

MONTGOMERY COUNTY, TEXAS

Monthly Unaudited Financial Report



**For the Month Ended
August 31, 2014**

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, 2014

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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

September 17, 2014

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, 2014 through August 31, 2014. 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, 2014

	<u>Total Governmental Funds</u>
Assets:	
Cash	\$ 50,491,070
Investments, at Fair Value	166,318,354
Receivables:	
Taxes (net)	6,162,561
Accounts (net)	14,772
<hr/>	
Due From Other Funds	67,579,488
Due From Other Governments	2,176
Loans Receivable	500,000
Inventory, at Cost	88,946
Prepaid Items	2,606,686
<u>Total Assets</u>	<u>293,764,053</u>
<u>LIABILITIES AND FUND BALANCES:</u>	
Current Liabilities:	
Accounts Payable	1,908,398
Other Payables	3,339,464
Due to Other Funds	88,386,484
Due to Other Governments	11,220
Deferred Revenue	13,108,792
Total liabilities	<u>106,754,358</u>
Fund Balances:	
Reserved	78,336,304
Unreserved	<u>108,673,391</u>
Total Fund Balances	<u>187,009,695</u>
<u>TOTAL LIABILITIES AND FUND BALANCES</u>	<u>\$ 293,764,053</u>

MONTGOMERY COUNTY, TEXAS
Statement of Changes in Fund Balance - Governmental Funds
For the 11 Months Ended August 31, 2014

	<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, 8/1/2014	\$ 119,269,041	\$ 40,905,439	\$ 16,182,569	\$ 36,803,112	\$ 213,160,161
Revenues/Other Financing Sources	\$ 5,445,988	\$ 2,000,330	\$ 88,408,989	\$ 1,628	\$ 95,856,935
Expenditures/Other Financing Uses	\$ (16,041,638)	\$ (6,690,658)	\$ (97,209,619)	\$ (2,065,486)	\$ (122,007,401)
Fund Balance, 8/31/2014	<u>\$ 108,673,391</u>	<u>\$ 36,215,111</u>	<u>\$ 7,381,939</u>	<u>\$ 34,739,254</u>	<u>\$ 187,009,695</u>

MONTGOMERY COUNTY, TEXAS
Statement of Net Position
Internal Service Funds
For the 11 Months Ended August 31, 2014

	<u>Total Internal Service Funds</u>
Assets:	
Cash	\$ 32,863
Receivables:	
Accounts (net)	972,176
<hr/>	
Due From Other Funds	24,908,342
Capital Assets (net of accumulated depreciation):	
Buildings	873,912
Improvements	1,436
Equipment	108,551
Total assets	<u>26,897,280</u>
Liabilities:	
Current Liabilities:	
Accounts Payable	(285,555)
Other Payables	4,383,235
Due to General Fund	2,188,824
Due to Road & Bridge	38,407
Due to Wellness Clinic	1,909,695
Total liabilities	<u>8,234,606</u>
Net Position:	
Invested in capital assets	983,899
Unreserved	17,678,775
Total Net Position	<u>\$ 18,662,674</u>

MONTGOMERY COUNTY, TEXAS
Statement of Changes in Net Position
Internal Service Funds
For the 11 Months Ended August 31, 2014

	<u>Total Internal Service Funds</u>
Current Operating Revenues:	
Fees	\$ 263,209
Miscellaneous	248,747
Total Operating Revenues	511,956
 Current Operating Expenses:	
Supplies	945
Services	2,463,069
Miscellaneous	45,000
Total Operating Expenses	2,509,014
Change in net position	(1,997,058)
Total Net Position - August 1, 2014	20,659,732
 Total Net Position - August 31, 2014	\$ 18,662,674

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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, 2014

