

MONTGOMERY COUNTY, TEXAS

Monthly Unaudited Financial Report



**For the 11 Months Ended
August 31, 2012**

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 August 31, 2012

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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

September 5, 2012

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 August 1, 2012 through August 31, 2012. 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 11 Months Ended August 31, 2012

	<u>Total Governmental Funds</u>
Assets:	
Cash	\$ 43,222,731
Investments, at Fair Value	133,466,660
Restricted Cash	348,944
Receivables:	
Taxes (net)	6,541,779
Accounts (net)	43,227
Due From Other Funds	209,473,224
Due From Other Governments	164
Inventory, at Cost	109,579
Prepaid Items	120,319
<u>Total Assets</u>	393,326,627
 <u>LIABILITIES AND FUND BALANCES:</u>	
Current Liabilities:	
Accounts Payable	6,842,093
Other Payables	3,052,321
Due to Other Funds	221,562,291
Due to Other Governments	7,463,501
Deferred Revenue	9,668,228
Total liabilities	248,588,434
Fund Balances:	
Reserved	67,094,469
Unreserved	77,643,724
Total Fund Balances	144,738,193
<u>TOTAL LIABILITIES AND FUND BALANCES</u>	\$ 393,326,627

MONTGOMERY COUNTY, TEXAS
Statement of Changes in Fund Balance - Governmental Funds
For the 11 Months Ended August 31, 2012

	<u>General Fund</u>	<u>Nonmajor General Funds</u>	<u>Special Revenue Funds</u>	<u>Debt Service Funds</u>	<u>Capital Project Funds</u>	<u>Total All Funds</u>
Fund Balance, 8/01/2012	\$ 90,420,672	\$ (1,420,012)	\$ 16,364,093	\$ 13,820,478	\$ 52,686,401	\$ 171,871,632
Revenues/Other Financing Sources	\$ 2,419,021	\$ 62,315	\$ 1,103,108	\$ 212,909	\$ 472	\$ 3,797,825
Expenditures/Other Financing Uses	\$ (12,974,417)	\$ (863,855)	\$ (6,033,065)	\$ (10,620,068)	\$ (439,859)	\$ (30,931,264)
Fund Balance, 8/31/2012	<u>\$ 79,865,276</u>	<u>\$ (2,221,552)</u>	<u>\$ 11,434,136</u>	<u>\$ 3,413,319</u>	<u>\$ 52,247,014</u>	<u>\$ 144,738,193</u>

MONTGOMERY COUNTY, TEXAS
Statement of Net Assets
Internal Service Funds
For the 11 Months Ended August 31, 2012

	<u>Total Internal Service Funds</u>
Assets:	
Cash	\$ 493,048
Receivables:	
Accounts (net)	756,974
<hr/>	
Due From Other Funds	9,202,428
Capital Assets (net of accumulated depreciation):	
Buildings	912,872
Improvements	1,915
Equipment	151,336
Total assets	<u>11,518,573</u>
Liabilities:	
Current Liabilities:	
Accounts Payable	(501,772)
Other Payables	3,484,124
Due to General Fund	470,061
Due to Road & Bridge	17,000
Due to Memorial Library	438
Due to Wellness Clinic	420,590
Due to Law Library	438
Total liabilities	<u>3,890,879</u>
Net assets:	
Net assets, invested in capital assets	1,066,123
Unreserved	6,561,571
Total net assets	<u><u>\$ 7,627,694</u></u>

MONTGOMERY COUNTY, TEXAS
Statement of Changes in Net Assets
Internal Service Funds
For the 11 Months Ended August 31, 2012

	<u>Total Internal Service Funds</u>
Current Operating Revenues:	
Fees	\$ 139,912
Miscellaneous	\$ 5,486
Total Operating Revenues	\$ 145,398
 Current Operating Expenses:	
Supplies	\$ 2,169
Services	\$ 1,772,120
Utilities	\$ 52
Total Operating Expenses	\$ 1,774,341
 Nonoperating revenues (expenses)	
Interest Income	
Total nonoperating revenues (expenses)	
Change in net assets	\$ (1,628,943)
Total net assets - beginning	\$ 9,256,637
Total net assets - ending	\$ 7,627,694

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BUDGET STATUS

(unaudited)

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 11 Months Ended August 31, 2012

