

# **MONTGOMERY COUNTY, TEXAS**

## **Monthly Unaudited Financial Report**



**For the 8 Months Ended  
May 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 May 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  
1<sup>st</sup> Assistant County Auditor

June 18, 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 May 1, 2012 through May 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 8 Months Ended May 31, 2012**

	<u>Total Governmental Funds</u>
<b>Assets:</b>	
Cash	\$ 57,999,737
Investments, at Fair Value	186,461,191
Restricted Cash	348,944
Receivables:	
Taxes (net)	6,541,779
Accounts (net)	33,434
Due From Other Funds	187,813,287
Due From Other Governments	164
Inventory, at Cost	109,579
Prepaid Items	120,319
<b><u>Total Assets</u></b>	<b>439,428,434</b>
 <b><u>LIABILITIES AND FUND BALANCES:</u></b>	
Current Liabilities:	
Accounts Payable	12,158,141
Other Payables	199,933
Due to Other Funds	219,712,190
Due to Other Governments	7,463,771
Deferred Revenue	11,244,777
Total liabilities	250,778,812
Fund Balances:	
Reserved	84,063,759
Unreserved	104,585,863
Total Fund Balances	188,649,622
<b><u>TOTAL LIABILITIES AND FUND BALANCES</u></b>	<b>\$ 439,428,434</b>



**MONTGOMERY COUNTY, TEXAS**  
**Statement of Changes in Fund Balance - Governmental Funds**  
**For the 8 Months Ended May 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, 5/01/2012	\$ 114,805,309	\$ 1,063,557	\$ 20,629,757	\$ 13,289,797	\$ 56,590,797	\$ 206,379,217
Revenues/Other Financing Sources	\$ 4,111,116	\$ 283,513	\$ 1,184,623	\$ 1,721,798	\$ 952	\$ 7,302,002
Expenditures/Other Financing Uses	\$ (14,623,020)	\$ (1,054,612)	\$ (5,357,180)	\$ (1,722,459)	\$ (2,274,326)	\$ (25,031,597)
Fund Balance, 5/31/2012	<u>\$ 104,293,405</u>	<u>\$ 292,458</u>	<u>\$ 16,457,200</u>	<u>\$ 13,289,136</u>	<u>\$ 54,317,423</u>	<u>\$ 188,649,622</u>

**MONTGOMERY COUNTY, TEXAS**  
**Statement of Net Assets**  
**Internal Service Funds**  
**For the 8 Months Ended May 31, 2012**

	<u>Total Internal Service Funds</u>
<b>Assets:</b>	
Cash	\$ 493,049
Receivables:	
Accounts (net)	756,974
<hr/>	
Due From Other Funds	9,027,782
Capital Assets (net of accumulated depreciation):	
Buildings	912,872
Improvements	1,915
Equipment	151,336
Total assets	<u>11,343,928</u>
<b>Liabilities:</b>	
Current Liabilities:	
Accounts Payable	233,562
Other Payables	3,484,124
Due to General Fund	205,664
Due to Road & Bridge	17,000
Due to Memorial Library	438
Due to Wellness Clinic	334,882
Due to Law Library	438
Total liabilities	<u>4,276,108</u>
<b>Net assets:</b>	
Net assets, invested in capital assets	1,066,123
Unreserved	6,001,697
<b>Total net assets</b>	<u><u>\$ 7,067,820</u></u>

**MONTGOMERY COUNTY, TEXAS**  
**Statement of Changes in Net Assets**  
**Internal Service Funds**  
**For the 8 Months Ended May 31, 2012**

	<u>Total Internal Service Funds</u>
<b>Current Operating Revenues:</b>	
Fees	\$ 2,133,661
Miscellaneous	\$ 21,028
Total Operating Revenues	\$ 2,154,689
 <b>Current Operating Expenses:</b>	
Supplies	\$ 2,867
Services	\$ 2,490,858
Utilities	\$ 53
Miscellaneous	\$ 9,645
Total Operating Expenses	\$ 2,503,423
 Nonoperating revenues (expenses)	
Interest Income	
Total nonoperating revenues (expenses)	
Change in net assets	\$ (348,734)
Total net assets - beginning	\$ 7,416,554
<b>Total net assets - ending</b>	<b>\$ 7,067,820</b>

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# **BUDGET STATUS**

(unaudited)

**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Expenditures - All Departments**  
**Budget and Year-to-Date Actual for the 8 Months Ended May 31, 2012**