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<u>GENERAL ADMINISTRATION:</u>					
County Judge	602,583	42,789	513,252	1,693	87,638
Human Resources	592,713	36,298	474,445	-	118,268
Risk Management	787,616	55,305	656,911	1,970	128,735
County Clerk	2,369,533	170,333	1,990,544	4,722	374,267
Collections	455,869	38,494	375,197	371	80,301
Veterans' Service	223,532	16,835	198,518	-	25,014
Information Technology Services	10,950,263	1,286,082	8,353,483	1,274,262	1,322,518
Purchasing Agent	2,183,682	152,197	1,770,136	4,136	409,410
Records Management & Preservation	411,260	17,224	361,914	357	48,989
Worthless Checks Division	74,213	4,346	47,015	-	27,198
County-Wide	11,260,836	70,574	6,577,952	1,773,511	2,909,373
<u>TOTAL GENERAL ADM</u>	<u>29,912,100</u>	<u>1,890,477</u>	<u>21,319,367</u>	<u>3,061,022</u>	<u>5,531,711</u>
<u>JUDICIAL:</u>					
County Court No1	467,923	35,923	403,765	91	64,067
County Court No2	778,493	59,067	678,681	26	99,786
County Court No3	702,933	54,055	609,346	421	93,166
County Court No4	473,925	35,749	419,070	-	54,855
County Court No5	453,094	35,396	404,586	1,303	47,205
9 th District Court	321,633	21,352	232,820	1,567	87,246
410 th District Court	392,937	26,615	327,842	-	65,095
221 st District Court	336,015	23,592	283,320	1,028	51,667
284 th District Court	788,511	52,090	607,546	1,104	179,861
359 th District Court	381,240	27,322	325,382	-	55,858
418 th District Court	574,206	47,187	505,109	51	69,046
435 th District Court	245,437	16,018	212,477	60	32,900
Court Operations	6,419,015	422,084	5,887,324	251	531,440
Indigent Defense	128,204	13,131	127,159	103	942
Managed Assigned Counsel	483,956	45,593	343,154	107	140,695
Drug Court	995,930	79,400	660,138	3,716	332,076
Office of Court Admin	445,113	26,984	332,005	-	113,108
District Attorney	9,489,586	688,105	8,306,592	6,860	1,176,134
District Clerk	3,483,402	270,008	2,970,282	41,263	471,857
Justice of Peace Pct 1	671,002	55,695	568,163	70	102,769
Justice of Peace Pct 2	481,736	35,903	411,487	377	69,872
Justice of Peace Pct 3	931,763	69,719	798,939	483	132,341
Justice of Peace Pct 4	826,093	59,386	707,446	868	117,779
Justice of Peace Pct 5	437,367	32,084	375,415	-	61,952
Court Technology County/District	5,181	219	3,402	-	1,779

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 11 Months Ended August 31, 2014

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
JUDICIAL (cont'd):					
Court Guardianship	7,759	-	7,759	-	-
Court Reporter Service Fund	163,057	12,781	146,013	-	17,044
Juvenile Case Manager	116,310	9,038	104,585	-	11,725
Justice Court Technology	25,318	2,633	17,993	37	7,288
<u>TOTAL JUDICIAL</u>	31,021,958	2,256,910	26,774,398	59,786	4,187,774
<u>LEGAL:</u>					
County Attorney	3,068,956	217,827	2,468,147	6,933	593,876
Law Library	394,920	26,917	321,293	311	73,316
Alternate Dispute Resolution	130,830	11,736	100,073	-	30,757
<u>TOTAL LEGAL</u>	3,594,706	256,480	2,889,513	7,244	697,949
<u>ELECTIONS:</u>					
<u>TOTAL ELECTIONS</u>	1,202,826	140,999	2,284,660	78,841	(1,160,675)
<u>FINANCIAL ADMINISTRATION:</u>					
County Auditor	1,983,806	147,974	1,691,080	339	292,387
County Treasurer	682,574	52,370	580,498	1,630	100,446
Tax Assessor-Collector	4,319,927	280,257	3,388,969	3,287	927,671
<u>TOTAL FINANCIAL ADM</u>	6,986,307	480,601	5,660,547	5,256	1,320,504
<u>PUBLIC FACILITIES:</u>					
Custodial Services	3,187,566	239,265	2,723,754	24,997	438,815
Building Maintenance	5,444,680	382,645	4,363,093	333,571	748,016
Precinct 3 Parks and Comm. Center	767,376	23,544	343,525	3,117	420,734
EMCID Friendship Center Grant	42	-	-	-	42
Jail	45,299,642	4,548,141	42,812,988	36,158	2,450,496
Civic Center	1,372,473	78,899	1,224,571	10,644	137,258
Magnolia Park	71,803	-	-	-	71,803
<u>TOTAL PUBLIC FACILITIES</u>	56,143,582	5,272,494	51,467,931	408,487	4,267,164
<u>PUBLIC SAFETY:</u>					
Fire Marshal	1,146,709	82,150	943,050	2,014	201,645
Constable Pct 1	3,416,302	273,908	3,079,669	27,525	309,108
Constable Pct 2	1,604,121	111,514	1,393,581	4,369	206,171
Constable Pct 3	3,154,273	223,562	2,783,836	4,249	366,188
Constable Pct 4	2,657,940	199,405	2,398,551	2,541	256,848
Constable Pct 5	2,284,872	164,668	1,946,284	1,229	337,359
Sheriff	41,621,589	3,174,011	36,283,383	376,217	4,961,989
Sheriff Commissary	578,360	9,015	422,220	-	156,140
Juvenile Services	10,860,607	593,737	6,697,681	138,818	4,024,108
Adult Services	503,905	23,885	273,903	1,090	228,912
Emergency Management	2,943,918	105,896	1,599,506	240,339	1,104,073
Department of Public Safety	101,412	8,175	90,738	-	10,674
Forfeitures	662,192	24,623	522,213	-	139,979
Records Management County	432,106	28,929	361,203	152	70,751
Courthouse Security	440,000	29,066	372,739	1	67,260
<u>TOTAL PUBLIC SAFETY</u>	72,408,306	5,052,544	59,168,557	798,544	12,441,205

