

MONTGOMERY COUNTY, TEXAS

Monthly Unaudited Financial Report



**For the Month Ended
July 31, 2014**

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, 2014

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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 14, 2014

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, 2014 through July 31, 2014. 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, 2014

	<u>Total Governmental Funds</u>
Assets:	
Cash	\$ 49,265,606
Investments, at Fair Value	192,107,441
Receivables:	
Taxes (net)	6,162,560
Accounts (net)	15,631
<hr/>	
Due From Other Funds	70,840,609
Due From Other Governments	2,176
Loans Receivable	500,000
Inventory, at Cost	88,946
Prepaid Items	2,606,686
<u>Total Assets</u>	<u>321,589,655</u>
<u>LIABILITIES AND FUND BALANCES:</u>	
Current Liabilities:	
Accounts Payable	1,694,562
Other Payables	1,494,027
Due to Other Funds	92,938,465
Due to Other Governments	9,590
Deferred Revenue	12,587,573
Total liabilities	<u>108,724,217</u>
Fund Balances:	
Reserved	93,588,021
Unreserved	<u>119,277,417</u>
Total Fund Balances	<u>212,865,438</u>
<u>TOTAL LIABILITIES AND FUND BALANCES</u>	<u>\$ 321,589,655</u>

MONTGOMERY COUNTY, TEXAS
Statement of Changes in Fund Balance - Governmental Funds
For the 10 Months Ended July 31, 2014

	<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, 7/1/2014	\$ 127,315,769	\$ 40,532,278	\$ 16,101,848	\$ 38,621,662	\$ 222,571,557
Revenues/Other Financing Sources	\$ 7,416,170	\$ 5,960,086	\$ 89,184	\$ 1,755	\$ 13,467,195
Expenditures/Other Financing Uses	\$ (15,454,522)	\$ (5,890,022)	\$ (8,463)	\$ (1,820,307)	\$ (23,173,314)
Fund Balance, 7/31/2014	<u>\$ 119,277,417</u>	<u>\$ 40,602,342</u>	<u>\$ 16,182,569</u>	<u>\$ 36,803,110</u>	<u>\$ 212,865,438</u>

MONTGOMERY COUNTY, TEXAS
Statement of Net Position
Internal Service Funds
For the 10 Months Ended July 31, 2014

	<u>Total Internal Service Funds</u>
Assets:	
Cash	\$ 32,863
Receivables:	
Accounts (net)	972,176
<hr/>	
Due From Other Funds	26,586,125
Capital Assets (net of accumulated depreciation):	
Buildings	873,912
Improvements	1,436
Equipment	108,551
Total assets	<u>28,575,063</u>
Liabilities:	
Current Liabilities:	
Accounts Payable	(280,556)
Other Payables	4,383,233
Due to General Fund	1,864,551
Due to Road & Bridge	38,407
Due to Wellness Clinic	1,909,695
Total liabilities	<u>7,915,330</u>
Net Position:	
Invested in capital assets	983,899
Unreserved	19,675,834
Total Net Position	<u>\$ 20,659,733</u>

MONTGOMERY COUNTY, TEXAS
Statement of Changes in Net Position
Internal Service Funds
For the 10 Months Ended July 31, 2014

	<u>Total Internal Service Funds</u>
Current Operating Revenues:	
Fees	\$ 2,062,610
Miscellaneous	59,686
Total Operating Revenues	2,122,296
 Current Operating Expenses:	
Supplies	9,604
Services	2,033,748
Miscellaneous	50,000
Total Operating Expenses	2,093,352
Change in net position	28,944
Total Net Position - July 1, 2014	20,630,789
Total Net Position - July 31, 2014	\$ 20,659,733

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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, 2014

