

# **MONTGOMERY COUNTY, TEXAS**

## **Monthly Unaudited Financial Report**



**For the Month Ended  
March 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 March 31, 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  
1<sup>st</sup> Assistant County Auditor

June 27, 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 March 1, 2017 through March 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 6 Months Ended March 31, 2017**

	<u>Total Governmental Funds</u>
<b>Assets:</b>	
Cash	\$ 97,646,021
Investments, at Fair Value	342,814,838
Receivables:	
Taxes (net)	6,295,480
Accounts (net)	5,636
Due From Other Funds	113,606,422
Prepaid Items	106,290
<b><u>Total Assets</u></b>	<b>560,474,687</b>
 <b><u>LIABILITIES AND FUND BALANCES:</u></b>	
Current Liabilities:	
Accounts Payable	3,409,836
Other Payables	2,699,522
Due to Other Funds	131,747,351
Due to Other Governments	6,738
Deferred Revenue	10,193,911
Total liabilities	148,057,358
Fund Balances:	
Reserved	198,421,046
Unreserved	213,996,283
Total Fund Balances	412,417,329
<b><u>TOTAL LIABILITIES AND FUND BALANCES</u></b>	<b>\$ 560,474,687</b>

**MONTGOMERY COUNTY, TEXAS**  
**Statement of Changes in Fund Balance - Governmental Funds**  
**For the 6 Months Ended March 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, 3/1/2017	\$ 228,809,871	\$ 42,327,485	\$ 19,189,767	\$ 138,534,311	\$ 428,861,434
Revenues/Other Financing Sources	\$ 8,062,033	\$ 6,968,443	\$ 578,310	\$ 3,989	\$ 15,612,775
Expenditures/Other Financing Uses	\$ (22,875,621)	\$ (7,246,330)	\$ 672	\$ (1,935,601)	\$ (32,056,880)
Fund Balance, 3/31/2017	<u>\$ 213,996,283</u>	<u>\$ 42,049,598</u>	<u>\$ 19,768,749</u>	<u>\$ 136,602,699</u>	<u>\$ 412,417,329</u>

**MONTGOMERY COUNTY, TEXAS**  
**Statement of Net Position**  
**Internal Service Funds**  
**For the 6 Months Ended March 31, 2017**

	<u>Total Internal Service Funds</u>
<b>Assets:</b>	
Cash	\$ 57,791
Receivables:	
Accounts (net)	691,922
<hr/>	
Due From Other Funds	29,508,405
Capital Assets (net of accumulated depreciation):	
Buildings	815,471
Improvements	718
Equipment	74,471
Total assets	<u>31,148,778</u>
<b>Liabilities:</b>	
Current Liabilities:	
Accounts Payable	998,610
Other Payables	5,011,403
Due to General Fund	488,225
Due to Wellness Clinic	533,727
Total liabilities	<u>7,031,965</u>
<b>Net Position:</b>	
Invested in capital assets	890,660
Unreserved	23,226,153
Total Net Position	<u>\$ 24,116,813</u>

**MONTGOMERY COUNTY, TEXAS**  
**Statement of Changes in Net Position**  
**Internal Service Funds**  
**For the 5 Months Ended March 31, 2017**

	<u>Total Internal Service Funds</u>
<b>Current Operating Revenues:</b>	
Fees	\$ 3,117,534
Miscellaneous	28,869
Total Operating Revenues	3,146,403
<b>Current Operating Expenses:</b>	
Supplies	354
Services	2,210,925
Total Operating Expenses	2,211,279
Change in net position	935,124
Total Net Position - March 1, 2017	23,181,689
<b>Total Net Position - March 31, 2017</b>	<b>\$ 24,116,813</b>

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# **BUDGET STATUS**

(unaudited)

**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Expenditures - All Departments**  
**Budget and Year-to-Date Actual for the 6 Months Ended March 31, 2017**

