

MONTGOMERY COUNTY, TEXAS

Monthly Unaudited Financial Report



**For the 10 Months Ended
July 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 July 31, 2012

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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

August 15, 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 July 1, 2012 through July 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 10 Months Ended July 31, 2012

	<u>Total Governmental Funds</u>
Assets:	
Cash	\$ 40,287,944
Investments, at Fair Value	156,477,553
Restricted Cash	348,944
Receivables:	
Taxes (net)	6,541,779
Accounts (net)	43,512
Due From Other Funds	217,061,016
Due From Other Governments	164
Inventory, at Cost	109,579
Prepaid Items	120,319
<u>Total Assets</u>	420,990,810
 <u>LIABILITIES AND FUND BALANCES:</u>	
Current Liabilities:	
Accounts Payable	7,728,839
Other Payables	1,255,599
Due to Other Funds	229,353,018
Due to Other Governments	7,462,511
Deferred Revenue	9,778,409
Total liabilities	255,578,376
Fund Balances:	
Reserved	80,930,348
Unreserved	84,482,086
Total Fund Balances	165,412,434
<u>TOTAL LIABILITIES AND FUND BALANCES</u>	\$ 420,990,810

MONTGOMERY COUNTY, TEXAS
Statement of Changes in Fund Balance - Governmental Funds
For the 10 Months Ended July 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, 7/01/2012	\$ 94,346,665	\$ (597,561)	\$ 17,931,177	\$ 13,741,550	\$ 53,908,232	\$ 179,330,063
Revenues/Other Financing Sources	\$ 3,234,153	\$ 63,114	\$ 1,156,062	\$ 1,217	\$ 1,716	\$ 4,456,262
Expenditures/Other Financing Uses	\$ (11,680,185)	\$ (884,100)	\$ (4,578,013)	\$ (8,045)	\$ (1,223,548)	\$ (18,373,891)
Fund Balance, 7/31/2012	<u>\$ 85,900,633</u>	<u>\$ (1,418,547)</u>	<u>\$ 14,509,226</u>	<u>\$ 13,734,722</u>	<u>\$ 52,686,400</u>	<u>\$ 165,412,434</u>

MONTGOMERY COUNTY, TEXAS
Statement of Net Assets
Internal Service Funds
For the 10 Months Ended July 31, 2012

	<u>Total Internal Service Funds</u>
Assets:	
Cash	\$ 493,049
Receivables:	
Accounts (net)	756,974
<hr/>	
Due From Other Funds	10,811,119
Capital Assets (net of accumulated depreciation):	
Buildings	912,872
Improvements	1,915
Equipment	151,336
Total assets	<u>13,127,265</u>
Liabilities:	
Current Liabilities:	
Accounts Payable	(501,538)
Other Payables	3,484,124
Due to General Fund	456,888
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>3,877,940</u>
Net assets:	
Net assets, invested in capital assets	1,066,123
Unreserved	8,183,202
Total net assets	<u><u>\$ 9,249,325</u></u>

MONTGOMERY COUNTY, TEXAS
Statement of Changes in Net Assets
Internal Service Funds
For the 10 Months Ended July 31, 2012

	<u>Total Internal Service Funds</u>
Current Operating Revenues:	
Fees	\$ 2,088,902
Miscellaneous	\$ 13,049
Total Operating Revenues	\$ 2,101,951
 Current Operating Expenses:	
Supplies	\$ 13
Services	\$ 1,627,386
Utilities	\$ 53
Miscellaneous	\$ -
Total Operating Expenses	\$ 1,627,452
 Nonoperating revenues (expenses)	
Interest Income	
Total nonoperating revenues (expenses)	
Change in net assets	\$ 474,499
Total net assets - beginning	\$ 8,774,826
Total net assets - ending	\$ 9,249,325

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BUDGET STATUS
(unaudited)

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 10 Months Ended July 31, 2012

