

MONTGOMERY COUNTY, TEXAS

Monthly Unaudited Financial Report



**For the 10 Months Ended
July 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 July 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

August 28, 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 and the Montgomery County Toll Road Authority is submitted herewith for the period from July 1, 2018 through July 31, 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 10 Months Ended July 31, 2018

	<u>Total Governmental Funds</u>
Assets:	
Cash	\$ 226,181,508
Investments, at Fair Value	170,510,500
Receivables:	
Taxes (net)	6,781,683
Accounts (net)	10,654
Due From Other Funds	103,515,789
Due From Other Governments	106,864
Prepaid Items	813,310
<u>Total Assets</u>	507,920,308
 <u>LIABILITIES AND FUND BALANCES:</u>	
Current Liabilities:	
Accounts Payable	8,643,957
Other Payables	61,118
Due to Other Funds	117,007,748
Due to Other Governments	26,222
Deferred Revenue	12,278,002
Total liabilities	138,017,047
Fund Balances:	
Reserved	201,621,337
Unreserved	168,281,924
Total Fund Balances	369,903,261
<u>TOTAL LIABILITIES AND FUND BALANCES</u>	\$ 507,920,308

MONTGOMERY COUNTY, TEXAS
Statement of Changes in Fund Balance - Governmental Funds
For the 10 Months Ended July 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, 7/1/2018	\$ 178,122,504	\$ 43,257,505	\$ 24,389,301	\$ 137,973,806	\$ 383,743,116
Revenues/Other Financing Sources	\$ 9,551,501	\$ 5,550,656	\$ -	\$ 2,932	\$ 15,105,089
Expenditures/Other Financing Uses	\$ (19,392,081)	\$ (7,987,350)	\$ (4,959)	\$ (1,560,554)	\$ (28,944,944)
Fund Balance, 7/31/2018	<u>\$ 168,281,924</u>	<u>\$ 40,820,811</u>	<u>\$ 24,384,342</u>	<u>\$ 136,416,184</u>	<u>\$ 369,903,261</u>

MONTGOMERY COUNTY, TEXAS
Statement of Net Position
Internal Service Funds
For the 10 Months Ended July 31, 2018

	<u>Total Internal Service Funds</u>
Assets:	
Cash	\$ 1,888,962
Receivables:	
Due From Other Funds	29,172,396
Capital Assets (net of accumulated depreciation):	
Buildings	795,990
Improvements	479
Equipment	48,055
Total assets	<u>31,905,882</u>
 Liabilities:	
Current Liabilities:	
Accounts Payable	152,848
Other Payables	6,823,887
Due to General Fund	1,149,520
Due to Wellness Clinic	999,920
Total liabilities	<u>9,126,175</u>
 Net Position:	
Invested in capital assets	844,524
Unreserved	21,935,183
Total Net Position	<u><u>\$ 22,779,707</u></u>

MONTGOMERY COUNTY, TEXAS
Statement of Changes in Net Position
Internal Service Funds
For the 10 Months Ended July 31, 2018

	<u>Total Internal Service Funds</u>
Current Operating Revenues:	
Fees	\$ 2,792,167
Miscellaneous	604,210
Total Operating Revenues	<u>3,396,377</u>
Current Operating Expenses:	
Supplies	230
Services	2,860,503
Miscellaneous	200,000
Total Operating Expenses	<u>3,060,733</u>
Change in net position	335,644
Total Net Position - July 1, 2018	22,444,063
Total Net Position - July 31, 2018	<u><u>\$ 22,779,707</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, 2018

