

# **MONTGOMERY COUNTY, TEXAS**

## **Monthly Unaudited Financial Report**



**For the Month Ended  
May 31, 2016**



**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, 2016**

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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

June 14, 2016

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, 2016 through May 31, 2016. 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 8 Months Ended May 31, 2016**

	<u>Total Governmental Funds</u>
<b>Assets:</b>	
Cash	\$ 39,945,624
Investments, at Fair Value	315,288,907
Receivables:	
Taxes (net)	5,862,644
Accounts (net)	11,093
Due From Other Funds	91,295,978
Prepaid Items	316,644
<b><u>Total Assets</u></b>	<b>452,720,890</b>
 <b><u>LIABILITIES AND FUND BALANCES:</u></b>	
Current Liabilities:	
Accounts Payable	2,292,035
Other Payables	3,569,521
Due to Other Funds	110,884,096
Due to Other Governments	10,570
Deferred Revenue	11,958,230
Total liabilities	128,714,452
Fund Balances:	
Reserved	151,527,077
Unreserved	172,479,361
Total Fund Balances	324,006,438
<b><u>TOTAL LIABILITIES AND FUND BALANCES</u></b>	<b>\$ 452,720,890</b>

**MONTGOMERY COUNTY, TEXAS**  
**Statement of Changes in Fund Balance - Governmental Funds**  
**For the 8 Months Ended May 31, 2016**

	<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, 5/1/2016	\$ 180,720,348	\$ 47,790,979	\$ 38,660,512	\$ 72,184,623	\$ 339,356,462
Revenues/Other Financing Sources	\$ 5,272,229	\$ 1,193,541	\$ -	\$ -	\$ 6,465,770
Expenditures/Other Financing Uses	\$ (13,513,216)	\$ (7,758,194)	\$ -	\$ (544,384)	\$ (21,815,794)
Fund Balance, 5/31/2016	<u>\$ 172,479,361</u>	<u>\$ 41,226,326</u>	<u>\$ 38,660,512</u>	<u>\$ 71,640,239</u>	<u>\$ 324,006,438</u>

**MONTGOMERY COUNTY, TEXAS**  
**Statement of Net Position**  
**Internal Service Funds**  
**For the 8 Months Ended May 31, 2016**

	<u>Total Internal Service Funds</u>
<b>Assets:</b>	
Cash	\$ 684,163
Receivables:	
Accounts (net)	753,453
<hr/>	
Due From Other Funds	33,692,681
Capital Assets (net of accumulated depreciation):	
Buildings	834,951
Improvements	957
Equipment	69,977
Total assets	<u>36,036,182</u>
<b>Liabilities:</b>	
Current Liabilities:	
Accounts Payable	466,173
Other Payables	4,600,318
Due to General Fund	3,777,258
Due to Wellness Clinic	3,734,190
Total liabilities	<u>12,577,939</u>
<b>Net Position:</b>	
Invested in capital assets	905,885
Unreserved	22,552,358
<b>Total Net Position</b>	<u>\$ 23,458,243</u>

**MONTGOMERY COUNTY, TEXAS**  
**Statement of Changes in Net Position**  
**Internal Service Funds**  
**For the 8 Months Ended May 31, 2016**

	<u>Total Internal Service Funds</u>
<b>Current Operating Revenues:</b>	
Fees	\$ 77,960
Miscellaneous	9,550
Total Operating Revenues	87,510
 <b>Current Operating Expenses:</b>	
Services	2,813,368
Utilities	1,122
Miscellaneous	5,500
Total Operating Expenses	2,819,990
Change in net position	(2,732,480)
Total Net Position - May 1, 2016	26,190,723
<b>Total Net Position - May 31, 2016</b>	<b>\$ 23,458,243</b>

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# **BUDGET STATUS**

(unaudited)

**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Expenditures - All Departments**  
**Budget and Year-to-Date Actual for the 8 Months Ended May 31, 2016**

