

MONTGOMERY COUNTY, TEXAS

Monthly Unaudited Financial Report



**For the 10 Months Ended
July 31, 2019**

MONTGOMERY COUNTY, TEXAS
MONTHLY UNAUDITED FINANCIAL REPORT

Prepared by

THE MONTGOMERY COUNTY AUDITOR'S OFFICE
Rakesh Pandey, CPA
County Auditor

MONTGOMERY COUNTY, TEXAS
Unaudited Monthly Financial Report
As of July 31, 2019

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Montgomery County, Texas
Office of the County Auditor
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Rakesh Pandey, CPA
County Auditor

Angela H. Blocker
1st Assistant County Auditor

August 13, 2019

The Commissioners' Court
Montgomery County, Texas

Honorable Commissioners:

The unaudited and unadjusted Monthly Financial Report of Montgomery County, Texas and the Montgomery County Toll Road Authority is submitted herewith for the period from July 1, 2019 through July 31, 2019. This report was prepared by the County Auditor in compliance with Chapter 114 Section 023 of the Local Government Code.

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,

Rakesh Pandey
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, 2019

	<u>Total</u> <u>Governmental Funds</u>
Assets:	
Cash	\$ 207,980,803
Investments, at Fair Value	246,544,656
Receivables:	
Taxes (net)	7,060,086
Interest	46,104
Accounts (net)	10,882
Due From Other Funds	126,938,779
Due From Other Governments	106,864
Prepaid Items	631,730
<u>Total Assets</u>	<u>589,319,904</u>
 <u>LIABILITIES AND FUND BALANCES:</u>	
Current Liabilities:	
Accounts Payable	1,834,828
Other Payables	5,424,183
Due to Other Funds	119,911,374
Due to Other Governments	7,929
Deferred Revenue	12,437,861
Total liabilities	139,616,175
Fund Balances:	
Reserved	265,530,739
Unreserved	184,172,990
Total Fund Balances	449,703,729
<u>TOTAL LIABILITIES AND</u>	
<u>FUND BALANCES</u>	<u>\$ 589,319,904</u>

MONTGOMERY COUNTY, TEXAS
Statement of Changes in Fund Balance - Governmental Funds
For the 10 Months Ended July 31, 2019

	<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, 7/1/2019	\$ 198,756,330	\$ 42,100,030	\$ 24,328,454	\$ 206,717,953	\$ 471,902,767
Revenues/Other Financing Sources	\$ 11,568,937	\$ 2,148,962	\$ -	\$ 1,924	\$ 13,719,823
Expenditures/Other Financing Uses	\$ (26,152,277)	\$ (6,991,158)	\$ (806)	\$ (2,774,620)	\$ (35,918,861)
Fund Balance, 7/31/2019	<u>\$ 184,172,990</u>	<u>\$ 37,257,834</u>	<u>\$ 24,327,648</u>	<u>\$ 203,945,257</u>	<u>\$ 449,703,729</u>

MONTGOMERY COUNTY, TEXAS
Statement of Net Position
Internal Service Funds
For the 10 Months Ended July 31, 2019

	<u>Total Internal Service Funds</u>
Assets:	
Cash	\$ 1,619,091
Receivables:	
Accounts (net)	588,149
<hr/>	
Due From Other Funds	24,565,735
Capital Assets (net of accumulated depreciation):	
Buildings	776,510
Improvements	239
Equipment	28,771
Total assets	<u>27,578,495</u>
Liabilities:	
Current Liabilities:	
Other Payables	7,163,507
Due to General Fund	1,099,803
Due to Road & Bridge	385,613
Due to Wellness Clinic	1,102,310
Total liabilities	<u>9,751,233</u>
Net Position:	
Invested in capital assets	805,520
Unreserved	17,021,742
Total Net Position	<u>\$ 17,827,262</u>

MONTGOMERY COUNTY, TEXAS
Statement of Changes in Net Position
Internal Service Funds
For the 10 Months Ended July 31, 2019

