

MONTGOMERY COUNTY, TEXAS

Monthly Unaudited Financial Report



**For the Month Ended
July 31, 2017**

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 July 31, 2017

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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

August 22, 2017

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 July 1, 2017 through July 31, 2017. 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 10 Months Ended July 31, 2017

	<u>Total Governmental Funds</u>
Assets:	
Cash	\$ 74,878,157
Investments, at Fair Value	304,699,545
Receivables:	
Taxes (net)	6,295,480
Accounts (net)	6,896
Due From Other Funds	72,810,912
Prepaid Items	740,090
<u>Total Assets</u>	459,431,080
 <u>LIABILITIES AND FUND BALANCES:</u>	
Current Liabilities:	
Accounts Payable	6,010,258
Other Payables	38,311
Due to Other Funds	88,434,800
Due to Other Governments	8,168
Deferred Revenue	11,667,469
Total liabilities	106,159,006
Fund Balances:	
Reserved	183,619,946
Unreserved	169,652,128
Total Fund Balances	353,272,074
<u>TOTAL LIABILITIES AND FUND BALANCES</u>	\$ 459,431,080

MONTGOMERY COUNTY, TEXAS
Statement of Changes in Fund Balance - Governmental Funds
For the 9 Months Ended July 31, 2017

	<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, 7/1/2017	\$ 182,455,613	\$ 41,496,120	\$ 20,871,851	\$ 129,675,999	\$ 374,499,583
Revenues/Other Financing Sources	\$ 2,342,210	\$ 1,217,697	\$ -	\$ -	\$ 3,559,907
Expenditures/Other Financing Uses	\$ (15,145,695)	\$ (5,984,290)	\$ (6,339)	\$ (3,651,092)	\$ (24,787,416)
Fund Balance, 7/31/2017	<u>\$ 169,652,128</u>	<u>\$ 36,729,527</u>	<u>\$ 20,865,512</u>	<u>\$ 126,024,907</u>	<u>\$ 353,272,074</u>

MONTGOMERY COUNTY, TEXAS
Statement of Net Position
Internal Service Funds
For the 10 Months Ended July 31, 2017

	<u>Total Internal Service Funds</u>
Assets:	
Cash	\$ 57,791
Receivables:	
Accounts (net)	291,249
<hr/>	
Due From Other Funds	27,764,858
Capital Assets (net of accumulated depreciation):	
Buildings	815,471
Improvements	718
Equipment	74,471
Total assets	<u>29,004,558</u>
Liabilities:	
Current Liabilities:	
Accounts Payable	617,829
Other Payables	5,011,406
Due to General Fund	849,635
Due to Road & Bridge	19,300
Due to Wellness Clinic	895,137
Total liabilities	<u>7,393,307</u>
Net Position:	
Invested in capital assets	890,660
Unreserved	20,720,591
Total Net Position	<u>\$ 21,611,251</u>

MONTGOMERY COUNTY, TEXAS
Statement of Changes in Net Position
Internal Service Funds
For the 10 Months Ended July 31, 2017

	<u>Total Internal Service Funds</u>
Current Operating Revenues:	
Fees	\$ 2,250,245
Miscellaneous	20,761
Total Operating Revenues	<u>2,271,006</u>
Current Operating Expenses:	
Supplies	751
Services	2,395,685
Total Operating Expenses	<u>2,396,436</u>
Change in net position	(125,430)
Total Net Position - July 1, 2017	21,736,681
Total Net Position - July 31, 2017	<u><u>\$ 21,611,251</u></u>

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BUDGET STATUS
(unaudited)

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 10 Months Ended July 31, 2017

