

MONTGOMERY COUNTY, TEXAS

Monthly Unaudited Financial Report



**For the Month Ended
February 28, 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 February 28, 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

May 9, 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 February 1, 2017 through February 28, 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 5 Months Ended February 28, 2017

	<u>Total Governmental Funds</u>
Assets:	
Cash	\$ 113,999,395
Investments, at Fair Value	342,814,837
Receivables:	
Taxes (net)	6,295,479
Accounts (net)	6,520
Due From Other Funds	108,977,480
Prepaid Items	106,290
<u>Total Assets</u>	<u>572,200,001</u>
 <u>LIABILITIES AND FUND BALANCES:</u>	
Current Liabilities:	
Accounts Payable	6,909,712
Other Payables	347,414
Due to Other Funds	126,058,800
Due to Other Governments	8,772
Deferred Revenue	10,013,866
Total liabilities	143,338,564
Fund Balances:	
Reserved	200,051,565
Unreserved	228,809,872
Total Fund Balances	428,861,437
<u>TOTAL LIABILITIES AND FUND BALANCES</u>	<u>\$ 572,200,001</u>

MONTGOMERY COUNTY, TEXAS
Statement of Changes in Fund Balance - Governmental Funds
For the 5 Months Ended February 28, 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, 2/1/2017	\$ 218,288,137	\$ 45,285,809	\$ 51,523,307	\$ 139,412,061	\$ 454,509,314
Revenues/Other Financing Sources	\$ 26,618,383	\$ 4,518,672	\$ 4,247,826	\$ 102,051	\$ 35,486,932
Expenditures/Other Financing Uses	\$ (16,096,648)	\$ (7,476,996)	\$ (36,581,365)	\$ (979,800)	\$ (61,134,809)
Fund Balance, 2/28/2017	<u>\$ 228,809,872</u>	<u>\$ 42,327,485</u>	<u>\$ 19,189,768</u>	<u>\$ 138,534,312</u>	<u>\$ 428,861,437</u>

MONTGOMERY COUNTY, TEXAS
Statement of Net Position
Internal Service Funds
For the 5 Months Ended February 28, 2017

	<u>Total Internal Service Funds</u>
Assets:	
Cash	\$ 57,791
Receivables:	
Accounts (net)	691,922
<hr/>	
Due From Other Funds	28,334,749
Capital Assets (net of accumulated depreciation):	
Buildings	815,471
Improvements	718
Equipment	74,471
Total assets	<u>29,975,122</u>
Liabilities:	
Current Liabilities:	
Accounts Payable	940,997
Other Payables	5,011,403
Due to General Fund	397,766
Due to Wellness Clinic	443,267
Total liabilities	<u>6,793,433</u>
Net Position:	
Invested in capital assets	890,660
Unreserved	22,291,029
Total Net Position	<u>\$ 23,181,689</u>

MONTGOMERY COUNTY, TEXAS
Statement of Changes in Net Position
Internal Service Funds
For the 5 Months Ended February 28, 2017

	<u>Total Internal Service Funds</u>
Current Operating Revenues:	
Fees	\$ 2,192,435
Miscellaneous	21,157
Total Operating Revenues	<u>2,213,592</u>
Current Operating Expenses:	
Supplies	2,857
Services	3,845,189
Total Operating Expenses	<u>3,848,046</u>
Change in net position	(1,634,454)
Total Net Position - February 1, 2017	24,816,143
Total Net Position - February 28, 2017	<u><u>\$ 23,181,689</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 5 Months Ended February 28, 2017

