

#3

MONTGOMERY COUNTY, TEXAS

8A4

JUL 25 2011

Monthly Unaudited Financial Report



**For the 8 Months Ended
May 31, 2011**

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 May 31, 2011

TABLE OF CONTENTS

	Page
County Auditor's Letter of Transmittal	i
<u>FINANCIAL STATEMENTS</u>	
Consolidated Balance Sheet, All Funds	2
Changes in Fund Balance, All Funds	3
Statement of Net Assets - Internal Service Funds	4
Statement of Changes in Net Assets - Internal Service Funds	5
<u>BUDGET STATUS</u>	
Schedule of Expenditures - All Departments - Budget and Year-to-Date Actual	8-10
<u>SCHEDULES</u>	
Transfers In and Out - By Fund	12
Schedule of Bond Indebtedness	13



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

Peggie Rushing
1st Assistant County Auditor

July 1, 2011

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 May 1, 2011 through May 31, 2011. 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 for the Governmental Funds and a Statement of Net Assets and Statement of Changes in Net Assets for the Internal Service 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

PLM/mb

FINANCIAL STATEMENTS
(unaudited)

MONTGOMERY COUNTY, TEXAS
Consolidated Balance Sheet
Governmental Funds
For the 8 Months Ended May 31, 2011

	<u>Total</u> <u>Governmental Funds</u>
Assets:	
Cash	\$ 53,731,350
Investments, at Fair Value	165,922,952
Restricted Cash	748,134
Receivables:	
Taxes (net)	6,115,258
Accounts (net)	34,496
Due From Other Funds	200,697,244
Inventory, at Cost	91,503
Prepaid Items	71,921
<u>Total Assets</u>	427,412,858
 <u>LIABILITIES AND FUND BALANCES:</u>	
Current Liabilities:	
Accounts Payable	8,467,874
Other Payables	1,429,989
Due to Other Funds	217,775,589
Due to Other Governments	6,705,765
Deferred Revenue	8,158,632
Total liabilities	242,537,849
Fund Balances:	
Reserved	65,101,874
Unreserved	119,773,135
Total Fund Balances	184,875,009
<u>TOTAL LIABILITIES AND</u>	
<u>FUND BALANCES</u>	\$ 427,412,858

MONTGOMERY COUNTY, TEXAS
Statement of Changes in Fund Balance - Governmental Funds
For the 8 Months Ended May 31, 2011

	<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, 05/01/2011	\$ 103,837,618	\$ 25,029,862	\$ 16,144,288	\$ 51,279,572	\$ 196,291,339
Revenues/Other Financing Sources	7,150,384	2,489,023	1,884,276	1,694	11,525,376
Expenditures/Other Financing Uses	(12,241,681)	(6,492,071)	(1,721,740)	(2,486,215)	(22,941,707)
Fund Balance, 05/31/2011	<u>\$ 98,746,321</u>	<u>\$ 21,026,814</u>	<u>\$ 16,306,823</u>	<u>\$ 48,795,051</u>	<u>\$ 184,875,009</u>

MONTGOMERY COUNTY, TEXAS
Statement of Net Assets
Internal Service Funds
For the 8 Months Ended May 31, 2011

	<u>Total Internal Service Funds</u>
Assets:	
Cash	\$ 995,386
Receivables:	
Accounts (net)	677,128
Due From Other Funds	3,513,424
Prepaid Items	614,103
Capital Assets (net of accumulated depreciation):	
Buildings	905,720
Improvements	2,155
Equipment	198,993
Total assets	6,906,908
 Liabilities:	
Current Liabilities:	
Accounts Payable	348,494
Other Payables	4,117,590
Due to General Fund	1,461,236
Total liabilities	5,927,320
 Net assets:	
Net assets, invested in capital assets	1,106,868
Unreserved	(127,279)
Total net assets	\$ 979,589

MONTGOMERY COUNTY, TEXAS
Statement of Changes in Net Assets
Internal Service Funds
For the 8 Months Ended May 31, 2011

	<u>Total Internal Service Funds</u>
Operating Revenues:	
Fees	\$ 2,119,597
Miscellaneous	776
Total Operating Revenues	<u>2,120,372</u>
Operating Expenses	
Supplies	(5,092)
Services	2,817,234
Utilities	57
Total Operating Expenses	<u>2,812,199</u>
Nonoperating revenues (expenses)	
Change in net assets	(691,827)
Total net assets - beginning	1,671,415
Total net assets - ending	<u><u>\$ 979,589</u></u>