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	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<u>GENERAL ADMINISTRATION:</u>					
County Judge:	540,683	41,105	431,836	4,573	104,274
Human Resources:	552,906	36,556	408,612	-	144,294
Risk Management:	830,901	65,266	632,195	7,645	191,061
County Clerk:	2,223,660	162,129	1,771,186	13	452,461
Collections:	486,750	40,113	349,974	134	136,643
Environmental Health/Alarm:	138,283	8,101	88,854	15	49,414
Veterans' Service	210,363	15,825	169,328	45	40,990
Information Technology Services	6,938,088	410,835	4,184,414	538,069	2,215,605
Purchasing Agent	2,750,889	180,350	1,983,457	225,768	541,663
Records Management & Preservation	410,021	27,994	918,264	117	(508,359)
Records Management County	51,870	1,545	64,565	-	(12,695)
Records Management District Clerk	33,012	1,482	17,417	-	15,595
Digital Preservation County/District	-	-	-	-	-
District Clerk Records Preservation	-	-	-	-	-
Court Guardianship	-	-	-	-	-
Court Reporter	-	21,439	71,460	3,494	(74,953)
Courthouse Security	-	-	-	-	-
Court Technology County/District	-	-	-	-	-
Justice Court Building Security	-	-	-	-	-
Justice Court Technology	-	-	742	-	(742)
Juvenile Case Manager	-	-	-	-	-
Worthless Checks Division	66,898	3,907	43,274	-	23,624
County-Wide	12,630,004	83,134	8,394,639	12,210	4,223,155
<u>TOTAL GENERAL ADM</u>	<u>27,864,328</u>	<u>1,099,783</u>	<u>19,530,215</u>	<u>792,084</u>	<u>7,542,029</u>
<u>JUDICIAL:</u>					
County Court No1	301,832	27,838	238,296	-	63,536
County Court No2	594,751	50,565	468,667	306	125,778
County Court No3	353,214	32,039	279,050	458	73,705
County Court No4	355,568	32,545	281,665	162	73,741
County Court No5	342,849	31,400	269,956	563	72,331
9 th District Court	423,722	29,891	329,740	705	93,277
410 th District Court	364,229	27,007	290,616	330	73,283
221 st District Court	307,759	22,311	241,463	849	65,447
284 th District Court	539,774	38,721	421,653	1,046	117,075
359 th District Court	322,649	24,235	258,050	32	64,567
418 th District Court	523,847	39,061	414,086	838	108,922
435 th District Court	233,844	19,953	182,108	951	50,785
Court Operations	5,787,829	497,620	5,089,912	1,695	696,222
Indigent Defense	128,176	11,514	98,529	629	29,018
Managed Assigned Counsel	651,666	29,609	317,391	4,623	329,652
Drug Court	989,860	61,267	571,943	20,765	397,153
Office of Court Admin	241,196	18,134	178,039	1,010	62,147
District Attorney	8,282,473	634,938	6,715,852	10,670	1,555,952
District Clerk	3,189,553	233,265	2,553,462	7,976	628,115
Justice of Peace Pct 1	593,877	45,389	462,121	598	131,158

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 10 Months Ended July 31, 2012

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
JUDICIAL (cont'd):					
Justice of Peace Pct 2	452,481	31,469	338,085	208	114,189
Justice of Peace Pct 3	925,271	63,834	721,300	872	203,099
Justice of Peace Pct 4	877,334	59,504	705,596	986	170,752
Justice of Peace Pct 5	413,334	29,175	320,063	1,650	91,620
TOTAL JUDICIAL	27,197,088	2,091,284	21,747,645	58,174	5,391,524
LEGAL:					
County Attorney	2,548,214	194,944	2,125,391	65	422,758
Law Library	510,470	37,440	381,636	16,728	112,107
Alternate Dispute Resolution	189,285	25,397	97,515	-	91,770
TOTAL LEGAL	3,247,970	257,782	2,604,542	16,792	626,635
ELECTIONS:					
TOTAL ELECTIONS	1,678,757	90,518	1,796,476	5,708	(123,427)
FINANCIAL ADMINISTRATION:					
County Auditor	1,644,588	127,605	1,304,719	770	339,098
County Treasurer	642,020	47,697	504,889	2,540	134,591
Tax Assessor-Collector	4,175,231	280,338	3,056,498	2,973	1,115,760
TOTAL FINANCIAL ADM	6,461,838	455,640	4,866,107	6,283	1,589,448
PUBLIC FACILITIES:					
Custodial Services	3,008,599	203,185	2,326,474	14,029	668,096
Building Maintenance	5,259,061	312,402	3,673,873	51,241	1,533,947
Jail	33,787,889	3,143,075	25,113,594	52,402	8,621,893
Spring Creek Greenway Phase II	2,250,000	-	1,002,441	-	1,247,559
Civic Center	1,193,528	78,086	906,103	28,137	259,287
TOTAL PUBLIC FACILITIES	45,499,077	3,736,747	33,022,486	145,808	12,330,782
PUBLIC SAFETY:					
Fire Marshal	992,579	75,063	795,365	1,144	196,070
Constable Pct 1	3,102,972	201,713	2,316,279	162,605	624,088
Constable Pct 2	1,310,930	98,567	1,044,630	1,073	265,227
Constable Pct 3	2,572,272	206,047	2,155,365	8,297	408,609
Constable Pct 4	2,213,584	167,333	1,778,754	18,392	416,438
Constable Pct 5	2,035,610	146,775	1,551,754	5,837	478,020
Sheriff	35,357,055	2,597,725	28,456,395	609,218	6,291,441
Sheriff Commissary	83,000	3,487	395,923	-	(312,923)
Juvenile Services	7,615,980	581,494	5,801,038	63,559	1,751,383
Adult Services	30,092	265,001	3,074,290	1,176	(3,045,374)
Emergency Management	5,897,313	161,054	2,339,822	1,389,803	2,167,688
Department of Public Safety	101,803	10,906	84,910	-	16,892
Forfeitures	374,220	12,955	455,455	-	(81,235)
TOTAL PUBLIC SAFETY	61,687,409	4,528,121	50,249,979	2,261,106	9,176,324