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<b><u>GENERAL ADMINISTRATION:</u></b>					
County Judge	566,936	40,072	344,052	3,943	218,941
Human Resources	602,384	43,273	360,081	-	242,303
Risk Management	940,348	70,454	591,256	1,482	347,610
County Clerk	2,357,434	175,462	1,493,203	6,702	857,529
Collections	452,363	31,159	266,756	505	185,102
Veterans' Service	236,463	17,568	152,980	90	83,393
Information Technology Services	6,518,819	478,249	4,029,968	470,718	2,018,133
Purchasing Agent	1,289,636	87,780	763,449	665	525,522
Records Management & Preservation	1,265,969	64,835	707,655	11,155	547,159
Permits	427,642	31,852	266,230	-	161,412
Worthless Checks Division	59,362	4,495	38,328	-	21,034
County-Wide	15,928,687	82,587	6,443,282	3,139	9,482,266
<b><u>TOTAL GENERAL ADM</u></b>	<b><u>30,646,043</u></b>	<b><u>1,127,786</u></b>	<b><u>15,457,240</u></b>	<b><u>498,399</u></b>	<b><u>14,690,404</u></b>
<b><u>JUDICIAL:</u></b>					
County Court No1	478,836	36,424	307,605	706	170,525
County Court No2	810,818	63,033	519,777	1,355	289,686
County Court No3	751,001	56,163	475,427	473	275,101
County Court No4	502,595	37,791	317,759	-	184,836
County Court No5	484,416	36,342	304,845	39	179,532
9 <sup>th</sup> District Court	306,845	22,583	191,313	26	115,506
410 <sup>th</sup> District Court	378,799	28,551	237,032	1,597	140,170
221 <sup>st</sup> District Court	329,655	27,057	209,194	54	120,407
284 <sup>th</sup> District Court	726,157	55,741	465,478	-	260,679
359 <sup>th</sup> District Court	386,250	29,072	247,273	(2)	138,979
418 <sup>th</sup> District Court	605,642	45,110	382,588	-	223,054
435 <sup>th</sup> District Court	250,312	17,886	153,276	404	96,632
Court Operations	7,505,528	688,424	4,472,058	74,058	2,959,412
Indigent Defense	176,368	12,440	112,220	-	64,148
Mental Health Court Services	179,581	15,097	105402-250	250	179,331
Urban Counties Tech Share	100,857	-	-	-	-
Drug Court	1,004,862	108,323	660,478	350	344,034
Office of Court Admin	390,741	31,989	241,893	-	148,848
District Attorney	10,524,914	816,532	6,702,468	3,979	3,818,467
District Clerk	3,563,532	641,174	2,243,505	10,833	1,309,194
Justice of Peace Pct 1	802,497	55,460	500,880	81	301,536
Justice of Peace Pct 2	492,680	36,799	303,747	-	188,933
Justice of Peace Pct 3	981,501	76,377	622,137	1,582	357,782
Justice of Peace Pct 4	873,445	65,811	552,184	375	320,886
Justice of Peace Pct 5	505,510	40,179	322,674	90	182,746
Judicial Technology	525,300	-	356,473	-	168,827
Court Technology County/District	8,200	331	2,295	52	5,853

**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Expenditures - All Departments**  
**Budget and Year-to-Date Actual for the 8 Months Ended May 31, 2016**

