

# **MONTGOMERY COUNTY, TEXAS**

## **Monthly Unaudited Financial Report**



**For the Month Ended  
January 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 January 31, 2017**

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**Montgomery County, Texas**  
**Office of the County Auditor**  
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P. O. Box 539, Conroe, Texas 77305

Phyllis L. Martin  
County Auditor

Angela H. Blocker  
1<sup>st</sup> 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 January 1, 2017 through January 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 4 Months Ended January 31, 2017**

	<u>Total Governmental Funds</u>
<b>Assets:</b>	
Cash	\$ 118,270,116
Investments, at Fair Value	341,973,482
Receivables:	
Taxes (net)	6,295,480
Accounts (net)	5,955
Due From Other Funds	135,318,867
Prepaid Items	106,290
<b><u>Total Assets</u></b>	<b><u>601,970,190</u></b>
 <b><u>LIABILITIES AND FUND BALANCES:</u></b>	
Current Liabilities:	
Accounts Payable	5,218,203
Other Payables	216,712
Due to Other Funds	155,747,953
Due to Other Governments	7,352
Deferred Revenue	(13,729,344)
Total liabilities	147,460,876
Fund Balances:	
Reserved	236,221,177
Unreserved	218,288,137
Total Fund Balances	454,509,314
<b><u>TOTAL LIABILITIES AND FUND BALANCES</u></b>	<b><u>\$ 601,970,190</u></b>

**MONTGOMERY COUNTY, TEXAS**  
**Statement of Changes in Fund Balance - Governmental Funds**  
**For the 4 Months Ended January 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, 1/1/2017	\$ 169,277,437	\$ 38,757,504	\$ 69,614,641	\$ 140,949,094	\$ 418,598,676
Revenues/Other Financing Sources	\$ 66,482,375	\$ 12,407,462	\$ 13,708,995	\$ 109,459	\$ 92,708,291
Expenditures/Other Financing Uses	\$ (17,471,675)	\$ (5,879,157)	\$ (31,800,329)	\$ (1,646,492)	\$ (56,797,653)
Fund Balance, 1/31/2017	<u>\$ 218,288,137</u>	<u>\$ 45,285,809</u>	<u>\$ 51,523,307</u>	<u>\$ 139,412,061</u>	<u>\$ 454,509,314</u>

**MONTGOMERY COUNTY, TEXAS**  
**Statement of Net Position**  
**Internal Service Funds**  
**For the 4 Months Ended January 31, 2017**

	<u>Total Internal Service Funds</u>
<b>Assets:</b>	
Cash	\$ 57,791
Receivables:	
Accounts (net)	691,922
<hr/>	
Due From Other Funds	30,090,625
Capital Assets (net of accumulated depreciation):	
Buildings	815,471
Improvements	718
Equipment	74,471
Total assets	<u>31,730,998</u>
<b>Liabilities:</b>	
Current Liabilities:	
Accounts Payable	1,239,170
Other Payables	5,011,404
Due to General Fund	309,390
Due to Wellness Clinic	354,891
Total liabilities	<u>6,914,855</u>
<b>Net Position:</b>	
Invested in capital assets	890,660
Unreserved	23,925,483
<b>Total Net Position</b>	<u>\$ 24,816,143</u>

**MONTGOMERY COUNTY, TEXAS**  
**Statement of Changes in Net Position**  
**Internal Service Funds**  
**For the 4 Months Ended January 31, 2017**

	<u>Total Internal Service Funds</u>
<b>Current Operating Revenues:</b>	
Fees	\$ 2,447,049
Miscellaneous	20,878
Total Operating Revenues	<u>2,467,927</u>
 <b>Current Operating Expenses:</b>	
Services	<u>1,960,633</u>
Total Operating Expenses	<u>1,960,633</u>
Change in net position	507,294
 Total Net Position - January 1, 2017	 24,308,849
 <b>Total Net Position - January 31, 2017</b>	 <u><u>\$ 24,816,143</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 4 Months Ended January 31, 2017**

