

MONTGOMERY COUNTY, TEXAS

Monthly Unaudited Financial Report



**For the Month Ended
May 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 May 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

June 27, 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 May 1, 2017 through May 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 8 Months Ended May 31, 2017

	<u>Total Governmental Funds</u>
Assets:	
Cash	\$ 86,618,866
Investments, at Fair Value	316,910,102
Receivables:	
Taxes (net)	6,295,480
Accounts (net)	6,793
Due From Other Funds	83,526,892
Prepaid Items	106,290
<u>Total Assets</u>	<u>493,464,423</u>
 <u>LIABILITIES AND FUND BALANCES:</u>	
Current Liabilities:	
Accounts Payable	4,379,632
Other Payables	1,821,749
Due to Other Funds	99,948,174
Due to Other Governments	16,489
Deferred Revenue	12,156,582
Total liabilities	118,322,626
Fund Balances:	
Reserved	184,954,031
Unreserved	190,187,766
Total Fund Balances	375,141,797
<u>TOTAL LIABILITIES AND FUND BALANCES</u>	<u>\$ 493,464,423</u>

MONTGOMERY COUNTY, TEXAS
Statement of Changes in Fund Balance - Governmental Funds
For the 8 Months Ended May 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, 5/1/2017	\$ 204,916,119	\$ 38,847,687	\$ 20,100,128	\$ 135,030,113	\$ 398,894,047
Revenues/Other Financing Sources	\$ 5,613,058	\$ 1,085,287	\$ -	\$ -	\$ 6,698,345
Expenditures/Other Financing Uses	\$ (20,341,411)	\$ (7,142,123)	\$ -	\$ (2,967,061)	\$ (30,450,595)
Fund Balance, 5/31/2017	<u>\$ 190,187,766</u>	<u>\$ 32,790,851</u>	<u>\$ 20,100,128</u>	<u>\$ 132,063,052</u>	<u>\$ 375,141,797</u>

MONTGOMERY COUNTY, TEXAS
Statement of Net Position
Internal Service Funds
For the 8 Months Ended May 31, 2017

	<u>Total Internal Service Funds</u>
Assets:	
Cash	\$ 57,791
Receivables:	
Accounts (net)	291,249
<hr/>	
Due From Other Funds	28,162,614
Capital Assets (net of accumulated depreciation):	
Buildings	815,471
Improvements	718
Equipment	74,471
Total assets	<u>29,402,314</u>
Liabilities:	
Current Liabilities:	
Accounts Payable	953,950
Other Payables	5,011,403
Due to General Fund	696,113
Due to Road & Bridge	19,300
Due to Wellness Clinic	712,907
Total liabilities	<u>7,393,673</u>
Net Position:	
Invested in capital assets	890,660
Unreserved	21,117,981
Total Net Position	<u><u>\$ 22,008,641</u></u>

MONTGOMERY COUNTY, TEXAS
Statement of Changes in Net Position
Internal Service Funds
For the 8 Months Ended May 31, 2017

	<u>Total Internal Service Funds</u>
Current Operating Revenues:	
Fees	\$ 2,193,139
Miscellaneous	10,922
Total Operating Revenues	2,204,061
Current Operating Expenses:	
Supplies	2,535
Services	3,524,132
Total Operating Expenses	3,526,667
Change in net position	(1,322,606)
Total Net Position - May 1, 2017	23,331,247
Total Net Position - May 31, 2017	\$ 22,008,641

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BUDGET STATUS

(unaudited)

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 8 Months Ended May 31, 2017

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<u>GENERAL ADMINISTRATION:</u>					
County Judge	646,208	41,744	356,381	4,735	285,092
Human Resources	636,768	55,177	397,107	295	239,366
Risk Management	995,867	95,523	589,596	3,124	403,147
County Clerk	2,524,025	177,657	1,476,880	194	1,046,951
Collections	460,182	38,151	278,639	1,874	179,669
Veterans' Service	249,687	18,935	159,099	-	90,588
Information Technology Services	6,849,309	563,176	3,966,100	646,476	2,236,733
Purchasing Agent	1,182,384	77,148	681,229	15	501,140
Records Management & Preservation	1,184,631	137,890	694,909	342	489,380
Permits	425,514	32,001	267,403	13	158,098
Worthless Checks Division	60,788	4,605	38,552	-	22,236
County-Wide	19,390,573	38,569	7,121,372	22,086	12,247,115
<u>TOTAL GENERAL ADM</u>	<u>34,605,936</u>	<u>1,280,576</u>	<u>16,027,267</u>	<u>679,154</u>	<u>17,899,515</u>
<u>JUDICIAL:</u>					
County Court No1	498,668	39,713	312,233	399	186,036
County Court No2	870,379	66,177	535,421	169	334,789
County Court No3	773,143	59,628	482,709	848	289,586
County Court No4	520,242	38,730	320,739	205	199,298
County Court No5	499,133	37,367	309,366	312	189,455
9 th District Court	333,502	24,197	206,060	381	127,061
410 th District Court	443,028	34,556	284,106	1,430	157,492
221 st District Court	338,668	25,097	210,345	65	128,258
284 th District Court	771,223	57,527	484,029	282	286,912
359 th District Court	395,269	28,865	246,553	198	148,518
418 th District Court	621,194	46,804	388,692	231	232,271
435 th District Court	383,940	25,661	206,736	1,552	175,652
Court Operations	7,577,054	628,754	4,631,342	85,933	2,859,779
Indigent Defense	133,266	11,646	102,054	179	31,033
Mental Health Court Services	354,905	26,852	213,044	855	141,006
Drug Court	1,093,091	60,506	548,765	9,993	534,333
Office of Court Admin	453,735	34,232	271,064	62	182,609
District Attorney	11,174,188	871,219	7,087,564	13,642	4,072,982
District Clerk	3,721,869	266,641	2,307,990	1,937	1,411,942
Justice of Peace Pct 1	819,362	64,798	513,841	42	305,479
Justice of Peace Pct 2	530,513	35,327	315,335	132	215,046
Justice of Peace Pct 3	1,066,018	81,851	656,920	1,433	407,665
Justice of Peace Pct 4	894,308	68,631	564,180	1,387	328,741
Justice of Peace Pct 5	516,995	40,400	325,152	896	190,947
Judicial Technology	1,060,517	5,411	588,581	60,584	411,352
Court Technology County/District	20,323	276	7,274	899	12,150