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	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<b><u>GENERAL ADMINISTRATION:</u></b>					
County Judge:	540,683	37,068	331,707	5,002	203,973
Human Resources:	552,906	39,167	316,285	-	236,620
Risk Management:	823,678	75,966	499,407	267	324,004
County Clerk:	2,218,993	167,757	1,371,323	304	847,367
Collections:	515,971	36,114	268,672	60	247,239
Environmental Health/Alarm:	136,144	8,443	68,663	559	66,921
Veterans' Service	207,620	15,696	129,852	834	76,934
Information Technology Services	7,043,011	287,076	3,418,095	128,876	3,496,039
Purchasing Agent	2,757,136	146,658	1,590,424	153,431	1,013,281
Records Management & Preservation	410,021	36,506	862,573	489	(453,041)
Records Management County	50,000	2,001	50,704	-	(704)
Records Management District Clerk	33,012	-	15,934	1,256	15,821
Digital Preservation County/District	-	-	-	-	-
District Clerk Records Preservation	-	-	-	-	-
Court Guardianship	-	-	-	-	-
Court Reporter	-	15,522	15,522	580	(16,103)
Courthouse Security	-	-	-	-	-
Court Technology County/District	-	-	-	-	-
Justice Court Building Security	-	-	-	-	-
Justice Court Technology	-	-	-	-	-
Juvenile Case Manager	-	-	-	-	-
Worthless Checks Division	66,898	3,907	33,501	-	33,397
County-Wide	7,831,699	5,101,844	9,003,539	5,390	(1,177,230)
<b><u>TOTAL GENERAL ADM</u></b>	<b><u>23,187,772</u></b>	<b><u>5,973,727</u></b>	<b><u>17,976,203</u></b>	<b><u>297,048</u></b>	<b><u>4,914,522</u></b>
<b><u>JUDICIAL:</u></b>					
County Court No1	300,453	27,736	187,803	236	112,414
County Court No2	594,751	50,798	362,363	807	231,580
County Court No3	350,949	32,122	220,240	875	129,834
County Court No4	353,588	31,695	221,291	-	132,297
County Court No5	340,187	30,366	212,017	274	127,896
9 <sup>th</sup> District Court	428,364	31,333	255,181	705	172,478
410 <sup>th</sup> District Court	362,168	27,088	224,528	-	137,640
221 <sup>st</sup> District Court	309,820	24,115	186,481	-	123,338
284 <sup>th</sup> District Court	539,689	38,987	325,666	-	214,023
359 <sup>th</sup> District Court	326,234	23,996	199,425	-	126,809
418 <sup>th</sup> District Court	523,847	38,867	318,934	-	204,913
435 <sup>th</sup> District Court	229,964	16,574	137,962	-	92,002
Court Operations	5,791,709	727,741	4,067,184	721	1,723,804
Indigent Defense	131,676	11,656	73,421	-	58,256
Managed Assigned Counsel	651,666	30,561	177,625	130	473,911
Drug Court	239,586	60,193	149,270	5,598	84,718
Office of Court Admin	406,568	16,588	133,752	-	272,816
District Attorney	8,323,340	659,246	5,140,557	5,566	3,177,216
District Clerk	3,193,797	258,606	1,981,242	6,115	1,206,439
Justice of Peace Pct 1	605,989	45,288	352,745	500	252,744

**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Expenditures - All Departments**  
**Budget and Year-to-Date Actual for the 8 Months Ended May 31, 2012**