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<b><u>GENERAL ADMINISTRATION:</u></b>					
County Judge	646,208	62,172	273,409	2,459	370,340
Human Resources	636,768	66,413	298,013	-	338,755
Risk Management	995,867	94,402	419,245	12,554	564,068
County Clerk	2,524,025	266,308	1,119,869	1,361	1,402,795
Collections	460,182	45,424	211,294	1,716	247,172
Veterans' Service	249,687	27,508	120,781	-	128,906
Information Technology Services	6,762,395	616,097	3,129,966	494,968	3,137,461
Purchasing Agent	1,189,233	110,984	526,107	-	663,126
Records Management & Preservation	1,184,631	109,805	205,947	496	978,188
Permits	425,515	48,638	204,797	-	220,718
Worthless Checks Division	60,788	6,803	29,343	-	31,445
County-Wide	19,655,217	647,276	7,070,080	48,153	12,536,984
<b><u>TOTAL GENERAL ADM</u></b>	<b><u>34,790,516</u></b>	<b><u>2,101,830</u></b>	<b><u>13,608,851</u></b>	<b><u>561,707</u></b>	<b><u>20,619,958</u></b>
<b><u>JUDICIAL:</u></b>					
County Court No1	498,668	56,021	234,863	-	263,805
County Court No2	870,379	98,766	401,976	-	468,403
County Court No3	773,143	87,382	366,425	4	406,714
County Court No4	520,242	57,428	243,965	-	276,277
County Court No5	499,133	57,319	234,744	94	264,295
9 <sup>th</sup> District Court	333,502	36,905	157,513	50	175,939
410 <sup>th</sup> District Court	443,028	49,969	212,546	4,432	226,050
221 <sup>st</sup> District Court	338,668	36,345	160,180	28	178,460
284 <sup>th</sup> District Court	771,223	85,744	368,443	124	402,656
359 <sup>th</sup> District Court	395,269	42,197	187,867	-	207,402
418 <sup>th</sup> District Court	621,194	66,778	295,339	503	325,352
435 <sup>th</sup> District Court	383,940	39,354	155,288	1,547	227,105
Court Operations	7,577,054	639,313	3,473,103	73,757	4,030,194
Indigent Defense	133,266	19,014	80,671	200	52,395
Mental Health Court Services	354,905	38,623	158,691	651	195,563
Drug Court	1,093,091	91,049	416,867	7,611	668,613
Office of Court Admin	453,735	48,025	202,668	1,630	249,437
District Attorney	11,174,188	1,233,729	5,363,607	16,657	5,793,924
District Clerk	3,721,869	452,135	1,747,125	27,976	1,946,768
Justice of Peace Pct 1	806,706	86,903	383,329	946	422,431
Justice of Peace Pct 2	520,955	51,855	241,150	203	279,602
Justice of Peace Pct 3	1,066,018	114,887	493,877	1,619	570,522
Justice of Peace Pct 4	883,148	98,220	428,512	1,180	453,456
Justice of Peace Pct 5	512,034	56,843	243,938	1,210	266,886
Judicial Technology	1,060,517	388,042	580,170	60,584	419,763
Court Technology County/District	20,139	343	4,820	988	14,331



**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Expenditures - All Departments**  
**Budget and Year-to-Date Actual for the 6 Months Ended March 31, 2017**

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<b>JUDICIAL (cont'd):</b>					
Court Guardianship	16,410	1,000	16,410	-	-
Court Reporter Service Fund	142,023	9,356	54,377	-	87,646
Juvenile Case Manager	296,272	34,617	143,388	-	152,884
Justice Court Technology	41,950	9,528	19,111	4,036	18,803
Veterans Treatment Court	159,140	3,707	10,275	697	148,168
<b>TOTAL JUDICIAL</b>	<b>36,481,809</b>	<b>4,091,397</b>	<b>17,081,238</b>	<b>206,727</b>	<b>19,193,844</b>
<b>LEGAL:</b>					
County Attorney	3,447,654	364,857	1,633,134	4,987	1,809,533
Law Library	303,585	21,336	127,557	113	175,915
Alternate Dispute Resolution	129,500	11,417	56,704	-	72,796
<b>TOTAL LEGAL</b>	<b>3,880,739</b>	<b>397,610</b>	<b>1,817,395</b>	<b>5,100</b>	<b>2,058,244</b>
<b>ELECTIONS:</b>					
<b>TOTAL ELECTIONS</b>	<b>1,455,957</b>	<b>155,357</b>	<b>1,244,253</b>	<b>3,003</b>	<b>208,701</b>
<b>FINANCIAL ADMINISTRATION:</b>					
County Auditor	2,286,176	241,916	1,035,056	2,007	1,249,113
Financial Technology	4,192,016	-	21,855	21,150	4,149,011
County Treasurer	705,371	61,934	289,780	265	415,326
Tax Assessor-Collector	4,826,897	523,503	2,173,168	14	2,653,715
<b>TOTAL FINANCIAL ADM</b>	<b>12,010,460</b>	<b>827,353</b>	<b>3,519,859</b>	<b>23,436</b>	<b>8,467,165</b>
<b>PUBLIC FACILITIES:</b>					
Custodial Services	3,336,741	327,410	1,501,178	22,136	1,813,427
Building Maintenance	6,623,202	570,322	2,869,375	363,833	3,389,994
Precinct 2 Parks and Comm. Center	191,762	20,275	75,977	-	115,785
Precinct 3 Parks and Comm. Center	658,855	50,498	225,042	280	433,533
Precinct 4 Parks and Comm. Center	97,150	35,577	76,164	1,073	19,913
Jail	40,478,340	5,349,660	22,596,300	158,861	17,723,179
Civic Center	1,426,943	113,414	609,549	7,947	809,447
<b>TOTAL PUBLIC FACILITIES</b>	<b>52,812,993</b>	<b>6,467,156</b>	<b>27,953,585</b>	<b>554,130</b>	<b>24,305,278</b>
<b>PUBLIC SAFETY:</b>					
Fire Marshal	1,622,514	223,646	796,475	441	825,598
Constable Pct 1	4,021,586	503,963	1,892,500	64,378	2,064,708
Constable Pct 2	1,813,049	200,873	852,451	1,626	958,972
Constable Pct 3	4,651,650	513,513	2,199,875	39,339	2,412,436
Constable Pct 4	3,576,096	380,791	1,716,834	8,503	1,850,759
Constable Pct 5	2,665,660	270,789	1,147,542	5,657	1,512,461
Sheriff	54,454,331	5,654,438	22,658,089	1,690,556	30,105,686
Sheriff Commissary	964,240	17,341	293,848	-	670,392
Law Enforcement Technology	2,507,947	3,939	398,024	520,656	1,589,267
Juvenile Services	8,899,596	837,047	3,581,867	5,444	5,312,285
Adult Services	6,859,197	577,900	2,619,470	212,770	4,026,957
Emergency Management	3,751,132	166,289	643,018	61,688	3,046,426
Department of Public Safety	115,987	13,084	55,769	-	60,218
Forfeitures	814,894	9,656	330,655	-	484,239
Courthouse Security	477,403	42,248	187,967	649	288,787
<b>TOTAL PUBLIC SAFETY</b>	<b>97,195,282</b>	<b>9,415,517</b>	<b>39,374,384</b>	<b>2,611,707</b>	<b>55,209,191</b>