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<b><u>GENERAL ADMINISTRATION:</u></b>					
County Judge	647,677	40,888	166,834	3,159	477,684
Human Resources	636,768	48,153	186,584	438	449,746
Risk Management	995,867	60,657	263,972	1,095	730,800
County Clerk	2,524,025	175,406	675,368	942	1,847,715
Collections	460,182	40,132	135,754	1,595	322,833
Veterans' Service	246,947	18,516	71,609	53	175,285
Information Technology Services	6,719,703	762,143	2,217,558	455,103	4,047,042
Purchasing Agent	1,189,233	95,935	336,496	25	852,712
Records Management & Preservation	1,184,631	109,623	304,094	-	880,537
Permits	427,721	32,444	124,403	1,250	302,068
Worthless Checks Division	60,788	4,664	17,876	-	42,912
County-Wide	19,735,217	147,118	6,394,118	6,771	13,334,328
<b><u>TOTAL GENERAL ADM</u></b>	<b><u>34,828,759</u></b>	<b><u>1,535,679</u></b>	<b><u>10,894,666</u></b>	<b><u>470,431</u></b>	<b><u>23,463,662</u></b>
<b><u>JUDICIAL:</u></b>					
County Court No1	498,668	37,902	141,075	100	357,493
County Court No2	870,379	67,038	236,620	-	633,759
County Court No3	773,143	59,757	219,731	1,203	552,209
County Court No4	520,242	38,451	148,269	-	371,973
County Court No5	499,133	37,476	139,926	94	359,113
9 <sup>th</sup> District Court	333,502	24,343	96,395	171	236,936
410 <sup>th</sup> District Court	443,028	46,881	128,976	3,190	310,862
221 <sup>st</sup> District Court	338,668	25,448	98,581	28	240,059
284 <sup>th</sup> District Court	771,223	57,769	224,964	149	546,110
359 <sup>th</sup> District Court	395,269	29,295	115,056	354	279,859
418 <sup>th</sup> District Court	621,194	49,180	182,536	52	438,606
435 <sup>th</sup> District Court	383,940	25,791	86,726	5,107	292,107
Court Operations	7,567,054	549,549	2,182,201	156,355	5,228,498
Indigent Defense	133,266	10,172	48,776	1,030	83,460
Mental Health Court Services	354,905	25,526	93,648	1,074	260,183
Drug Court	1,093,091	81,468	251,434	3,259	838,398
Office of Court Admin	453,735	36,413	122,559	883	330,293
District Attorney	11,149,216	861,437	3,262,603	10,236	7,876,377
District Clerk	3,721,869	265,766	1,028,729	6,283	2,686,857
Justice of Peace Pct 1	806,706	61,922	235,405	1,099	570,202
Justice of Peace Pct 2	520,955	40,469	153,395	350	367,210
Justice of Peace Pct 3	1,066,018	77,855	295,554	2,799	767,665
Justice of Peace Pct 4	883,148	68,185	259,967	3,119	620,062
Justice of Peace Pct 5	512,034	40,999	148,332	896	362,806
Judicial Technology	1,060,517	18,907	190,851	159,125	710,541
Court Technology County/District	17,119	1,341	3,662	78	13,379



**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Expenditures - All Departments**  
**Budget and Year-to-Date Actual for the 4 Months Ended January 31, 2017**

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<b>JUDICIAL (cont'd):</b>					
Court Guardianship	16,000	7,794	15,410	-	590
Court Reporter Service Fund	142,023	5,977	39,359	2,047	100,617
Juvenile Case Manager	296,272	22,904	85,862	-	210,410
Justice Court Technology	34,713	2,037	9,524	59	25,130
Veterans Treatment Court	159,140	1,848	5,335	632	153,173
<b>TOTAL JUDICIAL</b>	<b>36,436,170</b>	<b>2,679,900</b>	<b>10,251,461</b>	<b>359,772</b>	<b>25,824,937</b>
<b>LEGAL:</b>					
County Attorney	3,377,654	242,586	987,449	210	2,389,995
Law Library	303,585	14,712	73,587	17,529	212,469
Alternate Dispute Resolution	129,500	11,102	33,001	-	96,499
<b>TOTAL LEGAL</b>	<b>3,810,739</b>	<b>268,400</b>	<b>1,094,037</b>	<b>17,739</b>	<b>2,698,963</b>
<b>ELECTIONS:</b>					
<b>TOTAL ELECTIONS</b>	<b>1,410,600</b>	<b>265,335</b>	<b>988,734</b>	<b>37,177</b>	<b>384,689</b>
<b>FINANCIAL ADMINISTRATION:</b>					
County Auditor	2,286,176	164,390	631,688	1,023	1,653,465
Financial Technology	4,192,016	-	-	43,005	4,149,011
County Treasurer	727,411	45,381	183,755	503	543,153
Tax Assessor-Collector	4,803,420	350,836	1,312,880	5,824	3,484,716
<b>TOTAL FINANCIAL ADM</b>	<b>12,009,023</b>	<b>560,607</b>	<b>2,128,323</b>	<b>50,355</b>	<b>9,830,345</b>
<b>PUBLIC FACILITIES:</b>					
Custodial Services	3,336,741	229,690	931,729	14,494	2,390,518
Building Maintenance	6,615,703	639,057	1,863,298	309,314	4,443,091
Precinct 2 Parks and Comm. Center	191,762	10,757	43,201	21	148,540
Precinct 3 Parks and Comm. Center	640,945	36,436	136,197	954	503,794
Precinct 4 Parks and Comm. Center	92,150	2,623	29,160	405	62,585
Jail	40,644,746	4,673,629	12,556,226	70,070	28,018,450
Civic Center	1,376,943	81,239	364,940	52,517	959,486
<b>TOTAL PUBLIC FACILITIES</b>	<b>52,898,990</b>	<b>5,673,431</b>	<b>15,924,751</b>	<b>447,775</b>	<b>36,526,464</b>
<b>PUBLIC SAFETY:</b>					
Fire Marshal	1,596,060	124,885	449,532	50,235	1,096,293
Constable Pct 1	3,931,482	293,445	1,079,451	61,543	2,790,488
Constable Pct 2	1,811,777	137,216	514,104	3,496	1,294,177
Constable Pct 3	4,627,176	347,837	1,344,723	51,984	3,230,469
Constable Pct 4	3,563,536	272,062	1,063,008	17,758	2,482,770
Constable Pct 5	2,663,942	187,217	691,878	10,294	1,961,770
Sheriff	51,849,131	3,701,956	13,322,470	749,971	37,776,690
Sheriff Commissary	964,240	45,046	242,781	-	721,459
Law Enforcement Technology	2,507,947	374,282	378,351	19,440	2,110,156
Juvenile Services	8,887,948	550,092	2,174,039	10,410	6,703,499
Adult Services	16,959,096	391,147	1,622,144	28,579	15,308,373
Emergency Management	3,741,031	75,095	247,241	180,640	3,313,150
Department of Public Safety	115,987	8,974	33,712	-	82,275
Forfeitures	814,488	9,955	138,401	-	676,087
Courthouse Security	477,403	827	88,978	649	387,776
<b>TOTAL PUBLIC SAFETY</b>	<b>104,511,244</b>	<b>6,520,036</b>	<b>23,390,813</b>	<b>1,184,999</b>	<b>79,935,432</b>