BUDGET STATUS
(unaudited)

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 8 Months Ended May 31, 2011

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<u>GENERAL ADMINISTRATION:</u>					
County Judge:	458,578	39,191	288,554	2,300	167,724
Human Resources:	554,432	39,488	317,883	2,104	234,445
Risk Management:	6,699,685	55,236	417,697	2,056	6,279,931
County Clerk:	2,237,101	165,592	1,299,376	521	937,204
Collections:	889,014	67,549	529,911	4,638	354,464
Veterans' Service	195,096	15,077	121,420	-	73,676
Information Technology Services	5,094,381	336,731	3,155,572	231,684	1,707,125
Purchasing Agent	4,791,511	159,581	1,749,284	1,610,993	1,431,234
Records Management & Preservation	534,026	36,148	357,775	26,663	149,588
Worthless Checks Division	85,530	4,993	42,395	-	43,135
County-Wide	6,207,144	184,492	2,785,416	879	3,420,849
<u>TOTAL GENERAL ADM</u>	<u>27,746,499</u>	<u>1,104,078</u>	<u>11,065,285</u>	<u>1,881,838</u>	<u>14,799,376</u>
<u>JUDICIAL:</u>					
County Court No1	303,432	10,962	171,342	-	132,090
County Court No2	559,545	29,456	328,620	4,221	226,704
County Court No3	349,896	14,860	196,998	-	152,898
County Court No4	357,133	14,628	202,926	1,036	153,171
County Court No5	346,742	12,663	193,450	424	152,867
9 th District Court	437,285	32,436	244,349	5,870	187,065
410 th District Court	351,113	26,597	216,844	-	134,269
221 st District Court	341,023	22,816	184,178	801	156,044
284 th District Court	587,730	40,931	289,416	1,833	296,481
359 th District Court	312,111	23,628	186,759	635	124,717
418 th District Court	290,833	43,563	248,075	189	42,569
435 th District Court	205,685	16,692	127,313	684	77,688
Court Operations	6,325,877	469,251	3,691,484	16,779	2,617,614
Indigent Defense	149,400	10,079	101,243	-	48,156
Drug Court	720,233	69,582	467,662	1,266	251,305
Office of Court Admin	281,392	9,221	59,601	-	221,792
District Attorney	7,821,504	617,375	4,951,959	13,168	2,856,376
District Clerk	3,191,257	240,870	1,959,722	1,212	1,230,323
Justice of Peace Pct 1	596,462	46,454	369,694	816	225,952
Justice of Peace Pct 2	448,439	32,939	268,759	5,516	174,164
Justice of Peace Pct 3	915,855	70,982	543,282	1,076	371,497
Justice of Peace Pct 4	877,128	62,902	565,496	5,099	306,533
Justice of Peace Pct 5	416,366	31,342	249,009	918	166,439
<u>TOTAL JUDICIAL</u>	<u>26,186,439</u>	<u>1,950,229</u>	<u>15,818,182</u>	<u>61,544</u>	<u>10,306,713</u>
<u>LEGAL:</u>					
County Attorney	2,382,543	192,974	1,482,421	3,450	896,672
Law Library	476,584	42,645	305,622	11,706	159,256
Alternate Dispute Resolution	189,285	13,031	87,193	-	102,092
<u>TOTAL LEGAL</u>	<u>3,048,412</u>	<u>248,649</u>	<u>1,875,237</u>	<u>15,156</u>	<u>1,158,020</u>

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 8 Months Ended May 31, 2011

