

MONTGOMERY COUNTY, TEXAS

Monthly Unaudited Financial Report



**For the 10 Months Ended
July 31, 2011**

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, 2011

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Office of the County Auditor
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Phyllis L. Martin
County Auditor

Peggie Rushing
1st Assistant County Auditor

August 31, 2011

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, 2011 through July 31, 2011. 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 for the Governmental Funds and a Statement of Net Assets and Statement of Changes in Net Assets for the Internal Service 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

PLM/mb

FINANCIAL STATEMENTS

(unaudited)

MONTGOMERY COUNTY, TEXAS
Consolidated Balance Sheet
Governmental Funds
For the 10 Months Ended July 31, 2011

	<u>Total Governmental Funds</u>
Assets:	
Cash	\$ 46,181,547
Investments, at Fair Value	\$ 157,001,090
Restricted Cash	\$ 748,134
Receivables:	
Taxes (net)	\$ 6,115,258
Accounts (net)	\$ 34,982
Due From Other Funds	\$ 223,588,579
Inventory, at Cost	\$ 91,503
Prepaid Items	\$ 71,921
<u>Total Assets</u>	<u>\$ 433,833,014</u>
 <u>LIABILITIES AND FUND BALANCES:</u>	
Current Liabilities:	
Accounts Payable	\$ 6,190,205
Other Payables	\$ 1,836,756
Due to Other Funds	\$ 245,283,643
Due to Other Governments	\$ 6,662,076
Deferred Revenue	\$ 8,249,996
Total liabilities	\$ 268,222,676
Fund Balances:	
Reserved	\$ 70,639,470
Unreserved	\$ 94,970,868
Total Fund Balances	\$ 165,610,338
<u>TOTAL LIABILITIES AND FUND BALANCES</u>	<u>\$ 433,833,014</u>

MONTGOMERY COUNTY, TEXAS
Statement of Changes in Fund Balance - Governmental Funds
For the 10 Months Ended July 31, 2011

	<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, 07/01/2011	\$ 93,883,539	\$ 18,573,733	\$ 24,438,040	\$ 47,102,596	\$ 183,997,908
Revenues/Other Financing Sources	\$ 6,619,207	\$ 2,279,083	\$ 97,162	\$ 1,021	\$ 8,996,473
Expenditures/Other Financing Uses	\$ (18,844,630)	\$ (7,540,064)	\$ -	\$ (999,349)	\$ (27,384,043)
Fund Balance, 07/31/2011	<u>\$ 81,658,116</u>	<u>\$ 13,312,752</u>	<u>\$ 24,535,202</u>	<u>\$ 46,104,268</u>	<u>\$ 165,610,338</u>

MONTGOMERY COUNTY, TEXAS
Statement of Net Assets
Internal Service Funds
For the 10 Months Ended July 31, 2011

	<u>Total Internal Service Funds</u>
Assets:	
Cash	\$ 1,000,000
Receivables:	
Accounts (net)	\$ 677,128
<hr/>	
Due From Other Funds	\$ 3,506,134
Prepaid Items	\$ 614,103
Capital Assets (net of accumulated depreciation):	
Buildings	\$ 905,719
Improvements	\$ 2,155
Equipment	\$ 198,993
<hr/>	
Total assets	<u>\$ 6,904,232</u>
Liabilities:	
Current Liabilities:	
Accounts Payable	\$ 490
Other Payables	\$ 4,117,590
Due to General Fund	\$ 847,615
Total liabilities	<u>\$ 4,965,695</u>
Net assets:	
Net assets, invested in capital assets	\$ 1,106,868
Unreserved	\$ 831,669
Total net assets	<u><u>\$ 1,938,537</u></u>

MONTGOMERY COUNTY, TEXAS
Statement of Changes in Net Assets
Internal Service Funds
For the 10 Months Ended July 31, 2011

	<u>Total Internal Service Funds</u>
Operating Revenues:	
Fees	\$ 1,970,656
Miscellaneous	\$ 11,523
Total Operating Revenues	<u>\$ 1,982,179</u>
Operating Expenses	
Supplies	\$ 1,865
Services	\$ 2,982,312
Utilities	\$ 73
Total Operating Expenses	<u>\$ 2,984,250</u>
Nonoperating revenues (expenses)	
Interest Income	
Total nonoperating revenues (expenses)	
Change in net assets	\$ (1,002,071)
Total net assets - beginning	\$ 2,940,608
Total net assets - ending	<u><u>\$ 1,938,537</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, 2011

