

MONTGOMERY COUNTY, TEXAS

Monthly Unaudited Financial Report



**For the Month Ended
September 30, 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 September 30, 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
1st Assistant County Auditor

October 10, 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 September 1, 2017 through September 30, 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 12 Months Ended September 30, 2017

	<u>Total Governmental Funds</u>
Assets:	
Cash	\$ 113,353,200
Investments, at Fair Value	215,281,970
Receivables:	
Taxes (net)	6,295,479
Accounts (net)	8,422
Due From Other Funds	72,484,347
Prepaid Items	892,800
<u>Total Assets</u>	408,316,218
 <u>LIABILITIES AND FUND BALANCES:</u>	
Current Liabilities:	
Accounts Payable	4,893,300
Other Payables	3,019,480
Due to Other Funds	87,633,136
Due to Other Governments	13,198
Deferred Revenue	11,385,265
Total liabilities	106,944,379
Fund Balances:	
Reserved	157,727,376
Unreserved	143,644,463
Total Fund Balances	301,371,839
<u>TOTAL LIABILITIES AND FUND BALANCES</u>	\$ 408,316,218

MONTGOMERY COUNTY, TEXAS
Statement of Changes in Fund Balance - Governmental Funds
For the 12 Months Ended September 30, 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, 9/1/2017	\$ 155,744,972	\$ 32,863,094	\$ 11,130,902	\$ 120,091,419	\$ 319,830,387
Revenues/Other Financing Sources	\$ 6,063,378	\$ 2,215,534	\$ -	\$ 4,800	\$ 8,283,712
Expenditures/Other Financing Uses	\$ (18,163,887)	\$ (6,698,642)	\$ (2,016)	\$ (1,877,715)	\$ (26,742,260)
Fund Balance, 9/30/2017	<u>\$ 143,644,463</u>	<u>\$ 28,379,986</u>	<u>\$ 11,128,886</u>	<u>\$ 118,218,504</u>	<u>\$ 301,371,839</u>

MONTGOMERY COUNTY, TEXAS
Statement of Net Position
Internal Service Funds
For the 12 Months Ended September 30, 2017

	<u>Total Internal Service Funds</u>
Assets:	
Cash	\$ 57,791
Receivables:	
Accounts (net)	291,249
<hr/>	
Due From Other Funds	27,236,384
Capital Assets (net of accumulated depreciation):	
Buildings	815,471
Improvements	718
Equipment	74,471
Total assets	<u>28,476,084</u>
Liabilities:	
Current Liabilities:	
Accounts Payable	35,658
Other Payables	5,011,403
Due to General Fund	1,032,751
Due to Road & Bridge	20,222
Due to Wellness Clinic	1,078,252
Total liabilities	<u>7,178,286</u>
Net Position:	
Invested in capital assets	890,660
Unreserved	20,407,138
Total Net Position	<u>\$ 21,297,798</u>

MONTGOMERY COUNTY, TEXAS
Statement of Changes in Net Position
Internal Service Funds
For the 12 Months Ended September 30, 2017

	<u>Total Internal Service Funds</u>
Current Operating Revenues:	
Fees	\$ 3,023,946
Miscellaneous	10,000
Total Operating Revenues	<u>3,033,946</u>
Current Operating Expenses:	
Services	2,245,542
Total Operating Expenses	<u>2,245,542</u>
Change in net position	788,404
Total Net Position - September 1, 2017	20,509,394
Total Net Position - September 30, 2017	<u><u>\$ 21,297,798</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 12 Months Ended September 30, 2017