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 10 Months Ended July 31, 2012

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<u>HEALTH AND WELFARE:</u>					
Vehicle Emission Program	219,197	-	179,107	-	40,090
Forensic Services	1,236,405	70,913	803,410	5,170	427,825
Medical: Contract Services	90,000	7,500	67,500	-	22,500
Mental Health: Contract Services	318,525	105,763	248,576	-	69,949
Environmental Health	2,200,407	164,653	1,749,807	918	449,682
Mental Health Facility	13,183,333	1,025,264	9,379,079	-	3,804,253
FEMA Disaster Grants	45,410	-	45,410	-	-
Community Development	10,552,649	559,901	6,062,374	502,590	3,987,685
Animal Control	769,977	63,951	625,698	1,897	142,382
Animal Shelter	1,777,480	122,067	1,605,014	2,350	170,116
Child Welfare	130,651	6,750	42,632	5,149	82,870
Welfare:					
Contract Services	976,731	156,757	837,977	-	138,754
<u>TOTAL HEALTH/WELFARE</u>	<u>31,500,765</u>	<u>2,283,519</u>	<u>21,646,585</u>	<u>518,074</u>	<u>9,336,106</u>
<u>CONSERVATION:</u>					
Extension Agent	564,810	38,692	439,344	4,742	120,723
Precinct 3 Recycling Center	415,937	31,326	302,167	-	113,770
<u>TOTAL CONSERVATION</u>	<u>980,747</u>	<u>70,018</u>	<u>741,511</u>	<u>4,742</u>	<u>234,494</u>
<u>CULTURE & RECREATION:</u>					
Memorial Library	9,044,390	643,240	6,963,459	92,892	1,988,040
Historical Commissions	35,000	3,750	17,000	-	18,000
<u>TOTAL CULTURE & RECREATION</u>	<u>9,079,390</u>	<u>646,990</u>	<u>6,980,459</u>	<u>92,892</u>	<u>2,006,040</u>
<u>PUBLIC TRANSPORTATION:</u>					
Airport	1,159,333	37,502	503,907	43,720	611,706
County Engineer	1,478,733	127,914	1,175,755	960	302,018
Commissioner Pct 1	6,559,762	467,588	4,947,642	156,082	1,456,038
Commissioner Pct 2	6,475,631	354,489	3,272,306	777,957	2,425,368
Commissioner Pct 3	7,377,327	376,566	4,087,554	658,609	2,631,164
Commissioner Pct 4	6,439,888	456,429	4,763,404	140,750	1,535,734
<u>TOTAL PUBLIC TRANSPORTATION</u>	<u>29,490,674</u>	<u>1,820,488</u>	<u>18,750,568</u>	<u>1,778,078</u>	<u>8,962,028</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>418,333</u>	<u>43,268</u>	<u>381,046</u>	<u>1,000</u>	<u>36,287</u>
<u>TOTAL EXPENDITURES - GOVERNMENTAL FUNDS</u>	<u>285,487,906</u>	<u>17,133,223</u>	<u>212,478,667</u>	<u>5,680,741</u>	<u>67,328,753</u>

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 10 Months Ended July 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	10,716,000	1,244,585	15,792,760	-	(5,076,760)
Retiree Health	1,053,000	114,992	1,488,926	-	(435,926)
Optional Health	367,500	65,544	624,683	-	(257,183)
Cobra Coverage	20,000	3,288	43,987	-	(23,987)
Employee Life	61,000	10,268	101,256	-	(40,256)
Risk Mgt - Workers Comp	927,000	75,000	866,269	-	60,731
Risk Mgt-Prop/Casltly/Liab	1,095,500	23,320	1,095,858	656	(1,014)
Wellness Clinic	544,500	90,455	900,783	120	(356,403)
TOTAL GENERAL ADM	14,784,500	1,627,453	20,914,522	776	(6,130,798)
<u>TOTAL INTERNAL SERVICE FUNDS</u>	<u>14,784,500</u>	<u>1,627,453</u>	<u>20,914,522</u>	<u>776</u>	<u>(6,130,798)</u>

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SCHEDULES

(unaudited)

MONTGOMERY COUNTY, TEXAS
Schedule of Transfers In and Out by Fund
For the 10 Months Ended July 31, 2012

	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ -	\$ 4,832,754
Jury	200,000	-
Records Management/Preservation	-	603,601
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	15,436	-
Justice Court Technology	613,824	-
Juvenile Case Manager	460,646	-
MC Jail Financing (440)	3,443,480	-
TOTAL FINANCING USES	<u>\$ 5,436,354</u>	<u>\$ 5,436,354</u>

MONTGOMERY COUNTY, TEXAS
Schedule of Bond Indebtedness
As of July 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				416,940,941
TOTAL GENERAL OBLIGATION BONDS PAYABLE				416,940,941
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				109,605,000
TOTAL BONDED DEBT				\$ 526,545,941