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	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<u>GENERAL ADMINISTRATION:</u>					
County Judge:	539,972	42,828	474,664	2,492	62,815
Human Resources:	553,886	39,687	448,299	-	105,587
Risk Management:	825,405	53,080	685,275	416	139,714
County Clerk:	2,193,660	165,396	1,936,581	31	257,047
Collections:	471,750	29,509	379,483	1,988	90,280
Environmental Health/Alarm:	137,283	8,202	97,055	86	40,142
Veterans' Service	208,363	15,773	185,101	8	23,255
Information Technology Services	6,897,759	453,389	4,637,803	163,078	2,096,878
Purchasing Agent	2,737,889	154,248	2,137,705	246,497	353,687
Records Management & Preservation	410,021	26,312	944,575	672	(535,226)
Records Management County	51,870	1,956	66,521	1,870	(16,521)
Records Management District Clerk	33,012	-	17,417	-	15,595
Digital Preservation County/District	-	-	-	-	-
District Clerk Records Preservation	-	-	-	-	-
Court Guardianship	-	-	-	-	-
Court Reporter	-	11,549	83,738	3,186	(86,924)
Courthouse Security	-	-	-	-	-
Court Technology County/District	-	-	-	-	-
Justice Court Building Security	-	-	-	-	-
Justice Court Technology	-	-	742	-	(742)
Juvenile Case Manager	-	-	-	-	-
Worthless Checks Division	66,898	3,836	47,318	-	19,580
County-Wide	12,630,004	41,477	8,436,116	58,214	4,135,674
<u>TOTAL GENERAL ADM</u>	<u>27,757,772</u>	<u>1,047,242</u>	<u>20,578,394</u>	<u>478,538</u>	<u>6,700,839</u>
<u>JUDICIAL:</u>					
County Court No1	300,832	27,753	266,049	1,194	33,590
County Court No2	586,751	49,958	518,625	306	67,820
County Court No3	351,214	30,811	309,133	212	41,869
County Court No4	354,568	32,020	316,685	2,990	34,893
County Court No5	340,849	30,389	300,345	754	39,750
9 th District Court	412,722	30,173	359,913	845	51,964
410 th District Court	360,229	27,117	317,733	720	41,776
221 st District Court	298,759	22,745	264,208	80	34,470
284 th District Court	529,774	40,675	462,328	895	66,551
359 th District Court	316,149	23,352	281,371	60	34,718
418 th District Court	517,847	39,580	453,666	983	63,198
435 th District Court	229,844	16,599	198,707	2,415	28,722
Court Operations	5,753,892	516,187	5,606,324	1,167	146,401
Indigent Defense	128,176	10,726	109,255	492	18,429
Managed Assigned Counsel	497,729	28,949	346,340	5,968	145,421
Drug Court	987,980	67,731	639,674	16,303	332,003
Office of Court Admin	235,696	18,574	196,613	65	39,018
District Attorney	8,420,363	643,332	7,390,237	2,498	1,027,628
District Clerk	3,134,553	231,880	2,785,342	13,278	335,933
Justice of Peace Pct 1	593,877	45,936	507,832	631	85,414

MONTGOMERY COUNTY, TEXAS

Schedule of Expenditures - All Departments

Budget and Year-to-Date Actual for the 11 Months Ended August 31, 2012

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
JUDICIAL (cont'd):					
Justice of Peace Pct 2	435,981	32,450	370,535	165	65,281
Justice of Peace Pct 3	907,271	69,786	791,086	2,532	113,653
Justice of Peace Pct 4	863,334	62,770	768,366	953	94,016
Justice of Peace Pct 5	409,334	29,987	350,051	1,408	57,875
TOTAL JUDICIAL	26,967,724	2,129,480	23,910,417	57,169	3,000,393
LEGAL:					
County Attorney	2,513,741	171,699	2,297,788	203	215,749
Law Library	510,322	18,826	403,491	24,756	82,075
Alternate Dispute Resolution	189,285	11,939	109,455	-	79,830
TOTAL LEGAL	3,213,348	202,464	2,810,734	24,959	377,655
ELECTIONS:					
TOTAL ELECTIONS	1,689,067	130,427	1,929,978	70,904	(311,815)
FINANCIAL ADMINISTRATION:					
County Auditor	1,643,704	131,287	1,439,068	3,050	201,586
County Treasurer	627,318	47,106	551,996	528	74,793
Tax Assessor-Collector	4,102,631	281,222	3,337,750	10,654	754,227
TOTAL FINANCIAL ADM	6,373,653	459,615	5,328,814	14,233	1,030,606
PUBLIC FACILITIES:					
Custodial Services	2,963,599	220,852	2,547,326	39,153	377,121
Building Maintenance	5,206,058	400,173	4,072,582	132,868	1,000,609
Jail	33,752,003	4,380,137	29,493,731	154,154	4,104,118
Spring Creek Greenway Phase II	2,250,000	371,988	1,374,429	-	875,571
Civic Center	1,188,258	85,763	993,028	28,750	166,479
TOTAL PUBLIC FACILITIES	45,359,918	5,458,911	38,481,095	354,925	6,523,898
PUBLIC SAFETY:					
Fire Marshal	982,956	74,547	869,911	3,754	109,292
Constable Pct 1	3,097,972	217,628	2,533,907	159,090	404,975
Constable Pct 2	1,299,930	96,218	1,140,848	2,286	156,796
Constable Pct 3	2,579,024	213,537	2,364,720	22,347	191,957
Constable Pct 4	2,213,780	182,921	1,961,675	7,766	244,340
Constable Pct 5	2,000,610	147,357	1,699,111	9,770	291,729
Sheriff	35,340,571	2,593,020	31,049,415	1,457,976	2,833,180
Sheriff Commissary	83,000	3,487	452,434	-	(369,434)
Juvenile Services	10,076,153	577,847	6,378,885	61,271	3,635,998
Adult Services	30,092	266,707	3,340,997	961	(3,311,866)
Emergency Management	5,890,313	159,299	2,499,120	1,406,037	1,985,156
Department of Public Safety	102,808	6,409	91,319	-	11,488
Forfeitures	526,067	592	514,710	-	11,357
TOTAL PUBLIC SAFETY	64,223,276	4,539,568	54,027,140	3,127,503	7,068,633