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<u>GENERAL ADMINISTRATION:</u>					
County Judge	647,677	44,404	211,238	1,360	435,079
Human Resources	636,768	45,015	231,599	214	404,955
Risk Management	995,867	60,870	324,842	2,779	668,246
County Clerk	2,524,025	178,193	853,561	1,395	1,669,069
Collections	460,182	30,115	165,869	2,706	291,607
Veterans' Service	249,687	21,663	93,273	135	156,279
Information Technology Services	6,722,457	296,311	2,513,868	946,213	3,262,376
Purchasing Agent	1,189,233	78,627	415,123	4,652	769,458
Records Management & Preservation	1,184,631	73,985	378,080	-	806,551
Permits	427,721	31,767	156,169	1,754	269,798
Worthless Checks Division	60,788	4,664	22,540	-	38,248
County-Wide	19,735,217	28,685	6,422,804	54,516	13,257,897
<u>TOTAL GENERAL ADM</u>	<u>34,834,253</u>	<u>894,299</u>	<u>11,788,966</u>	<u>1,015,724</u>	<u>22,029,563</u>
<u>JUDICIAL:</u>					
County Court No1	498,668	37,767	178,843	-	319,825
County Court No2	870,379	66,589	303,209	182	566,988
County Court No3	773,143	59,313	279,044	59	494,040
County Court No4	520,242	38,268	186,537	733	332,972
County Court No5	499,133	37,499	177,425	94	321,614
9 th District Court	333,502	24,214	120,608	100	212,794
410 th District Court	443,028	33,602	162,577	3,992	276,459
221 st District Court	338,668	25,254	123,835	64	214,769
284 th District Court	771,223	57,734	282,698	77	488,448
359 th District Court	395,269	30,614	145,670	28	249,571
418 th District Court	621,194	46,024	228,561	473	392,160
435 th District Court	383,940	29,209	115,935	1,547	266,458
Court Operations	7,567,054	651,589	2,833,789	73,924	4,659,341
Indigent Defense	133,266	12,882	61,659	1,029	70,578
Mental Health Court Services	354,905	26,420	120,068	623	234,214
Drug Court	1,093,091	74,385	322,819	14,195	756,077
Office of Court Admin	453,735	32,083	154,643	1,601	297,491
District Attorney	11,147,839	867,275	4,129,878	17,006	7,000,955
District Clerk	3,721,869	266,262	1,294,991	1,685	2,425,193
Justice of Peace Pct 1	806,706	61,019	296,425	232	510,049
Justice of Peace Pct 2	520,955	35,900	189,295	203	331,457
Justice of Peace Pct 3	1,066,018	83,436	378,990	1,619	685,409
Justice of Peace Pct 4	883,148	70,325	330,292	322	552,534
Justice of Peace Pct 5	512,034	38,763	187,094	1,736	323,204
Judicial Technology	1,060,517	1,278	192,128	187,397	680,992
Court Technology County/District	17,119	815	4,476	68	12,575

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 5 Months Ended February 28, 2017

