

MONTGOMERY COUNTY, TEXAS

Monthly Unaudited Financial Report



**For the Month Ended
June 30, 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 June 30, 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

July 25, 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 June 1, 2017 through June 30, 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 9 Months Ended June 30, 2017

	<u>Total Governmental Funds</u>
Assets:	
Cash	\$ 82,107,022
Investments, at Fair Value	317,464,627
Receivables:	
Taxes (net)	6,295,480
Accounts (net)	6,872
Due From Other Funds	101,065,550
Prepaid Items	106,290
<u>Total Assets</u>	507,045,841
 <u>LIABILITIES AND FUND BALANCES:</u>	
Current Liabilities:	
Accounts Payable	4,693,935
Other Payables	46,253
Due to Other Funds	117,170,484
Due to Other Governments	6,855
Deferred Revenue	10,700,526
Total liabilities	132,618,053
Fund Balances:	
Reserved	191,947,304
Unreserved	182,480,484
Total Fund Balances	374,427,788
<u>TOTAL LIABILITIES AND FUND BALANCES</u>	\$ 507,045,841

MONTGOMERY COUNTY, TEXAS
Statement of Changes in Fund Balance - Governmental Funds
For the 9 Months Ended June 30, 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, 6/1/2017	\$ 198,121,821	\$ 33,653,786	\$ 20,398,623	\$ 132,162,561	\$ 384,336,791
Revenues/Other Financing Sources	\$ 7,585,970	\$ 13,331,346	\$ 473,228	\$ 362,492	\$ 21,753,036
Expenditures/Other Financing Uses	\$ (23,227,307)	\$ (5,585,678)	\$ -	\$ (2,849,054)	\$ (31,662,039)
Fund Balance, 6/30/2017	<u>\$ 182,480,484</u>	<u>\$ 41,399,454</u>	<u>\$ 20,871,851</u>	<u>\$ 129,675,999</u>	<u>\$ 374,427,788</u>

MONTGOMERY COUNTY, TEXAS
Statement of Net Position
Internal Service Funds
For the 8 Months Ended June 30, 2017

	<u>Total Internal Service Funds</u>
Assets:	
Cash	\$ 57,791
Receivables:	
Accounts (net)	291,249
<hr/>	
Due From Other Funds	27,948,783
Capital Assets (net of accumulated depreciation):	
Buildings	815,471
Improvements	718
Equipment	74,471
Total assets	<u>29,188,483</u>
Liabilities:	
Current Liabilities:	
Accounts Payable	859,461
Other Payables	5,011,403
Due to General Fund	758,228
Due to Road & Bridge	19,300
Due to Wellness Clinic	803,730
Total liabilities	<u>7,452,122</u>
Net Position:	
Invested in capital assets	890,660
Unreserved	20,845,701
Total Net Position	<u><u>\$ 21,736,361</u></u>

MONTGOMERY COUNTY, TEXAS
Statement of Changes in Net Position
Internal Service Funds
For the 8 Months Ended June 30, 2017

	<u>Total Internal Service Funds</u>
Current Operating Revenues:	
Fees	\$ 2,272,939
Miscellaneous	6,757
Total Operating Revenues	<u>2,279,696</u>
 Current Operating Expenses:	
Supplies	549
Services	2,565,888
Total Operating Expenses	<u>2,566,437</u>
Change in net position	(286,741)
Total Net Position - June 1, 2017	22,023,102
 Total Net Position - June 30, 2017	 <u><u>\$ 21,736,361</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 9 Months Ended June 30, 2017

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<u>GENERAL ADMINISTRATION:</u>					
County Judge	646,208	47,114	403,620	1,194	241,394
Human Resources	636,768	43,779	440,885	295	195,588
Risk Management	995,867	70,982	660,578	931	334,358
County Clerk	2,524,025	175,938	1,652,819	39	871,167
Collections	460,182	32,046	310,685	1,579	147,918
Veterans' Service	249,687	18,622	177,732	-	71,955
Information Technology Services	6,849,309	629,751	4,595,850	371,694	1,881,765
Purchasing Agent	1,186,384	74,003	755,233	-	431,151
Records Management & Preservation	1,192,564	73,337	768,247	2,963	421,354
Permits	425,514	32,128	299,530	-	125,984
Worthless Checks Division	60,788	4,605	43,156	-	17,632
County-Wide	19,390,573	631,803	7,756,848	22,449	11,611,276
<u>TOTAL GENERAL ADM</u>	<u>34,617,869</u>	<u>1,834,108</u>	<u>17,865,183</u>	<u>401,144</u>	<u>16,351,542</u>
<u>JUDICIAL:</u>					
County Court No1	498,668	37,917	350,151	32	148,485
County Court No2	870,379	66,512	601,929	169	268,281
County Court No3	773,143	59,784	542,493	4	230,646
County Court No4	520,242	38,782	359,725	395	160,122
County Court No5	499,133	37,367	309,366	312	189,455
9 th District Court	333,502	24,787	230,847	100	102,555
410 th District Court	443,028	34,868	318,974	135	123,919
221 st District Court	338,668	25,151	235,496	28	103,144
284 th District Court	771,223	58,162	542,192	-	229,031
359 th District Court	395,269	29,928	276,481	54	118,734
418 th District Court	621,194	46,018	434,710	2,707	183,777
435 th District Court	383,940	25,474	232,055	3,218	148,667
Court Operations	7,577,054	597,455	5,248,958	73,777	2,254,319
Indigent Defense	133,913	10,144	112,199	179	21,535
Mental Health Court Services	354,905	26,577	239,621	545	114,739
Drug Court	1,093,091	93,234	641,998	3,809	447,284
Office of Court Admin	453,088	35,376	306,502	-	146,586
District Attorney	11,178,188	839,728	7,927,778	9,784	3,240,626
District Clerk	3,721,869	260,351	2,568,341	1,986	1,151,542
Justice of Peace Pct 1	819,362	62,207	576,429	37	242,896
Justice of Peace Pct 2	530,513	35,206	350,613	15	179,885
Justice of Peace Pct 3	1,066,018	79,774	734,620	10	331,388
Justice of Peace Pct 4	894,308	67,676	629,148	126	265,034
Justice of Peace Pct 5	516,995	38,023	363,175	1,042	152,778
Judicial Technology	1,060,517	58,187	646,946	112,627	300,944
Court Technology County/District	20,323	310	7,583	799	11,941

