

# **MONTGOMERY COUNTY, TEXAS**

## **Monthly Unaudited Financial Report**



**For the Month Ended  
March 31, 2013**



**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 March 31, 2013**

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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

April 8, 2013

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 March 1, 2013 through March 31, 2013. 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 Month Ended March 31, 2013**

	<u>Total Governmental Funds</u>
<b>Assets:</b>	
Cash	\$ 84,517,090
Investments, at Fair Value	231,141,320
Restricted Cash	2,969
Receivables:	
Taxes (net)	6,485,915
Accounts (net)	49,070
Due From Other Funds	173,796,626
Due From Other Governments	5,908
Inventory, at Cost	103,393
Prepaid Items	3,003,167
<b><u>Total Assets</u></b>	<b><u>499,105,458</u></b>
 <b><u>LIABILITIES AND FUND BALANCES:</u></b>	
Current Liabilities:	
Accounts Payable	9,908,192
Other Payables	454,120
Due to Other Funds	234,346,991
Due to Other Governments	5,998,724
Deferred Revenue	11,190,471
Total liabilities	261,898,498
Fund Balances:	
Reserved	104,006,414
Unreserved	133,200,546
Total Fund Balances	237,206,960
<b><u>TOTAL LIABILITIES AND FUND BALANCES</u></b>	<b><u>\$ 499,105,458</u></b>



**MONTGOMERY COUNTY, TEXAS**  
**Statement of Changes in Fund Balance - Governmental Funds**  
**For the Month Ended March 31, 2013**

	<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, 3/01/2013	\$ 146,474,893	\$ 35,067,795	\$ 9,873,086	\$ 63,520,289	\$ 254,936,063
Revenues/Other Financing Sources	\$ 2,740,185	\$ 1,581,333	\$ 39	\$ 2,406	\$ 4,323,963
Expenditures/Other Financing Uses	\$ (16,014,532)	\$ (4,427,186)	\$ (500)	\$ (1,610,848)	\$ (22,053,066)
Fund Balance, 3/31/2013	<u>\$ 133,200,546</u>	<u>\$ 32,221,942</u>	<u>\$ 9,872,625</u>	<u>\$ 61,911,847</u>	<u>\$ 237,206,960</u>

**MONTGOMERY COUNTY, TEXAS**  
**Statement of Net Assets**  
**Internal Service Funds**  
**For the 6 Months Ended March 31, 2013**

	<u>Total Internal Service Funds</u>
<b>Assets:</b>	
Cash	\$ 759,370
Receivables:	
Accounts (net)	393,622
<hr/>	
Due From Other Funds	16,462,099
Capital Assets (net of accumulated depreciation):	
Buildings	893,392
Improvements	1,676
Equipment	129,944
Total assets	<u>18,640,103</u>
<b>Liabilities:</b>	
Current Liabilities:	
Accounts Payable	(677,768)
Other Payables	3,921,659
Due to General Fund	468,251
Total liabilities	<u>3,712,142</u>
<b>Net assets:</b>	
Net assets, invested in capital assets	1,025,012
Unreserved	13,902,949
Total net assets	<u>\$ 14,927,961</u>

**MONTGOMERY COUNTY, TEXAS**  
**Statement of Changes in Net Assets**  
**Internal Service Funds**  
**For the 6 Months Ended March 31, 2013**

	<u>Total Internal Service Funds</u>
<b>Current Operating Revenues:</b>	
Fees	\$ 1,920,805
Miscellaneous	1,953
Total Operating Revenues	1,922,758
 <b>Current Operating Expenses:</b>	
Supplies	1,356
Services	2,180,395
Total Operating Expenses	2,181,751
 Nonoperating revenues (expenses)	
Interest Income	
Total nonoperating revenues (expenses)	
Change in net assets	(258,993)
Total net assets - March 1, 2013	15,186,954
<b>Total net assets - March 31, 2013</b>	<b>\$ 14,927,961</b>

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# **BUDGET STATUS**

(unaudited)

**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Expenditures - All Departments**  
**Budget and Year-to-Date Actual for the 6 Months Ended March 31, 2013**