**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Expenditures - All Departments**  
**Budget and Year-to-Date Actual for the 6 Months Ended March 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	-	1,537,786	-	76,250
Forensic Services	1,647,086	162,565	671,949	20,175	954,962
Medical: Contract Services	90,000	7,500	45,000	-	45,000
Mental Health: Contract Services	278,525	-	107,851	-	170,674
Environmental Health	2,135,688	227,682	967,783	1,499	1,166,406
Mental Health Facility	13,471,936	1,021,391	5,527,186	78,706	7,866,044
FEMA Disaster Grants	162,303	(2,357)	112,983	-	49,320
Community Development	6,209,092	83,273	1,035,916	1,125,836	4,047,340
Animal Control	1,024,393	102,774	504,806	88	519,499
Animal Shelter	2,831,211	304,045	1,456,699	107,223	1,267,289
Child Welfare	139,333	2,989	23,790	538	115,005
Welfare:					
Contract Services	1,084,373	-	517,187	-	567,186
<b><u>TOTAL HEALTH/WELFARE</u></b>	<b><u>30,687,976</u></b>	<b><u>1,909,862</u></b>	<b><u>12,508,936</u></b>	<b><u>1,334,065</u></b>	<b><u>16,844,975</u></b>
<b><u>CONSERVATION:</u></b>					
Extension Agent	743,075	75,564	342,034	60	400,981
Precinct 3 Recycling Center	707,717	87,842	381,903	5,103	320,711
Precinct 1 Recycling Center	507,774	102,800	146,485	199,156	162,133
<b><u>TOTAL CONSERVATION</u></b>	<b><u>1,958,566</u></b>	<b><u>266,206</u></b>	<b><u>870,422</u></b>	<b><u>204,319</u></b>	<b><u>883,825</u></b>
<b><u>CULTURE &amp; RECREATION:</u></b>					
Memorial Library	10,028,501	986,771	4,511,659	125,587	5,391,255
Historical Commissions	93,083	10,330	35,914	-	57,169
<b><u>TOTAL CULTURE &amp; RECREATION</u></b>	<b><u>10,121,584</u></b>	<b><u>997,101</u></b>	<b><u>4,547,573</u></b>	<b><u>125,587</u></b>	<b><u>5,448,424</u></b>
<b><u>PUBLIC TRANSPORTATION:</u></b>					
Airport	2,271,961	89,177	401,887	78,563	1,791,511
County Engineer	2,103,780	206,865	880,938	486	1,222,356
Commissioner Pct 1	13,322,460	770,615	5,299,952	181,610	7,840,898
Commissioner Pct 2	11,250,112	1,011,973	6,566,103	834,960	3,849,049
Commissioner Pct 3	12,365,568	441,866	3,282,630	745,177	8,337,761
Commissioner Pct 4	12,032,572	451,416	4,651,478	78,408	7,302,686
<b><u>TOTAL PUBLIC TRANSPORTATION</u></b>	<b><u>53,346,453</u></b>	<b><u>2,971,912</u></b>	<b><u>21,082,988</u></b>	<b><u>1,919,204</u></b>	<b><u>30,344,261</u></b>
<b><u>DEBT SERVICE:</u></b>					
Reserve for Fund Balance	13,952,484	-	-	-	13,952,484
Principal	27,260,000	-	27,260,000	-	-
Interest	20,392,222	(672)	9,603,575	-	10,788,647
Issuance Costs	203,208	-	214,303	-	(11,095)
Payment to Escrow Agent	51,269,830	-	83,059,064	-	(31,789,234)
<b><u>TOTAL DEBT SERVICE</u></b>	<b><u>113,077,744</u></b>	<b><u>(672)</u></b>	<b><u>120,136,942</u></b>	<b><u>-</u></b>	<b><u>(7,059,198)</u></b>
<b><u>MISCELLANEOUS:</u></b>					
<b><u>TOTAL MISCELLANEOUS</u></b>	<b><u>3,185,377</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>3,185,377</u></b>
<b><u>TOTAL EXPENDITURES - GOVERNMENTAL FUNDS</u></b>	<b><u>451,005,456</u></b>	<b><u>29,600,629</u></b>	<b><u>263,746,426</u></b>	<b><u>7,548,985</u></b>	<b><u>179,710,045</u></b>