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 9 Months Ended June 30, 2017

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
JUDICIAL (cont'd):					
Court Guardianship	19,325	413	19,325	-	-
Court Reporter Service Fund	154,306	11,796	90,264	-	64,042
Juvenile Case Manager	296,272	22,613	211,244	-	85,028
Justice Court Technology	52,961	1,515	39,615	-	13,346
Veterans Treatment Court	259,140	3,560	24,392	697	234,051
TOTAL JUDICIAL	36,650,537	2,728,895	25,173,170	212,587	11,264,780
LEGAL:					
County Attorney	3,478,007	268,365	2,391,218	1,333	1,085,456
Law Library	303,585	14,655	187,224	113	116,248
Alternate Dispute Resolution	129,500	12,168	95,190	-	34,310
TOTAL LEGAL	3,911,092	295,188	2,673,632	1,446	1,236,014
ELECTIONS:					
TOTAL ELECTIONS	1,458,521	84,211	1,523,687	(2,575)	(62,591)
FINANCIAL ADMINISTRATION:					
County Auditor	2,286,176	176,688	1,538,385	1,688	746,103
Financial Technology	4,192,016	-	33,605	9,400	4,149,011
County Treasurer	705,371	43,806	423,834	-	281,537
Tax Assessor-Collector	4,751,089	320,610	3,180,619	17,413	1,553,057
TOTAL FINANCIAL ADM	11,934,652	541,104	5,176,443	28,501	6,729,708
PUBLIC FACILITIES:					
Custodial Services	3,336,741	223,883	2,212,582	32,009	1,092,150
Building Maintenance	6,674,256	535,331	4,444,682	112,284	2,117,290
Precinct 2 Parks and Comm. Center	203,162	16,911	125,231	588	77,343
Precinct 3 Parks and Comm. Center	683,410	17,417	324,845	756	357,809
Precinct 4 Parks and Comm. Center	110,150	5,113	89,750	98	20,302
Jail	44,449,176	4,192,009	35,453,207	22,240	8,973,729
Civic Center	1,426,943	121,748	967,720	7,684	451,539
TOTAL PUBLIC FACILITIES	56,883,838	5,112,412	43,618,017	175,659	13,090,162
PUBLIC SAFETY:					
Fire Marshal	1,622,514	111,074	1,128,783	2,375	491,356
Constable Pct 1	4,027,658	276,278	2,767,762	54,238	1,205,658
Constable Pct 2	1,815,129	140,847	1,258,604	4,209	552,316
Constable Pct 3	4,656,495	348,603	3,243,901	12,922	1,399,672
Constable Pct 4	3,623,986	288,340	2,516,020	4,337	1,103,629
Constable Pct 5	2,668,160	180,424	1,693,952	7,678	966,530
Sheriff	55,137,832	3,828,870	34,557,126	1,563,896	19,016,810
Sheriff Commissary	964,240	6,398	421,810	-	542,430
Law Enforcement Technology	2,507,947	-	969,676	-	1,538,271
Juvenile Services	8,960,271	601,609	5,380,864	1,436	3,577,971
Adult Services	6,505,295	406,896	4,073,166	2,643	2,429,486
Emergency Management	3,685,398	376,147	1,190,077	383,256	2,112,065
Department of Public Safety	115,987	8,860	82,350	-	33,637
Forfeitures	1,025,394	7,670	426,604	-	598,790
Courthouse Security	477,403	41,382	286,016	649	190,738
TOTAL PUBLIC SAFETY	97,793,709	6,623,398	59,996,711	2,037,639	35,759,359

