

# **MONTGOMERY COUNTY, TEXAS**

## **Monthly Unaudited Financial Report**



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

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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  
1<sup>st</sup> Assistant County Auditor

June 13, 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 May 1, 2013 through May 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 May 31, 2013**

	<u>Total Governmental Funds</u>
<b>Assets:</b>	
Cash	\$ 63,544,087
Investments, at Fair Value	201,167,845
Restricted Cash	1,499
Receivables:	
Taxes (net)	6,485,915
Accounts (net)	42,435
Due From Other Funds	210,117,808
Due From Other Governments	5,908
Inventory, at Cost	103,393
Prepaid Items	3,005,479
<b><u>Total Assets</u></b>	<b>484,474,369</b>
 <b><u>LIABILITIES AND FUND BALANCES:</u></b>	
Current Liabilities:	
Accounts Payable	6,998,100
Other Payables	2,079,574
Due to Other Funds	238,908,158
Due to Other Governments	4,625,582
Deferred Revenue	12,194,108
Total liabilities	264,805,522
Fund Balances:	
Reserved	103,561,926
Unreserved	116,106,921
Total Fund Balances	219,668,847
<b><u>TOTAL LIABILITIES AND FUND BALANCES</u></b>	<b>\$ 484,474,369</b>

**MONTGOMERY COUNTY, TEXAS**  
**Statement of Changes in Fund Balance - Governmental Funds**  
**For the Month Ended May 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, 5/01/2013	\$ 127,720,418	\$ 34,846,855	\$ 11,367,019	\$ 60,946,408	\$ 234,880,700
Revenues/Other Financing Sources	\$ 4,564,878	\$ 1,600,582	\$ -	\$ -	\$ 6,165,460
Expenditures/Other Financing Uses	\$ (16,178,375)	\$ (4,970,845)	\$ -	\$ (228,093)	\$ (21,377,313)
Fund Balance, 5/31/2013	<u>\$ 116,106,921</u>	<u>\$ 31,476,592</u>	<u>\$ 11,367,019</u>	<u>\$ 60,718,315</u>	<u>\$ 219,668,847</u>

**MONTGOMERY COUNTY, TEXAS**  
**Statement of Net Assets**  
**Internal Service Funds**  
**For the 8 Months Ended May 31, 2013**

	<u>Total Internal Service Funds</u>
<b>Assets:</b>	
Cash	\$ 759,370
Receivables:	
Accounts (net)	393,622
<hr/>	
Due From Other Funds	18,305,208
Capital Assets (net of accumulated depreciation):	
Buildings	893,392
Improvements	1,676
Equipment	129,944
Total assets	<u>20,483,212</u>
<b>Liabilities:</b>	
Current Liabilities:	
Accounts Payable	(687,331)
Other Payables	3,921,659
Due to General Fund	637,939
Due to Road & Bridge	4,000
Due to Wellness Clinic	682,559
Total liabilities	<u>4,558,826</u>
<b>Net assets:</b>	
Net assets, invested in capital assets	1,025,012
Unreserved	14,899,374
Total net assets	<u>\$ 15,924,386</u>

**MONTGOMERY COUNTY, TEXAS**  
**Statement of Changes in Net Assets**  
**Internal Service Funds**  
**For the 8 Months Ended May 31, 2013**

	<u>Total Internal Service Funds</u>
<b>Current Operating Revenues:</b>	
Fees	\$ 2,667,666
Miscellaneous	6,919
Total Operating Revenues	<u>2,674,585</u>
<b>Current Operating Expenses:</b>	
Supplies	
Services	1,374,793
Miscellaneous	7,500
Total Operating Expenses	<u>1,382,293</u>
Nonoperating revenues (expenses)	
Interest Income	
Total nonoperating revenues (expenses)	
Change in net assets	1,292,292
Total net assets - April 1, 2013	14,632,094
<b>Total net assets - April 30, 2013</b>	<u><u>\$ 15,924,386</u></u>

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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, 2013**