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<u>GENERAL ADMINISTRATION:</u>					
County Judge	646,208	41,076	444,695	3,471	198,042
Human Resources	636,768	47,092	487,978	789	148,001
Risk Management	995,867	71,353	731,931	151	263,785
County Clerk	2,524,025	183,983	1,836,801	21	687,203
Collections	460,182	28,560	339,245	10,632	110,305
Veterans' Service	249,687	19,345	197,077	196	52,414
Information Technology Services	6,860,876	414,695	5,010,545	323,118	1,527,213
Purchasing Agent	1,186,384	73,688	828,921	405	357,058
Records Management & Preservation	1,192,564	66,469	834,716	4,244	353,604
Permits	425,514	31,415	330,945	-	94,569
Worthless Checks Division	60,788	3,481	46,638	-	14,150
County-Wide	19,166,230	33,852	7,790,700	22,530	11,353,000
<u>TOTAL GENERAL ADM</u>	<u>34,405,093</u>	<u>1,015,009</u>	<u>18,880,192</u>	<u>365,557</u>	<u>15,159,344</u>
<u>JUDICIAL:</u>					
County Court No1	498,668	38,531	388,681	-	109,987
County Court No2	870,379	66,594	668,523	26	201,830
County Court No3	773,143	58,666	601,159	4	171,980
County Court No4	520,242	38,147	397,871	442	121,929
County Court No5	499,133	37,375	383,969	566	114,598
9 th District Court	333,502	24,920	255,766	100	77,636
410 th District Court	443,028	34,631	353,604	581	88,843
221 st District Court	338,668	25,115	260,611	28	78,029
284 th District Court	771,223	53,619	595,811	-	175,412
359 th District Court	395,269	30,044	306,524	-	88,745
418 th District Court	621,194	48,916	483,626	32	137,536
435 th District Court	383,940	29,209	261,264	1,547	121,129
Court Operations	7,577,054	893,516	6,142,474	73,720	1,360,860
Indigent Defense	133,913	13,125	125,323	179	8,411
Mental Health Court Services	354,905	25,837	265,458	545	88,902
Drug Court	1,085,591	47,659	689,658	3,809	392,124
Office of Court Admin	453,088	32,708	339,210	-	113,878
District Attorney	11,185,125	832,432	8,760,629	7,105	2,417,391
District Clerk	3,721,869	245,715	2,814,056	4,663	903,150
Justice of Peace Pct 1	819,362	61,993	63,842	-	755,520
Justice of Peace Pct 2	530,513	38,418	389,031	15	141,467
Justice of Peace Pct 3	1,066,018	82,063	816,684	415	248,919
Justice of Peace Pct 4	894,308	67,832	696,979	312	197,017
Justice of Peace Pct 5	516,995	40,790	403,964	1,266	111,765
Judicial Technology	1,060,517	11,227	658,173	110,970	291,374
Court Technology County/District	20,323	330	7,913	718	11,692

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 10 Months Ended July 31, 2017

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
JUDICIAL (cont'd):					
Court Guardianship	19,325	-	19,325	-	-
Court Reporter Service Fund	158,266	14,875	105,139	-	53,127
Juvenile Case Manager	296,272	22,613	233,857	-	62,415
Justice Court Technology	52,961	37	39,653	22	13,286
Veterans Treatment Court	259,140	9,614	34,006	-	225,134
TOTAL JUDICIAL	36,653,934	2,926,551	27,562,783	207,065	8,884,086
LEGAL:					
County Attorney	3,477,009	252,380	2,644,598	190	832,221
Law Library	303,585	23,502	210,726	1,852	91,007
Alternate Dispute Resolution	129,500	13,236	108,426	-	21,074
TOTAL LEGAL	3,910,094	289,118	2,963,750	2,042	944,302
ELECTIONS:					
TOTAL ELECTIONS	1,458,521	85,018	1,612,337	413	(154,229)
FINANCIAL ADMINISTRATION:					
County Auditor	2,286,176	168,747	1,707,132	58	578,986
Financial Technology	4,192,016	-	33,605	427,700	3,730,711
County Treasurer	705,371	53,353	477,187	231	227,953
Tax Assessor-Collector	4,748,375	343,964	3,524,583	26	1,223,766
TOTAL FINANCIAL ADM	11,931,938	566,064	5,742,507	428,015	5,761,416
PUBLIC FACILITIES:					
Custodial Services	3,336,741	227,686	2,440,267	32,362	864,112
Building Maintenance	6,675,513	392,770	4,836,759	117,183	1,721,571
Precinct 2 Parks and Comm. Center	203,162	14,273	139,504	-	63,658
Precinct 3 Parks and Comm. Center	694,541	35,963	360,808	525	333,208
Precinct 4 Parks and Comm. Center	110,150	1,743	91,493	1,103	17,554
Jail	44,508,045	2,169,102	37,622,309	36,332	6,849,404
Civic Center	1,426,943	71,980	1,040,393	5,176	381,374
TOTAL PUBLIC FACILITIES	56,955,095	2,913,517	46,531,533	192,681	10,230,881
PUBLIC SAFETY:					
Fire Marshal	1,622,514	109,693	1,238,485	1,354	382,675
Constable Pct 1	4,074,295	319,002	3,086,764	48,719	938,812
Constable Pct 2	1,815,628	131,501	1,390,105	4,537	420,986
Constable Pct 3	4,689,388	337,120	3,581,021	6,376	1,101,991
Constable Pct 4	3,623,986	250,028	2,766,048	8,015	849,923
Constable Pct 5	2,668,160	190,331	1,885,011	610	782,539
Sheriff	55,323,083	4,075,346	38,652,319	1,210,052	15,460,712
Sheriff Commissary	964,240	6,077	434,997	-	529,243
Law Enforcement Technology	2,507,947	-	969,676	158,787	1,379,484
Juvenile Services	8,964,170	539,622	5,921,091	24,102	3,018,977
Adult Services	6,505,295	390,620	4,518,490	4,639	1,982,166
Emergency Management	3,648,975	55,264	1,245,332	458,261	1,945,382
Department of Public Safety	115,987	8,860	91,210	-	24,777
Forfeitures	1,037,530	3,719	437,032	-	600,498
Courthouse Security	477,403	20,743	306,758	649	169,996
TOTAL PUBLIC SAFETY	98,038,601	6,437,926	66,524,339	1,926,101	29,588,161

