

# **MONTGOMERY COUNTY, TEXAS**

## **Monthly Unaudited Financial Report**



**For the Month Ended  
March 2016**



**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 March 2016**

**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>	
Transfers In and Out - By Fund	13
Schedule of Bond Indebtedness	14





**Montgomery County, Texas**  
**Office of the County Auditor**  
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Phyllis L. Martin  
County Auditor

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1<sup>st</sup> Assistant County Auditor

April 26, 2016

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 March 1, 2016 through March 31, 2016. 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 6 Months Ended March 2016**

	<u>Total Governmental Funds</u>
<b>Assets:</b>	
Cash	\$ 49,860,316
Investments, at Fair Value	340,165,385
Receivables:	
Taxes (net)	5,862,646
Accounts (net)	11,195
Due From Other Funds	94,286,505
Prepaid Items	316,644
<b><u>Total Assets</u></b>	<b><u>490,502,691</u></b>
 <b><u>LIABILITIES AND FUND BALANCES:</u></b>	
Current Liabilities:	
Accounts Payable	7,447,830
Other Payables	2,066,617
Due to Other Funds	117,482,552
Due to Other Governments	11,590
Deferred Revenue	14,349,943
Total liabilities	141,358,532
Fund Balances:	
Reserved	160,769,123
Unreserved	188,375,036
Total Fund Balances	349,144,159
<b><u>TOTAL LIABILITIES AND FUND BALANCES</u></b>	<b><u>\$ 490,502,691</u></b>

**MONTGOMERY COUNTY, TEXAS**  
**Statement of Changes in Fund Balance - Governmental Funds**  
**For the 6 Months Ended March 2016**

	<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, 3/1/2016	\$ 205,217,057	\$ 52,854,126	\$ 37,839,410	\$ 73,394,094	\$ 369,304,687
Revenues/Other Financing Sources	\$ 7,222,364	\$ 3,707,904	\$ 2,330	\$ 2,198,273	\$ 13,130,871
Expenditures/Other Financing Uses	\$ (24,064,385)	\$ (8,548,246)	\$ -	\$ (678,768)	\$ (33,291,399)
Fund Balance, 3/31/2016	<u>\$ 188,375,036</u>	<u>\$ 48,013,784</u>	<u>\$ 37,841,740</u>	<u>\$ 74,913,599</u>	<u>\$ 349,144,159</u>

**MONTGOMERY COUNTY, TEXAS**  
**Statement of Net Position**  
**Internal Service Funds**  
**For the 6 Months Ended March 2016**

	<u>Total Internal Service Funds</u>
<b>Assets:</b>	
Cash	\$ 684,163
Receivables:	
Accounts (net)	753,453
<hr/>	
Due From Other Funds	35,808,439
Capital Assets (net of accumulated depreciation):	
Buildings	834,951
Improvements	957
Equipment	69,977
Total assets	<u>38,151,940</u>
<b>Liabilities:</b>	
Current Liabilities:	
Accounts Payable	1,609,745
Other Payables	4,600,318
Due to General Fund	3,601,036
Due to Wellness Clinic	3,646,537
Total liabilities	<u>13,457,636</u>
<b>Net Position:</b>	
Invested in capital assets	905,885
Unreserved	23,788,419
<b>Total Net Position</b>	<u>\$ 24,694,304</u>

**MONTGOMERY COUNTY, TEXAS**  
**Statement of Changes in Net Position**  
**Internal Service Funds**  
**For the 6 Months Ended March 2016**

	<u>Total Internal Service Funds</u>
<b>Current Operating Revenues:</b>	
Fees	\$ 2,178,551
Miscellaneous	10,265
Total Operating Revenues	<u>2,188,816</u>
<b>Current Operating Expenses:</b>	
Supplies	2,661
Services	3,045,598
Miscellaneous	10,000
Capital Outlay	26,012
Total Operating Expenses	<u>3,084,271</u>
Change in net position	(895,455)
Total Net Position - March 1, 2016	25,589,759
<b>Total Net Position - March 31, 2016</b>	<u><u>\$ 24,694,304</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 6 Months Ended March 2016**