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	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<u>GENERAL ADMINISTRATION:</u>					
County Judge	578,084	45,913	444,402	1,174	132,508
Human Resources	610,018	39,561	447,738	334	161,946
Risk Management	945,139	59,351	638,643	4,413	302,083
County Clerk	2,395,390	170,661	1,819,852	35	575,503
Collections	480,405	45,344	372,907	555	106,943
Veterans' Service	251,401	20,143	199,947	-	51,454
Information Technology Services	7,079,346	483,665	5,189,221	177,394	1,712,731
Purchasing Agent	1,306,310	84,459	1,022,968	144	283,198
Records Management & Preservation	1,018,392	81,766	597,101	215,307	205,984
Permits	474,533	35,863	364,293	57	110,183
Worthless Checks Division	40,707	3,076	31,745	-	8,962
County-Wide	12,008,037	14,088	8,089,923	2,136	3,915,978
<u>TOTAL GENERAL ADM</u>	<u>27,187,762</u>	<u>1,083,890</u>	<u>19,218,740</u>	<u>401,549</u>	<u>7,567,473</u>
<u>JUDICIAL:</u>					
County Court No1	498,667	38,117	388,625	-	110,042
County Court No2	880,405	65,379	685,758	367	194,280
County Court No3	774,064	58,539	607,900	1,018	165,146
County Court No4	510,342	38,417	397,732	103	112,507
County Court No5	498,732	41,112	388,329	666	109,737
9 th District Court	334,614	24,328	258,601	-	76,013
410 th District Court	462,303	34,546	358,945	85	103,273
221 st District Court	338,640	25,832	264,125	61	74,454
284 th District Court	780,680	52,811	591,130	395	189,155
359 th District Court	398,309	28,741	304,773	77	93,459
418 th District Court	618,171	46,869	483,469	230	134,472
435 th District Court	373,156	26,094	295,612	2,476	75,068
Court Operations	7,492,830	615,586	6,048,889	26,731	1,417,210
Indigent Defense	183,670	13,871	140,599	-	43,071
Mental Health Court Services	354,653	18,960	267,691	120	86,842
Drug Court	1,038,467	134,068	788,409	3,586	246,472
Office of Court Admin	424,319	30,533	343,442	-	80,877
District Attorney	11,329,162	839,541	8,817,479	12,595	2,499,088
District Clerk	3,615,262	253,195	2,747,048	936	867,278
Justice of Peace Pct 1	822,535	69,418	637,453	209	184,873
Justice of Peace Pct 2	536,470	43,431	397,098	10	139,362
Justice of Peace Pct 3	1,064,245	82,422	836,119	-	228,126
Justice of Peace Pct 4	909,344	71,078	713,187	382	195,775
Justice of Peace Pct 5	515,009	39,996	406,511	33	108,465
Judicial Technology	805,712	69,543	614,706	76,720	114,286
Court Technology County/District	12,714	274	9,776	76	2,862
Court Guardianship	32,000	960	10,054	-	21,946

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 10 Months Ended July 31, 2018