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 8 Months Ended May 31, 2017

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
JUDICIAL (cont'd):					
Court Guardianship	18,912	2,502	18,912	-	-
Court Reporter Service Fund	150,837	8,811	78,468	-	72,369
Juvenile Case Manager	296,272	22,613	188,632	-	107,640
Justice Court Technology	52,961	9,058	33,281	480	19,200
Veterans Treatment Court	259,140	5,992	20,832	697	237,611
TOTAL JUDICIAL	36,642,655	2,729,842	22,460,220	185,223	13,997,212
LEGAL:					
County Attorney	3,462,155	239,450	2,115,118	29,877	1,317,160
Law Library	303,741	30,865	172,569	113	131,059
Alternate Dispute Resolution	129,500	11,623	83,022	-	46,478
TOTAL LEGAL	3,895,396	281,938	2,370,709	29,990	1,494,697
ELECTIONS:					
TOTAL ELECTIONS	1,455,957	104,209	1,436,097	(434)	20,294
FINANCIAL ADMINISTRATION:					
County Auditor	2,286,176	164,690	1,361,698	6,582	917,896
Financial Technology	4,192,016	11,750	33,605	9,400	4,149,011
County Treasurer	705,371	42,644	379,810	249	325,312
Tax Assessor-Collector	4,751,089	349,027	2,860,009	2,685	1,888,395
TOTAL FINANCIAL ADM	11,934,652	568,111	4,635,122	18,916	7,280,614
PUBLIC FACILITIES:					
Custodial Services	3,336,741	239,860	1,978,438	43,144	1,315,159
Building Maintenance	6,647,367	507,725	3,905,653	191,104	2,550,610
Precinct 2 Parks and Comm. Center	203,162	15,273	108,320	1,712	93,130
Precinct 3 Parks and Comm. Center	675,887	34,178	294,490	756	380,641
Precinct 4 Parks and Comm. Center	110,150	4,332	84,637	1,594	23,919
Jail	41,281,161	2,418,911	31,256,389	20,945	10,003,827
Civic Center	1,426,943	94,833	845,286	9,253	572,404
TOTAL PUBLIC FACILITIES	53,681,411	3,315,112	38,473,213	268,508	14,939,690
PUBLIC SAFETY:					
Fire Marshal	1,622,514	110,827	1,016,709	4,612	601,193
Constable Pct 1	4,027,408	260,645	2,488,724	50,250	1,488,434
Constable Pct 2	1,814,878	134,041	1,117,483	5,310	692,085
Constable Pct 3	4,654,150	330,553	2,894,418	21,441	1,738,291
Constable Pct 4	3,619,321	250,161	2,222,329	32,377	1,364,615
Constable Pct 5	2,668,160	180,509	1,512,897	10,361	1,144,902
Sheriff	54,658,894	4,096,367	30,682,202	1,139,876	22,836,816
Sheriff Commissary	964,240	7,096	405,344	-	558,896
Law Enforcement Technology	2,507,947	571,651	969,676	-	1,538,271
Juvenile Services	8,957,753	588,122	4,778,973	15,933	4,162,847
Adult Services	6,505,295	392,894	3,043,487	10,821	3,450,987
Emergency Management	3,283,881	69,071	524,107	444,349	2,315,425
Department of Public Safety	115,987	8,860	73,490	-	42,497
Forfeitures	1,025,394	3,700	367,810	816	656,768
Courthouse Security	477,403	42,772	244,634	649	232,120
TOTAL PUBLIC SAFETY	96,903,225	7,047,269	52,342,283	1,736,795	42,824,147