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<b><u>GENERAL ADMINISTRATION:</u></b>					
County Judge	631,936	62,053	261,270	3,311	367,355
Human Resources	614,384	65,023	270,124	1,085	343,175
Risk Management	946,348	102,067	447,191	5,392	493,765
County Clerk	2,467,542	267,608	1,140,423	8,194	1,318,925
Collections	450,233	46,409	197,882	195	252,156
Veterans' Service	235,443	27,170	117,669	90	117,684
Information Technology Services	6,729,699	462,412	3,198,338	317,693	3,213,668
Purchasing Agent	1,344,636	135,120	579,799	7,525	757,312
Records Management & Preservation	1,162,857	41,101	573,200	91,993	497,664
Permits	427,768	47,471	202,600	-	225,168
Worthless Checks Division	59,362	6,912	29,337	-	30,025
County-Wide	16,689,185	708,025	6,617,469	4,549	10,067,167
<b><u>TOTAL GENERAL ADM</u></b>	<b><u>31,759,393</u></b>	<b><u>1,971,371</u></b>	<b><u>13,635,302</u></b>	<b><u>440,027</u></b>	<b><u>17,684,064</u></b>
<b><u>JUDICIAL:</u></b>					
County Court No1	485,786	55,219	233,978	-	251,808
County Court No2	812,818	94,164	394,268	1,355	417,195
County Court No3	752,931	85,303	360,785	-	392,146
County Court No4	504,795	55,491	242,594	-	262,201
County Court No5	486,366	55,024	232,054	39	254,273
9 <sup>th</sup> District Court	307,820	35,328	147,908	-	159,912
410 <sup>th</sup> District Court	380,764	43,518	181,852	1,370	197,542
221 <sup>st</sup> District Court	333,655	38,128	159,058	62	174,535
284 <sup>th</sup> District Court	734,157	84,539	355,711	-	378,446
359 <sup>th</sup> District Court	387,220	44,837	191,032	227	195,961
418 <sup>th</sup> District Court	606,774	69,739	293,038	56	313,680
435 <sup>th</sup> District Court	255,312	25,751	117,338	-	137,974
Court Operations	7,507,561	553,270	3,134,778	147,208	4,225,575
Indigent Defense	130,068	20,879	87,072	-	42,996
Mental Health Court Services	271,581	23,041	74,501	78	197,002
Urban Counties Tech Share	100,857	-	-	-	-
Drug Court	1,004,862	106,935	488,030	758	516,074
Office of Court Admin	449,208	41,811	180,447	76	268,685
District Attorney	10,466,650	1,190,488	5,097,795	2,040	5,366,815
District Clerk	3,606,688	402,724	1,688,870	44,970	1,872,848
Justice of Peace Pct 1	806,443	94,716	381,936	3,607	420,900
Justice of Peace Pct 2	510,987	43,215	225,274	-	285,713
Justice of Peace Pct 3	981,001	111,148	475,638	112	505,251
Justice of Peace Pct 4	866,415	97,661	416,855	685	448,875
Justice of Peace Pct 5	500,198	56,163	242,697	1,435	256,066
Judicial Technology	525,300	-	356,473	-	168,827
Court Technology County/District	8,200	259	1,602	-	6,598



**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Expenditures - All Departments**  
**Budget and Year-to-Date Actual for the 6 Months Ended March 2016**

