,094	87,716	444,444	38,619	821,031
<b>TOTAL PUBLIC FACILITIES</b>	<b>56,441,168</b>	<b>5,667,393</b>	<b>21,720,639</b>	<b>289,740</b>	<b>34,430,789</b>
<b>PUBLIC SAFETY:</b>					
Fire Marshal	1,556,669	123,183	601,729	2,208	952,732
Constable Pct 1	4,413,346	332,446	1,782,370	135,350	2,495,626
Constable Pct 2	1,855,247	172,629	760,533	4,478	1,090,236
Constable Pct 3	5,017,707	418,712	2,013,611	79,831	2,924,265
Constable Pct 4	3,980,198	282,774	1,573,769	90,747	2,315,682
Constable Pct 5	3,061,719	297,697	1,261,478	44,924	1,755,317
Body Armor Grant	187,886	5,306	5,306	177,385	5,195
Sheriff	62,011,385	4,226,361	21,793,353	3,409,443	36,808,589
Sheriff Commissary	976,332	59,303	195,484	-	780,848
Law Enforcement Technology	2,379,618	-	328,006	1,503,756	547,856
Juvenile Services	9,175,552	645,182	3,174,150	11,312	5,990,090
Adult Services	5,963,879	422,995	2,146,771	21,583	3,795,525
Emergency Management	4,295,492	175,760	485,284	353,852	3,456,356
Department of Public Safety	115,987	8,866	46,959	-	69,028
Forfeitures	822,309	19,393	189,881	-	632,428
Courthouse Security	400,000	31,074	136,252	-	263,748
<b>TOTAL PUBLIC SAFETY</b>	<b>106,213,326</b>	<b><sup>9</sup> 7,221,681</b>	<b>36,494,936</b>	<b>5,834,869</b>	<b>63,883,521</b>

**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Expenditures - All Departments**  
**Budget and Year-to-Date Actual for the 5 Months Ended February 28, 2018**

Page 3 of 4

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<b><u>HEALTH AND WELFARE:</u></b>					
Vehicle Emission Program	166,621	-	-	166,621	-
Forensic Services	1,909,360	132,175	697,692	193,889	1,017,779
Medical: Contract Services	90,000	7,500	37,500	-	52,500
Mental Health: Contract Services	261,525	1,029	107,389	-	154,136
Environmental Health	2,131,162	154,459	831,416	1,484	1,298,262
Mental Health Facility	13,545,311	1,129,485	4,483,354	-	9,061,957
FEMA Disaster Grants	148,564	-	140,244	-	8,320
Community Development	6,862,618	1,003,821	1,692,895	871,413	4,298,310
Animal Control	992,939	68,481	427,768	1,525	563,646
Animal Shelter	4,289,263	304,115	1,376,318	489,049	2,423,896
Child Welfare	126,095	11,447	51,473	534	74,088
Welfare:					
Contract Services	1,069,373	5,625	430,125	-	639,248
<b><u>TOTAL HEALTH/WELFARE</u></b>	<b><u>31,592,831</u></b>	<b><u>2,818,137</u></b>	<b><u>10,276,174</u></b>	<b><u>1,724,515</u></b>	<b><u>19,592,142</u></b>
<b><u>CONSERVATION:</u></b>					
Extension Agent	737,962	50,812	284,671	33	453,258
Precinct 3 Recycling Center	690,099	55,001	298,762	3,732	387,605
Precinct 1 Recycling Center	176,963	12,685	68,428	-	108,535
<b><u>TOTAL CONSERVATION</u></b>	<b><u>1,605,024</u></b>	<b><u>118,498</u></b>	<b><u>651,861</u></b>	<b><u>3,765</u></b>	<b><u>949,398</u></b>
<b><u>CULTURE &amp; RECREATION:</u></b>					
Memorial Library	10,013,967	745,160	3,715,550	68,505	6,229,912
Historical Commissions	112,975	591	58,791	592	53,592
<b><u>TOTAL CULTURE &amp; RECREATION</u></b>	<b><u>10,126,942</u></b>	<b><u>745,751</u></b>	<b><u>3,774,341</u></b>	<b><u>69,097</u></b>	<b><u>6,283,504</u></b>
<b><u>PUBLIC TRANSPORTATION:</u></b>					
Airport	9,176,875	55,786	400,364	43,729	8,732,782
County Engineer	2,353,251	139,962	737,568	104	1,615,579
Commissioner Pct 1	12,356,531	504,750	3,461,292	650,353	8,244,886
Commissioner Pct 2	9,431,806	480,564	3,064,235	910,874	5,456,697
Commissioner Pct 3	12,933,349	617,288	2,329,992	752,790	9,850,567
Commissioner Pct 4	10,834,359	553,950	3,021,607	250,090	7,562,662
<b><u>TOTAL PUBLIC TRANSPORTATION</u></b>	<b><u>57,086,171</u></b>	<b><u>2,352,300</u></b>	<b><u>13,015,058</u></b>	<b><u>2,607,940</u></b>	<b><u>41,463,173</u></b>
<b><u>DEBT SERVICE:</u></b>					
Principal	15,805,000	14,815,000	14,815,000	-	990,000
Interest	19,377,916	9,788,346	9,791,034	-	9,586,882
Issuance Costs	-	-	7,500	-	(7,500)
Payment to Escrow Agent	-	-	17,072,580	-	(17,072,580)
<b><u>TOTAL DEBT SERVICE</u></b>	<b><u>35,182,916</u></b>	<b><u>24,603,346</u></b>	<b><u>41,686,114</u></b>	<b><u>-</u></b>	<b><u>(6,503,198)</u></b>
<b><u>MISCELLANEOUS:</u></b>					
<b><u>TOTAL MISCELLANEOUS</u></b>	<b><u>1,520,141</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>1,520,141</u></b>
<b><u>TOTAL EXPENDITURES - GOVERNMENTAL FUNDS</u></b>	<b><u>383,623,822</u></b>	<b><u>48,276,364</u></b>	<b><u>159,611,809</u></b>	<b><u>12,102,935</u></b>	<b><u>211,909,078</u></b>