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 8 Months Ended May 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	130,927	922,102	6,955	718,029
Medical: Contract Services	90,000	7,500	60,000	-	30,000
Mental Health: Contract Services	278,525	1,656	162,388	-	116,137
Environmental Health	2,135,688	160,570	1,281,012	1,175	853,501
Mental Health Facility	13,471,936	1,091,839	7,761,925	78,706	5,631,305
FEMA Disaster Grants	170,407	8,103	162,086	-	8,321
Community Development	6,228,012	71,742	1,315,053	1,235,538	3,677,421
Animal Control	1,024,392	70,158	645,680	801	377,911
Animal Shelter	2,834,361	257,919	2,005,186	56,481	772,694
Child Welfare	139,333	3,489	30,533	124	108,676
Welfare:					
Contract Services	1,084,373	57,281	743,905	-	340,468
<u>TOTAL HEALTH/WELFARE</u>	<u>30,718,149</u>	<u>1,861,184</u>	<u>16,627,656</u>	<u>1,379,780</u>	<u>12,710,713</u>
<u>CONSERVATION:</u>					
Extension Agent	743,075	51,467	442,428	960	299,687
Precinct 3 Recycling Center	781,383	77,677	514,496	934	265,953
Precinct 1 Recycling Center	393,801	136,556	283,041	85,881	24,879
<u>TOTAL CONSERVATION</u>	<u>1,918,259</u>	<u>265,700</u>	<u>1,239,965</u>	<u>87,775</u>	<u>590,519</u>
<u>CULTURE & RECREATION:</u>					
Memorial Library	10,054,764	731,834	5,997,978	110,501	3,946,285
Historical Commissions	148,288	1,400	110,416	-	37,872
<u>TOTAL CULTURE & RECREATION</u>	<u>10,203,052</u>	<u>733,234</u>	<u>6,108,394</u>	<u>110,501</u>	<u>3,984,157</u>
<u>PUBLIC TRANSPORTATION:</u>					
Airport	1,955,936	132,976	599,049	62,672	1,294,215
County Engineer	2,603,780	139,013	1,160,005	392	1,443,383
Commissioner Pct 1	13,499,022	681,375	6,548,750	290,244	6,660,028
Commissioner Pct 2	11,229,450	570,737	7,994,851	563,145	2,671,454
Commissioner Pct 3	12,332,423	1,310,406	5,365,913	697,670	6,268,840
Commissioner Pct 4	12,017,572	1,117,528	6,595,787	24,390	5,397,395
<u>TOTAL PUBLIC TRANSPORTATION</u>	<u>53,638,183</u>	<u>3,952,035</u>	<u>28,264,355</u>	<u>1,638,513</u>	<u>23,735,315</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>3,037,279</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,037,279</u>
<u>TOTAL EXPENDITURES - GOVERNMENTAL FUNDS</u>	<u>451,711,898</u>	<u>22,139,210</u>	<u>310,122,223</u>	<u>6,134,721</u>	<u>135,454,954</u>

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 8 Months Ended May 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	2,796,648	19,843,955	-	3,994,913
Retiree Health	2,897,500	253,621	1,643,262	-	1,254,238
Optional Health	295,488	67,136	650,559	-	(355,071)
Cobra Coverage	-	3,279	93,054	-	(93,054)
Employee Life	133,314	22,953	102,628	-	30,686
Risk Mgt - Workers Comp	775,000	158,707	784,885	7,069	(16,954)
Risk Mgt-Prop/Casltly/Liab	1,500,000	34,413	1,128,893	7,007	364,100
Wellness Clinic	2,168	189,912	849,111	-	(846,943)
TOTAL GENERAL ADM	29,442,338	3,526,669	25,096,347	14,076	4,331,915
TOTAL INTERNAL SERVICE FUNDS	29,442,338	3,526,669	25,096,347	14,076	4,331,915
<u>ENTERPRISE FUNDS</u>					
Montgomery County Toll Road Authority	6,211,484	135,795	2,948,546	1,794,762	1,468,176
TOTAL ENTERPRISE FUNDS	6,211,484	135,795	2,948,546	1,794,762	1,468,176

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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 8 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	126,524	1,538,182	1,719,762	362,098
Wetlands Mitigation	1,305,110	-	1,217,810	-	87,300
242 Toll Project	311,054	9,271	192,554	-	118,500
Total Expenses	6,211,484	135,795	2,948,546	1,794,762	1,468,176

MONTGOMERY COUNTY, TEXAS
Schedule of Transfers In and Out by Fund
For the 8 Months Ended May 31, 2017

	Transfers In	Transfers Out
General Fund	\$ -	\$ 200,000
Jury	200,000	-
Adult Probation - Supervision	-	25,000
Adult Probation - Community Corrections	10,000	-
Adult Probation - Mental Impairment	15,000	-
	225,000	225,000
TOTAL FINANCING USES	\$ 225,000	\$ 225,000

MONTGOMERY COUNTY, TEXAS
Schedule of Bond Indebtedness
As of May 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