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	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<b><u>GENERAL ADMINISTRATION:</u></b>					
County Judge:	554,598	45,186	254,466	823	299,309
Human Resources:	560,006	50,232	251,422	1,160	307,424
Risk Management:	859,708	53,971	337,777	8,571	513,360
County Clerk:	2,300,320	168,402	1,030,906	510	1,268,904
Collections:	495,257	28,929	172,984	232	322,041
Environmental Health/Alarm:	5,269	-	5,269	-	-
Veterans' Service	215,310	16,341	101,326	-	113,984
Information Technology Services	8,701,095	447,045	2,947,088	324,921	5,429,086
Purchasing Agent	2,232,426	145,410	1,023,813	-	1,208,613
Records Management & Preservation	377,724	73,584	188,090	-	189,634
Records Management District Clerk	67,572	8,130	31,817	-	35,755
Worthless Checks Division	70,857	4,166	25,245	-	45,612
County-Wide	9,169,177	66,356	5,007,447	7,949	4,153,781
<b><u>TOTAL GENERAL ADM</u></b>	<b><u>25,609,319</u></b>	<b><u>1,107,752</u></b>	<b><u>11,377,650</u></b>	<b><u>344,166</u></b>	<b><u>13,887,503</u></b>
<b><u>JUDICIAL:</u></b>					
County Court No1	364,146	33,377	199,875	52	164,219
County Court No2	663,934	56,003	334,202	26	329,706
County Court No3	559,492	51,356	252,004	52	307,436
County Court No4	373,005	34,693	206,354	1	166,650
County Court No5	350,280	31,392	192,943	178	157,159
9 <sup>th</sup> District Court	282,036	15,890	143,133	491	138,412
410 <sup>th</sup> District Court	378,230	28,292	174,367	-	203,863
221 <sup>st</sup> District Court	321,313	21,912	137,460	26	183,827
284 <sup>th</sup> District Court	704,463	58,380	294,477	263	409,723
359 <sup>th</sup> District Court	351,860	26,250	157,788	-	194,072
418 <sup>th</sup> District Court	541,433	41,166	247,329	104	294,000
435 <sup>th</sup> District Court	233,128	17,228	102,543	708	129,877
Court Operations	6,274,457	382,447	2,889,806	554	3,384,097
Indigent Defense	124,066	11,169	71,180	-	52,886
Managed Assigned Counsel	483,956	26,770	175,430	4,623	303,903
Drug Court	1,004,031	64,234	298,747	5,900	699,384
Office of Court Admin	426,332	15,635	104,763	26	321,543
District Attorney	8,828,717	677,761	4,125,799	2,163	4,700,755
District Clerk	3,306,457	257,990	1,490,495	675	1,815,287
Justice of Peace Pct 1	621,463	46,420	284,357	658	336,448
Justice of Peace Pct 2	471,270	32,614	192,347	529	278,394
Justice of Peace Pct 3	900,031	68,055	414,294	749	484,988
Justice of Peace Pct 4	795,077	59,755	369,845	863	424,369
Justice of Peace Pct 5	421,250	31,384	189,121	769	231,360
Court Technology County/District	4,056	-	647	78	3,331

**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Expenditures - All Departments**  
**Budget and Year-to-Date Actual for the 6 Months Ended March 31, 2013**

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	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<b>JUDICIAL (cont'd):</b>					
Court Guardianship	-	800	800	-	(800)
Dist Clerk Records Preservation	40,000	-	25,750	13,992	258
Court Reporter Service Fund	121,735	9,758	61,651	724	59,360
Juvenile Case Manager	109,924	8,744	51,451	-	58,473
Justice Court Technology	38,059	-	20,935	-	17,124
<b><u>TOTAL JUDICIAL</u></b>	<b><u>29,090,145</u></b>	<b><u>2,109,475</u></b>	<b><u>13,209,246</u></b>	<b><u>34,126</u></b>	<b><u>15,846,773</u></b>
<b><u>LEGAL:</u></b>					
County Attorney	2,535,745	162,621	1,130,224	4,864	1,400,657
Law Library	407,636	36,065	156,724	8,780	242,132
Alternate Dispute Resolution	145,543	11,108	42,623	42,623	60,297
<b><u>TOTAL LEGAL</u></b>	<b><u>3,088,924</u></b>	<b><u>209,794</u></b>	<b><u>1,329,571</u></b>	<b><u>56,267</u></b>	<b><u>1,703,086</u></b>
<b><u>ELECTIONS:</u></b>					
<b><u>TOTAL ELECTIONS</u></b>	<b><u>1,150,496</u></b>	<b><u>70,061</u></b>	<b><u>975,407</u></b>	<b><u>5,418</u></b>	<b><u>169,671</u></b>
<b><u>FINANCIAL ADMINISTRATION:</u></b>					
County Auditor	1,888,960	133,407	801,540	839	1,086,581
County Treasurer	651,671	49,246	300,330	492	350,849
Tax Assessor-Collector	4,493,567	306,732	1,872,157	4,541	2,616,869
<b><u>TOTAL FINANCIAL ADM</u></b>	<b><u>7,034,198</u></b>	<b><u>489,385</u></b>	<b><u>2,974,027</u></b>	<b><u>5,872</u></b>	<b><u>4,054,299</u></b>
<b><u>PUBLIC FACILITIES:</u></b>					
Custodial Services	3,130,111	222,531	1,369,157	39,529	1,721,425
Building Maintenance	5,651,739	405,783	2,163,352	150,705	3,337,682
Jail	37,521,473	6,293,288	16,110,997	191,749	21,218,727
Civic Center	1,232,251	78,133	446,401	43,182	742,668
<b><u>TOTAL PUBLIC FACILITIES</u></b>	<b><u>47,535,574</u></b>	<b><u>6,999,735</u></b>	<b><u>20,089,907</u></b>	<b><u>425,165</u></b>	<b><u>27,020,502</u></b>
<b><u>PUBLIC SAFETY:</u></b>					
Fire Marshal	1,079,293	77,403	460,628	1,571	617,094
Constable Pct 1	3,215,273	240,589	1,559,853	19,664	1,635,756
Constable Pct 2	1,373,262	103,733	628,877	2,726	741,659
Constable Pct 3	2,715,520	194,940	1,232,312	18,277	1,464,931
Constable Pct 4	2,356,125	182,765	1,091,113	5,327	1,259,685
Constable Pct 5	2,097,284	161,296	956,071	4	1,141,209
Sheriff	37,827,932	2,698,340	18,004,563	377,931	19,445,438
Sheriff Commissary	83,000	4,853	222,615	222,615	(362,230)
Juvenile Services	7,903,052	611,834	3,310,603	11,866	4,580,583
Adult Services	28,525	326,612	1,880,973	2,640	(1,855,088)
Emergency Management	3,764,935	158,151	802,678	902,117	2,060,140
Department of Public Safety	103,199	7,523	44,991	-	58,208
Forfeitures	523,235	1,059	302,135	-	221,100
Records Management County	431,851	30,817	247,027	4,674	180,150
Courthouse Security	335,000	35,396	181,640	-	153,360
<b><u>TOTAL PUBLIC SAFETY</u></b>	<b><u>63,837,486</u></b>	<b><u>4,835,311</u></b>	<b><u>30,926,079</u></b>	<b><u>1,569,412</u></b>	<b><u>31,341,995</u></b>