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	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<u>GENERAL ADMINISTRATION:</u>					
County Judge:	468,578	59,853	389,729	906	77,944
Human Resources:	554,432	55,721	413,291	1,262	139,878
Risk Management:	4,025,637	68,250	543,251	2,681	3,479,705
County Clerk:	2,237,101	234,743	1,699,585	19	537,498
Collections:	833,194	64,443	654,093	935	178,166
Environmental Health/Alarm:	55,820	10,677	15,428	486	39,906
Veterans' Service	195,096	21,099	157,896	-	37,200
Information Technology Services	5,102,271	334,987	3,877,972	374,363	849,936
Purchasing Agent	4,791,511	418,370	2,403,722	1,586,488	801,301
Records Management & Preservation	543,592	36,837	430,200	25,702	87,690
Worthless Checks Division	85,530	7,824	55,929	-	29,601
County-Wide	8,883,345	64,239	4,454,478	33,753	4,395,115
<u>TOTAL GENERAL ADM</u>	<u>27,776,108</u>	<u>1,377,044</u>	<u>15,095,573</u>	<u>2,026,595</u>	<u>10,653,940</u>
<u>JUDICIAL:</u>					
County Court No1	303,432	40,541	240,128	330	62,974
County Court No2	559,545	65,005	442,594	1,377	115,574
County Court No3	351,082	45,879	274,375	-	76,708
County Court No4	357,133	46,414	281,422	1,746	73,965
County Court No5	346,742	44,810	269,043	193	77,506
9 th District Court	437,285	34,928	314,454	861	121,970
410 th District Court	351,113	36,716	281,532	284	69,297
221 st District Court	341,980	32,733	238,996	441	102,542
284 th District Court	588,510	52,302	380,856	498	207,157
359 th District Court	312,057	31,436	239,818	1,305	70,934
418 th District Court	450,735	52,821	338,115	266	112,354
435 th District Court	205,537	22,535	165,640	1,348	38,549
Court Operations	6,325,877	520,241	4,768,261	17,552	1,540,064
Indigent Defense	149,400	13,588	124,684	737	23,979
Drug Court	790,073	91,855	624,403	1,525	164,146
Office of Court Admin	281,392	32,026	101,527	594	179,272
District Attorney	7,821,504	855,371	6,421,146	4,552	1,395,806
District Clerk	3,191,257	325,032	2,521,375	4,025	665,856
Justice of Peace Pct 1	596,462	62,675	480,630	908	114,924
Justice of Peace Pct 2	448,928	47,079	353,254	3,289	92,384
Justice of Peace Pct 3	916,579	97,748	712,915	886	202,778
Justice of Peace Pct 4	877,128	85,488	720,162	35	156,931
Justice of Peace Pct 5	416,366	41,985	320,422	5,658	90,285
<u>TOTAL JUDICIAL</u>	<u>26,420,116</u>	<u>2,679,207</u>	<u>20,615,752</u>	<u>48,408</u>	<u>5,755,955</u>
<u>LEGAL:</u>					
County Attorney	2,402,543	258,432	1,929,432	3,547	469,564
Law Library	489,088	32,511	372,076	546	116,466
Alternate Dispute Resolution	189,285	-	99,230	-	90,055
<u>TOTAL LEGAL</u>	<u>3,080,916</u>	<u>290,943</u>	<u>2,400,739</u>	<u>4,093</u>	<u>676,085</u>

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 10 Months Ended July 31, 2011