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 11 Months Ended August 31, 2012

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<u>HEALTH AND WELFARE:</u>					
Vehicle Emission Program	200,072	-	179,107	-	20,965
Forensic Services	1,233,405	66,277	802,187	44,089	387,128
Medical: Contract Services	90,000	7,500	75,000	-	15,000
Mental Health: Contract Services	318,525	-	248,576	-	69,949
Environmental Health	2,182,969	163,347	1,913,154	2,889	266,925
Mental Health Facility	13,183,333	1,055,263	10,434,342	-	2,748,990
FEMA Disaster Grants	45,410	-	45,410	-	-
Community Development	22,823,753	636,262	6,698,624	70,504	16,054,625
Animal Control	790,386	71,461	697,159	2,208	91,019
Animal Shelter	1,777,480	115,013	1,720,027	2,051	55,402
Child Welfare	130,651	9,268	51,900	5,312	73,439
Welfare:					
Contract Services	976,731	122,657	960,634	-	16,097
<u>TOTAL HEALTH/WELFARE</u>	<u>43,752,715</u>	<u>2,247,048</u>	<u>23,826,121</u>	<u>127,053</u>	<u>19,799,541</u>
<u>CONSERVATION:</u>					
Extension Agent	537,810	42,390	481,734	2,968	53,108
Precinct 3 Recycling Center	415,937	32,565	334,732	-	81,205
<u>TOTAL CONSERVATION</u>	<u>953,747</u>	<u>74,955</u>	<u>816,466</u>	<u>2,968</u>	<u>134,312</u>
<u>CULTURE & RECREATION:</u>					
Memorial Library	9,045,390	659,008	7,622,467	77,764	1,345,159
Historical Commissions	35,000	3,630	20,630	-	14,370
<u>TOTAL CULTURE & RECREATION</u>	<u>9,080,390</u>	<u>662,638</u>	<u>7,643,097</u>	<u>77,764</u>	<u>1,359,529</u>
<u>PUBLIC TRANSPORTATION:</u>					
Airport	1,267,848	65,532	569,741	29,968	668,138
County Engineer	1,473,733	101,578	1,277,333	5,703	190,697
Commissioner Pct 1	6,580,931	456,811	5,404,453	215,375	961,103
Commissioner Pct 2	6,485,631	996,189	4,268,494	387,709	1,829,428
Commissioner Pct 3	7,271,270	717,204	4,755,003	302,685	2,213,582
Commissioner Pct 4	6,439,482	453,966	5,217,370	155,517	1,066,595
<u>TOTAL PUBLIC TRANSPORTATION</u>	<u>29,518,895</u>	<u>2,791,280</u>	<u>21,492,395</u>	<u>1,096,957</u>	<u>6,929,543</u>
<u>DEBT SERVICE:</u>					
Issuance Costs	-	-	-	-	-
Principal	16,970,899	-	16,970,899	-	-
Interest	23,410,633	9,066	13,190,150	-	10,220,483
<u>TOTAL DEBT SERVICE</u>	<u>40,381,532</u>	<u>9,066</u>	<u>30,161,048</u>	<u>-</u>	<u>10,220,483</u>
<u>MISCELLANEOUS:</u>					
<u>TOTAL MISCELLANEOUS</u>	<u>1,327,341</u>	<u>27,047</u>	<u>408,093</u>	<u>-</u>	<u>919,247</u>
<u>TOTAL EXPENDITURES - GOVERNMENTAL FUNDS</u>	<u>300,599,377</u>	<u>19,779,741</u>	<u>231,413,793</u>	<u>5,432,974</u>	<u>63,752,864</u>