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
JUDICIAL (cont'd):					
Court Guardianship	16,000	-	15,410	-	590
Court Reporter Service Fund	142,023	5,692	45,051	2,047	94,925
Juvenile Case Manager	296,272	22,909	108,772	-	187,500
Justice Court Technology	37,842	59	9,583	-	28,259
Veterans Treatment Court	159,140	-	6,569	-	152,571
TOTAL JUDICIAL	36,437,922	2,737,179	12,986,874	311,036	23,140,012
LEGAL:					
County Attorney	3,377,654	280,827	1,268,276	23,301	2,086,077
Law Library	303,741	32,635	106,221	1,721	195,799
Alternate Dispute Resolution	129,500	12,287	45,288	-	84,212
TOTAL LEGAL	3,810,895	325,749	1,419,785	25,022	2,366,088
ELECTIONS:					
TOTAL ELECTIONS	1,410,600	100,161	1,088,895	29,836	291,869
FINANCIAL ADMINISTRATION:					
County Auditor	2,286,176	161,453	793,140	285	1,492,751
Financial Technology	4,192,016	21,855	21,855	21,150	4,149,011
County Treasurer	727,411	44,090	227,846	218	499,347
Tax Assessor-Collector	4,803,420	336,785	1,649,665	4,116	3,149,639
TOTAL FINANCIAL ADM	12,009,023	564,183	2,692,506	25,769	9,290,748
PUBLIC FACILITIES:					
Custodial Services	3,336,741	242,039	1,173,768	4,341	2,158,632
Building Maintenance	6,617,740	435,756	2,299,054	328,921	3,989,765
Precinct 2 Parks and Comm. Center	191,762	12,501	55,702	-	136,060
Precinct 3 Parks and Comm. Center	650,550	38,348	174,544	-	476,006
Precinct 4 Parks and Comm. Center	97,150	11,427	40,587	23,954	32,609
Jail	40,490,394	4,690,414	17,246,641	2,273,739	20,970,014
Civic Center	1,376,943	131,184	496,134	13,872	866,937
TOTAL PUBLIC FACILITIES	52,761,280	5,561,669	21,486,430	2,644,827	28,630,023
PUBLIC SAFETY:					
Fire Marshal	1,595,953	119,369	568,870	39,122	987,961
Constable Pct 1	3,993,642	309,086	1,388,537	78,846	2,526,259
Constable Pct 2	1,811,777	137,474	651,578	1,932	1,158,267
Constable Pct 3	4,632,176	341,638	1,686,361	53,852	2,891,963
Constable Pct 4	3,569,521	273,035	1,336,042	18,562	2,214,917
Constable Pct 5	2,663,942	184,875	876,753	7,313	1,779,876
Sheriff	54,360,957	3,681,180	17,003,651	1,769,938	35,587,368
Sheriff Commissary	964,240	33,726	276,507	-	687,733
Law Enforcement Technology	2,507,947	15,735	394,086	3,939	2,109,922
Juvenile Services	8,893,515	570,781	2,744,820	33,343	6,115,352
Adult Services	6,859,197	419,426	2,041,570	21,600	4,796,027
Emergency Management	3,741,029	229,488	476,728	105,118	3,159,183
Department of Public Safety	115,987	8,974	42,685	-	73,302
Forfeitures	814,488	182,598	320,998	3,561	489,929
Courthouse Security	477,403	56,741	146,368	649	330,386
TOTAL PUBLIC SAFETY	97,001,774	6,564,126	29,955,554	2,137,775	64,908,445

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 5 Months Ended February 28, 2017

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<u>HEALTH AND WELFARE:</u>					
Vehicle Emission Program	1,614,036	170,999	1,537,786	-	76,250
Forensic Services	1,647,086	100,358	509,384	7,391	1,130,311
Medical: Contract Services	90,000	7,500	37,500	-	52,500
Mental Health: Contract Services	278,525	647	107,851	-	170,674
Environmental Health	2,135,688	157,055	740,101	1,778	1,393,809
Mental Health Facility	13,471,936	1,132,545	4,505,795	79,917	8,886,224
FEMA Disaster Grants	121,306	1,727	115,340	-	5,966
Community Development	6,162,837	477,171	952,644	1,109,188	4,101,005
Animal Control	1,024,393	70,541	402,032	3,669	618,692
Animal Shelter	2,831,211	238,323	1,152,654	74,393	1,604,164
Child Welfare	139,333	10,249	20,801	580	117,952
Welfare:					
Contract Services	1,084,373	38,125	517,187	-	567,186
<u>TOTAL HEALTH/WELFARE</u>	30,600,724	2,405,240	10,599,075	1,276,916	18,724,733
<u>CONSERVATION:</u>					
Extension Agent	742,790	54,229	266,470	2,899	473,421
Precinct 3 Recycling Center	681,884	73,574	294,060	3,366	384,458
Precinct 1 Recycling Center	507,774	27,300	43,684	286,099	177,991
<u>TOTAL CONSERVATION</u>	1,932,448	155,103	604,214	292,364	1,035,870
<u>CULTURE & RECREATION:</u>					
Memorial Library	10,027,295	751,057	3,524,988	111,864	6,390,443
Historical Commissions	93,083	-	25,584	-	67,499
<u>TOTAL CULTURE & RECREATION</u>	10,120,378	751,057	3,550,572	111,864	6,457,942
<u>PUBLIC TRANSPORTATION:</u>					
Airport	1,741,961	65,027	312,712	78,332	1,350,917
County Engineer	2,603,780	141,575	674,074	(23)	1,929,729
Commissioner Pct 1	8,443,174	497,718	4,529,337	149,647	3,764,190
Commissioner Pct 2	10,395,569	1,856,548	5,554,130	1,008,988	3,832,451
Commissioner Pct 3	10,195,216	456,039	2,840,763	761,715	6,592,738
Commissioner Pct 4	10,123,726	496,731	3,679,364	123,533	6,320,829
<u>TOTAL PUBLIC TRANSPORTATION</u>	43,503,426	3,513,638	17,590,380	2,122,192	23,790,854
<u>DEBT SERVICE:</u>					
Reserve for Fund Balance	13,952,484	-	-	-	13,952,484
Principal	27,260,000	27,260,000	27,260,000	-	-
Interest	20,392,222	9,321,365	9,604,247	-	10,787,975
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>	113,077,744	36,581,365	120,137,614	-	(7,059,870)
<u>MISCELLANEOUS:</u>					
<u>TOTAL MISCELLANEOUS</u>	3,183,688	-	-	-	3,183,688
<u>TOTAL EXPENDITURES - GOVERNMENTAL FUNDS</u>	440,684,155	60,153,769	233,900,865	9,993,325	196,789,965

