

MONTGOMERY COUNTY, TEXAS

Monthly Unaudited Financial Report



**For the 9 Months Ended
June 30, 2018**

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 June 30, 2018

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Montgomery County, Texas
Office of the County Auditor
501 North Thompson, Suite 205, Conroe, Texas 77301
P. O. Box 539, Conroe, Texas 77305

Phyllis L. Martin
County Auditor

Angela H. Blocker
1st Assistant County Auditor

July 24, 2018

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 and the Montgomery County Toll Road Authority is submitted herewith for the period from June 1, 2018 through June 30, 2018. 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 9 Months Ended June 30, 2018

	<u>Total Governmental Funds</u>
Assets:	
Cash	\$ 235,345,776
Investments, at Fair Value	170,263,203
Receivables:	
Taxes (net)	6,781,683
Accounts (net)	11,054
<hr/>	
Due From Other Funds	103,655,593
Due From Other Governments	106,864
Prepaid Items	813,310
<u>Total Assets</u>	<u>516,977,483</u>
<u>LIABILITIES AND FUND BALANCES:</u>	
Current Liabilities:	
Accounts Payable	6,291,861
Other Payables	1,980,390
Due to Other Funds	120,469,181
Due to Other Governments	7,132
Deferred Revenue	12,557,894
Total liabilities	<u>141,306,458</u>
Fund Balances:	
Reserved	200,222,937
Unreserved	175,448,088
Total Fund Balances	<u>375,671,025</u>
<u>TOTAL LIABILITIES AND FUND BALANCES</u>	<u>\$ 516,977,483</u>

MONTGOMERY COUNTY, TEXAS
Statement of Changes in Fund Balance - Governmental Funds
For the 9 Months Ended June 30, 2018

	<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, 6/1/2018	\$ 196,366,924	\$ 36,373,996	\$ 24,194,436	\$ 141,122,518	\$ 398,057,874
Revenues/Other Financing Sources	\$ 2,359,004	\$ 9,834,495	\$ -	\$ -	\$ 12,193,499
Expenditures/Other Financing Uses	\$ (23,277,840)	\$ (7,889,260)	\$ -	\$ (3,413,248)	\$ (34,580,348)
Fund Balance, 6/30/2018	<u>\$ 175,448,088</u>	<u>\$ 38,319,231</u>	<u>\$ 24,194,436</u>	<u>\$ 137,709,270</u>	<u>\$ 375,671,025</u>

MONTGOMERY COUNTY, TEXAS
Statement of Net Position
Internal Service Funds
For the 9 Months Ended June 30, 2018

	<u>Total Internal Service Funds</u>
Assets:	
Cash	\$ 388,962
Receivables:	
Due From Other Funds	30,852,686
Capital Assets (net of accumulated depreciation):	
Buildings	795,990
Improvements	479
Equipment	48,055
Total assets	<u>32,086,172</u>
 Liabilities:	
Current Liabilities:	
Accounts Payable	440,153
Other Payables	6,823,887
Due to General Fund	1,475,405
Due to Wellness Clinic	903,249
Total liabilities	<u>9,642,694</u>
 Net Position:	
Invested in capital assets	844,524
Unreserved	21,598,954
Total Net Position	<u><u>\$ 22,443,478</u></u>

MONTGOMERY COUNTY, TEXAS
Statement of Changes in Net Position
Internal Service Funds
For the 9 Months Ended June 30, 2018

	<u>Total Internal Service Funds</u>
Current Operating Revenues:	
Fees	\$ 2,305,957
Miscellaneous	5,025
Total Operating Revenues	<u>2,310,982</u>
 Current Operating Expenses:	
Services	<u>3,518,830</u>
Total Operating Expenses	<u>3,518,830</u>
Change in net position	(1,207,848)
Total Net Position - June 1, 2018	23,651,326
 Total Net Position - June 30, 2018	 <u><u>\$ 22,443,478</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 9 Months Ended June 30, 2018