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<u>ELECTIONS:</u>					
<u>TOTAL ELECTIONS</u>	1,409,073	101,237	1,141,523	37,319	230,231
<u>FINANCIAL ADMINISTRATION:</u>					
County Auditor	1,632,895	169,619	1,227,854	396	404,645
County Treasurer	635,991	63,037	498,028	1,640	136,323
Tax Assessor-Collector	4,370,022	388,691	3,129,882	340	1,239,800
<u>TOTAL FINANCIAL ADM</u>	<u>6,638,908</u>	<u>621,346</u>	<u>4,855,764</u>	<u>2,376</u>	<u>1,780,768</u>
<u>PUBLIC FACILITIES:</u>					
Custodial Services	2,991,910	307,178	2,441,067	9,041	541,802
Building Maintenance	5,594,434	384,521	3,729,438	76,477	1,788,519
Jail	38,165,776	3,128,300	24,013,569	20,232	14,131,975
Spring Creek Greenway Phase II	2,250,000	-	-	-	2,250,000
Civic Center	1,090,101	75,996	817,767	14,717	257,617
Parks	172,542	-	88,292	-	84,251
<u>TOTAL PUBLIC FACILITIES</u>	<u>50,264,763</u>	<u>3,895,995</u>	<u>31,090,133</u>	<u>120,467</u>	<u>19,054,164</u>
<u>PUBLIC SAFETY:</u>					
Fire Marshal	961,375	107,660	792,266	722	168,387
Constable Pct 1	2,854,000	309,175	2,345,467	8,738	499,795
Constable Pct 2	1,473,629	134,667	1,130,293	6,377	336,959
Constable Pct 3	2,580,399	288,023	2,085,676	6,189	488,534
Constable Pct 4	2,005,608	233,580	1,668,398	4,133	333,077
Constable Pct 5	2,098,728	214,180	1,655,683	1,050	441,995
Sheriff	35,322,389	4,759,785	29,039,304	452,595	5,830,489
Sheriff Commissary	119,400	56,042	326,838	-	(207,438)
Juvenile Services	7,973,447	815,392	5,871,297	16,880	2,085,270
Adult Services	31,103	588,272	4,152,664	-	(4,121,561)
Emergency Management	6,958,348	1,641,607	3,721,784	415,431	2,821,133
Department of Public Safety	100,565	10,705	81,074	-	19,491
Forfeitures	707,601	53,613	754,304	-	(46,703)
<u>TOTAL PUBLIC SAFETY</u>	<u>63,186,591</u>	<u>9,212,701</u>	<u>53,625,049</u>	<u>912,116</u>	<u>8,649,426</u>
<u>HEALTH AND WELFARE:</u>					
Vehicle Emission Program	1,859,721	-	1,650,889	62,632	146,200
Forensic Services	1,193,698	87,180	463,410	15,827	714,460
Medical: Contract Services	160,633	14,441	116,089	-	44,544
Mental Health: Contract Services	304,688	50,822	241,314	142	63,232
Environmental Health	2,162,451	226,799	1,726,017	9,136	427,298
Mental Health Facility	7,500,000	1,043,175	4,170,029	-	3,329,971
<u>HEALTH AND WELFARE: (cont'd)</u>					

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 10 Months Ended July 31, 2011

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<u>HEALTH AND WELFARE: (cont'd)</u>					
Community Development	14,646,369	609,092	5,369,536	1,273,783	8,003,049
Animal Control	876,415	81,753	678,014	15,619	182,783
Animal Shelter	1,975,171	214,654	1,672,533	33,588	269,050
Child Welfare	125,005	6,513	50,702	11	74,292
Welfare:					
Contract Services	1,029,031	249,758	1,029,031	-	-
<u>TOTAL HEALTH/WELFARE</u>	<u>31,833,181</u>	<u>2,584,188</u>	<u>17,167,565</u>	<u>1,410,738</u>	<u>13,254,878</u>
<u>CONSERVATION:</u>					
Extension Agent	581,677	53,656	427,471	-	154,206
Precinct 3 Recycling Center	528,017	43,220	354,228	-	173,790
<u>TOTAL CONSERVATION</u>	<u>1,109,695</u>	<u>96,876</u>	<u>781,699</u>	<u>-</u>	<u>327,995</u>
<u>CULTURE & RECREATION:</u>					
Memorial Library	9,027,579	857,053	6,815,478	76,978	2,135,123
Historical Commissions	40,000	15,000	23,600	-	16,400
<u>TOTAL CULTURE & RECREATION</u>	<u>9,067,579</u>	<u>872,053</u>	<u>6,839,078</u>	<u>76,978</u>	<u>2,151,523</u>
<u>PUBLIC TRANSPORTATION:</u>					
Airport	686,213	84,980	501,108	43,581	141,524
County Engineer	4,383,847	811,437	3,842,352	14,682	526,813
Commissioner Pct 1	6,510,903	563,152	4,676,264	247,562	1,587,077
Commissioner Pct 2	6,264,250	1,067,133	4,235,047	75,830	1,953,373
Commissioner Pct 3	10,661,854	1,227,670	7,826,863	1,074,538	1,760,453
Commissioner Pct 4	6,862,275	730,611	5,577,763	52,703	1,231,809
<u>TOTAL PUBLIC TRANSPORTATION</u>	<u>35,369,343</u>	<u>4,484,984</u>	<u>26,659,397</u>	<u>1,508,896</u>	<u>7,201,050</u>
<u>DEBT SERVICE:</u>					
Issuance Costs	-	-	250	-	(250)
Principal	11,316,548	-	11,304,862	-	11,687
Interest	20,977,764	-	12,936,447	-	8,041,317
<u>TOTAL DEBT SERVICE</u>	<u>32,294,312</u>	<u>-</u>	<u>24,241,559</u>	<u>-</u>	<u>8,052,753</u>
<u>MISCELLANEOUS:</u>					
<u>TOTAL MISCELLANEOUS</u>	<u>802,045</u>	<u>68,120</u>	<u>509,855</u>	<u>59,333</u>	<u>232,857</u>
<u>TOTAL EXPENDITURES - GOVERNMENTAL FUNDS</u>					
	<u>289,252,629</u>	<u>26,284,694</u>	<u>205,023,685</u>	<u>6,207,319</u>	<u>78,021,625</u>
<u>INTERNAL SERVICE FUNDS</u>					
<u>GENERAL ADMINISTRATION:</u>					
Employee Health	-	2,494,618	18,271,026	-	(18,271,026)
Retiree Health	-	190,734	1,285,082	-	(1,285,082)
Pass through Health	-	43,725	278,846	-	(278,846)
Cobra Coverage	-	2,442	40,732	-	(40,732)
Risk Mgt - Workers Comp	1,673,900	157,840	1,143,804	-	530,096
Risk Mgt-Prop/Caslty/Liab	1,002,302	6,095	1,008,642	6,340	(12,681)
Wellness Clinic	-	88,797	875,179	-	(875,179)
<u>TOTAL GENERAL ADMINISTRATIO</u>	<u>2,676,201</u>	<u>2,984,251</u>	<u>22,903,312</u>	<u>6,340</u>	<u>(20,233,451)</u>
<u>TOTAL INTERNAL SERVICE FUNDS</u>	<u>2,676,201</u>	<u>2,984,251</u>	<u>22,903,312</u>	<u>6,340</u>	<u>(20,233,451)</u>