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	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<u>GENERAL ADMINISTRATION:</u>					
County Judge	602,583	50,036	470,362	839	131,382
Human Resources	592,713	43,750	438,147	687	153,879
Risk Management	787,616	60,550	601,607	528	185,481
County Clerk	2,369,533	169,111	1,820,211	270	549,052
Collections	455,869	29,056	336,703	66	119,100
Veterans' Service	223,532	18,110	181,683	2	41,847
Information Technology Services	10,958,842	709,386	7,067,402	1,810,448	2,080,992
Purchasing Agent	2,183,682	152,841	1,614,938	468	568,276
Records Management & Preservation	514,887	27,484	396,156	1,215	117,516
Worthless Checks Division	74,214	4,316	42,669	-	31,545
County-Wide	11,167,209	78,150	6,455,910	489	4,710,810
<u>TOTAL GENERAL ADM</u>	<u>29,930,680</u>	<u>1,342,790</u>	<u>19,425,788</u>	<u>1,815,012</u>	<u>8,689,880</u>
<u>JUDICIAL:</u>					
County Court No1	467,923	35,520	368,317	1,255	98,351
County Court No2	778,493	57,701	619,614	200	158,679
County Court No3	702,933	53,079	555,292	1,151	146,490
County Court No4	473,925	36,237	383,321	-	90,604
County Court No5	453,094	36,080	369,190	1,260	82,644
9 th District Court	321,633	24,682	211,468	822	109,343
410 th District Court	392,937	26,299	301,226	544	91,167
221 st District Court	348,015	24,918	259,728	-	88,287
284 th District Court	788,511	52,152	555,457	351	232,703
359 th District Court	369,553	27,829	298,061	84	71,408
418 th District Court	574,206	43,616	457,921	-	116,285
435 th District Court	245,437	18,568	196,459	323	48,655
Court Operations	6,137,015	712,309	5,465,240	609	671,166
Indigent Defense	128,204	9,153	114,028	-	14,176
Managed Assigned Counsel	483,956	27,655	297,561	107	186,288
Drug Court	995,759	61,744	580,738	45,017	370,004
Office of Court Admin	445,113	29,719	305,021	26	140,066
District Attorney	9,409,586	699,088	7,618,487	9,127	1,781,972
District Clerk	3,483,402	252,582	2,700,276	63,903	719,223
Justice of Peace Pct 1	671,002	55,345	512,868	292	157,842
Justice of Peace Pct 2	480,736	35,327	375,584	280	104,872
Justice of Peace Pct 3	931,763	67,803	729,220	141	202,402
Justice of Peace Pct 4	825,793	60,942	648,059	100	177,634
Justice of Peace Pct 5	437,367	32,192	343,331	732	93,304
Court Technology County/District	5,181	323	3,183	26	1,972

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 10 Months Ended July 31, 2014

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
JUDICIAL (cont'd):					
Court Guardianship	7,759	7,079	7,759	-	-
Court Reporter Service Fund	161,996	11,415	132,757	1,171	28,068
Juvenile Case Manager	116,310	8,912	95,547	-	20,763
Justice Court Technology	22,386	4,530	14,960	2,633	4,793
<u>TOTAL JUDICIAL</u>	30,654,807	2,512,476	24,517,490	130,128	6,007,189
<u>LEGAL:</u>					
County Attorney	3,068,956	216,602	2,250,320	2,305	816,331
Law Library	394,920	25,982	294,376	336	100,208
Alternate Dispute Resolution	130,830	10,459	88,337	-	42,493
<u>TOTAL LEGAL</u>	3,594,706	253,043	2,633,033	2,641	959,032
<u>ELECTIONS:</u>					
<u>TOTAL ELECTIONS</u>	1,202,826	74,217	1,189,056	2,854	10,916
<u>FINANCIAL ADMINISTRATION:</u>					
County Auditor	1,986,753	147,330	1,543,106	562	443,085
County Treasurer	682,574	50,424	528,128	219	154,227
Tax Assessor-Collector	4,319,227	279,070	3,108,712	707	1,209,808
<u>TOTAL FINANCIAL ADM</u>	6,988,554	476,824	5,179,946	1,488	1,807,120
<u>PUBLIC FACILITIES:</u>					
Custodial Services	3,187,619	234,241	2,484,489	30,151	672,979
Building Maintenance	5,444,680	459,449	3,981,938	327,513	1,135,229
Precinct 3 Parks and Comm. Center	763,803	22,929	319,982	2,160	441,661
EMCID Friendship Center Grant	42	-	-	-	42
Jail	43,410,082	4,468,477	38,264,948	745,571	4,399,563
Civic Center	1,372,473	99,415	1,144,693	-	227,780
Magnolia Park	71,803	-	-	-	71,803
<u>TOTAL PUBLIC FACILITIES</u>	54,250,502	5,284,511	46,196,050	1,105,395	6,949,057
<u>PUBLIC SAFETY:</u>					
Fire Marshal	1,141,945	82,111	860,899	1,567	279,479
Constable Pct 1	3,378,150	262,602	2,802,484	37,564	538,102
Constable Pct 2	1,604,121	119,040	1,282,067	3,753	318,301
Constable Pct 3	3,226,422	226,805	2,560,274	3,948	662,200
Constable Pct 4	2,656,640	202,770	2,199,147	2,234	455,259
Constable Pct 5	2,284,872	163,663	1,781,616	1,222	502,034
Sheriff	41,124,520	3,078,938	33,437,460	424,021	7,263,039
Sheriff Commissary	578,360	8,666	376,342	-	202,018
Juvenile Services	8,378,281	584,683	6,103,943	11,738	2,262,600
Adult Services	503,905	81,030	1,200,441	76,946	(773,482)
Emergency Management	2,943,918	418,160	1,068,609	165,088	1,710,221
Department of Public Safety	101,412	7,739	82,562	-	18,850
Forfeitures	662,192	9,767	470,697	-	191,495
Records Management County	432,106	33,219	302,423	-	129,683
Courthouse Security	440,000	28,715	343,673	1	96,326
<u>TOTAL PUBLIC SAFETY</u>	69,456,844	5,307,908	54,872,637	728,082	13,856,125