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<b><u>GENERAL ADMINISTRATION:</u></b>					
County Judge:	554,598	60,936	357,704	3,121	193,773
Human Resources:	569,506	57,295	349,164	175	220,167
Risk Management:	859,708	79,544	486,690	525	372,493
County Clerk:	2,795,902	293,307	1,690,235	44	1,105,623
Collections:					-
Environmental Health/Alarm:	5,269	-	-	-	5,269
Veterans' Service	215,310	23,979	141,773	-	73,537
Information Technology Services	8,696,310	490,005	3,907,729	344,604	4,443,977
Purchasing Agent	2,232,426	208,424	1,370,037	2,086	860,303
Records Management & Preservation	391,474	27,911	232,089	665	158,720
Records Management District Clerk	67,572	3,152	34,969	386	32,217
Worthless Checks Division	70,857	5,935	35,091	-	35,766
County-Wide	9,162,377	135,088	5,232,497	-	3,929,880
<b><u>TOTAL GENERAL ADM</u></b>	<b><u>25,621,309</u></b>	<b><u>1,385,576</u></b>	<b><u>13,837,978</u></b>	<b><u>351,606</u></b>	<b><u>11,431,725</u></b>
<b><u>JUDICIAL:</u></b>					
County Court No1	438,796	42,828	274,902	139	163,755
County Court No2	740,334	84,864	472,688	-	267,646
County Court No3	635,192	76,242	377,279	4,160	253,753
County Court No4	448,655	49,517	289,486	206	158,963
County Court No5	425,280	48,097	272,434	639	152,207
9 <sup>th</sup> District Court	282,386	22,701	180,225	363	101,798
410 <sup>th</sup> District Court	378,230	42,237	243,200	285	134,745
221 <sup>st</sup> District Court	321,663	33,028	192,022	26	129,615
284 <sup>th</sup> District Court	705,163	86,538	436,595	424	268,144
359 <sup>th</sup> District Court	351,860	41,424	223,845	61	127,954
418 <sup>th</sup> District Court	541,433	59,252	345,511	52	195,870
435 <sup>th</sup> District Court	233,128	25,270	146,033	33	87,062
Court Operations	6,274,457	488,346	3,874,136	88,995	2,311,326
Indigent Defense	124,066	18,076	101,019	-	23,047
Managed Assigned Counsel	483,956	39,232	240,188	4,623	239,145
Drug Court	993,541	49,851	391,889	12,102	589,550
Office of Court Admin	426,682	25,493	148,454	-	278,228
District Attorney	8,843,115	1,011,606	5,798,963	8,832	3,035,320
District Clerk	3,347,507	352,821	2,093,037	32,358	1,222,112
Justice of Peace Pct 1	621,463	68,725	397,343	293	223,827
Justice of Peace Pct 2	471,270	49,784	274,957	381	195,932
Justice of Peace Pct 3	900,681	94,116	571,323	660	328,698
Justice of Peace Pct 4	795,077	88,360	516,884	1,027	277,166
Justice of Peace Pct 5	421,250	45,087	264,527	-	156,723
Courthouse Security	335,000	45,170	256,103	13,540	-
Court Technology County/District	4,056	337	1,657	52	2,347