**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Expenditures - All Departments**  
**Budget and Year-to-Date Actual for the 5 Months Ended February 28, 2018**

	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	23,838,868	1,917,852	11,961,244	-	11,877,624
Retiree Health	3,458,000	205,368	1,362,687	-	2,095,313
Optional Health	295,488	72,313	476,011	-	(180,523)
Cobra Coverage	-	2,124	18,262	-	(18,262)
Employee Life	133,314	-	58,758	-	74,556
Risk Mgt - Workers Comp	775,000	109,138	670,077	-	104,923
Risk Mgt-Prop/Casltly/Liab	1,582,140	75,805	1,003,518	17,002	561,620
Wellness Clinic	-	66	481,266	-	(481,266)
<b>TOTAL GENERAL ADM</b>	<b>30,082,819</b>	<b>2,382,666</b>	<b>16,031,823</b>	<b>17,002</b>	<b>14,033,985</b>
<b>TOTAL INTERNAL SERVICE FUNDS</b>	<b>30,082,819</b>	<b>2,382,666</b>	<b>16,031,823</b>	<b>17,002</b>	<b>14,033,985</b>
<b><u>ENTERPRISE FUNDS</u></b>					
Montgomery County Toll Road Authority	2,606,426	118,015	571,262	679,990	1,355,174
<b>TOTAL ENTERPRISE FUNDS</b>	<b>2,606,426</b>	<b>118,015</b>	<b>571,262</b>	<b>679,990</b>	<b>1,355,174</b>

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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 5 Months Ended February 28, 2018**

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<b>Revenue:</b>					
249 Toll Project	-	-	87,300	-	(87,300)
242 Toll Project	65,620	101,669	422,201	-	(356,581)
<b>Total Revenue</b>	<b>65,620</b>	<b>101,669</b>	<b>509,501</b>	<b>-</b>	<b>(443,881)</b>
<b>Expenses:</b>					
General Administration	900,278	-	-	-	900,278
249 Toll Project	1,386,143	100,001	507,933	679,990	198,220
Wetlands Mitigation	87,300	-	-	-	87,300
242 Toll Project	232,705	18,014	63,329	-	169,376
<b>Total Expenses</b>	<b>2,606,426</b>	<b>118,015</b>	<b>571,262</b>	<b>679,990</b>	<b>1,355,174</b>

**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Transfers In and Out by Fund**  
**For the 5 Months Ended February 28, 2018**

	Transfers In	Transfers Out
General Fund	\$ -	\$ 100,000
Jury	100,000	-
Adult Probation - Supervision	-	55,000
Adult Probation - Community Corrections	35,000	-
Adult Probation - Mental Impairment	20,000	-
	-	-
<b>TOTAL FINANCING USES</b>	<b>\$ 155,000</b>	<b>\$ 155,000</b>

**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Bond Indebtedness**  
**As of February 28, 2018**

	<u>Interest Rate (%)</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Balances Outstanding</u>
<b>GENERAL OBLIGATION BONDS:</b>				
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	58,680,000
Road Bonds, Series 2016	4.25-5.25	2016	2041	52,905,000
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
<b>TOTAL GENERAL OBLIGATION BONDS PAYABLE</b>				<b>363,215,000</b>
<b>CERTIFICATES OF OBLIGATION:</b>				
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
<b>TOTAL CERTIFICATES OF OBLIGATION</b>				<b>49,090,000</b>
<b>TOTAL BONDED DEBT</b>				<b>\$ 412,305,000</b>