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 10 Months Ended July 31, 2014

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	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<u>HEALTH AND WELFARE:</u>					
Vehicle Emission Program	197,373	-	177,477	-	19,896
Forensic Services	1,297,443	103,779	804,498	1,360	491,585
Medical: Contract Services	90,000	7,500	75,000	-	15,000
Mental Health: Contract Services	302,525	57,811	232,555	-	69,970
Environmental Health	2,347,005	177,866	1,873,972	464	472,569
Mental Health Facility	13,561,391	1,047,960	10,537,858	-	3,023,533
Community Development	7,369,431	353,709	2,998,810	871,245	3,499,376
Animal Control	981,695	74,251	707,124	3,229	271,342
Animal Shelter	1,463,520	129,439	1,281,667	-	181,853
Child Welfare	97,314	7,417	44,814	1,680	50,820
Welfare:					
Contract Services	999,231	275,992	975,634	-	23,597
<u>TOTAL HEALTH/WELFARE</u>	28,706,928	2,235,724	19,709,409	877,978	8,119,541
<u>CONSERVATION:</u>					
Extension Agent	614,747	48,173	474,767	95	139,885
Precinct 3 Recycling Center	775,857	40,166	409,198	75	366,584
<u>TOTAL CONSERVATION</u>	1,390,604	88,339	883,965	170	506,469
<u>CULTURE & RECREATION:</u>					
Memorial Library	9,445,735	695,479	7,143,577	96,099	2,206,059
Historical Commissions	50,000	21,791	43,171	-	6,829
<u>TOTAL CULTURE & RECREATION</u>	9,495,735	717,270	7,186,748	96,099	2,212,888
<u>PUBLIC TRANSPORTATION:</u>					
Airport	19,779,833	105,483	796,148	341,171	18,642,514
County Engineer	1,915,860	226,586	1,484,568	34,500	396,792
Commissioner Pct 1	10,328,888	590,164	5,175,501	244,779	4,908,608
Commissioner Pct 2	12,054,259	698,725	4,359,867	64,991	7,629,401
Commissioner Pct 3	11,863,349	480,850	4,364,722	1,198,549	6,300,078
Commissioner Pct 4	12,367,123	884,255	7,421,865	365,334	4,579,924
<u>TOTAL PUBLIC TRANSPORTATION</u>	68,309,312	2,986,063	23,602,671	2,249,324	42,457,317
<u>DEBT SERVICE:</u>					
Reserve for Fund Balance	3,952,484	-	-	-	3,952,484
Principal	19,460,000	-	19,460,000	-	-
Interest	20,653,008	8,463	9,865,706	-	10,787,302
Issuance Costs	146,714	-	141,375	-	5,339
Payment to Escrow Agent	28,708,536	-	28,708,536	-	-
<u>TOTAL DEBT SERVICE</u>	72,920,742	8,463	58,175,617	-	14,745,125
<u>MISCELLANEOUS:</u>					
<u>TOTAL MISCELLANEOUS</u>	425,447	-	-	-	425,447
<u>TOTAL EXPENDITURES - GOVERNMENTAL FUNDS</u>	377,327,687	21,287,628	263,572,410	7,009,171	106,746,106