Page 2 of 4

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<b>JUDICIAL (cont'd):</b>					
Justice of Peace Pct 2	455,981	32,160	263,684	393	191,904
Justice of Peace Pct 3	925,271	67,380	556,777	932	367,562
Justice of Peace Pct 4	868,543	62,936	556,128	513	311,902
Justice of Peace Pct 5	408,722	30,309	246,055	2,207	160,459
<b>TOTAL JUDICIAL</b>	<b>26,662,861</b>	<b>2,376,341</b>	<b>16,550,333</b>	<b>25,828</b>	<b>10,086,955</b>
<b>LEGAL:</b>					
County Attorney	2,522,204	237,461	1,665,484	621	856,099
Law Library	510,470	34,933	307,794	7,814	194,863
Alternate Dispute Resolution	189,285	12,641	72,118	-	117,167
<b>TOTAL LEGAL</b>	<b>3,221,960</b>	<b>285,035</b>	<b>2,045,396</b>	<b>8,435</b>	<b>1,168,129</b>
<b>ELECTIONS:</b>					
<b>TOTAL ELECTIONS</b>	<b>1,600,597</b>	<b>391,622</b>	<b>1,417,154</b>	<b>10,589</b>	<b>172,854</b>
<b>FINANCIAL ADMINISTRATION:</b>					
County Auditor	1,768,461	121,336	999,164	305	768,992
County Treasurer	642,020	48,415	386,733	-	255,286
Tax Assessor-Collector	4,405,231	286,721	2,376,048	5,087	2,024,095
<b>TOTAL FINANCIAL ADM</b>	<b>6,815,712</b>	<b>456,472</b>	<b>3,761,946</b>	<b>5,393</b>	<b>3,048,374</b>
<b>PUBLIC FACILITIES:</b>					
Custodial Services	3,008,599	235,457	1,787,647	29,496	1,191,456
Building Maintenance	5,293,095	397,601	2,958,367	41,423	2,293,304
Jail	34,996,648	2,161,363	18,537,241	58,975	16,400,432
Spring Creek Greenway Phase II	2,250,000	378,012	378,012	-	1,871,988
Civic Center	1,154,348	170,748	735,904	46,676	371,769
<b>TOTAL PUBLIC FACILITIES</b>	<b>46,702,690</b>	<b>3,343,181</b>	<b>24,397,171</b>	<b>176,570</b>	<b>22,128,949</b>
<b>PUBLIC SAFETY:</b>					
Fire Marshal	976,535	76,244	610,496	3,482	362,556
Constable Pct 1	2,919,242	227,212	1,795,184	17,723	1,106,335
Constable Pct 2	2,616,856	98,404	799,341	4,875	1,812,641
Constable Pct 3	2,616,856	235,695	1,669,403	7,613	939,840
Constable Pct 4	2,168,374	170,591	1,358,692	6,268	803,413
Constable Pct 5	2,030,110	170,591	1,358,692	6,268	665,149
Sheriff	35,711,192	3,355,929	22,257,598	150,435	13,303,158
Sheriff Commissary	83,000	3,493	324,450	-	(241,450)
Juvenile Services	7,591,298	577,044	4,473,001	11,637	3,106,660
Adult Services	31,159	262,904	2,409,138	1,865	(2,379,844)
Emergency Management	5,894,121	38,818	1,363,930	1,529,977	3,000,213
Department of Public Safety	99,831	7,785	62,615	-	37,216
Forfeitures	374,220	595	359,381	12,360	2,479
<b>TOTAL PUBLIC SAFETY</b>	<b>63,112,794</b>	<b>5,225,306</b>	<b>38,841,923</b>	<b>1,752,505</b>	<b>22,518,366</b>

**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Expenditures - All Departments**  
**Budget and Year-to-Date Actual for the 8 Months Ended May 31, 2012**