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 10 Months Ended July 31, 2017

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<u>HEALTH AND WELFARE:</u>					
Vehicle Emission Program	1,614,036	-	1,537,786	-	76,250
Forensic Services	1,647,086	123,982	1,161,152	9,473	476,461
Medical: Contract Services	90,000	7,500	75,000	-	15,000
Mental Health: Contract Services	278,525	1,019	163,844	522	114,159
Environmental Health	2,135,688	160,316	1,602,410	51	533,227
Mental Health Facility	13,471,936	1,171,756	10,064,377	-	3,407,559
FEMA Disaster Grants	170,407	-	162,086	-	8,321
Community Development	6,248,242	85,160	1,689,439	1,344,951	3,213,852
Animal Control	1,024,393	68,676	786,685	3,741	233,967
Animal Shelter	2,834,361	268,838	2,588,861	57,189	188,311
Child Welfare	141,785	8,370	47,362	249	94,174
Welfare:					
Contract Services	1,094,373	310,468	1,054,373	-	40,000
<u>TOTAL HEALTH/WELFARE</u>	<u>30,750,832</u>	<u>2,206,085</u>	<u>20,933,375</u>	<u>1,416,176</u>	<u>8,401,281</u>
<u>CONSERVATION:</u>					
Extension Agent	743,623	61,255	561,036	637	181,950
Precinct 3 Recycling Center	845,975	62,217	631,678	62	214,235
Precinct 1 Recycling Center	449,047	38,592	408,049	-	40,998
<u>TOTAL CONSERVATION</u>	<u>2,038,645</u>	<u>162,064</u>	<u>1,600,763</u>	<u>699</u>	<u>437,183</u>
<u>CULTURE & RECREATION:</u>					
Memorial Library	10,063,685	694,382	7,388,142	52,344	2,623,199
Historical Commissions	148,658	3,750	117,066	-	31,592
<u>TOTAL CULTURE & RECREATION</u>	<u>10,212,343</u>	<u>698,132</u>	<u>7,505,208</u>	<u>52,344</u>	<u>2,654,791</u>
<u>PUBLIC TRANSPORTATION:</u>					
Airport	8,293,936	127,459	798,249	4,539	7,491,148
County Engineer	2,603,780	140,785	1,442,318	53	1,161,409
Commissioner Pct 1	13,485,776	548,499	7,837,237	169,381	5,479,158
Commissioner Pct 2	11,229,450	396,294	8,734,608	428,320	2,066,522
Commissioner Pct 3	12,292,923	491,831	6,247,480	720,471	5,324,972
Commissioner Pct 4	12,330,308	715,635	7,828,621	106,253	4,395,434
<u>TOTAL PUBLIC TRANSPORTATION</u>	<u>60,236,173</u>	<u>2,420,503</u>	<u>32,888,513</u>	<u>1,429,017</u>	<u>25,918,643</u>
<u>DEBT SERVICE:</u>					
Reserve for Fund Balance	13,952,484	-	-	-	13,952,484
Principal	27,260,000	-	27,260,000	-	-
Interest	20,396,274	6,339	9,609,914	-	10,786,360
Issuance Costs	203,208	-	214,303	-	(11,095)
Payment to Escrow Agent	51,269,830	-	83,059,064	-	(31,789,234)
<u>TOTAL DEBT SERVICE</u>	<u>113,081,796</u>	<u>6,339</u>	<u>120,143,281</u>	<u>-</u>	<u>(7,061,485)</u>
<u>MISCELLANEOUS:</u>					
<u>TOTAL MISCELLANEOUS</u>	<u>3,033,279</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,033,279</u>
<u>TOTAL EXPENDITURES - GOVERNMENTAL FUNDS</u>	<u>462,706,344</u>	<u>19,726,326</u>	<u>352,888,581</u>	<u>6,020,110</u>	<u>103,797,653</u>