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 9 Months Ended June 30, 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	113,970	1,037,171	4,078	605,837
Medical: Contract Services	90,000	7,500	67,500	-	22,500
Mental Health: Contract Services	278,525	437	162,825	-	115,700
Environmental Health	2,135,688	161,082	1,442,094	176	693,418
Mental Health Facility	13,471,936	1,130,696	8,892,621	1,170,545	3,408,770
FEMA Disaster Grants	170,407	-	162,086	-	8,321
Community Development	6,237,746	270,754	1,604,278	1,298,751	3,334,717
Animal Control	1,024,393	72,329	718,009	40	306,344
Animal Shelter	2,834,361	314,837	2,320,022	78,197	436,142
Child Welfare	139,333	8,458	38,991	572	99,770
Welfare:					
Contract Services	1,084,373	-	743,905	-	340,468
<u>TOTAL HEALTH/WELFARE</u>	<u>30,727,884</u>	<u>2,080,063</u>	<u>18,727,288</u>	<u>2,552,359</u>	<u>9,448,237</u>
<u>CONSERVATION:</u>					
Extension Agent	743,623	56,160	499,781	503	243,339
Precinct 3 Recycling Center	793,656	54,966	569,461	-	224,195
Precinct 1 Recycling Center	447,248	40,258	369,457	29,149	48,642
<u>TOTAL CONSERVATION</u>	<u>1,984,527</u>	<u>151,384</u>	<u>1,438,699</u>	<u>29,652</u>	<u>516,176</u>
<u>CULTURE & RECREATION:</u>					
Memorial Library	10,061,899	693,825	6,693,242	100,945	3,267,712
Historical Commissions	148,658	2,900	113,316	-	35,342
<u>TOTAL CULTURE & RECREATION</u>	<u>10,210,557</u>	<u>696,725</u>	<u>6,806,558</u>	<u>100,945</u>	<u>3,303,054</u>
<u>PUBLIC TRANSPORTATION:</u>					
Airport	851,020	8,974	61,292	39,247	750,481
County Engineer	2,603,780	141,528	1,301,533	(23)	1,302,270
Commissioner Pct 1	13,497,574	783,776	7,349,650	103,733	6,044,191
Commissioner Pct 2	11,229,450	352,829	8,344,495	542,159	2,342,796
Commissioner Pct 3	12,332,423	383,106	5,755,650	581,796	5,994,977
Commissioner Pct 4	12,017,572	552,700	7,128,391	210,332	4,678,849
<u>TOTAL PUBLIC TRANSPORTATION</u>	<u>52,531,819</u>	<u>2,222,913</u>	<u>29,941,011</u>	<u>1,477,244</u>	<u>21,113,564</u>
<u>DEBT SERVICE:</u>					
Reserve for Fund Balance	13,952,484	-	-	-	13,952,484
Principal	27,260,000	-	27,260,000	-	-
Interest	20,392,222	-	9,603,575	-	10,788,647
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>113,077,744</u>	<u>-</u>	<u>120,136,942</u>	<u>-</u>	<u>(7,059,198)</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>454,816,028</u>	<u>22,370,401</u>	<u>333,077,341</u>	<u>7,014,601</u>	<u>114,724,086</u>

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 9 Months Ended June 30, 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	1,980,608	21,824,564	-	2,014,304
Retiree Health	2,897,500	249,030	1,892,292	-	1,005,208
Optional Health	295,488	102,955	753,514	-	(458,026)
Cobra Coverage	-	2,755	95,809	-	(95,809)
Employee Life	133,314	-	102,628	-	30,686
Risk Mgt - Workers Comp	775,000	121,104	905,989	-	(130,989)
Risk Mgt-Prop/Casltly/Liab	1,500,000	14,237	1,143,823	140	356,037
Wellness Clinic	2,168	95,749	944,859	-	(942,691)
TOTAL GENERAL ADM	29,442,338	2,566,438	27,663,478	140	1,778,720
TOTAL INTERNAL SERVICE FUNDS	29,442,338	2,566,438	27,663,478	140	1,778,720
<u>ENTERPRISE FUNDS</u>					
Montgomery County Toll Road Authority	6,211,484	198,300	3,172,808	1,726,813	1,311,863
TOTAL ENTERPRISE FUNDS	6,211,484	198,300	3,172,808	1,726,813	1,311,863

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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 9 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	224,359	-	703,230	-	(478,871)
Total Revenue	1,514,169	-	2,008,340	-	(494,171)
Expenses:					
General Administration	975,278	-	-	75,000	900,278
249 Toll Project	3,620,042	177,437	1,715,619	1,651,813	252,610
Wetlands Mitigation	1,305,110	-	1,217,810	-	87,300
242 Toll Project	311,054	20,863	239,379	-	71,675
Total Expenses	6,211,484	198,300	3,172,808	1,726,813	1,311,863

MONTGOMERY COUNTY, TEXAS
Schedule of Transfers In and Out by Fund
For the 9 Months Ended June 30, 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 June 30, 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