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<b>JUDICIAL (cont'd):</b>					
Court Guardianship	8,211	-	8,129	-	82
Court Reporter Service Fund	141,918	14,141	52,252	-	89,666
Juvenile Case Manager	281,006	40,190	132,773	-	148,233
Justice Court Technology	188,517	31,023	55,917	40,670	91,930
<b><u>TOTAL JUDICIAL</u></b>	<b><u>33,870,569</u></b>	<b><u>3,514,446</u></b>	<b><u>15,652,580</u></b>	<b><u>244,748</u></b>	<b><u>17,872,384</u></b>
<b><u>LEGAL:</u></b>					
County Attorney	3,244,483	323,710	1,431,332	1,273	1,811,878
Law Library	300,517	31,778	125,287	422	174,808
Alternate Dispute Resolution	129,500	10,769	53,808	-	75,692
<b><u>TOTAL LEGAL</u></b>	<b><u>3,674,500</u></b>	<b><u>366,257</u></b>	<b><u>1,610,427</u></b>	<b><u>1,695</u></b>	<b><u>2,062,378</u></b>
<b><u>ELECTIONS:</u></b>					
<b><u>TOTAL ELECTIONS</u></b>	<b><u>1,371,738</u></b>	<b><u>303,236</u></b>	<b><u>1,137,855</u></b>	<b><u>13,482</u></b>	<b><u>220,401</u></b>
<b><u>FINANCIAL ADMINISTRATION:</u></b>					
County Auditor	2,243,070	247,145	1,046,040	1,825	1,195,205
Financial Technology	650,000	-	50,995	108,335	490,670
County Treasurer	711,667	71,357	308,876	-	402,791
Tax Assessor-Collector	4,442,798	478,107	2,015,277	18,962	2,408,559
<b><u>TOTAL FINANCIAL ADM</u></b>	<b><u>8,047,535</u></b>	<b><u>796,609</u></b>	<b><u>3,421,188</u></b>	<b><u>129,122</u></b>	<b><u>4,497,225</u></b>
<b><u>PUBLIC FACILITIES:</u></b>					
Custodial Services	3,231,509	339,347	1,512,213	23,420	1,695,876
Building Maintenance	6,132,584	671,813	2,671,589	205,454	3,255,541
Precinct 3 Parks and Comm. Center	787,347	48,899	194,279	12,254	580,814
Precinct 4 Parks and Comm. Center	12,150	844	2,156	1,924	8,070
Jail	40,428,187	5,294,648	21,446,616	2,763,097	16,218,474
Civic Center	1,339,357	179,516	583,322	49,454	706,581
<b><u>TOTAL PUBLIC FACILITIES</u></b>	<b><u>51,931,134</u></b>	<b><u>6,535,067</u></b>	<b><u>26,410,175</u></b>	<b><u>3,055,603</u></b>	<b><u>22,465,356</u></b>
<b><u>PUBLIC SAFETY:</u></b>					
Fire Marshal	1,678,516	167,379	825,273	3,639	849,604
Constable Pct 1	3,755,087	436,354	1,843,126	11,459	1,900,502
Constable Pct 2	1,790,393	195,827	864,728	4,889	920,776
Constable Pct 3	3,698,200	472,085	1,800,711	14,903	1,882,586
Constable Pct 4	3,387,007	378,820	1,691,339	10,834	1,684,834
Constable Pct 5	2,478,905	257,764	1,115,919	1,192	1,361,794
Sheriff	51,640,887	5,194,990	22,444,473	1,613,696	27,582,718
Sheriff Commissary	663,497	23,923	217,718	-	445,779
Juvenile Services	8,837,907	858,567	3,592,161	26,699	5,219,047
Adult Services	504,326	48,647	214,174	100	290,052
Emergency Management	2,851,123	82,499	1,090,484	49,176	1,711,463
Department of Public Safety	113,276	13,311	55,529	-	57,747
Forfeitures	1,006,610	8,148	314,343	-	692,267
Courthouse Security	475,000	29,444	160,255	-	314,745
Law Enforcement Technology	2,814,981	125,860	1,481,683	407,400	925,898
<b><u>TOTAL PUBLIC SAFETY</u></b>	<b><u>85,695,715</u></b>	<b><u>8,293,618</u></b>	<b><u>37,711,916</u></b>	<b><u>2,143,987</u></b>	<b><u>45,839,812</u></b>

**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Expenditures - All Departments**  
**Budget and Year-to-Date Actual for the 6 Months Ended March 2016**