**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Expenditures - All Departments**  
**Budget and Year-to-Date Actual for the 6 Months Ended March 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	1,683,617	14,393,354	-	9,445,514
Retiree Health	2,897,500	171,995	1,111,996	-	1,785,504
Optional Health	295,488	50,518	480,481	-	(184,993)
Cobra Coverage	-	3,594	81,290	-	(81,290)
Employee Life	133,314	11,465	79,675	-	53,639
Risk Mgt - Workers Comp	775,000	150,000	626,178	-	148,822
Risk Mgt-Prop/Casltly/Liab	1,500,000	45,931	1,042,347	5,666	451,987
Wellness Clinic	-	94,160	659,130	-	(659,130)
<b>TOTAL GENERAL ADM</b>	<b>29,440,170</b>	<b>2,211,280</b>	<b>18,474,451</b>	<b>5,666</b>	<b>10,960,053</b>
<b>TOTAL INTERNAL SERVICE FUNDS</b>	<b>29,440,170</b>	<b>2,211,280</b>	<b>18,474,451</b>	<b>5,666</b>	<b>10,960,053</b>
<b><u>ENTERPRISE FUNDS</u></b>					
Montgomery County Toll Road Authority	6,142,388	122,947	2,706,597	1,595,749	1,840,042
<b>TOTAL ENTERPRISE FUNDS</b>	<b>6,142,388</b>	<b>122,947</b>	<b>2,706,597</b>	<b>1,595,749</b>	<b>1,840,042</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 6 Months Ended March 31, 2017**

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<b>Revenue:</b>					
Wetlands Mitigation	1,289,810	-	1,305,110	-	(15,300)
242 Toll Project	155,264	118,287	577,174	-	(421,910)
<b>Total Revenue</b>	<b>1,445,074</b>	<b>118,287</b>	<b>1,882,284</b>	<b>-</b>	<b>(437,210)</b>
<b>Expenses:</b>					
General Administration	975,278	-	-	75,000	900,278
249 Toll Project	3,620,041	75,538	1,331,695	1,520,749	767,597
Wetlands Mitigation	1,305,110	-	1,217,810	-	87,300
242 Toll Project	241,959	47,409	157,092	-	84,867
<b>Total Expenses</b>	<b>6,142,388</b>	<b>122,947</b>	<b>2,706,597</b>	<b>1,595,749</b>	<b>1,840,042</b>

**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Transfers In and Out by Fund**  
**For the 6 Months Ended March 31, 2017**

	Transfers In	Transfers Out
General Fund	\$ -	\$ 100,000
Jury	100,000	-
Adult Probation - Supervision	-	25,000
Adult Probation - Community Corrections	10,000	-
Adult Probation - Mental Impairment	15,000	-
	-	-
<b>TOTAL FINANCING USES</b>	<b>\$ 125,000</b>	<b>\$ 125,000</b>

**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Bond Indebtedness**  
**As of March 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 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
<b>TOTAL GENERAL OBLIGATION BONDS PAYABLE</b>				<b>376,370,000</b>
<b>REVENUE BONDS:</b>				
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
<b>TOTAL REVENUE BONDS PAYABLE</b>				<b>16,420,000</b>
<b>CERTIFICATES OF OBLIGATION:</b>				
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
<b>TOTAL CERTIFICATES OF OBLIGATION</b>				<b>50,750,000</b>
<b>TOTAL BONDED DEBT</b>				<b>\$ 443,540,000</b>