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<u>ELECTIONS:</u>					
TOTAL ELECTIONS	1,399,605	82,755	947,918	5,441	446,246
<u>FINANCIAL ADMINISTRATION:</u>					
County Auditor	1,632,895	121,357	936,344	4,132	692,418
County Treasurer	635,911	44,859	390,846	2,116	242,948
Tax Assessor-Collector	4,370,022	294,069	2,462,949	795	1,906,278
TOTAL FINANCIAL ADM	6,638,828	460,285	3,790,139	7,044	2,841,645
<u>PUBLIC FACILITIES:</u>					
Custodial Services	2,942,552	256,462	1,861,237	20,395	1,060,920
Building Maintenance	5,669,669	367,767	2,956,173	46,903	2,666,594
Jail	38,165,776	1,784,560	17,571,289	15,637	20,578,850
Spring Creek Greenway Phase II	2,250,000	-	-	-	2,250,000
Civic Center	1,090,101	94,953	649,816	12,865	427,420
Parks	181,213	14	79,564	-	101,649
TOTAL PUBLIC FACILITIES	50,299,311	2,503,757	23,118,078	95,799	27,085,434
<u>PUBLIC SAFETY:</u>					
Fire Marshal	961,375	79,730	607,930	2,570	350,875
Constable Pct 1	2,844,164	219,488	1,811,602	10,536	1,022,026
Constable Pct 2	1,473,629	117,206	894,636	6,021	572,971
Constable Pct 3	2,580,399	200,699	1,597,873	6,527	975,998
Constable Pct 4	2,001,708	174,711	1,280,238	4,865	716,605
Constable Pct 5	2,100,414	153,274	1,294,053	1,408	804,953
Sheriff	34,614,171	2,656,450	21,336,948	1,322,981	11,954,243
Sheriff Commissary	83,000	4,445	207,714	-	(124,714)
Juvenile Services	7,951,443	618,604	4,476,943	124,255	3,350,245
Adult Services	31,103	363,750	3,201,852	-	(3,170,749)
Emergency Management	7,058,348	179,661	2,038,817	1,752,198	3,267,333
Department of Public Safety	100,565	7,811	62,637	-	37,928
Forfeitures	355,320	-	418,796	-	(63,476)
TOTAL PUBLIC SAFETY	62,155,638	4,775,830	39,230,037	3,231,362	19,694,238
<u>HEALTH AND WELFARE:</u>					
Vehicle Emission Program	1,859,721	-	1,650,889	-	208,832
Forensic Services	1,193,698	50,476	317,983	2,062	873,653
Medical: Contract Services	160,633	7,500	87,206	-	73,427
Mental Health: Contract Services	304,688	1,579	188,742	142	115,804
Environmental Health	2,162,451	165,070	1,326,336	15,029	821,087
Mental Health Facility	7,500,000	1,043,593	2,085,432	-	5,414,568
<u>HEALTH AND WELFARE: (cont'd)</u>					

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 8 Months Ended May 31, 2011

Page 3 of 3

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<u>HEALTH AND WELFARE: (cont'd)</u>					
Community Development	14,646,369	799,142	4,600,498	618,206	9,427,665
Animal Control	876,415	57,128	538,217	1,030	337,168
Animal Shelter	1,835,086	182,912	1,283,160	39,482	512,444
Child Welfare	125,005	6,222	39,056	2,892	83,056
Welfare:					
Contract Services	1,029,031	-	779,273	-	249,758
<u>TOTAL HEALTH/WELFARE</u>	<u>31,693,097</u>	<u>2,313,623</u>	<u>12,896,793</u>	<u>678,844</u>	<u>18,117,459</u>
<u>CONSERVATION:</u>					
Extension Agent	581,677	41,298	333,969	99	247,610
Precinct 3 Recycling Center	528,897	26,801	274,705	7,900	246,292
<u>TOTAL CONSERVATION</u>	<u>1,110,574</u>	<u>68,099</u>	<u>608,674</u>	<u>7,999</u>	<u>493,902</u>
<u>CULTURE & RECREATION:</u>					
Memorial Library	9,002,658	723,412	5,364,017	99,351	3,539,290
Historical Commissions	40,000	3,600	8,600	-	31,400
<u>TOTAL CULTURE & RECREATION</u>	<u>9,042,658</u>	<u>727,012</u>	<u>5,372,617</u>	<u>99,351</u>	<u>3,570,690</u>
<u>PUBLIC TRANSPORTATION:</u>					
Airport	643,779	65,789	378,937	40,659	224,183
County Engineer	3,163,653	108,723	1,895,035	609,116	659,501
Commissioner Pct 1	6,494,809	571,235	3,463,548	229,924	2,801,337
Commissioner Pct 2	5,948,597	319,799	2,740,877	69,030	3,138,690
Commissioner Pct 3	10,746,093	882,727	5,823,864	1,712,110	3,210,119
Commissioner Pct 4	6,529,407	669,120	4,308,804	127,867	2,092,736
<u>TOTAL PUBLIC TRANSPORTATION</u>	<u>33,526,337</u>	<u>2,617,393</u>	<u>18,611,064</u>	<u>2,788,706</u>	<u>12,126,567</u>
<u>DEBT SERVICE:</u>					
Issuance Costs	-	-	250	-	(250)
Principal	11,316,548	793,615	11,304,862	-	11,687
Interest	20,977,764	928,125	12,936,047	-	8,041,717
<u>TOTAL DEBT SERVICE</u>	<u>32,294,312</u>	<u>1,721,740</u>	<u>24,241,159</u>	<u>-</u>	<u>8,053,153</u>
<u>MISCELLANEOUS:</u>					
<u>TOTAL MISCELLANEOUS</u>	<u>434,374</u>	<u>60,302</u>	<u>417,694</u>	<u>118,499</u>	<u>(101,819)</u>
<u>TOTAL EXPENDITURES -</u>					
<u>Governmental Funds</u>	<u>285,576,083</u>	<u>18,633,752</u>	<u>157,992,877</u>	<u>8,991,581</u>	<u>118,591,624</u>
<u>INTERNAL SERVICE FUNDS</u>					
<u>GENERAL ADMINISTRATION:</u>					
Employee Health	-	2,194,080	14,656,836	-	(14,656,836)
Retiree Health	-	323,139	1,000,787	-	(1,000,787)
Pass through Health	-	27,319	191,702	-	(191,702)
Cobra Coverage	-	2,750	37,099	-	(37,099)
Risk Mgt - Workers Comp	-	84,163	1,143,804	-	(1,143,804)
Risk Mgt-Prop/Casltly/Liab	-	9,645	972,266	-	(972,266)
Wellness Clinic	-	171,102	786,315	-	(786,315)
<u>TOTAL GENERAL ADMINISTRATIO</u>	<u>-</u>	<u>2,812,199</u>	<u>18,788,808</u>	<u>-</u>	<u>(18,788,808)</u>
<u>TOTAL INTERNAL SERVICE FUNDS</u>	<u>-</u>	<u>2,812,199</u>	<u>18,788,808</u>	<u>-</u>	<u>(18,788,808)</u>