	<u>Total Internal Service Funds</u>
Current Operating Revenues:	
Fees	\$ 2,697,278
Total Operating Revenues	<u>2,697,278</u>
Current Operating Expenses:	
Supplies	11
Services	3,904,114
Total Operating Expenses	<u>3,904,125</u>
Change in net position	(1,206,847)
Total Net Position - July 1, 2019	19,034,109
Total Net Position - July 30, 2019	<u><u>\$ 17,827,262</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, 2019

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	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<u>GENERAL ADMINISTRATION:</u>					
County Judge	574,707	59,639	466,141	2,664	105,902
Human Resources	622,089	68,375	502,457	712	118,920
Risk Management	892,474	96,543	694,320	315	197,839
County Clerk	2,431,791	264,242	1,942,886	7,903	481,002
Collections	472,709	50,856	352,468	3,766	116,475
Veterans' Service	317,847	38,584	260,885	21	56,941
Information Technology Services	7,516,784	569,174	5,551,436	701,458	1,263,890
Purchasing Agent	1,467,452	128,987	1,104,788	24,419	338,245
Records Management & Preservation	624,888	39,313	379,142	93,749	151,997
Permits	502,964	56,226	414,866	317	87,781
Worthless Checks Division	41,975	3,640	26,263	-	15,712
County-Wide	12,991,165	17,509	9,069,222	4,224	3,917,719
<u>TOTAL GENERAL ADM</u>	<u>28,456,845</u>	<u>1,393,088</u>	<u>20,764,874</u>	<u>839,548</u>	<u>6,852,423</u>
<u>JUDICIAL:</u>					
County Court No1	513,810	58,217	418,737	66	95,007
County Court No2	908,379	103,761	733,495	1,961	172,923
County Court No3	809,477	91,780	658,416	207	150,854
County Court No4	527,592	59,381	429,492	267	97,833
County Court No5	511,268	56,396	410,044	253	100,971
9 th District Court	350,526	39,545	281,244	60	69,222
410 th District Court	477,704	54,468	388,705	-	88,999
221 st District Court	348,274	39,862	283,393	67	64,814
284 th District Court	717,646	84,092	589,964	-	127,682
359 th District Court	406,755	46,386	329,842	107	76,806
418 th District Court	630,474	66,455	497,824	4	132,646
435 th District Court	364,508	40,630	285,734	(19)	78,793
Court Operations	7,577,073	677,847	6,375,377	10,768	1,190,928
Indigent Defense	185,705	25,447	175,341	21	10,343
Drug Court	1,031,187	89,532	763,126	6,114	261,947
Office of Court Admin	466,302	47,880	358,250	-	108,052
District Attorney	12,173,064	1,297,295	9,823,496	53,412	2,296,156
District Clerk	3,889,742	394,668	3,114,671	20,266	754,805
Justice of Peace Pct 1	991,050	105,562	794,544	5	196,501
Justice of Peace Pct 2	657,632	71,593	528,953	30	128,649
Justice of Peace Pct 3	1,225,460	149,521	991,313	310	233,837
Justice of Peace Pct 4	1,051,580	119,405	850,597	1,293	199,690
Justice of Peace Pct 5	601,903	64,233	494,060	205	107,638
Judicial Technology	939,884	995	652,368	15,179	272,337
Court Technology County/District	22,351	1,253	12,571	614	9,166
Court Guardianship	32,000	1,080	23,448	-	8,552

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 10 Months Ended July 31, 2019