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<b><u>HEALTH AND WELFARE:</u></b>					
Vehicle Emission Program	1,807,310	200,500	1,626,972	-	180,338
Forensic Services	1,530,396	118,544	554,036	6,013	970,347
Medical: Contract Services	90,000	7,500	45,000	-	45,000
Mental Health: Contract Services	278,525	2,303	109,205	2,711	166,609
Environmental Health	2,083,677	238,157	998,517	112	1,085,048
Mental Health Facility	13,167,136	1,052,983	5,528,809	1,211	7,637,116
Community Development	5,421,164	61,294	1,120,983	1,201,484	3,098,697
Animal Control	1,024,517	103,599	493,528	2,043	528,946
Animal Shelter	4,591,657	218,273	875,848	85,716	3,630,093
Child Welfare	110,999	2,088	14,890	675	95,434
Welfare:					
Contract Services	1,018,762	-	387,226	-	631,536
<b><u>TOTAL HEALTH/WELFARE</u></b>	<b><u>31,124,143</u></b>	<b><u>2,005,241</u></b>	<b><u>11,755,014</u></b>	<b><u>1,299,965</u></b>	<b><u>18,069,164</u></b>
<b><u>CONSERVATION:</u></b>					
Extension Agent	741,844	75,879	324,974	95	416,775
Precinct 1 Recycling Center	336,784	-	-	-	-
Precinct 3 Recycling Center	656,275	95,714	351,963	156	304,156
<b><u>TOTAL CONSERVATION</u></b>	<b><u>1,734,903</u></b>	<b><u>171,593</u></b>	<b><u>676,937</u></b>	<b><u>251</u></b>	<b><u>1,057,715</u></b>
<b><u>CULTURE &amp; RECREATION:</u></b>					
Memorial Library	9,757,559	1,020,436	4,389,668	114,831	5,253,060
Historical Commissions	106,273	-	43,402	8,444	54,427
<b><u>TOTAL CULTURE &amp; RECREATION</u></b>	<b><u>9,863,832</u></b>	<b><u>1,020,436</u></b>	<b><u>4,433,070</u></b>	<b><u>123,275</u></b>	<b><u>5,307,487</u></b>
<b><u>PUBLIC TRANSPORTATION:</u></b>					
Airport	4,777,089	308,780	1,239,400	1,578,278	1,959,411
County Engineer	2,399,360	194,607	863,255	13,527	1,522,578
Commissioner Pct 1	19,580,697	2,824,012	5,587,153	5,759,633	8,233,911
Commissioner Pct 2	11,846,103	359,712	3,677,743	60,103	8,108,257
Commissioner Pct 3	15,202,388	1,163,004	3,865,471	810,812	10,526,105
Commissioner Pct 4	12,547,362	766,038	3,605,033	603,831	8,338,498
<b><u>TOTAL PUBLIC TRANSPORTATION</u></b>	<b><u>66,352,999</u></b>	<b><u>5,616,153</u></b>	<b><u>18,838,055</u></b>	<b><u>8,826,184</u></b>	<b><u>38,688,760</u></b>
<b><u>DEBT SERVICE:</u></b>					
Reserve for Fund Balance	12,000,000	-	-	-	12,000,000
Principal	21,360,000	-	21,360,000	-	-
Interest	17,699,724	-	7,445,759	-	10,253,965
Issuance Costs	-	-	234,486	-	(234,486)
Payment to Escrow Agent	73,331,090	-	73,331,090	-	-
<b><u>TOTAL DEBT SERVICE</u></b>	<b><u>124,390,814</u></b>	<b><u>-</u></b>	<b><u>102,371,335</u></b>	<b><u>-</u></b>	<b><u>22,019,479</u></b>
<b><u>MISCELLANEOUS:</u></b>					
<b><u>TOTAL MISCELLANEOUS</u></b>	<b><u>553,101</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>553,101</u></b>
<b><u>TOTAL EXPENDITURES - GOVERNMENTAL FUNDS</u></b>	<b><u>450,370,376</u></b>	<b><u>30,594,027</u></b>	<b><u>237,653,854</u></b>	<b><u>16,278,339</u></b>	<b><u>196,337,326</u></b>