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
JUDICIAL (cont'd):					
Court Reporter Service Fund	151,791	6,717	93,253	-	58,538
Juvenile Case Manager	296,269	18,034	214,335	-	81,934
Justice Court Technology	44,004	59	37,620	22	6,362
Veterans Treatment Court	256,173	12,740	107,236	-	148,937
TOTAL JUDICIAL	36,352,712	2,801,211	28,255,904	126,898	7,969,910
LEGAL:					
County Attorney	3,455,272	251,089	2,703,674	5,026	746,572
Law Library	293,198	14,729	207,035	118	86,045
Alternate Dispute Resolution	129,500	14,261	122,791	-	6,709
TOTAL LEGAL	3,877,970	280,079	3,033,500	5,144	839,326
ELECTIONS:					
TOTAL ELECTIONS	1,361,391	(27,269)	1,141,534	3,220	216,637
FINANCIAL ADMINISTRATION:					
County Auditor	2,268,548	157,039	1,672,996	2,500	593,052
Budget Officer	287,380	16,889	53,503	2,319	231,558
Financial Technology	7,462,128	-	9,400	418,300	7,034,428
County Treasurer	696,138	51,146	531,526	75	164,537
Tax Assessor-Collector	5,096,070	671,573	3,705,158	242,843	1,148,069
TOTAL FINANCIAL ADM	15,810,264	896,647	5,972,583	666,037	9,171,644
PUBLIC FACILITIES:					
Custodial Services	3,305,484	245,442	2,437,389	70,509	797,586
Building Maintenance	6,470,294	498,141	4,715,228	130,593	1,624,473
Precinct 2 Parks and Comm. Center	188,667	14,320	147,650	-	41,017
Precinct 3 Parks and Comm. Center	621,157	34,552	362,960	430	257,767
Precinct 4 Parks and Comm. Center	100,975	7,178	81,783	(316)	19,508
Jail	49,493,519	5,631,516	42,406,771	61,683	7,025,065
Convention Center Complex	1,303,582	103,083	967,507	1,700	334,375
TOTAL PUBLIC FACILITIES	61,483,678	6,534,232	51,119,288	264,599	10,099,791
PUBLIC SAFETY:					
Fire Marshal	1,561,336	114,388	1,167,079	7,806	386,451
Constable Pct 1	4,738,349	320,024	3,566,464	13,534	1,158,351
Constable Pct 2	1,966,348	144,459	1,459,573	12,240	494,535
Constable Pct 3	5,290,323	386,241	4,063,164	15,960	1,211,199
Constable Pct 4	4,261,004	379,463	3,210,439	119,692	930,873
Constable Pct 5	3,299,765	199,532	2,340,038	33,802	925,925
Body Armor Grant	187,886	-	55,250	127,441	5,195
Sheriff	62,954,516	4,526,723	45,298,583	2,517,774	15,138,159
Sheriff Commissary	976,332	69,004	686,079	46,763	243,490
Law Enforcement Technology	2,379,618	449,889	1,786,774	242,732	350,112
Juvenile Services	9,431,830	581,233	6,121,286	131,828	3,178,716
Adult Services	5,968,786	500,912	4,859,133	15,885	1,093,768
Emergency Management	4,318,220	171,627	1,228,454	495,245	2,594,521
Department of Public Safety	115,987	8,854	91,563	-	24,424
Forfeitures	1,580,195	73,462	542,681	47,752	989,762
Courthouse Security	400,000	31,395	296,098	6,763	97,139
TOTAL PUBLIC SAFETY	109,430,495	7,957,206	76,772,658	3,835,217	28,822,620

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 10 Months Ended July 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	114,500	1,520,618	2,279	416,463
Medical: Contract Services	90,000	7,500	75,000	-	15,000
Mental Health: Contract Services	261,525	53,483	215,188	-	46,337
Environmental Health	2,131,162	159,159	1,631,347	475	499,340
Mental Health Facility	15,122,373	1,737,069	10,592,624	56,611	4,473,138
FEMA Disaster Grants	1,350,546	499,364	734,034	111,389	505,123
Community Development	7,975,243	82,272	3,040,102	411,014	4,524,127
Animal Control	992,939	73,371	790,498	1,469	200,972
Animal Shelter	4,388,735	520,102	3,056,966	233,942	1,097,827
Child Welfare	134,482	6,205	93,843	632	40,007
Welfare:					
Contract Services	1,069,373	227,343	1,066,873	-	2,500
<u>TOTAL HEALTH/WELFARE</u>	<u>35,622,359</u>	<u>3,480,368</u>	<u>22,983,714</u>	<u>817,811</u>	<u>11,820,834</u>
<u>CONSERVATION:</u>					
Extension Agent	738,640	47,610	531,774	20	206,846
Precinct 3 Recycling Center	886,294	75,799	674,027	263	212,004
Precinct 1 Recycling Center	203,391	16,619	149,954	-	53,437
<u>TOTAL CONSERVATION</u>	<u>1,828,325</u>	<u>140,028</u>	<u>1,355,755</u>	<u>283</u>	<u>472,287</u>
<u>CULTURE & RECREATION:</u>					
Memorial Library	10,051,338	758,146	7,361,957	80,255	2,609,126
Historical Commissions	114,129	6,750	85,558	-	28,571
<u>TOTAL CULTURE & RECREATION</u>	<u>10,165,467</u>	<u>764,896</u>	<u>7,447,515</u>	<u>80,255</u>	<u>2,637,697</u>
<u>PUBLIC TRANSPORTATION:</u>					
Airport	9,176,874	97,385	811,967	23,048	8,341,859
County Engineer	2,353,251	130,194	1,429,743	1,178	922,330
Commissioner Pct 1	12,372,919	946,234	7,464,485	575,386	4,333,048
Commissioner Pct 2	9,795,849	542,550	6,266,380	539,951	2,989,518
Commissioner Pct 3	13,210,421	1,213,924	5,911,925	477,501	6,820,995
Commissioner Pct 4	11,074,256	537,848	7,006,645	240,164	3,827,447
<u>TOTAL PUBLIC TRANSPORTATION</u>	<u>57,983,570</u>	<u>3,468,135</u>	<u>28,891,145</u>	<u>1,857,228</u>	<u>27,235,197</u>
<u>DEBT SERVICE:</u>					
Principal	15,801,653	-	14,815,000	-	986,653
Interest	19,921,733	4,959	9,795,993	-	10,125,740
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>4,959</u>	<u>41,691,073</u>	<u>-</u>	<u>(5,967,687)</u>
<u>MISCELLANEOUS:</u>					
<u>TOTAL MISCELLANEOUS</u>	<u>711,523</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>711,523</u>
<u>TOTAL EXPENDITURES - GOVERNMENTAL FUNDS</u>	<u>397,538,902</u>	<u>27,384,382</u>	<u>287,883,409</u>	<u>8,058,241</u>	<u>101,597,252</u>