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	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<u>GENERAL ADMINISTRATION:</u>					
County Judge	578,084	40,081	398,489	680	178,915
Human Resources	605,018	41,499	408,177	306	196,535
Risk Management	945,139	73,844	579,293	2,585	363,261
County Clerk	2,395,390	176,824	1,649,191	1,282	744,917
Collections	480,405	30,254	327,564	-	152,841
Veterans' Service	251,401	19,824	179,804	29	71,568
Information Technology Services	7,079,346	361,045	4,705,556	264,478	2,109,312
Purchasing Agent	1,306,310	229,079	938,509	144	367,657
Records Management & Preservation	1,008,392	157,081	515,335	249,835	243,222
Permits	474,533	35,228	328,429	30	146,074
Worthless Checks Division	40,707	28,669	28,669	-	12,038
County-Wide	12,511,179	67,022	8,075,835	1,353	4,433,991
<u>TOTAL GENERAL ADM</u>	<u>27,675,904</u>	<u>1,260,450</u>	<u>18,134,851</u>	<u>520,722</u>	<u>9,020,331</u>
<u>JUDICIAL:</u>					
County Court No1	498,667	37,870	350,508	-	148,159
County Court No2	880,405	67,393	620,379	367	259,659
County Court No3	774,064	57,861	547,325	969	225,770
County Court No4	511,891	38,066	359,315	103	152,473
County Court No5	498,732	37,190	347,216	85	151,431
9 th District Court	334,614	24,216	234,273	-	100,341
410 th District Court	462,303	34,260	324,399	-	137,904
221 st District Court	338,640	25,133	238,294	-	100,346
284 th District Court	780,680	52,880	538,319	23	242,338
359 th District Court	398,309	29,356	276,033	96	122,180
418 th District Court	618,171	46,358	436,600	350	181,221
435 th District Court	373,156	25,499	269,518	2,476	101,162
Court Operations	7,492,830	813,601	5,430,645	26,610	2,035,575
Indigent Defense	133,087	14,017	126,728	124	6,235
Mental Health Court Services	354,653	22,719	248,730	682	105,241
Drug Court	1,038,467	70,077	654,341	-	384,126
Office of Court Admin	474,902	30,002	312,909	100	161,893
District Attorney	11,279,162	857,391	7,977,704	1,520	3,299,938
District Clerk	3,615,262	257,274	2,493,851	460	1,120,951
Justice of Peace Pct 1	813,206	59,907	568,035	1,059	244,112
Justice of Peace Pct 2	529,525	37,390	353,667	34	175,824
Justice of Peace Pct 3	1,064,245	80,686	753,697	37	310,511
Justice of Peace Pct 4	902,179	73,612	642,109	344	259,726
Justice of Peace Pct 5	515,009	38,174	366,515	783	147,711
Judicial Technology	805,712	372,316	545,162	144,770	115,780
Court Technology County/District	12,714	1,254	9,501	38	3,175
Court Guardianship	32,000	4,284	9,094	-	22,906

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 9 Months Ended June 30, 2018

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
JUDICIAL (cont'd):					
Court Reporter Service Fund	151,282	6,845	86,536	758	63,988
Juvenile Case Manager	296,269	18,046	196,300	-	99,969
Justice Court Technology	44,004	7,396	37,561	-	6,443
Veterans Treatment Court	256,173	12,288	94,432	-	161,741
TOTAL JUDICIAL	36,280,313	3,253,361	25,449,696	181,788	10,648,829
LEGAL:					
County Attorney	3,455,273	213,437	2,452,584	9,283	993,406
Law Library	293,198	24,081	192,305	118	100,775
Alternate Dispute Resolution	129,500	13,414	108,529	-	20,971
TOTAL LEGAL	3,877,971	250,932	2,753,418	9,401	1,115,152
ELECTIONS:					
TOTAL ELECTIONS	1,358,387	136,614	1,789,299	10,306	(441,218)
FINANCIAL ADMINISTRATION:					
County Auditor	2,268,548	154,617	1,515,958	3,772	748,818
Budget Officer	287,380	15,180	36,614	2,319	248,447
Financial Technology	7,462,128	-	9,400	418,300	7,034,428
County Treasurer	696,138	50,282	480,381	-	215,757
Tax Assessor-Collector	5,097,125	339,289	3,033,585	575,464	1,488,076
TOTAL FINANCIAL ADM	15,811,319	559,368	5,075,938	999,855	9,735,526
PUBLIC FACILITIES:					
Custodial Services	3,305,674	233,849	2,191,948	37,973	1,075,753
Building Maintenance	6,454,503	454,100	4,218,423	101,448	2,134,632
Precinct 2 Parks and Comm. Center	188,667	14,082	133,254	-	55,413
Precinct 3 Parks and Comm. Center	613,587	32,620	328,409	-	285,178
Precinct 4 Parks and Comm. Center	100,975	10,829	74,605	562	25,808
Jail	46,580,564	2,306,881	36,775,254	43,458	9,761,852
Convention Center Complex	1,303,582	68,558	863,577	15,337	424,668
TOTAL PUBLIC FACILITIES	58,547,552	3,120,919	44,585,470	198,778	13,763,304
PUBLIC SAFETY:					
Fire Marshal	1,561,336	119,463	1,052,691	6,608	502,037
Constable Pct 1	4,730,798	422,694	3,246,439	12,233	1,472,126
Constable Pct 2	1,966,098	149,759	1,315,115	3,055	647,928
Constable Pct 3	5,207,903	453,213	3,676,923	16,867	1,514,113
Constable Pct 4	4,255,176	357,980	2,830,976	187,920	1,236,280
Constable Pct 5	3,257,769	206,823	2,138,223	22,344	1,097,202
Body Armor Grant	187,886	30,210	55,250	127,441	5,195
Sheriff	62,821,183	4,466,468	40,758,574	3,046,563	19,016,046
Sheriff Commissary	976,332	30,994	617,076	109,693	249,563
Law Enforcement Technology	2,379,618	277,547	1,336,885	772,724	270,009
Juvenile Services	9,426,642	652,230	5,540,054	11,085	3,875,503
Adult Services	5,968,786	369,374	3,730,278	6,131	2,232,377
Emergency Management	4,318,219	59,473	1,056,688	221,537	3,039,994
Department of Public Safety	115,987	8,860	82,709	-	33,278
Forfeitures	1,572,045	33,543	465,669	110,729	995,647
Courthouse Security	400,000	26,471	264,703	-	135,297
TOTAL PUBLIC SAFETY	109,145,778	7,665,102	68,168,253	4,654,930	36,322,595