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
JUDICIAL (cont'd):					
Court Reporter Service Fund	142,658	10,538	113,014	-	29,644
Juvenile Case Manager	305,781	28,744	205,042	-	100,739
Justice Court Technology	188,826	2,322	107,379	19,468	61,979
Veterans Treatment Court	273,416	9,993	78,255	180	194,981
TOTAL JUDICIAL	38,322,027	3,838,881	30,768,695	130,838	7,422,494
LEGAL:					
County Attorney	3,546,997	366,966	2,901,618	524	644,855
Law Library	295,188	29,062	226,226	-	68,962
Alternate Dispute Resolution	164,500	16,038	138,813	-	25,687
TOTAL LEGAL	4,006,685	412,066	3,266,657	524	739,504
ELECTIONS:					
TOTAL ELECTIONS	1,433,646	131,909	1,718,703	5,880	(290,937)
FINANCIAL ADMINISTRATION:					
County Auditor	2,058,118	237,898	1,613,554	12,164	432,400
Budget Office	304,893	33,935	240,153	-	64,740
Financial Technology	6,507,091	585,514	1,602,400	1,126,369	3,778,322
County Treasurer	689,102	81,800	559,505	50	129,547
Tax Assessor-Collector	7,444,371	480,380	5,629,675	4,729	1,809,967
TOTAL FINANCIAL ADM	17,003,575	1,419,527	9,645,287	1,143,312	6,214,976
PUBLIC FACILITIES:					
Custodial Services	3,331,542	347,702	2,597,430	26,371	707,741
Building Maintenance	6,216,042	733,141	4,716,131	58,692	1,441,219
Precinct 2 Parks and Comm. Center	277,327	11,700	180,518	988	95,821
Precinct 3 Parks and Comm. Center	1,321,954	73,689	353,230	13,717	955,007
Precinct 4 Parks and Comm. Center	166,957	11,935	100,474	17,544	48,939
Precinct 3 Vector Control Grant	237,955	-	64,605	100,965	72,385
Jail	54,071,169	5,930,539	47,916,449	5,968	6,148,752
Convention Center Complex	1,356,706	113,186	989,269	46,222	321,215
TOTAL PUBLIC FACILITIES	66,979,652	7,221,892	56,918,106	270,467	9,791,079
PUBLIC SAFETY:					
Fire Marshal	2,026,432	183,766	1,460,494	103,344	462,594
Constable Pct 1	4,847,365	562,852	3,881,482	160,981	804,902
Constable Pct 2	2,433,410	226,620	1,857,648	169,195	406,567
Constable Pct 3	5,884,914	605,318	4,554,601	216,070	1,114,243
Constable Pct 4	4,610,657	506,479	3,796,426	19,808	794,423
Constable Pct 5	4,427,618	481,727	3,385,133	240,396	802,089
Sheriff	66,400,842	6,585,187	52,263,604	647,808	13,489,430
Sheriff Commissary	1,010,154	10,303	641,088	-	369,066
Law Enforcement Technology	995,110	-	516,270	101,945	376,895
Juvenile Services	9,562,550	823,972	6,533,699	34,922	2,993,929
Adult Services	4,714,433	548,365	4,094,921	10,065	609,447
Emergency Management	4,856,741	103,155	1,924,246	402,337	2,530,158
Department of Public Safety	119,718	13,697	98,505	-	21,213
Forfeitures	2,227,988	23,379	1,285,119	1,208	941,661
Justice Court Building Security	66,441	-	21,539	4,446	40,456
Courthouse Security	372,679	33,706	287,318	2,679	82,682
TOTAL PUBLIC SAFETY	114,557,052	10,708,526	86,602,093	2,115,204	25,839,755

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 10 Months Ended July 31, 2019