**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Expenditures - All Departments**  
**Budget and Year-to-Date Actual for the 6 Months Ended March 31, 2013**

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<b><u>HEALTH AND WELFARE:</u></b>					
Vehicle Emission Program	237,845	-	216,880	-	20,965
Forensic Services	1,303,619	74,844	441,742	2,311	859,566
Medical: Contract Services	90,000	7,500	45,000	-	45,000
Mental Health: Contract Services	318,525	1,511	111,420	1,104	206,001
Environmental Health	2,294,735	169,832	1,032,829	637	1,261,269
Mental Health Facility	13,179,219	1,064,391	3,848,284	950,647	8,380,288
FEMA Disaster Grants	-	-	-	-	-
Community Development	19,695,454	536,531	1,301,129	124,996	18,269,329
Animal Control	998,574	71,193	464,617	1,951	532,006
Animal Shelter	1,397,416	178,752	741,539	5,582	650,295
Child Welfare	117,451	6,812	26,316	2,038	89,097
Welfare:					
Contract Services	966,731	-	483,366	-	483,365
<b><u>TOTAL HEALTH/WELFARE</u></b>	<b><u>40,599,569</u></b>	<b><u>2,111,366</u></b>	<b><u>8,713,122</u></b>	<b><u>1,089,266</u></b>	<b><u>30,797,181</u></b>
<b><u>CONSERVATION:</u></b>					
Extension Agent	588,693	42,482	254,811	34,589	299,293
Precinct 3 Recycling Center	512,658	52,613	210,886	10,960	290,812
<b><u>TOTAL CONSERVATION</u></b>	<b><u>1,101,351</u></b>	<b><u>95,095</u></b>	<b><u>465,697</u></b>	<b><u>45,549</u></b>	<b><u>590,105</u></b>
<b><u>CULTURE &amp; RECREATION:</u></b>					
Memorial Library	9,287,526	629,978	4,006,278	189,054	5,092,194
Historical Commissions	55,000	6,250	22,785	258	31,957
<b><u>TOTAL CULTURE &amp; RECREATION</u></b>	<b><u>9,342,526</u></b>	<b><u>636,228</u></b>	<b><u>4,029,063</u></b>	<b><u>189,312</u></b>	<b><u>5,124,151</u></b>
<b><u>PUBLIC TRANSPORTATION:</u></b>					
Airport	1,211,847	51,188	294,610	53,637	863,600
County Engineer	1,669,807	111,752	688,297	432	981,078
Commissioner Pct 1	5,502,494	384,580	2,740,912	171,123	2,590,459
Commissioner Pct 2	8,638,025	347,145	2,574,813	41,070	6,022,142
Commissioner Pct 3	5,504,941	270,937	2,072,208	131,033	3,301,700
Commissioner Pct 4	6,791,006	507,630	2,430,421	150,625	4,209,960
<b><u>TOTAL PUBLIC TRANSPORTATION</u></b>	<b><u>29,318,120</u></b>	<b><u>1,673,232</u></b>	<b><u>10,801,261</u></b>	<b><u>547,920</u></b>	<b><u>17,968,939</u></b>
<b><u>DEBT SERVICE:</u></b>					
Issuance Costs	245,616	-	204,977	-	40,639
Principal	20,185,151	-	19,318,087	-	867,064
Interest	22,095,332	500	11,638,102	-	10,457,230
<b><u>TOTAL DEBT SERVICE</u></b>	<b><u>42,526,099</u></b>	<b><u>500</u></b>	<b><u>31,161,166</u></b>	<b><u>-</u></b>	<b><u>11,364,933</u></b>
<b><u>MISCELLANEOUS:</u></b>					
<b><u>TOTAL MISCELLANEOUS</u></b>	<b><u>79,119</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>79,119</u></b>
<b><u>TOTAL EXPENDITURES - GOVERNMENTAL FUNDS</u></b>	<b><u>300,312,926</u></b>	<b><u>20,337,934</u></b>	<b><u>136,052,196</u></b>	<b><u>4,312,473</u></b>	<b><u>159,948,257</u></b>