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<u>GENERAL ADMINISTRATION:</u>					
County Judge	656,208	42,568	549,011	6,664	100,533
Human Resources	636,768	44,958	597,403	168	39,197
Risk Management	995,867	72,660	899,913	3,354	92,600
County Clerk	2,524,025	191,119	2,296,922	1,263	225,840
Collections	460,182	31,333	422,384	2,112	35,686
Veterans' Service	249,687	18,903	244,192	2	5,493
Information Technology Services	7,004,914	516,847	6,069,457	621,865	313,592
Purchasing Agent	1,186,384	87,598	1,043,305	2,710	140,369
Records Management & Preservation	1,532,564	71,887	1,005,932	335,763	190,869
Permits	422,732	33,519	411,932	-	10,800
Worthless Checks Division	60,788	-	48,368	-	12,420
County-Wide	19,070,410	533,302	10,160,968	4,527	8,904,915
<u>TOTAL GENERAL ADM</u>	<u>34,800,529</u>	<u>1,644,694</u>	<u>23,749,787</u>	<u>978,428</u>	<u>10,072,314</u>
<u>JUDICIAL:</u>					
County Court No1	498,668	37,659	475,173	295	23,200
County Court No2	870,379	65,249	820,412	6,259	43,708
County Court No3	773,143	60,184	748,205	4	24,934
County Court No4	520,242	37,740	493,356	2,104	24,782
County Court No5	499,133	36,749	476,591	115	22,427
9 th District Court	333,502	22,238	315,326	4,584	13,592
410 th District Court	462,053	35,105	442,692	95	19,266
221 st District Court	338,668	23,495	323,296	27	15,345
284 th District Court	781,926	57,477	730,301	2,498	49,127
359 th District Court	395,269	27,113	377,491	133	17,645
418 th District Court	621,194	44,595	601,014	32	20,148
435 th District Court	383,940	23,869	323,864	31,853	28,223
Court Operations	7,555,579	764,928	7,450,379	73,917	31,283
Indigent Defense	163,589	12,059	157,154	273	6,162
Mental Health Court Services	354,905	25,771	323,694	545	30,666
Drug Court	1,085,591	71,981	865,175	14,741	205,675
Office of Court Admin	447,112	34,127	416,173	-	30,939
District Attorney	11,295,817	916,104	10,923,547	12,921	359,349
District Clerk	3,705,147	249,381	3,440,986	10,740	253,421
Justice of Peace Pct 1	823,571	55,839	782,660	2,741	38,170
Justice of Peace Pct 2	530,513	36,567	476,884	26	53,603
Justice of Peace Pct 3	1,066,018	80,988	1,017,553	2,997	45,468
Justice of Peace Pct 4	894,808	65,841	862,314	1,702	30,792
Justice of Peace Pct 5	516,995	39,220	500,760	2,130	14,105
Judicial Technology	1,012,488	3,711	944,438	64,979	3,071
Court Technology County/District	20,377	267	8,378	786	11,213

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 12 Months Ended September 30, 2017

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
JUDICIAL (cont'd):					
Court Guardianship	19,325	-	19,325	-	-
Court Reporter Service Fund	158,266	11,522	130,275	188	27,803
Juvenile Case Manager	296,586	23,420	291,199	-	5,387
Justice Court Technology	52,961	97	39,771	1,342	11,848
Veterans Treatment Court	336,458	12,661	60,179	945	275,334
TOTAL JUDICIAL	36,814,223	2,875,957	34,838,565	238,972	1,736,686
LEGAL:					
County Attorney	3,490,983	246,723	3,252,828	235	237,920
Law Library	303,741	25,703	260,169	10,995	32,577
Alternate Dispute Resolution	129,500	4,340	112,766	-	16,734
TOTAL LEGAL	3,924,224	276,766	3,625,763	11,230	287,231
ELECTIONS:					
TOTAL ELECTIONS	1,460,189	93,036	1,851,715	34,868	(426,394)
FINANCIAL ADMINISTRATION:					
County Auditor	2,285,865	174,345	2,130,806	18,365	136,694
Financial Technology	4,192,016	17,025	50,630	427,700	3,713,686
County Treasurer	705,371	56,253	610,942	630	93,799
Tax Assessor-Collector	4,748,375	327,703	4,322,208	536	425,631
TOTAL FINANCIAL ADM	11,931,627	575,326	7,114,586	447,231	4,369,810
PUBLIC FACILITIES:					
Custodial Services	3,336,741	259,929	3,062,820	82,387	191,534
Building Maintenance	6,835,149	466,229	5,873,044	445,039	517,066
Precinct 2 Parks and Comm. Center	197,662	25,326	185,651	41	11,970
Precinct 3 Parks and Comm. Center	722,590	46,532	462,888	426	259,276
Precinct 4 Parks and Comm. Center	145,150	10,178	115,609	1,961	27,580
Jail	50,162,380	3,959,035	46,651,347	2,186,809	1,324,224
Civic Center	1,426,943	117,953	1,263,065	55,463	108,415
TOTAL PUBLIC FACILITIES	62,826,615	4,885,182	57,614,424	2,772,126	2,440,065
PUBLIC SAFETY:					
Fire Marshal	1,622,514	131,939	1,533,641	30,703	58,170
Constable Pct 1	4,496,102	399,206	3,957,167	338,749	200,186
Constable Pct 2	1,853,963	233,884	1,825,734	21,743	6,486
Constable Pct 3	4,876,994	389,312	4,466,488	225,086	185,420
Constable Pct 4	3,820,384	358,975	3,553,987	141,198	125,199
Constable Pct 5	2,857,922	251,377	2,421,139	110,004	326,779
Sheriff	56,215,328	4,634,740	48,550,638	3,345,268	4,319,422
Sheriff Commissary	964,240	6,861	473,979	-	490,261
Law Enforcement Technology	2,435,947	-	969,675	1,280,091	186,181
Juvenile Services	11,515,611	618,818	7,496,026	95,231	3,924,354
Adult Services	12,184,724	392,333	5,502,473	2,619	6,679,632
Emergency Management	3,713,361	304,252	1,700,470	327,626	1,685,265
Department of Public Safety	115,987	9,310	113,813	-	2,174
Forfeitures	1,293,513	3,710	480,818	-	812,695
Courthouse Security	477,403	22,424	368,636	15,044	93,723
TOTAL PUBLIC SAFETY	108,443,993	7,757,141	83,414,684	5,933,362	19,095,947