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 11 Months Ended August 31, 2014

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<u>HEALTH AND WELFARE:</u>					
Vehicle Emission Program	197,373	-	177,477	-	19,896
Forensic Services	1,297,443	76,292	880,791	2,544	414,108
Medical: Contract Services	90,000	7,500	82,500	-	7,500
Mental Health: Contract Services	302,525	3,639	236,194	-	66,331
Environmental Health	2,347,005	176,556	2,050,527	94	296,384
Mental Health Facility	13,561,391	1,636,992	12,174,850	701	1,385,840
Community Development	7,369,431	127,983	3,126,792	1,063,091	3,179,548
Animal Control	981,695	73,849	855,612	5,960	120,123
Animal Shelter	1,463,520	118,668	1,400,335	-	63,185
Child Welfare	97,314	6,360	51,174	-	46,140
Welfare:					
Contract Services	999,231	-	975,634	-	23,597
<u>TOTAL HEALTH/WELFARE</u>	<u>28,706,928</u>	<u>2,227,839</u>	<u>22,011,886</u>	<u>1,072,390</u>	<u>5,622,652</u>
<u>CONSERVATION:</u>					
Extension Agent	614,747	51,031	525,798	2,337	86,612
Precinct 3 Recycling Center	792,265	29,327	438,526	(471)	354,210
<u>TOTAL CONSERVATION</u>	<u>1,407,012</u>	<u>80,358</u>	<u>964,324</u>	<u>1,866</u>	<u>440,822</u>
<u>CULTURE & RECREATION:</u>					
Memorial Library	9,449,618	749,306	7,892,884	130,129	1,426,605
Historical Commissions	50,000	500	43,671	-	6,329
<u>TOTAL CULTURE & RECREATION</u>	<u>9,499,618</u>	<u>749,806</u>	<u>7,936,555</u>	<u>130,129</u>	<u>1,432,934</u>
<u>PUBLIC TRANSPORTATION:</u>					
Airport	19,779,833	182,878	979,536	226,971	18,573,326
County Engineer	3,255,860	162,302	1,509,870	35,308	1,710,682
Commissioner Pct 1	10,617,181	709,528	6,173,323	116,714	4,327,144
Commissioner Pct 2	12,054,259	1,200,375	5,552,183	623,457	5,878,619
Commissioner Pct 3	11,863,349	730,883	5,095,604	990,498	5,777,247
Commissioner Pct 4	12,367,123	782,120	8,203,986	194,963	3,968,174
<u>TOTAL PUBLIC TRANSPORTATION</u>	<u>69,937,605</u>	<u>3,768,086</u>	<u>27,514,502</u>	<u>2,187,911</u>	<u>40,235,192</u>
<u>DEBT SERVICE:</u>					
Reserve for Fund Balance	3,952,484	-	-	-	3,952,484
Principal	19,460,000	-	19,460,000	-	-
Interest	20,653,008	7,753,810	17,617,015	-	3,035,993
Issuance Costs	146,714	81,137	225,012	-	(78,298)
Payment to Escrow Agent	28,708,536	89,374,672	118,083,207	-	-
<u>TOTAL DEBT SERVICE</u>	<u>72,920,742</u>	<u>97,209,619</u>	<u>155,385,234</u>	<u>-</u>	<u>6,910,179</u>
<u>MISCELLANEOUS:</u>					
<u>TOTAL MISCELLANEOUS</u>	<u>514,780</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>514,780</u>
<u>TOTAL EXPENDITURES - GOVERNMENTAL FUNDS</u>	<u>384,256,470</u>	<u>119,386,213</u>	<u>383,377,474</u>	<u>7,811,476</u>	<u>82,442,191</u>