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<b>JUDICIAL (cont'd):</b>					
Court Guardianship	8,529	-	8,529	-	-
Court Reporter Service Fund	152,118	9,923	76,018	5,623	70,477
Juvenile Case Manager	281,306	21,394	175,583	-	105,723
Justice Court Technology	188,367	487	88,924	28,500	70,943
<b><u>TOTAL JUDICIAL</u></b>	<b><u>33,743,662</u></b>	<b><u>3,076,162</u></b>	<b><u>20,894,865</u></b>	<b><u>130,373</u></b>	<b><u>12,617,567</u></b>
<b><u>LEGAL:</u></b>					
County Attorney	3,049,483	267,395	1,944,470	234	1,104,779
Law Library	300,517	14,993	164,766	439	135,312
Alternate Dispute Resolution	129,500	13,863	80,313	-	49,187
<b><u>TOTAL LEGAL</u></b>	<b><u>3,479,500</u></b>	<b><u>296,251</u></b>	<b><u>2,189,549</u></b>	<b><u>673</u></b>	<b><u>1,289,278</u></b>
<b><u>ELECTIONS:</u></b>					
<b><u>TOTAL ELECTIONS</u></b>	<b><u>1,496,173</u></b>	<b><u>184,935</u></b>	<b><u>1,463,505</u></b>	<b><u>9,314</u></b>	<b><u>23,354</u></b>
<b><u>FINANCIAL ADMINISTRATION:</u></b>					
County Auditor	2,163,070	163,739	1,381,444	4,044	777,582
Financial Technology	650,000	-	78,490	80,840	490,670
County Treasurer	651,667	47,830	403,931	167	247,569
Tax Assessor-Collector	4,324,088	321,995	2,667,375	4,742	1,651,971
<b><u>TOTAL FINANCIAL ADM</u></b>	<b><u>7,788,825</u></b>	<b><u>533,564</u></b>	<b><u>4,531,240</u></b>	<b><u>89,793</u></b>	<b><u>3,167,792</u></b>
<b><u>PUBLIC FACILITIES:</u></b>					
Custodial Services	3,165,509	238,523	1,985,493	34,208	1,145,808
Building Maintenance	6,149,740	360,654	3,492,032	196,236	2,461,472
Precinct 3 Parks and Comm. Center	816,174	33,225	257,360	120,617	438,197
Precinct 4 Parks and Comm. Center	40,450	3,985	7,437	2,534	30,479
Jail	41,447,038	2,026,445	29,732,563	931,004	10,783,471
Civic Center	1,339,357	104,696	784,771	44,184	510,402
<b><u>TOTAL PUBLIC FACILITIES</u></b>	<b><u>52,958,268</u></b>	<b><u>2,767,528</u></b>	<b><u>36,259,656</u></b>	<b><u>1,328,783</u></b>	<b><u>15,369,829</u></b>
<b><u>PUBLIC SAFETY:</u></b>					
Fire Marshal	1,692,230	100,753	1,026,478	41,805	623,947
Constable Pct 1	3,733,338	272,818	2,395,880	20,309	1,317,149
Constable Pct 2	1,782,223	131,969	1,128,963	1,329	651,931
Constable Pct 3	3,688,691	287,387	2,375,602	13,790	1,299,299
Constable Pct 4	3,365,952	243,212	2,201,722	2,716	1,161,514
Constable Pct 5	2,492,238	167,071	1,452,735	51,367	988,136
Sheriff	50,441,964	4,165,690	30,359,784	794,278	19,287,902
Sheriff Commissary	663,497	15,666	316,893	-	346,604
Juvenile Services	8,791,835	523,729	4,716,139	34,609	4,041,087
Adult Services	480,272	38,182	283,679	10,472	186,121
Emergency Management	2,835,123	57,081	1,248,250	8,497	1,578,376
Department of Public Safety	113,786	8,652	72,833	-	40,953
Forfeitures	1,007,976	2,137	403,484	4,055	600,437
Courthouse Security	475,000	27,687	215,047	649	259,304
Law Enforcement Technology	2,814,981	32,585	1,514,268	427,400	873,313
<b><u>TOTAL PUBLIC SAFETY</u></b>	<b><u>84,379,106</u></b>	<b><u>6,074,619</u></b>	<b><u>49,711,757</u></b>	<b><u>1,411,276</u></b>	<b><u>33,256,073</u></b>

**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Expenditures - All Departments**  
**Budget and Year-to-Date Actual for the 8 Months Ended May 31, 2016**

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<b><u>HEALTH AND WELFARE:</u></b>					
Vehicle Emission Program	1,977,630	-	1,626,972	-	350,658
Forensic Services	1,530,396	141,109	774,269	22,066	734,061
Medical: Contract Services	90,000	7,500	60,000	-	30,000
Mental Health: Contract Services	278,525	-	162,086	2,711	113,728
Environmental Health	2,084,513	157,920	1,311,679	4,714	768,120
Mental Health Facility	13,167,136	1,093,050	7,752,555	1,211	5,413,370
Community Development	5,508,414	154,674	1,693,106	45,447	3,769,861
Animal Control	1,010,617	66,718	626,318	2,114	382,185
Animal Shelter	1,692,525	137,546	1,224,837	29,515	438,173
Child Welfare	110,999	4,714	23,354	124	87,521
Welfare:					
Contract Services	1,018,762	-	697,030	-	321,732
<b><u>TOTAL HEALTH/WELFARE</u></b>	<b><u>28,469,517</u></b>	<b><u>1,763,231</u></b>	<b><u>15,952,206</u></b>	<b><u>107,902</u></b>	<b><u>12,409,409</u></b>
<b><u>CONSERVATION:</u></b>					
Extension Agent	681,844	46,692	426,668	112	255,064
Precinct 1 Recycling Center	339,731	-	-	9,248	-
Precinct 3 Recycling Center	740,731	94,908	496,596	454	243,681
<b><u>TOTAL CONSERVATION</u></b>	<b><u>1,762,306</u></b>	<b><u>141,600</u></b>	<b><u>923,264</u></b>	<b><u>9,814</u></b>	<b><u>829,228</u></b>
<b><u>CULTURE &amp; RECREATION:</u></b>					
Memorial Library	9,763,772	691,861	5,791,562	197,376	3,774,834
Historical Commissions	106,273	-	51,846	-	54,427
<b><u>TOTAL CULTURE &amp; RECREATION</u></b>	<b><u>9,870,045</u></b>	<b><u>691,861</u></b>	<b><u>5,843,408</u></b>	<b><u>197,376</u></b>	<b><u>3,829,261</u></b>
<b><u>PUBLIC TRANSPORTATION:</u></b>					
Airport	4,043,764	198,849	1,384,568	1,097,998	1,561,198
County Engineer	2,403,210	127,800	1,121,877	13,453	1,267,880
Commissioner Pct 1	19,643,215	2,944,058	9,317,999	3,395,301	6,929,915
Commissioner Pct 2	11,841,422	343,551	4,318,560	762,002	6,760,860
Commissioner Pct 3	15,029,279	464,172	5,296,401	392,488	9,340,390
Commissioner Pct 4	12,520,062	909,995	5,635,054	213,291	6,671,717
<b><u>TOTAL PUBLIC TRANSPORTATION</u></b>	<b><u>65,480,952</u></b>	<b><u>4,988,425</u></b>	<b><u>27,074,459</u></b>	<b><u>5,874,533</u></b>	<b><u>32,531,960</u></b>
<b><u>DEBT SERVICE:</u></b>					
Reserve for Fund Balance	12,000,000	-	-	-	12,000,000
Principal	21,360,000	-	21,360,000	-	-
Interest	17,699,724	-	7,445,759	-	10,253,965
Issuance Costs	-	-	234,486	-	(234,486)
Payment to Escrow Agent	73,331,090	-	73,331,090	-	-
<b><u>TOTAL DEBT SERVICE</u></b>	<b><u>124,390,814</u></b>	<b><u>-</u></b>	<b><u>102,371,335</u></b>	<b><u>-</u></b>	<b><u>22,019,479</u></b>
<b><u>MISCELLANEOUS:</u></b>					
<b><u>TOTAL MISCELLANEOUS</u></b>	<b><u>4,256,598</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>4,256,598</u></b>
<b><u>TOTAL EXPENDITURES - GOVERNMENTAL FUNDS</u></b>	<b><u>448,721,809</u></b>	<b><u>21,645,962</u></b>	<b><u>282,672,484</u></b>	<b><u>9,658,236</u></b>	<b><u>156,290,232</u></b>