MONTGOMERY COUNTY, TEXAS

Schedule of Expenditures - All Departments

Budget and Year-to-Date Actual for the 12 Months Ended September 30, 2017

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<u>HEALTH AND WELFARE:</u>					
Vehicle Emission Program	1,614,036	-	1,537,786	-	76,250
Forensic Services	1,683,960	121,620	1,441,543	57,746	184,671
Medical: Contract Services	90,000	7,500	90,000	-	-
Mental Health: Contract Services	278,525	54,597	221,023	-	57,502
Environmental Health	2,135,688	167,694	2,007,457	5,787	122,444
Mental Health Facility	13,471,936	1,128,274	12,323,347	-	1,148,589
FEMA Disaster Grants	295,628	125,222	287,308	-	8,320
Community Development	6,263,003	287,358	2,097,111	1,312,537	2,853,355
Animal Control	1,024,393	91,641	983,042	5,512	35,839
Animal Shelter	4,009,361	336,810	3,266,070	140,371	602,920
Child Welfare	141,785	20,761	71,976	3,334	66,475
Welfare:					
Contract Services	1,094,373	40,000	1,094,373	-	-
<u>TOTAL HEALTH/WELFARE</u>	<u>32,102,688</u>	<u>2,381,477</u>	<u>25,421,036</u>	<u>1,525,287</u>	<u>5,156,365</u>
<u>CONSERVATION:</u>					
Extension Agent	744,776	56,753	697,691	244	46,841
Precinct 3 Recycling Center	913,471	72,805	771,186	16,125	126,160
Precinct 1 Recycling Center	451,340	17,039	441,319	-	10,021
<u>TOTAL CONSERVATION</u>	<u>2,109,587</u>	<u>146,597</u>	<u>1,910,196</u>	<u>16,369</u>	<u>183,022</u>
<u>CULTURE & RECREATION:</u>					
Memorial Library	10,110,733	981,845	9,316,365	133,304	661,064
Historical Commissions	148,908	14,907	131,973	-	16,935
<u>TOTAL CULTURE & RECREATION</u>	<u>10,259,641</u>	<u>996,752</u>	<u>9,448,338</u>	<u>133,304</u>	<u>677,999</u>
<u>PUBLIC TRANSPORTATION:</u>					
Airport	8,297,307	71,196	961,227	67,099	7,268,981
County Engineer	2,603,780	145,090	1,797,463	173	806,144
Commissioner Pct 1	13,479,479	838,205	9,329,100	842,464	3,307,915
Commissioner Pct 2	11,358,011	807,527	10,122,916	630,222	604,873
Commissioner Pct 3	12,279,808	659,870	7,583,599	1,992,255	2,703,954
Commissioner Pct 4	12,030,141	607,712	9,188,217	1,121,444	1,720,480
<u>TOTAL PUBLIC TRANSPORTATION</u>	<u>60,048,526</u>	<u>3,129,600</u>	<u>38,982,522</u>	<u>4,653,657</u>	<u>16,412,347</u>
<u>DEBT SERVICE:</u>					
Reserve for Fund Balance	13,952,484	-	-	-	13,952,484
Principal	27,260,000	-	27,260,000	-	-
Interest	20,396,274	2,016	19,787,767	-	608,507
Issuance Costs	203,208	-	214,303	-	(11,095)
Payment to Escrow Agent	51,269,830	-	83,059,064	-	(31,789,234)
<u>TOTAL DEBT SERVICE</u>	<u>113,081,796</u>	<u>2,016</u>	<u>130,321,134</u>	<u>-</u>	<u>(17,239,338)</u>
<u>MISCELLANEOUS:</u>					
<u>TOTAL MISCELLANEOUS</u>	<u>735,571</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>735,571</u>
<u>TOTAL EXPENDITURES - GOVERNMENTAL FUNDS</u>	<u>478,539,209</u>	<u>24,764,544</u>	<u>418,292,750</u>	<u>16,744,834</u>	<u>43,501,625</u>