**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Expenditures - All Departments**  
**Budget and Year-to-Date Actual for the 6 Months Ended March 31, 2013**

	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	19,297,000	1,746,222	8,317,614	-	10,979,386
Retiree Health	1,755,200	201,900	602,352	-	1,152,848
Optional Health	774,400	85,647	393,613	-	380,787
Cobra Coverage	51,700	5,277	20,115	-	31,585
Employee Life	122,000	10,376	61,567	-	60,433
Risk Mgt - Workers Comp	1,055,000	-	586,319	-	468,681
Risk Mgt-Prop/Casltly/Liab	900,000	39,978	985,728	692	(86,420)
Wellness Clinic	1,085,100	92,350	549,837	477	534,786
<b>TOTAL GENERAL ADM</b>	<b>25,040,400</b>	<b>2,181,750</b>	<b>11,517,145</b>	<b>1,169</b>	<b>13,522,086</b>
<b><u>TOTAL INTERNAL SERVICE FUNDS</u></b>	<b><u>25,040,400</u></b>	<b><u>2,181,750</u></b>	<b><u>11,517,145</u></b>	<b><u>1,169</u></b>	<b><u>13,522,086</u></b>

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# **SCHEDULES**

(unaudited)

**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Transfers In and Out by Fund**  
**For the 6 Months Ended March 31, 2013**

	Transfers In	Transfers Out
General Fund	\$ -	\$ 1,921,740
Jury	200,000	-
MC Jail Financing Corp (340)	1,721,740	-
	1,921,740	-
<b>TOTAL FINANCING USES</b>	<b>\$ 1,921,740</b>	<b>\$ 1,921,740</b>

**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Bond Indebtedness**  
**As of March 31, 2013**

	<u>Interest Rate (%)</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Balances Outstanding</u>
<b>GENERAL OBLIGATION BONDS:</b>				
Refunding Bonds, Series 2005	5.00	2005	2020	32,590,000
Road Bonds Fixed Rate, Series 2006A	4.00-5.00	2006	2027	45,525,000
Road Bonds Adjustable Rate, Series 2006B	4.75	2006	2030	20,195,000
Refunding Bonds, Series 2007	4.00-5.50	2007	2026	38,285,000
Road Bonds, Series 2008A	3.50-5.25	2008	2030	10,610,000
Refunding Bonds, Series 2008	3.50-5.00	2008	2018	5,900,000
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	30,400,000
<b>TOTAL GENERAL OBLIGATION BONDS PAYABLE</b>				<b>261,590,000</b>
<b>REVENUE BONDS:</b>				
Lease Revenue Bonds, Series 2007	4.475	2007	2026	38,197,854
Pass Thru Toll Revenue and Limited Tax Bonds, Series 2009	3.00-5.00	2009	2032	32,785,000
Toll Revenue Bonds, Series 2010	3.00-5.00	2011	2021	26,410,000
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>113,272,854</b>
<b>CERTIFICATES OF OBLIGATION:</b>				
Series 2004	3.00-4.60	2004	2020	175,000
Series 2006	3.75-5.00	2006	2027	22,235,000
Series 2007	4.00-4.63	2008	2027	7,935,000
Series 2008	3.50-5.25	2008	2027	20,755,000
Series 2010	3.00-5.40	2010	2039	31,060,000
Series 2012	2.00-4.00	2012	2032	13,790,000
Series 2012A	2.00-5.00	2012	2023	13,350,000
<b>TOTAL CERTIFICATES OF OBLIGATION</b>				<b>109,300,000</b>
<b>TOTAL BONDED DEBT</b>				<b>\$ 484,162,854</b>