**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Expenditures - All Departments**  
**Budget and Year-to-Date Actual for the 4 Months Ended January 31, 2017**

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<b><u>HEALTH AND WELFARE:</u></b>					
Vehicle Emission Program	1,614,036	-	1,366,787	170,999	76,250
Forensic Services	1,647,086	125,779	409,026	2,048	1,236,012
Medical: Contract Services	90,000	7,500	30,000	-	60,000
Mental Health: Contract Services	278,525	53,303	107,204	-	171,321
Environmental Health	2,135,688	154,125	583,046	3,843	1,548,799
Mental Health Facility	13,471,936	1,129,485	3,373,250	79,917	10,018,769
FEMA Disaster Grants	65,306	108,904	113,613	1,727	(50,034)
Community Development	6,136,044	168,932	475,470	11,001	5,649,573
Animal Control	1,024,393	72,966	331,491	1,183	691,719
Animal Shelter	2,780,818	301,774	914,332	32,468	1,834,018
Child Welfare	139,333	3,817	10,552	124	128,657
Welfare:					
Contract Services	1,084,373	236,718	479,062	-	605,311
<b><u>TOTAL HEALTH/WELFARE</u></b>	<b><u>30,467,538</u></b>	<b><u>2,363,303</u></b>	<b><u>8,193,833</u></b>	<b><u>303,310</u></b>	<b><u>21,970,395</u></b>
<b><u>CONSERVATION:</u></b>					
Extension Agent	742,790	55,081	212,243	508	530,039
Precinct 3 Recycling Center	666,656	58,195	220,487	349	445,820
Precinct 1 Recycling Center	507,774	16,385	16,384	311,569	179,821
<b><u>TOTAL CONSERVATION</u></b>	<b><u>1,917,220</u></b>	<b><u>129,661</u></b>	<b><u>449,114</u></b>	<b><u>312,426</u></b>	<b><u>1,155,680</u></b>
<b><u>CULTURE &amp; RECREATION:</u></b>					
Memorial Library	10,025,106	796,692	2,773,931	116,552	7,134,623
Historical Commissions	92,706	834	25,584	-	67,122
<b><u>TOTAL CULTURE &amp; RECREATION</u></b>	<b><u>10,117,812</u></b>	<b><u>797,526</u></b>	<b><u>2,799,515</u></b>	<b><u>116,552</u></b>	<b><u>7,201,745</u></b>
<b><u>PUBLIC TRANSPORTATION:</u></b>					
Airport	821,020	4,305	24,192	36,105	760,723
County Engineer	2,603,780	141,986	532,498	81	2,071,201
Commissioner Pct 1	8,458,614	580,050	4,031,620	90,225	4,336,769
Commissioner Pct 2	10,395,569	596,121	3,697,781	1,122,129	5,575,659
Commissioner Pct 3	10,194,680	632,590	2,384,724	2,189,742	5,620,214
Commissioner Pct 4	9,418,561	546,658	3,182,633	148,512	6,087,416
<b><u>TOTAL PUBLIC TRANSPORTATION</u></b>	<b><u>41,892,224</u></b>	<b><u>2,501,710</u></b>	<b><u>13,853,448</u></b>	<b><u>3,586,794</u></b>	<b><u>24,451,982</u></b>
<b><u>DEBT SERVICE:</u></b>					
Reserve for Fund Balance	13,952,484	-	-	-	13,952,484
Principal	22,490,000	-	-	-	22,490,000
Interest	18,979,188	-	282,882	-	18,696,306
Issuance Costs	203,208	11,095	214,303	-	(11,095)
Payment to Escrow Agent	51,269,830	31,789,234	83,059,064	-	(31,789,234)
<b><u>TOTAL DEBT SERVICE</u></b>	<b><u>106,894,710</u></b>	<b><u>31,800,329</u></b>	<b><u>83,556,249</u></b>	<b><u>-</u></b>	<b><u>23,338,461</u></b>
<b><u>MISCELLANEOUS:</u></b>					
<b><u>TOTAL MISCELLANEOUS</u></b>	<b><u>3,246,699</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>3,246,699</u></b>
<b><u>TOTAL EXPENDITURES - GOVERNMENTAL FUNDS</u></b>	<b><u>440,441,728</u></b>	<b><u>55,095,917</u></b>	<b><u>173,524,944</u></b>	<b><u>6,887,330</u></b>	<b><u>260,029,454</u></b>