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 10 Months Ended July 31, 2014

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<u>INTERNAL SERVICE FUNDS</u>					
<u>GENERAL ADMINISTRATION:</u>					
Employee Health	-	1,610,228	16,199,504	-	(16,199,504)
Retiree Health	-	104,505	1,916,009	-	(1,916,009)
Optional Health	-	66,638	633,611	-	(633,611)
Cobra Coverage	-	2,242	53,932	-	(53,932)
Employee Life	-	10,654	104,620	-	(104,620)
Risk Mgt - Workers Comp	775,000	97,000	772,585	-	2,415
Risk Mgt-Prop/Casltly/Liab	900,000	102,523	1,383,292	-	(483,292)
Wellness Clinic	-	99,561	921,991	-	(921,991)
TOTAL GENERAL ADM	1,675,000	2,093,351	21,985,544	-	(20,310,544)
TOTAL INTERNAL SERVICE FUNDS	1,675,000	2,093,351	21,985,544	-	(20,310,544)
<u>ENTERPRISE FUNDS</u>					
North/South Connectors	-	-	425,000	75,000	(500,000)
TOTAL ENTERPRISE FUNDS	-	-	425,000	75,000	(500,000)

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SCHEDULES

(unaudited)

MONTGOMERY COUNTY, TEXAS
Schedule of Transfers In and Out by Fund
For the 10 Months Ended July 31, 2014

	Transfers In	Transfers Out
General Fund	\$ 566,432	\$ 866,432
Jury	300,000	-
Mental Health Facility	-	566,432
Debt Service	566,432	-
	\$ 1,432,864	\$ 1,432,864
TOTAL FINANCING USES		

MONTGOMERY COUNTY, TEXAS
Schedule of Bond Indebtedness
As of July 31, 2014

	<u>Interest Rate (%)</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Balances Outstanding</u>
GENERAL OBLIGATION BONDS:				
Refunding Bonds, Series 2005	5.00	2005	2020	3,005,000
Road Bonds Fixed Rate, Series 2006A	4.00-5.00	2006	2027	45,065,000
Road Bonds Adjustable Rate, Series 2006B	4.75	2006	2030	20,195,000
Refunding Bonds, Series 2007	4.00-5.50	2007	2026	36,865,000
Road Bonds, Series 2008A	3.50-5.25	2008	2030	10,175,000
Refunding Bonds, Series 2008	3.50-5.00	2008	2018	4,545,000
Road Bonds Adjustable Rate, Series 2008B	5.12-5.25	2008	2032	34,705,000
Refunding Bonds, Series 2010	4.00-5.00	2010	2030	43,380,000
Refunding Bonds, Series 2012	2.00-5.00	2012	2026	28,800,000
Refunding Bonds, Series 2014	1.75-2.27	2014	2020	28,250,000
TOTAL GENERAL OBLIGATION BONDS PAYABLE				<u>254,985,000</u>
REVENUE BONDS:				
Toll Revenue Bonds, Series 2009	3.00-5.00	2009	2032	28,860,000
Toll Revenue Bonds, Series 2010	3.00-5.00	2011	2021	23,255,000
Pass Thru Toll Revenue and Limited Tax Bonds, Series 2012	3.00-5.00	2012	2023	15,880,000
TOTAL REVENUE BONDS PAYABLE				<u>67,995,000</u>
CERTIFICATES OF OBLIGATION:				
Series 2006	3.75-5.00	2006	2027	21,105,000
Series 2007	4.00-4.63	2008	2027	7,510,000
Series 2008	3.50-5.25	2008	2027	19,685,000
Series 2010	3.00-5.40	2010	2039	30,330,000
Series 2012	2.00-4.00	2012	2032	13,915,000
Series 2012A	2.00-5.00	2012	2023	13,125,000
TOTAL CERTIFICATES OF OBLIGATION				<u>105,670,000</u>
TOTAL BONDED DEBT				<u>\$ 428,650,000</u>