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 5 Months Ended February 28, 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	3,181,552	12,709,737	-	11,129,131
Retiree Health	2,897,500	277,299	940,001	-	1,957,499
Optional Health	295,488	101,867	429,963	-	(134,475)
Cobra Coverage	-	10,685	77,697	-	(77,697)
Employee Life	133,314	22,682	68,210	-	65,104
Risk Mgt - Workers Comp	775,000	-	476,178	-	298,822
Risk Mgt-Prop/Casltly/Liab	1,500,000	65,171	996,416	3,961	499,623
Wellness Clinic	-	188,791	564,970	-	(564,970)
TOTAL GENERAL ADM	29,440,170	3,848,047	16,263,172	3,961	13,173,037
TOTAL INTERNAL SERVICE FUNDS	29,440,170	3,848,047	16,263,172	3,961	13,173,037
<u>ENTERPRISE FUNDS</u>					
Montgomery County Toll Road Authority	6,047,216	317,298	2,583,650	1,665,287	1,798,279
TOTAL ENTERPRISE FUNDS	6,047,216	317,298	2,583,650	1,665,287	1,798,279

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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 5 Months Ended February 28, 2017

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
Revenue:					
Wetlands Mitigation	1,289,810	1,289,810	1,305,110	-	(15,300)
242 Toll Project	60,091	226,100	458,887	-	(398,796)
Total Revenue	1,349,901	1,515,910	1,763,997	-	(414,096)
Expenses:					
General Administration	975,278	-	-	75,000	900,278
249 Toll Project	3,620,041	256,417	1,256,157	1,590,287	773,597
Wetlands Mitigation	1,305,110	-	1,217,810	-	87,300
242 Toll Project	146,787	60,881	109,683	-	37,104
Total Expenses	6,047,216	317,298	2,583,650	1,665,287	1,798,279

MONTGOMERY COUNTY, TEXAS
Schedule of Transfers In and Out by Fund
For the 5 Months Ended February 28, 2017

	Transfers In	Transfers Out
General Fund	\$ -	\$ 100,000
Jury	100,000	-
Adult Probation - Supervision	-	10,000
Adult Probation - Mental Impairment	10,000	-
	110,000	110,000
TOTAL FINANCING USES	\$ 110,000	\$ 110,000

MONTGOMERY COUNTY, TEXAS
Schedule of Bond Indebtedness
As of February 28, 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