SCHEDULES

(unaudited)

MONTGOMERY COUNTY, TEXAS
Schedule of Transfers In and Out by Fund
For the 8 Months Ended May 31, 2011

	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ 60,866	\$ 3,763,480
Forfeitures		60,866
Jury	320,000	-
MC Jail Financing (440)	3,443,480	-
TOTAL FINANCING USES	<u>\$ 3,824,347</u>	<u>\$ 3,824,347</u>

MONTGOMERY COUNTY, TEXAS
Schedule of Bond Indebtedness
As of May 31, 2011

	<u>Interest</u> Rate (%)	<u>Issue</u> Date	<u>Maturity</u> Date	<u>Balances</u> <u>Outstanding</u>
GENERAL OBLIGATION BONDS:				
Road Bonds, Series 2002A	4.37-5.63	2002	2022	5,880,000
Road Bonds, Series 2003A	5.00	2003	2026	12,595,000
Library Bonds, Series 2003B	4.00-5.00	2003	2026	8,140,000
Refunding Bonds, Series 2005	5.00	2005	2020	37,900,000
Road Bonds Fixed Rate, Series 2006A	4.00-5.00	2006	2027	46,395,000
Road Bonds Adjustable Rate, Series 2006B	4.75	2006	2030	20,195,000
Refunding Bonds, Series 2007	4.00-5.50	2007	2026	40,960,000
Lease Revenue Bonds, Series 2007	4.475	2007	2026	40,686,840
Road Bonds, Series 2008A	3.50-5.25	2008	2030	11,435,000
Refunding Bonds, Series 2008	3.50-5.00	2008	2018	8,445,000
Road Bonds Adjustable Rate, Series 2008B	5.12-5.25	2008	2032	34,705,000
Tax Bonds, Series 2009	3.00-5.00	2009	2032	56,190,000
Refunding Bonds, Series 2010	4.00-5.00	2010	2030	43,380,000
Total Principal				<u>366,906,840</u>
TOTAL GENERAL OBLIGATION BONDS PAYABLE				<u><u>366,906,840</u></u>
CERTIFICATES OF OBLIGATION:				
Series 2003	2.00-4.75	2003	2022	9,135,000
Series 2004	3.00-4.60	2004	2020	1,740,000
Series 2006	3.75-5.00	2006	2027	24,355,000
Series 2007	4.00-4.63	2008	2027	8,730,000
Series 2008	3.50-5.25	2008	2027	22,780,000
Series 2010	3.00-5.40	2010	2039	32,450,000
TOTAL CERTIFICATES OF OBLIGATION				<u>99,190,000</u>
TOTAL BONDED DEBT				<u><u>\$ 466,096,840</u></u>