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 9 Months Ended June 30, 2018

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<u>HEALTH AND WELFARE:</u>					
Vehicle Emission Program	166,621	-	166,621	-	-
Forensic Services	1,939,360	171,633	1,406,118	1,426	531,816
Medical: Contract Services	90,000	7,500	6,750	-	83,250
Mental Health: Contract Services	261,525	715	161,705	-	99,820
Environmental Health	2,131,162	158,842	1,472,188	51	658,923
Mental Health Facility	13,545,311	1,128,274	8,855,554	1,211	4,688,546
FEMA Disaster Grants	975,326	13,373	234,669	592,502	148,155
Community Development	7,975,243	515,092	2,957,830	393,431	4,623,982
Animal Control	992,939	70,220	717,127	4,679	271,133
Animal Shelter	4,377,525	222,455	2,536,864	455,124	1,385,537
Child Welfare	126,095	5,429	87,638	122	38,335
Welfare:					
Contract Services	1,069,373	35,000	839,530	-	229,843
<u>TOTAL HEALTH/WELFARE</u>	<u>33,650,480</u>	<u>2,328,533</u>	<u>19,442,594</u>	<u>1,448,546</u>	<u>12,759,340</u>
<u>CONSERVATION:</u>					
Extension Agent	738,265	46,800	484,164	20	254,081
Precinct 3 Recycling Center	854,961	70,428	598,228	13,214	243,519
Precinct 1 Recycling Center	203,391	16,853	133,335	-	70,056
<u>TOTAL CONSERVATION</u>	<u>1,796,617</u>	<u>134,081</u>	<u>1,215,727</u>	<u>13,234</u>	<u>567,656</u>
<u>CULTURE & RECREATION:</u>					
Memorial Library	10,051,338	726,425	6,603,810	182,633	3,264,895
Historical Commissions	113,770	3,750	78,808	-	34,962
<u>TOTAL CULTURE & RECREATION</u>	<u>10,165,108</u>	<u>730,175</u>	<u>6,682,618</u>	<u>182,633</u>	<u>3,299,857</u>
<u>PUBLIC TRANSPORTATION:</u>					
Airport	9,176,875	75,201	714,093	29,267	8,433,515
County Engineer	2,353,251	139,796	1,299,548	53	1,053,650
Commissioner Pct 1	12,372,919	718,381	6,518,250	741,929	5,112,740
Commissioner Pct 2	9,804,306	783,089	5,732,672	486,075	3,585,559
Commissioner Pct 3	13,222,421	641,174	4,698,001	592,910	7,931,510
Commissioner Pct 4	10,834,099	1,499,924	6,475,359	184,311	4,174,429
<u>TOTAL PUBLIC TRANSPORTATION</u>	<u>57,763,871</u>	<u>3,857,565</u>	<u>25,437,923</u>	<u>2,034,545</u>	<u>30,291,403</u>
<u>DEBT SERVICE:</u>					
Principal	15,805,000	-	14,815,000	-	990,000
Interest	19,918,386	-	9,791,034	-	10,127,352
Issuance Costs	-	-	7,500	-	(7,500)
Payment to Escrow Agent	-	-	17,072,580	-	(17,072,580)
<u>TOTAL DEBT SERVICE</u>	<u>35,723,386</u>	<u>-</u>	<u>41,686,114</u>	<u>-</u>	<u>(5,962,728)</u>
<u>MISCELLANEOUS:</u>					
<u>TOTAL MISCELLANEOUS</u>	<u>439,116</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>439,116</u>
<u>TOTAL EXPENDITURES - GOVERNMENTAL FUNDS</u>	<u>392,235,802</u>	<u>23,297,100</u>	<u>260,421,901</u>	<u>10,254,738</u>	<u>121,559,163</u>