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<u>HEALTH AND WELFARE:</u>					
Forensic Services	2,116,695	198,799	1,493,595	16,836	606,264
Medical: Contract Services	90,000	7,500	75,000	-	15,000
Mental Health: Contract Services	261,525	52,881	214,278	-	47,247
Environmental Health	2,202,754	218,480	1,737,695	29,391	435,668
Mental Health Facility	15,256,015	1,253,241	11,408,453	-	3,847,562
FEMA Disaster Grants	8,860,163	100,329	100,329	396,301	8,363,533
HUD/GLO Disaster Grants	8,919,523	-	-	-	8,919,523
Community Development	11,125,199	164,272	1,815,458	2,298,975	7,010,766
Animal Control	996,101	106,411	820,497	2,677	172,927
Animal Shelter	4,306,156	485,132	3,289,204	30,922	986,030
Child Welfare	133,650	5,402	56,194	1,555	75,901
Welfare:					
Contract Services	1,059,373	172,562	969,592	-	89,781
<u>TOTAL HEALTH/WELFARE</u>	<u>55,327,154</u>	<u>2,765,009</u>	<u>21,980,295</u>	<u>2,776,657</u>	<u>30,570,202</u>
<u>CONSERVATION:</u>					
Extension Agent	742,540	79,988	571,412	23	171,105
Precinct 3 Recycling Center	826,921	88,872	696,416	802	129,703
Precinct 1 Recycling Center	317,472	35,018	233,045	302	84,125
<u>TOTAL CONSERVATION</u>	<u>1,886,933</u>	<u>203,878</u>	<u>1,500,873</u>	<u>1,127</u>	<u>384,933</u>
<u>CULTURE & RECREATION:</u>					
IT Library	409,140	259,403	301,858	20,129	87,153
Memorial Library	9,880,000	1,123,956	7,644,363	149,263	2,086,374
Historical Commissions	219,844	-	182,000	-	37,844
<u>TOTAL CULTURE & RECREATION</u>	<u>10,508,984</u>	<u>1,383,359</u>	<u>8,128,221</u>	<u>169,392</u>	<u>2,211,371</u>
<u>PUBLIC TRANSPORTATION:</u>					
Airport	7,179,411	112,315	768,224	22,601	6,388,586
County Engineer	2,420,465	190,221	1,520,854	31,972	867,639
Commissioner Pct 1	11,569,420	955,176	7,178,473	539,814	3,851,133
Commissioner Pct 2	10,429,335	580,124	6,177,493	707,021	3,544,821
Commissioner Pct 3	12,772,555	685,084	5,131,728	798,051	6,842,776
Commissioner Pct 4	11,925,357	959,284	6,410,264	461,759	5,053,334
<u>TOTAL PUBLIC TRANSPORTATION</u>	<u>56,296,543</u>	<u>3,482,204</u>	<u>27,187,036</u>	<u>2,561,218</u>	<u>26,548,289</u>
<u>DEBT SERVICE:</u>					
Principal	16,740,000	-	16,740,000	-	-
Interest	24,514,021	806	11,929,975	-	12,584,046
Issuance Costs	459,503	-	428,677	-	30,826
Payment to Escrow Agent	28,598,626	-	35,556,621	-	(6,957,995)
<u>TOTAL DEBT SERVICE</u>	<u>70,312,150</u>	<u>806</u>	<u>64,655,273</u>	<u>-</u>	<u>5,656,877</u>
<u>MISCELLANEOUS:</u>					
<u>TOTAL MISCELLANEOUS</u>	<u>979,807</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>979,807</u>
<u>TOTAL EXPENDITURES - GOVERNMENTAL FUNDS</u>	<u>466,071,053</u>	<u>32,961,145</u>	<u>333,136,113</u>	<u>10,014,167</u>	<u>122,920,773</u>

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 10 Months Ended July 31, 2019

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<u>INTERNAL SERVICE FUNDS</u>					
<u>GENERAL ADMINISTRATION:</u>					
Employee Health	-	3,048,602	29,754,952	-	(29,754,952)
Retiree Health	-	359,081	2,994,305	-	(2,994,305)
Optional Health	-	136,256	1,276,752	-	(1,276,752)
Cobra Coverage	-	5,524	59,035	-	(59,035)
Employee Life	-	12,227	121,922	-	(121,922)
Risk Mgt - Workers Comp	-	78,927	1,081,076	7,280	(1,088,356)
Risk Mgt-Prop/Casltly/Liab	26,967	66,278	2,161,690	27,153	(2,161,876)
Wellness Clinic	-	197,230	1,192,392	19,857	(1,212,249)
TOTAL GENERAL ADM	26,967	3,904,125	38,642,124	54,290	(38,669,447)
<u>TOTAL INTERNAL SERVICE FUNDS</u>	<u>26,967</u>	<u>3,904,125</u>	<u>38,642,124</u>	<u>54,290</u>	<u>(38,669,447)</u>
<u>ENTERPRISE FUNDS</u>					
Montgomery County Toll Road Authority	78,329,415	2,758,326	33,721,344	35,670,969	8,937,102
TOTAL ENTERPRISE FUNDS	78,329,415	2,758,326	33,721,344	35,670,969	8,937,102