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<b><u>HEALTH AND WELFARE:</u></b>					
Vehicle Emission Program	219,197	-	179,107	-	40,090
Forensic Services	1,412,178	83,003	575,707	757	835,715
Medical: Contract Services	90,000	-	52,500	-	37,500
Mental Health: Contract Services	318,525	2,485	124,832	-	193,694
Environmental Health	2,208,581	164,133	1,341,999	2,620	863,962
Mental Health Facility	13,183,333	1,042,393	7,304,291	-	5,879,042
FEMA Disaster Grants	45,410	-	45,410	-	-
Community Development	10,552,649	441,086	6,129,048	252,965	4,170,636
Animal Control	779,374	58,200	482,181	2,107	295,086
Animal Shelter	1,777,480	177,293	1,423,020	4,655	349,806
Child Welfare	130,651	3,914	30,831	338	99,483
Welfare:					
Contract Services	976,731	54,781	678,720	-	298,011
<b><u>TOTAL HEALTH/WELFARE</u></b>	<b><u>31,694,110</u></b>	<b><u>2,027,289</u></b>	<b><u>18,367,644</u></b>	<b><u>263,442</u></b>	<b><u>13,063,024</u></b>
<b><u>CONSERVATION:</u></b>					
Extension Agent	556,662	41,597	344,203	6,052	206,407
Precinct 3 Recycling Center	415,937	28,192	223,080	-	192,857
<b><u>TOTAL CONSERVATION</u></b>	<b><u>972,599</u></b>	<b><u>69,790</u></b>	<b><u>567,283</u></b>	<b><u>6,052</u></b>	<b><u>399,264</u></b>
<b><u>CULTURE &amp; RECREATION:</u></b>					
Memorial Library	9,043,438	669,131	5,468,019	128,573	3,446,845
Historical Commissions	35,000	2,000	13,250	-	21,750
<b><u>TOTAL CULTURE &amp; RECREATION</u></b>	<b><u>9,078,438</u></b>	<b><u>671,131</u></b>	<b><u>5,481,269</u></b>	<b><u>128,573</u></b>	<b><u>3,468,595</u></b>
<b><u>PUBLIC TRANSPORTATION:</u></b>					
Airport	1,154,704	51,212	414,962	27,522	712,220
County Engineer	1,496,484	124,737	891,640	10,823	594,022
Commissioner Pct 1	6,549,762	497,137	3,888,616	146,538	2,514,608
Commissioner Pct 2	6,025,631	262,107	2,593,435	82,546	3,349,650
Commissioner Pct 3	7,233,418	424,974	3,363,405	695,521	3,174,492
Commissioner Pct 4	6,420,970	805,745	3,633,036	117,364	2,670,570
<b><u>TOTAL PUBLIC TRANSPORTATION</u></b>	<b><u>28,880,969</u></b>	<b><u>2,165,911</u></b>	<b><u>14,785,093</u></b>	<b><u>1,080,314</u></b>	<b><u>13,015,561</u></b>
<b><u>DEBT SERVICE:</u></b>					
Issuance Costs	-	-	-	-	-
Principal	16,970,899	-	16,141,372	-	829,527
Interest	22,720,513	1,200	11,728,284	-	10,992,229
<b><u>TOTAL DEBT SERVICE</u></b>	<b><u>39,691,412</u></b>	<b><u>1,200</u></b>	<b><u>27,869,657</u></b>	<b><u>-</u></b>	<b><u>11,821,755</u></b>
<b><u>MISCELLANEOUS:</u></b>					
<b><u>TOTAL MISCELLANEOUS</u></b>	<b><u>1,133,483</u></b>	<b><u>29,108</u></b>	<b><u>210,838</u></b>	<b><u>13,519</u></b>	<b><u>909,125</u></b>
<b><u>TOTAL EXPENDITURES - GOVERNMENTAL FUNDS</u></b>	<b><u>282,755,396</u></b>	<b><u>23,016,115</u></b>	<b><u>172,271,910</u></b>	<b><u>3,768,268</u></b>	<b><u>106,715,474</u></b>



**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Expenditures - All Departments**  
**Budget and Year-to-Date Actual for the 8 Months Ended May 31, 2012**

	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	-	1,876,884	13,773,973	-	(13,773,973)
Retiree Health	-	153,191	1,329,002	-	(1,329,002)
Pass through Health	-	102,731	531,471	-	(531,471)
Cobra Coverage	-	15,754	36,817	-	(36,817)
Employee Life	-	20,243	90,988	-	(90,988)
Risk Mgt - Workers Comp	775,000	127,899	690,313	-	84,687
Risk Mgt-Prop/Casltly/Liab	900,000	28,594	1,052,600	1,208	(153,808)
Wellness Clinic	-	178,128	810,275	227	(810,502)
<b>TOTAL GENERAL ADM</b>	<b>1,675,000</b>	<b>2,503,424</b>	<b>18,315,438</b>	<b>1,435</b>	<b>(16,641,873)</b>
<b><u>TOTAL INTERNAL SERVICE FUNDS</u></b>	<b><u>1,675,000</u></b>	<b><u>2,503,424</u></b>	<b><u>18,315,438</u></b>	<b><u>1,435</u></b>	<b><u>(16,641,873)</u></b>

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# **SCHEDULES**

(unaudited)

**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Transfers In and Out by Fund**  
**For the 8 Months Ended May 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	-
<b>TOTAL FINANCING USES</b>	<b><u>\$ 5,436,354</u></b>	<b><u>\$ 5,436,354</u></b>

**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Bond Indebtedness**  
**As of May 31, 2012**

	<u>Interest Rate (%)</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Balances Outstanding</u>
<b>GENERAL OBLIGATION BONDS:</b>				
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
<b>Total Principal</b>				<u>385,205,941</u>
<b>TOTAL GENERAL OBLIGATION BONDS PAYABLE</b>				<u><u>385,205,941</u></u>
<b>CERTIFICATES OF OBLIGATION:</b>				
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
<b>TOTAL CERTIFICATES OF OBLIGATION</b>				<u>95,310,000</u>
<b>TOTAL BONDED DEBT</b>				<u><u>\$ 480,515,941</u></u>