**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Expenditures - All Departments**  
**Budget and Year-to-Date Actual for the 8 Months Ended May 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)
Court Reporter Service Fund	126,851	14,566	89,932	-	36,919
Juvenile Case Manager	109,924	13,162	72,743	-	37,181
Justice Court Technology	38,059	-	37,735	-	324
<b><u>TOTAL JUDICIAL</u></b>	<b><u>29,480,019</u></b>	<b><u>2,971,223</u></b>	<b><u>18,328,150</u></b>	<b><u>155,659</u></b>	<b><u>10,996,210</u></b>
<b><u>LEGAL:</u></b>					
County Attorney	2,536,771	250,155	1,539,389	3,002	994,380
Law Library	407,636	36,715	227,747	529	179,360
Alternate Dispute Resolution	145,543	23,592	78,166	-	67,377
<b><u>TOTAL LEGAL</u></b>	<b><u>3,089,950</u></b>	<b><u>310,462</u></b>	<b><u>1,845,302</u></b>	<b><u>3,531</u></b>	<b><u>1,241,117</u></b>
<b><u>ELECTIONS:</u></b>					
<b><u>TOTAL ELECTIONS</u></b>	<b><u>1,150,348</u></b>	<b><u>183,011</u></b>	<b><u>1,255,236</u></b>	<b><u>4,749</u></b>	<b><u>(109,637)</u></b>
<b><u>FINANCIAL ADMINISTRATION:</u></b>					
County Auditor	1,889,610	201,741	1,133,403	1,491	754,716
County Treasurer	651,321	74,049	422,963	-	228,358
Tax Assessor-Collector	4,394,835	431,512	2,591,644	16,518	1,786,673
<b><u>TOTAL FINANCIAL ADM</u></b>	<b><u>6,935,766</u></b>	<b><u>707,302</u></b>	<b><u>4,148,010</u></b>	<b><u>18,009</u></b>	<b><u>2,769,747</u></b>
<b><u>PUBLIC FACILITIES:</u></b>					
Custodial Services	3,130,111	360,724	1,984,232	14,830	1,131,049
Building Maintenance	5,663,612	489,655	3,103,473	214,540	2,345,599
Jail	37,521,473	2,548,899	22,146,254	163,665	15,211,554
Civic Center	1,232,251	126,193	662,312	30,489	539,450
<b><u>TOTAL PUBLIC FACILITIES</u></b>	<b><u>47,547,447</u></b>	<b><u>3,525,471</u></b>	<b><u>27,896,271</u></b>	<b><u>423,524</u></b>	<b><u>19,227,652</u></b>
<b><u>PUBLIC SAFETY:</u></b>					
Fire Marshal	1,079,239	115,908	653,819	1,961	423,459
Constable Pct 1	3,219,273	339,899	2,135,082	11,204	1,072,987
Constable Pct 2	1,373,262	158,453	889,992	7,375	475,895
Constable Pct 3	2,752,196	292,072	1,707,031	9,144	1,036,021
Constable Pct 4	2,401,100	267,206	1,536,389	8,458	856,253
Constable Pct 5	2,096,530	225,354	1,329,238	599	766,693
Sheriff	38,301,929	3,800,267	24,641,751	900,431	12,759,747
Sheriff Commissary	83,000	6,985	331,731	-	(248,731)
Juvenile Services	7,916,251	804,544	4,635,521	6,759	3,273,971
Adult Services	6,959,016	527,993	3,304,008	81,871	3,573,137
Emergency Management	3,773,547	574,786	1,566,601	289,986	1,916,960
Department of Public Safety	103,199	11,185	63,303	-	39,896
Forfeitures	680,912	1,760	478,738	7,743	194,431
Records Management County	431,851	50,041	325,558	4,674	101,619
Courthouse Security	335,000	45,170	256,103	13,540	65,357
<b><u>TOTAL PUBLIC SAFETY</u></b>	<b><u>71,506,305</u></b>	<b><u>7,221,623</u></b>	<b><u>43,854,865</u></b>	<b><u>1,343,745</u></b>	<b><u>26,307,695</u></b>