SCHEDULES

(unaudited)

MONTGOMERY COUNTY, TEXAS
Schedule of Transfers In and Out by Fund
For the 10 Months Ended July 31, 2011

	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ 731,277	\$ 3,863,480
Forfeitures		60,866
Jury	420,000	-
Airport Maintenance	-	670,411
MC Jail Financing Corp (340)	3,443,480	-
TOTAL FINANCING USES	<u>\$ 4,594,758</u>	<u>\$ 4,594,758</u>

MONTGOMERY COUNTY, TEXAS
Schedule of Bond Indebtedness
As of July 31, 2011

	<u>Interest Rate (%)</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Balances Outstanding</u>
GENERAL OBLIGATION BONDS:				
Road Bonds, Series 2002A	4.37-5.63	2002	2022	5,880,000
Road Bonds, Series 2003A	5.00	2003	2026	12,595,000
Library Bonds, Series 2003B	4.00-5.00	2003	2026	8,140,000
Refunding Bonds, Series 2005	5.00	2005	2020	37,900,000
Road Bonds Fixed Rate, Series 2006A	4.00-5.00	2006	2027	46,395,000
Road Bonds Adjustable Rate, Series 2006B	4.75	2006	2030	20,195,000
Refunding Bonds, Series 2007	4.00-5.50	2007	2026	40,960,000
Lease Revenue Bonds, Series 2007	4.475	2007	2026	40,686,840
Road Bonds, Series 2008A	3.50-5.25	2008	2030	11,435,000
Refunding Bonds, Series 2008	3.50-5.00	2008	2018	8,445,000
Road Bonds Adjustable Rate, Series 2008B	5.12-5.25	2008	2032	34,705,000
Tax Bonds, Series 2009	3.00-5.00	2009	2032	56,190,000
Refunding Bonds, Series 2010	4.00-5.00	2010	2030	43,380,000
Total Principal				<u>366,906,840</u>
TOTAL GENERAL OBLIGATION BONDS PAYABLE				<u><u>366,906,840</u></u>
CERTIFICATES OF OBLIGATION:				
Series 2003	2.00-4.75	2003	2022	9,135,000
Series 2004	3.00-4.60	2004	2020	1,740,000
Series 2006	3.75-5.00	2006	2027	24,355,000
Series 2007	4.00-4.63	2008	2027	8,730,000
Series 2008	3.50-5.25	2008	2027	22,780,000
Series 2010	3.00-5.40	2010	2039	32,450,000
TOTAL CERTIFICATES OF OBLIGATION				<u>99,190,000</u>
TOTAL BONDED DEBT				<u><u>\$ 466,096,840</u></u>