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 12 Months Ended September 30, 2017

	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	2,078,714	28,471,276	-	(4,632,408)
Retiree Health	2,897,500	97,157	2,457,020	-	440,480
Optional Health	295,488	35,798	974,831	-	(679,343)
Cobra Coverage	-	3,252	104,837	-	(104,837)
Employee Life	133,314	-	137,421	-	(4,107)
Risk Mgt - Workers Comp	775,000	7,069	1,159,631	-	(384,631)
Risk Mgt-Prop/Casltly/Liab	1,500,000	23,465	1,251,162	13,776	235,062
Wellness Clinic	2,168	87	1,136,915	-	(1,134,747)
TOTAL GENERAL ADM	29,442,338	2,245,542	35,693,093	13,776	(6,264,531)
TOTAL INTERNAL SERVICE FUNDS	29,442,338	2,245,542	35,693,093	13,776	(6,264,531)
<u>ENTERPRISE FUNDS</u>					
Montgomery County Toll Road Authority	6,245,356	58,475	3,495,441	1,342,784	1,407,131
TOTAL ENTERPRISE FUNDS	6,245,356	58,475	3,495,441	1,342,784	1,407,131

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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 12 Months Ended September 30, 2017

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
Revenue:					
Wetlands Mitigation	1,289,810	-	1,305,110	-	(15,300)
242 Toll Project	258,230	(107,103)	1,004,532	-	(746,302)
Total Revenue	1,548,040	(107,103)	2,309,642	-	(761,602)
Expenses:					
General Administration	975,278	-	-	75,000	900,278
249 Toll Project	3,620,042	159,823	2,099,648	1,267,784	252,610
Wetlands Mitigation	1,305,110	-	1,217,810	-	87,300
242 Toll Project	344,926	(101,348)	177,983	-	166,943
Total Expenses	6,245,356	58,475	3,495,441	1,342,784	1,407,131

MONTGOMERY COUNTY, TEXAS
Schedule of Transfers In and Out by Fund
For the 12 Months Ended September 30, 2017

	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ -	\$ 6,670,000
Attorney Administration	35,000	-
Jury	6,300,000	-
Adult Probation - Supervision	207,210	80,000
Adult Probation - Community Corrections	50,000	157,508
Adult Probation - Mental Impairment	35,000	54,702
Records Management County	255,000	-
Courthouse Security	80,000	-
Debt Service	180,569	-
Certificates of Obligation, Series 2008	-	161,251
Certificates of Obligation, Series 2006	-	19,318
TOTAL FINANCING USES	<u>\$ 7,142,779</u>	<u>\$ 7,142,779</u>

MONTGOMERY COUNTY, TEXAS
Schedule of Bond Indebtedness
As of September 30, 2017

	<u>Interest Rate (%)</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Balances Outstanding</u>
GENERAL OBLIGATION BONDS:				
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
TOTAL GENERAL OBLIGATION BONDS PAYABLE				376,370,000
REVENUE BONDS:				
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
TOTAL REVENUE BONDS PAYABLE				16,420,000
CERTIFICATES OF OBLIGATION:				
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
TOTAL CERTIFICATES OF OBLIGATION				50,750,000
TOTAL BONDED DEBT				\$ 443,540,000