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 11 Months Ended August 31, 2012

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<u>INTERNAL SERVICE FUNDS</u>					
<u>GENERAL ADMINISTRATION:</u>					
Employee Health	15,797,000	1,496,129	17,288,889	-	(1,491,889)
Retiree Health	1,493,500	82,942	1,571,868	-	(78,368)
Optional Health	628,000	65,876	690,559	-	(62,559)
Cobra Coverage	46,000	2,174	46,161	-	(161)
Employee Life	103,000	10,313	111,570	-	(8,570)
Risk Mgt - Workers Comp	927,000	-	866,269	-	60,731
Risk Mgt-Prop/Casltly/Liab	1,095,500	26,897	1,122,755	6,746	(34,001)
Wellness Clinic	904,000	90,010	990,793	68	(86,861)
TOTAL GENERAL ADM	20,994,000	1,774,342	22,688,863	6,813	(1,701,677)
<u>TOTAL INTERNAL SERVICE FUNDS</u>	<u>20,994,000</u>	<u>1,774,342</u>	<u>22,688,863</u>	<u>6,813</u>	<u>(1,701,677)</u>

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SCHEDULES

(unaudited)

MONTGOMERY COUNTY, TEXAS
Schedule of Transfers In and Out by Fund
For the 11 Months Ended August 31, 2012

	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ -	\$ 4,932,754
Jury	300,000	-
Records Management/Preservation	-	603,600
Records Management County	316,143	-
Records Management District Clerk	122,097	-
Digital Preservation County/District	124,822	-
District Clerk Records Preservation	40,538	-
Court Guardianship	39,860	-
Court Reporter Svc Fund	59,507	-
Court Technology County/District	15,437	-
Justice Court Technology	613,824	-
Juvenile Case Manager	460,646	-
MC Jail Financing (440)	3,443,480	-
TOTAL FINANCING USES	<u>\$ 5,536,354</u>	<u>\$ 5,536,354</u>

MONTGOMERY COUNTY, TEXAS
Schedule of Bond Indebtedness
As of August 31, 2012

	<u>Interest Rate (%)</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Balances Outstanding</u>
GENERAL OBLIGATION BONDS:				
Road Bonds, Series 2002A	4.37-5.63	2002	2022	5,285,000
Road Bonds, Series 2003A	5.00	2003	2026	12,595,000
Library Bonds, Series 2003B	4.00-5.00	2003	2026	7,745,000
Refunding Bonds, Series 2005	5.00	2005	2020	35,310,000
Road Bonds Fixed Rate, Series 2006A	4.00-5.00	2006	2027	45,965,000
Road Bonds Adjustable Rate, Series 2006B	4.75	2006	2030	20,195,000
Refunding Bonds, Series 2007	4.00-5.50	2007	2026	39,650,000
Lease Revenue Bonds, Series 2007	4.475	2007	2026	39,045,941
Road Bonds, Series 2008A	3.50-5.25	2008	2030	11,030,000
Refunding Bonds, Series 2008	3.50-5.00	2008	2018	7,205,000
Road Bonds Adjustable Rate, Series 2008B	5.12-5.25	2008	2032	34,705,000
Pass Thru Toll Revenue and Limited Tax Bonds, Series 2009	3.00-5.00	2009	2032	53,670,000
Refunding Bonds, Series 2010	4.00-5.00	2010	2030	43,380,000
Toll Revenue Bonds, Series 2010	3.00-5.00	2011	2021	29,425,000
Refunding Bonds, Series 2012	2.00-5.00	2012	2026	31,735,000
Total Principal				<u>416,940,941</u>
TOTAL GENERAL OBLIGATION BONDS PAYABLE				<u><u>416,940,941</u></u>
CERTIFICATES OF OBLIGATION:				
Series 2003	2.00-4.75	2003	2022	8,520,000
Series 2004	3.00-4.60	2004	2020	1,580,000
Series 2006	3.75-5.00	2006	2027	23,320,000
Series 2007	4.00-4.63	2008	2027	8,340,000
Series 2008	3.50-5.25	2008	2027	21,785,000
Series 2010	3.00-5.40	2010	2039	31,765,000
Series 2012	2.00-4.00	2012	2032	14,295,000
TOTAL CERTIFICATES OF OBLIGATION				<u>109,605,000</u>
TOTAL BONDED DEBT				<u><u>\$ 526,545,941</u></u>