**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Expenditures - All Departments**  
**Budget and Year-to-Date Actual for the 4 Months Ended January 31, 2017**

	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	1,675,905	9,528,185	-	14,310,683
Retiree Health	2,897,500	158,571	662,703	-	2,234,797
Optional Health	295,488	68,146	328,096	-	(32,608)
Cobra Coverage	-	14,290	67,011	-	(67,011)
Employee Life	133,314	-	45,528	-	87,786
Risk Mgt - Workers Comp	775,000	-	476,178	-	298,822
Risk Mgt-Prop/Casltly/Liab	1,500,000	43,651	931,245	5,099	563,656
Wellness Clinic	-	69	376,179	-	(376,179)
<b>TOTAL GENERAL ADM</b>	<b>29,440,170</b>	<b>1,960,632</b>	<b>12,415,125</b>	<b>5,099</b>	<b>17,019,946</b>
<b>TOTAL INTERNAL SERVICE FUNDS</b>	<b>29,440,170</b>	<b>1,960,632</b>	<b>12,415,125</b>	<b>5,099</b>	<b>17,019,946</b>
<b><u>ENTERPRISE FUNDS</u></b>					
Montgomery County Toll Road Authority	5,987,124	1,415,171	2,266,352	1,921,704	1,799,068
<b>TOTAL ENTERPRISE FUNDS</b>	<b>5,987,124</b>	<b>1,415,171</b>	<b>2,266,352</b>	<b>1,921,704</b>	<b>1,799,068</b>

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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 4 Months Ended January 31, 2017**

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<b>Revenue:</b>					
Wetlands Mitigation	1,289,810	-	15,300	-	1,274,510
242 Toll Project	-	-	232,787	-	(232,787)
<b>Total Revenue</b>	<b>1,289,810</b>	<b>-</b>	<b>248,087</b>	<b>-</b>	<b>1,041,723</b>
<b>Expenses:</b>					
General Administration	975,278	-	-	75,000	900,278
249 Toll Project	3,620,041	197,201	999,740	1,846,704	773,597
Wetlands Mitigation	1,305,110	1,217,810	1,217,810	-	87,300
242 Toll Project	86,695	160	48,802	-	37,893
<b>Total Expenses</b>	<b>5,987,124</b>	<b>1,415,171</b>	<b>2,266,352</b>	<b>1,921,704</b>	<b>1,799,068</b>

**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Transfers In and Out by Fund**  
**For the 4 Months Ended January 31, 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
<b>TOTAL FINANCING USES</b>	<b>\$ 110,000</b>	<b>\$ 110,000</b>

**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Bond Indebtedness**  
**As of January 31, 2017**

	<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	2,055,000
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	28,175,000
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
Refunding Bonds, Series 2016A	3.00-5.00	2016	2030	47,775,000
Road Bonds, Series 2016A	4.00-5.00	2016	2042	73,725,000
<b>TOTAL GENERAL OBLIGATION BONDS PAYABLE</b>				<b>389,650,000</b>
<b>REVENUE BONDS:</b>				
Toll Revenue Bonds, Series 2009	3.00-5.00	2009	2032	17,055,000
Toll Revenue Bonds, Series 2010	3.00-5.00	2011	2021	7,520,000
<b>TOTAL REVENUE BONDS PAYABLE</b>				<b>24,575,000</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	26,840,000
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>56,575,000</b>
<b>TOTAL BONDED DEBT</b>				<b>\$ 470,800,000</b>