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 10 Months Ended July 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	2,279,055	23,848,986	-	(10,118)
Retiree Health	3,458,000	259,460	3,040,023	-	417,977
Optional Health	295,488	162,466	890,976	-	(595,488)
Cobra Coverage	-	5,776	89,239	-	(89,239)
Employee Life	133,314	11,974	118,184	-	15,130
Risk Mgt - Workers Comp	775,000	7,069	984,084	-	(209,084)
Risk Mgt-Prop/Casltly/Liab	2,309,403	230,550	1,988,743	805	319,855
Wellness Clinic	-	104,381	1,045,689	-	(1,045,689)
TOTAL GENERAL ADM	30,810,082	3,060,731	32,005,924	805	(1,196,656)
TOTAL INTERNAL SERVICE FUNDS	30,810,082	3,060,731	32,005,924	805	(1,196,656)
<u>ENTERPRISE FUNDS</u>					
Montgomery County Toll Road Authority	73,370,157	2,235,728	5,885,568	59,044,379	8,440,210
TOTAL ENTERPRISE FUNDS	73,370,157	2,235,728	5,885,568	59,044,379	8,440,210

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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 July 31, 2018

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
Revenue:					
249 Toll Project	76,853,749	106,266	77,047,315	-	(193,566)
242 Toll Project	148,771	122,789	1,028,206	-	(879,435)
Debt Service SH 249	18,872,791	20,869	18,893,660	-	(20,869)
Total Revenue	95,875,311	249,924	96,969,181	-	(1,093,870)
Expenses:					
General Administration	900,278	-	-	-	900,278
249 Toll Project	70,455,430	2,192,936	4,189,856	59,044,379	7,221,195
Wetlands Mitigation	87,300	-	-	-	87,300
242 Toll Project	315,856	42,792	170,577	-	145,279
Debt Service SH 249	1,611,293	-	1,525,135	-	86,158
Total Expenses	73,370,157	2,235,728	5,885,568	59,044,379	8,440,210

MONTGOMERY COUNTY, TEXAS
Schedule of Transfers In and Out by Fund
For the 10 Months Ended July 31, 2018

	Transfers In	Transfers Out
General Fund	\$ -	\$ 18,784,783
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	-
Capital Projects Fund	10,714,783	-
	\$ 18,864,783	\$ 18,864,783
TOTAL FINANCING USES	\$ 18,864,783	\$ 18,864,783

MONTGOMERY COUNTY, TEXAS
Schedule of Bond Indebtedness
As of July 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 July 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>