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 10 Months Ended July 31, 2017

	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	1,821,882	23,646,446	-	192,422
Retiree Health	2,897,500	235,405	2,127,697	-	769,803
Optional Health	295,488	85,281	838,795	-	(543,307)
Cobra Coverage	-	2,766	98,575	-	(98,575)
Employee Life	133,314	11,541	114,169	-	19,145
Risk Mgt - Workers Comp	775,000	100,000	1,005,989	-	(230,989)
Risk Mgt-Prop/Casltly/Liab	1,500,000	43,873	1,187,696	-	312,304
Wellness Clinic	2,168	95,687	1,040,546	-	(1,038,378)
TOTAL GENERAL ADM	29,442,338	2,396,435	30,059,913	-	(617,575)
TOTAL INTERNAL SERVICE FUNDS	29,442,338	2,396,435	30,059,913	-	(617,575)
<u>ENTERPRISE FUNDS</u>					
Montgomery County Toll Road Authority	6,242,356	84,330	3,257,139	1,649,392	1,335,825
TOTAL ENTERPRISE FUNDS	6,242,356	84,330	3,257,139	1,649,392	1,335,825

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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 10 Months Ended May 31, 2017

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
Revenue:					
Wetlands Mitigation	1,289,810	-	1,305,110	-	(15,300)
242 Toll Project	255,230	-	946,643	-	(691,413)
Total Revenue	1,545,040	-	2,251,753	-	(706,713)
Expenses:					
General Administration	975,278	-	-	75,000	900,278
249 Toll Project	3,620,042	77,421	1,793,040	1,574,392	252,610
Wetlands Mitigation	1,305,110	-	1,217,810	-	87,300
242 Toll Project	341,926	6,909	246,289	-	95,637
Total Expenses	6,242,356	84,330	3,257,139	1,649,392	1,335,825

MONTGOMERY COUNTY, TEXAS
Schedule of Transfers In and Out by Fund
For the 10 Months Ended July 31, 2017

	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ -	\$ 6,570,000
Attorney Administration	35,000	-
Jury	6,200,000	-
Adult Probation - Supervision	207,210	80,000
Adult Probation - Community Corrections	50,000	152,508
Adult Probation - Mental Impairment	30,000	54,702
Records Management County	255,000	-
Courthouse Security	80,000	-
Debt Service	180,569	-
Certificates of Obligation, Series 2008	-	161,251
Certificates of Obligation, Series 2006	-	19,318
TOTAL FINANCING USES	<u>\$ 7,037,779</u>	<u>\$ 7,037,779</u>

MONTGOMERY COUNTY, TEXAS
Schedule of Bond Indebtedness
As of July 31, 2017

	<u>Interest Rate (%)</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Balances Outstanding</u>
GENERAL OBLIGATION BONDS:				
Refunding Bonds, Series 2008	3.50-5.00	2008	2018	580,000
Refunding Bonds, Series 2010	4.00-5.00	2010	2030	28,175,000
Refunding Bonds, Series 2012	2.00-5.00	2012	2026	23,710,000
Refunding Bonds, Series 2014	1.75-2.27	2014	2020	19,275,000
Refunding Bonds, Series 2014A	5.00	2014	2025	72,125,000
Refunding Bonds, Series 2016	4.25-5.25	2016	2032	58,925,000
Road Bonds, Series 2016	4.25-5.25	2016	2041	52,905,000
Refunding Bonds, Series 2016A	3.00-5.00	2016	2030	46,950,000
Road Bonds, Series 2016A	4.00-5.00	2016	2042	73,725,000
TOTAL GENERAL OBLIGATION BONDS PAYABLE				376,370,000
REVENUE BONDS:				
Toll Revenue Bonds, Series 2009	3.00-5.00	2009	2032	12,565,000
Toll Revenue Bonds, Series 2010	3.00-5.00	2011	2021	3,855,000
TOTAL REVENUE BONDS PAYABLE				16,420,000
CERTIFICATES OF OBLIGATION:				
Series 2010	3.00-5.40	2010	2039	26,030,000
Series 2012	2.00-4.00	2012	2032	12,320,000
Series 2012A	2.00-5.00	2012	2023	12,400,000
TOTAL CERTIFICATES OF OBLIGATION				50,750,000
TOTAL BONDED DEBT				\$ 443,540,000