**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Expenditures - All Departments**  
**Budget and Year-to-Date Actual for the 8 Months Ended May 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	96,343	609,053	14,685	679,881
Medical: Contract Services	90,000	7,500	60,000	-	30,000
Mental Health: Contract Services	318,525	2,308	172,366	-	146,159
Environmental Health	2,297,235	257,327	1,453,092	1,531	842,612
Mental Health Facility	13,179,219	1,019,190	8,145,699	-	5,033,520
Community Development	19,695,454	150,576	3,065,059	702,595	15,927,800
Animal Control	998,574	103,658	643,345	7,427	347,802
Animal Shelter	1,451,260	124,478	990,017	1,620	459,623
Child Welfare	117,451	7,742	38,906	3,293	75,252
Welfare:					
Contract Services	966,731	101,976	701,451	-	265,280
<b><u>TOTAL HEALTH/WELFARE</u></b>	<b>40,655,913</b>	<b>1,871,098</b>	<b>16,095,868</b>	<b>731,151</b>	<b>23,828,894</b>
<b><u>CONSERVATION:</u></b>					
Extension Agent	588,693	61,343	386,865	6,078	195,750
Precinct 3 Recycling Center	576,239	47,173	316,423	(33)	259,849
<b><u>TOTAL CONSERVATION</u></b>	<b>1,164,932</b>	<b>108,516</b>	<b>703,288</b>	<b>6,045</b>	<b>455,599</b>
<b><u>CULTURE &amp; RECREATION:</u></b>					
Memorial Library	9,294,251	946,738	5,711,714	124,065	3,458,472
Historical Commissions	55,000	6,618	29,661	-	25,339
<b><u>TOTAL CULTURE &amp; RECREATION</u></b>	<b>9,349,251</b>	<b>953,356</b>	<b>5,741,375</b>	<b>124,065</b>	<b>3,483,811</b>
<b><u>PUBLIC TRANSPORTATION:</u></b>					
Airport	1,214,160	57,778	397,274	52,260	764,626
County Engineer	1,688,433	161,578	957,763	4,975	725,695
Commissioner Pct 1	5,884,428	567,611	3,768,860	90,904	2,024,664
Commissioner Pct 2	8,841,554	332,968	3,260,274	67,100	5,514,180
Commissioner Pct 3	6,537,892	363,546	2,688,945	217,754	3,631,193
Commissioner Pct 4	7,845,177	431,655	3,375,758	100,879	4,368,540
<b><u>TOTAL PUBLIC TRANSPORTATION</u></b>	<b>32,011,644</b>	<b>1,915,136</b>	<b>14,448,874</b>	<b>533,872</b>	<b>17,028,898</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	-	11,638,102	-	10,457,230
<b><u>TOTAL DEBT SERVICE</u></b>	<b>42,526,099</b>	<b>-</b>	<b>31,161,166</b>	<b>-</b>	<b>11,364,933</b>
<b><u>MISCELLANEOUS:</u></b>					
<b><u>TOTAL MISCELLANEOUS</u></b>	<b>606,840</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>606,840</b>
<b><u>TOTAL EXPENDITURES - GOVERNMENTAL FUNDS</u></b>	<b>311,645,823</b>	<b>21,152,774</b>	<b>179,316,383</b>	<b>3,695,956</b>	<b>128,633,484</b>

**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Expenditures - All Departments**  
**Budget and Year-to-Date Actual for the 8 Months Ended May 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	1,180,487	12,216,709	-	7,080,291
Retiree Health	1,755,200	95,463	829,818	-	925,382
Optional Health	774,400	27,540	505,712	-	268,688
Cobra Coverage	51,700	812	24,178	-	27,522
Employee Life	122,000	-	82,105	-	39,895
Risk Mgt - Workers Comp	1,083,373	51,255	722,574	-	360,799
Risk Mgt-Prop/Casltly/Liab	900,000	26,736	1,021,947	905	(122,852)
Wellness Clinic	1,085,100	-	727,052	477	357,571
<b>TOTAL GENERAL ADM</b>	<b>25,068,773</b>	<b>1,382,293</b>	<b>16,130,095</b>	<b>1,382</b>	<b>8,937,296</b>
<b>TOTAL INTERNAL SERVICE FUNDS</b>	<b>25,068,773</b>	<b>1,382,293</b>	<b>16,130,095</b>	<b>1,382</b>	<b>8,937,296</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, 2013**

	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ 1,266,678	\$ 3,188,418
Jury	200,000	-
Mental Health Facility	-	1,266,678
Adult Probation - Supervision	-	6,500
Adult Probation - Case Reduction	1,000	-
Adult Probation - Mental Impairment	5,500	-
Debt Service	1,266,678	-
MC Jail Financing Corp (340)	1,721,740	-
<b>TOTAL FINANCING USES</b>	<b>\$ 4,461,596</b>	<b>\$ 4,461,596</b>

**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Bond Indebtedness**  
**As of May 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>