**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Expenditures - All Departments**  
**Budget and Year-to-Date Actual for the 8 Months Ended May 31, 2016**

	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	2,487,844	15,967,765	-	7,871,103
Retiree Health	2,660,000	128,702	1,217,509	-	1,442,491
Optional Health	295,488	48,768	585,861	-	(290,373)
Cobra Coverage	-	8,592	170,487	-	(170,487)
Employee Life	133,314	11,167	88,710	-	44,604
Risk Mgt - Workers Comp	775,000	-	712,906	-	62,094
Risk Mgt-Prop/Casltly/Liab	1,500,000	41,471	1,136,631	6,122	357,247
Wellness Clinic	-	93,446	738,501	-	(738,501)
<b>TOTAL GENERAL ADM</b>	<b>29,202,670</b>	<b>2,819,990</b>	<b>20,618,370</b>	<b>6,122</b>	<b>8,578,178</b>
<b>TOTAL INTERNAL SERVICE FUNDS</b>	<b>29,202,670</b>	<b>2,819,990</b>	<b>20,618,370</b>	<b>6,122</b>	<b>8,578,178</b>
<b><u>ENTERPRISE FUNDS</u></b>					
Montgomery County Toll Road Authority	19,426,613	415,155	1,932,379	14,442,742	3,051,492
<b>TOTAL ENTERPRISE FUNDS</b>	<b>19,426,613</b>	<b>415,155</b>	<b>1,932,379</b>	<b>14,442,742</b>	<b>3,051,492</b>

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# **SCHEDULES**

(unaudited)

**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Transfers In and Out by Fund**  
**For the 8 Months Ended May 31, 2016**

	Transfers In	Transfers Out
General Fund	\$ -	\$ 2,169,874
Jail 13-14	2,169,874	-
	\$ 2,169,874	\$ 2,169,874
<b>TOTAL FINANCING USES</b>		

**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Bond Indebtedness**  
**As of May 31, 2016**

	<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	33,810,000
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	43,380,000
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
<b>TOTAL GENERAL OBLIGATION BONDS PAYABLE</b>				<b>315,110,000</b>
<b>REVENUE BONDS:</b>				
Toll Revenue Bonds, Series 2009	3.00-5.00	2009	2032	20,495,000
Toll Revenue Bonds, Series 2010	3.00-5.00	2011	2021	16,450,000
Pass Thru Toll Revenue and Limited Tax Bonds, Series 2012	3.00-5.00	2012	2023	15,880,000
<b>TOTAL REVENUE BONDS PAYABLE</b>				<b>52,825,000</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	28,800,000
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>58,535,000</b>
<b>TOTAL BONDED DEBT</b>				<b>\$ 426,470,000</b>