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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 10 Months Ended July 31, 2019

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
Revenue:					
249 Toll Project	8,200,000	-	8,240,102	-	(40,102)
242 Toll Project	192,248	-	889,818	-	(697,570)
Debt Service SH 249	-	-	1,765	-	(1,765)
Total Revenue	8,392,248	-	9,131,685	-	(739,437)
Expenses:					
General Administration	-	-	-	-	-
249 Toll Project	73,416,931	2,751,660	31,347,482	35,670,969	6,398,480
Wetlands Mitigation	87,300	-	-	-	87,300
242 Toll Project	358,026	6,666	181,862	-	176,164
Debt Service SH 249	4,467,158	-	2,192,000	-	2,275,158
Total Expenses	78,329,415	2,758,326	33,721,344	35,670,969	8,937,102

MONTGOMERY COUNTY, TEXAS
Schedule of Transfers In and Out by Fund
For the 10 Months Ended July 31, 2019

	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ 5,251,269	\$ 8,779,403
Attorney Administration	35,000	-
Jury	7,800,000	-
Mental Health Facility	-	5,251,269
Adult Probation - Supervision	-	10,000
Adult Probation - Mental Impairment	10,000	-
Records Management County	500,000	-
Debt Service	444,403	-
TOTAL FINANCING USES	<u>\$ 14,040,672</u>	<u>\$ 14,040,672</u>

MONTGOMERY COUNTY, TEXAS
Schedule of Bond Indebtedness
As of July 31, 2019

	<u>Interest Rate (%)</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Balances Outstanding</u>
GENERAL OBLIGATION BONDS:				
Refunding Bonds, Series 2012	2.00-5.00	2012	2026	20,645,000
Refunding Bonds, Series 2014	1.75-2.27	2014	2020	6,395,000
Refunding Bonds, Series 2014A	5.00	2014	2025	57,865,000
Refunding Bonds, Series 2016	4.25-5.25	2016	2032	58,925,000
Road Bonds, Series 2016	4.25-5.25	2016	2041	52,405,000
Refunding Bonds, Series 2016A	3.00-5.00	2016	2030	46,220,000
Road Bonds, Series 2016A	4.00-5.00	2016	2042	72,170,000
Road Bonds, Series 2018	4.00-5.00	2018	2043	44,375,000
Refunding Bonds, Series 2018	4.00	2018	2030	26,965,000
Road Bonds, Series 2018B	4.00-5.00	2018	2043	89,010,000
TOTAL GENERAL OBLIGATION BONDS PAYABLE				474,975,000
CERTIFICATES OF OBLIGATION:				
Series 2010	3.00-5.40	2010	2039	24,310,000
Series 2012	2.00-4.00	2012	2032	11,195,000
Series 2012A	2.00-5.00	2012	2023	11,870,000
TOTAL CERTIFICATES OF OBLIGATION				47,375,000
TOTAL BONDED DEBT				\$ 522,350,000

MONTGOMERY COUNTY TOLL ROAD AUTHORITY
Schedule of Bond Indebtedness
As of July 31, 2019

	<u>Interest Rate (%)</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Balances Outstanding</u>
REVENUE BONDS:				
Senior Lien Toll Revenue Bonds, Series 2018	5.00	2018	2048	87,680,000
TOTAL REVENUE BONDS PAYABLE				<u>87,680,000</u>
 TOTAL BONDED DEBT				 <u>\$ 87,680,000</u>