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 11 Months Ended August 31, 2014

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<u>INTERNAL SERVICE FUNDS</u>					
<u>GENERAL ADMINISTRATION:</u>					
Employee Health	-	1,841,827	18,041,331	-	(18,041,331)
Retiree Health	-	193,877	2,109,886	-	(2,109,886)
Optional Health	-	66,202	699,813	-	(699,813)
Cobra Coverage	-	2,343	56,275	-	(56,275)
Employee Life	-	10,527	115,147	-	(115,147)
Risk Mgt - Workers Comp	775,000	-	772,585	-	2,415
Risk Mgt-Prop/Casltly/Liab	900,000	302,586	1,685,877	298	(786,175)
Wellness Clinic	-	91,651	1,013,642	-	(1,013,642)
TOTAL GENERAL ADM	1,675,000	2,509,013	24,494,556	298	(22,819,854)
TOTAL INTERNAL SERVICE FUNDS	1,675,000	2,509,013	24,494,556	298	(22,819,854)
<u>ENTERPRISE FUNDS</u>					
North/South Connectors	-	-	425,000	75,000	(500,000)
TOTAL ENTERPRISE FUNDS	-	-	425,000	75,000	(500,000)

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SCHEDULES

(unaudited)

MONTGOMERY COUNTY, TEXAS
Schedule of Transfers In and Out by Fund
For the 11 Months Ended August 31, 2014

	Transfers In	Transfers Out
General Fund	\$ 1,121,914	\$ 1,421,914
Jury	300,000	-
Mental Health Facility	-	1,121,914
Debt Service	1,121,914	-
	\$ 2,543,828	\$ 2,543,828
TOTAL FINANCING USES	\$ 2,543,828	\$ 2,543,828

MONTGOMERY COUNTY, TEXAS
Schedule of Bond Indebtedness
As of August 31, 2014

	<u>Interest Rate (%)</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Balances Outstanding</u>
GENERAL OBLIGATION BONDS:				
Refunding Bonds, Series 2005	5.00	2005	2020	3,005,000
Road Bonds Fixed Rate, Series 2006A	4.00-5.00	2006	2027	955,000
Road Bonds Adjustable Rate, Series 2006B	4.75	2006	2030	20,195,000
Refunding Bonds, Series 2007	4.00-5.50	2007	2026	36,865,000
Road Bonds, Series 2008A	3.50-5.25	2008	2030	4,355,000
Refunding Bonds, Series 2008	3.50-5.00	2008	2018	4,545,000
Road Bonds Adjustable Rate, Series 2008B	5.12-5.25	2008	2032	34,705,000
Refunding Bonds, Series 2010	4.00-5.00	2010	2030	43,380,000
Refunding Bonds, Series 2012	2.00-5.00	2012	2026	28,800,000
Refunding Bonds, Series 2014	1.75-2.27	2014	2020	28,250,000
Refunding Bonds, Series 2014A	5.00	2014	2025	73,510,000
TOTAL GENERAL OBLIGATION BONDS PAYABLE				<u>278,565,000</u>
REVENUE BONDS:				
Toll Revenue Bonds, Series 2009	3.00-5.00	2009	2032	28,860,000
Toll Revenue Bonds, Series 2010	3.00-5.00	2011	2021	23,255,000
Pass Thru Toll Revenue and Limited Tax Bonds, Series 2012	3.00-5.00	2012	2023	15,880,000
TOTAL REVENUE BONDS PAYABLE				<u>67,995,000</u>
CERTIFICATES OF OBLIGATION:				
Series 2006	3.75-5.00	2006	2027	1,325,000
Series 2007	4.00-4.63	2008	2027	5,385,000
Series 2008	3.50-5.25	2008	2027	10,475,000
Series 2010	3.00-5.40	2010	2039	30,330,000
Series 2012	2.00-4.00	2012	2032	13,915,000
Series 2012A	2.00-5.00	2012	2023	13,125,000
TOTAL CERTIFICATES OF OBLIGATION				<u>74,555,000</u>
TOTAL BONDED DEBT				<u>\$ 421,115,000</u>