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 9 Months Ended June 30, 2018

	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	2,720,936	21,569,931	17,400	2,251,537
Retiree Health	3,458,000	401,304	2,780,563	-	677,437
Optional Health	295,488	89,309	728,510	-	(433,022)
Cobra Coverage	-	5,603	83,463	-	(83,463)
Employee Life	133,314	11,909	106,210	-	27,104
Risk Mgt - Workers Comp	775,000	107,069	977,015	-	(202,015)
Risk Mgt-Prop/Casltly/Liab	2,082,140	19,553	1,758,193	935	323,012
Wellness Clinic	-	163,148	941,307	-	(941,307)
TOTAL GENERAL ADM	30,582,819	3,518,831	28,945,192	18,335	1,619,283
TOTAL INTERNAL SERVICE FUNDS	30,582,819	3,518,831	28,945,192	18,335	1,619,283
<u>ENTERPRISE FUNDS</u>					
Montgomery County Toll Road Authority	2,689,577	2,746,441	3,639,014	416,259	(1,365,696)
TOTAL ENTERPRISE FUNDS	2,689,577	2,746,441	3,639,014	416,259	(1,365,696)

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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 9 Months Ended June 30, 2018

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
Revenue:					
249 Toll Project	-	76,853,749	76,941,049	-	(76,941,049)
242 Toll Project	148,771	-	771,803	-	(623,032)
Debt Service SH 249	-	18,872,791	18,872,791	-	(18,872,791)
Total Revenue	148,771	95,726,540	96,585,643	-	(96,436,872)
Expenses:					
General Administration	900,278	-	-	-	900,278
249 Toll Project	1,386,143	1,221,037	1,996,919	397,945	(1,008,721)
Wetlands Mitigation	87,300	-	-	-	87,300
242 Toll Project	315,856	269	116,960	18,314	180,582
Debt Service SH 249	-	1,525,135	1,525,135	-	(1,525,135)
Total Expenses	2,689,577	2,746,441	3,639,014	416,259	(1,365,696)

MONTGOMERY COUNTY, TEXAS
Schedule of Transfers In and Out by Fund
For the 9 Months Ended June 30, 2018

	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ -	\$ 18,784,783
Attorney Administration	33,000	
Jury	7,600,000	-
Adult Probation - Supervision	-	80,000
Adult Probation - Community Corrections	45,000	-
Adult Probation - Mental Impairment	35,000	-
Records Management County	375,000	
Courthouse Security	62,000	
Capital Projects Fund	10,714,783	-
TOTAL FINANCING USES	\$ 18,864,783	\$ 18,864,783

MONTGOMERY COUNTY, TEXAS
Schedule of Bond Indebtedness
As of June 30, 2018

	<u>Interest Rate (%)</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Balances Outstanding</u>
GENERAL OBLIGATION BONDS:				
Refunding Bonds, Series 2010	4.00-5.00	2010	2030	28,175,000
Refunding Bonds, Series 2012	2.00-5.00	2012	2026	22,405,000
Refunding Bonds, Series 2014	1.75-2.27	2014	2020	13,030,000
Refunding Bonds, Series 2014A	5.00	2014	2025	68,815,000
Refunding Bonds, Series 2016	4.25-5.25	2016	2032	58,925,000
Road Bonds, Series 2016	4.25-5.25	2016	2041	52,660,000
Refunding Bonds, Series 2016A	3.00-5.00	2016	2030	46,220,000
Road Bonds, Series 2016A	4.00-5.00	2016	2042	72,985,000
Road Bonds, Series 2018	4.00-5.00	2018	2043	45,670,000
TOTAL GENERAL OBLIGATION BONDS PAYABLE				408,885,000
CERTIFICATES OF OBLIGATION:				
Series 2010	3.00-5.40	2010	2039	25,185,000
Series 2012	2.00-4.00	2012	2032	11,765,000
Series 2012A	2.00-5.00	2012	2023	12,140,000
TOTAL CERTIFICATES OF OBLIGATION				49,090,000
TOTAL BONDED DEBT				\$ 457,975,000

MONTGOMERY COUNTY TOLL ROAD AUTHORITY
Schedule of Bond Indebtedness
As of June 30, 2018

	<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>