**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Expenditures - All Departments**  
**Budget and Year-to-Date Actual for the 6 Months Ended March 2016**

	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	2,483,201	12,349,824	-	11,489,044
Retiree Health	2,660,000	140,733	1,045,913	-	1,614,087
Optional Health	295,488	128,747	506,920	-	(211,432)
Cobra Coverage	-	6,916	70,351	-	(70,351)
Employee Life	133,314	22,262	77,543	-	55,771
Risk Mgt - Workers Comp	775,000	52,382	587,906	-	187,094
Risk Mgt-Prop/Casltly/Liab	1,500,000	65,807	1,062,740	2,391	434,869
Wellness Clinic	-	184,224	644,993	-	(644,993)
<b>TOTAL GENERAL ADM</b>	<b>29,202,670</b>	<b>3,084,272</b>	<b>16,346,190</b>	<b>2,391</b>	<b>12,854,089</b>
<b>TOTAL INTERNAL SERVICE FUNDS</b>	<b>29,202,670</b>	<b>3,084,272</b>	<b>16,346,190</b>	<b>2,391</b>	<b>12,854,089</b>
<b><u>ENTERPRISE FUNDS</u></b>					
Montgomery County Toll Road Authority	19,212,782	601,337	1,245,433	14,804,308	3,163,041
<b>TOTAL ENTERPRISE FUNDS</b>	<b>19,212,782</b>	<b>601,337</b>	<b>1,245,433</b>	<b>14,804,308</b>	<b>3,163,041</b>

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# **SCHEDULES**

(unaudited)

**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Transfers In and Out by Fund**  
**For the 6 Months Ended March 2016**

	Transfers In	Transfers Out
General Fund	\$ -	\$ 2,169,874
Jail 13-14	2,169,874	-
	\$ 2,169,874	\$ 2,169,874
<b>TOTAL FINANCING USES</b>		

**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Bond Indebtedness**  
**As of March 2016**

	<u>Interest Rate (%)</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Balances Outstanding</u>
<b>GENERAL OBLIGATION BONDS:</b>				
Refunding Bonds, Series 2007	4.00-5.50	2007	2026	33,810,000
Road Bonds, Series 2008A	3.50-5.25	2008	2030	1,555,000
Refunding Bonds, Series 2008	3.50-5.00	2008	2018	1,645,000
Refunding Bonds, Series 2010	4.00-5.00	2010	2030	43,380,000
Refunding Bonds, Series 2012	2.00-5.00	2012	2026	25,055,000
Refunding Bonds, Series 2014	1.75-2.27	2014	2020	24,090,000
Refunding Bonds, Series 2014A	5.00	2014	2025	73,510,000
Refunding Bonds, Series 2016	4.25-5.25	2016	2032	58,925,000
Road Bonds, Series 2016	4.25-5.25	2016	2041	53,140,000
<b>TOTAL GENERAL OBLIGATION BONDS PAYABLE</b>				<b>315,110,000</b>
<b>REVENUE BONDS:</b>				
Toll Revenue Bonds, Series 2009	3.00-5.00	2009	2032	20,495,000
Toll Revenue Bonds, Series 2010	3.00-5.00	2011	2021	16,450,000
Pass Thru Toll Revenue and Limited Tax Bonds, Series 2012	3.00-5.00	2012	2023	15,880,000
<b>TOTAL REVENUE BONDS PAYABLE</b>				<b>52,825,000</b>
<b>CERTIFICATES OF OBLIGATION:</b>				
Series 2007	4.00-4.63	2008	2027	1,040,000
Series 2008	3.50-5.25	2008	2027	3,175,000
Series 2010	3.00-5.40	2010	2039	28,800,000
Series 2012	2.00-4.00	2012	2032	12,870,000
Series 2012A	2.00-5.00	2012	2023	12,650,000
<b>TOTAL CERTIFICATES OF OBLIGATION</b>				<b>58,535,000</b>
<b>TOTAL BONDED DEBT</b>				<b>\$ 426,470,000</b>