

# **MONTGOMERY COUNTY, TEXAS**

## **Monthly Unaudited Financial Report**



**For the Month Ended  
September 30, 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 September 30, 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

November 7, 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 September 1, 2013 through September 30, 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 September 30, 2013**

	<u>Total Governmental Funds</u>
<b>Assets:</b>	
Cash	\$ 81,263,848
Investments, at Fair Value	162,141,933
Receivables:	
Taxes (net)	6,485,915
Accounts (net)	44,837
<hr/>	
Due From Other Funds	227,566,200
Due From Other Governments	20,000,000
Inventory, at Cost	103,393
Prepaid Items	2,972,209
<b><u>Total Assets</u></b>	<b><u>500,578,335</u></b>
<b><u>LIABILITIES AND FUND BALANCES:</u></b>	
Current Liabilities:	
Accounts Payable	7,692,795
Other Payables	1,391,978
Due to Other Funds	254,718,551
Due to Other Governments	4,642,192
Deferred Revenue	13,193,613
Total liabilities	<u>281,639,129</u>
Fund Balances:	
Reserved	110,366,692
Unreserved	108,572,514
Total Fund Balances	<u>218,939,206</u>
<b><u>TOTAL LIABILITIES AND FUND BALANCES</u></b>	<b><u>\$ 500,578,335</u></b>



**MONTGOMERY COUNTY, TEXAS**  
**Statement of Changes in Fund Balance - Governmental Funds**  
**For the Month Ended September 30, 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, 9/1/2013	\$ 118,033,287	\$ 29,879,600	\$ 15,531,876	\$ 49,504,996	\$ 212,949,759
Revenues/Other Financing Sources	\$ 5,495,507	\$ 2,537,150	\$ 764,012	\$ 20,000,137	\$ 28,796,806
Expenditures/Other Financing Uses	\$ (14,956,280)	\$ (5,903,911)	\$ (197,824)	\$ (1,749,344)	\$ (22,807,359)
Fund Balance, 9/30/2013	<u>\$ 108,572,514</u>	<u>\$ 26,512,839</u>	<u>\$ 16,098,064</u>	<u>\$ 67,755,789</u>	<u>\$ 218,939,206</u>

**MONTGOMERY COUNTY, TEXAS**  
**Statement of Net Assets**  
**Internal Service Funds**  
**For the 12 Months Ended September 30, 2013**

	<u>Total Internal Service Funds</u>
<b>Assets:</b>	
Cash	\$ 791,635
Receivables:	
Accounts (net)	384,406
<hr/>	
Due From Other Funds	19,182,225
Capital Assets (net of accumulated depreciation):	
Buildings	893,391
Improvements	1,675
Equipment	129,944
Total assets	<u>21,383,276</u>
<b>Liabilities:</b>	
Current Liabilities:	
Accounts Payable	(681,697)
Other Payables	3,921,659
Due to General Fund	992,849
Due to Wellness Clinic	1,038,416
Total liabilities	<u>5,271,227</u>
<b>Net assets:</b>	
Net assets, invested in capital assets	1,025,010
Unreserved	15,087,039
Total net assets	<u>\$ 16,112,049</u>

**MONTGOMERY COUNTY, TEXAS**  
**Statement of Changes in Net Assets**  
**Internal Service Funds**  
**For the 12 Months Ended September 30, 2013**

	<u>Total Internal Service Funds</u>
<b>Current Operating Revenues:</b>	
Fees	\$ 2,020,705
Miscellaneous	902
Total Operating Revenues	<u>2,021,607</u>
<b>Current Operating Expenses:</b>	
Supplies	1,199
Services	2,743,943
Total Operating Expenses	<u>2,745,142</u>
Change in net assets	(723,535)
Total net assets - September 1, 2013	16,835,584
<b>Total net assets - September 30, 2013</b>	<u>\$ 16,112,049</u>

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**BUDGET STATUS**  
(unaudited)

**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Expenditures - All Departments**  
**Budget and Year-to-Date Actual for the 12 Months Ended September 30, 2013**

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<b><u>GENERAL ADMINISTRATION:</u></b>					
County Judge:	563,590	44,855	528,265	2,909	32,416
Human Resources:	61,094	39,247	519,408	2,161	(460,475)
Risk Management:	855,570	51,137	702,424	33	153,113
County Clerk:	2,290,620	164,252	2,099,438	2,602	188,580
Collections:	493,557	31,020	377,591	-	115,966
Environmental Health/Alarm:	5,269	-	-	-	5,269
Veterans' Service	214,554	16,343	206,994	6	7,554
Information Technology Services	8,675,457	413,282	5,639,618	405,393	2,630,446
Purchasing Agent	2,202,683	153,034	1,972,220	15,401	215,062
Records Management & Preservation	415,328	42,219	336,231	2,619	76,478
Records Management District Clerk	67,572	-	35,377	31,363	832
Worthless Checks Division	70,857	3,956	50,945	-	19,912
County-Wide	10,112,846	433,810	8,918,651	1,034	1,193,161
<b><u>TOTAL GENERAL ADM</u></b>	<b><u>26,028,997</u></b>	<b><u>1,393,155</u></b>	<b><u>21,387,162</u></b>	<b><u>463,521</u></b>	<b><u>4,178,314</u></b>
<b><u>JUDICIAL:</u></b>					
County Court No1	439,240	34,091	418,037	26	21,177
County Court No2	741,618	51,852	697,340	3,360	40,918
County Court No3	635,315	51,597	580,631	141	54,543
County Court No4	449,099	35,576	427,464	1,087	20,548
County Court No5	425,211	31,883	399,529	1,427	24,255
9 <sup>th</sup> District Court	282,167	16,107	244,225	897	37,045
410 <sup>th</sup> District Court	377,522	27,966	354,802	4	22,716
221 <sup>st</sup> District Court	321,206	25,474	285,566	870	34,770
284 <sup>th</sup> District Court	704,731	50,357	641,018	540	63,173
359 <sup>th</sup> District Court	351,259	27,467	328,757	-	22,502
418 <sup>th</sup> District Court	540,473	41,660	511,116	104	29,253
435 <sup>th</sup> District Court	232,924	18,102	15,379	245	217,300
Court Operations	6,424,457	830,876	646,820	546	5,777,091
Indigent Defense	122,182	10,842	145,956	-	(23,774)
Managed Assigned Counsel	483,956	25,285	364,398	5,062	114,496
Drug Court	994,021	69,898	629,459	981	363,581
Office of Court Admin	428,016	27,473	237,414	-	190,602
District Attorney	8,933,439	629,982	8,421,922	59,735	451,782
District Clerk	3,333,624	237,340	3,084,946	6,852	241,826
Justice of Peace Pct 1	619,273	45,428	585,126	1,821	32,326
Justice of Peace Pct 2	470,030	30,323	401,644	300	68,086
Justice of Peace Pct 3	898,160	65,335	838,305	-	59,855
Justice of Peace Pct 4	793,768	57,846	755,853	29	37,886
Justice of Peace Pct 5	420,242	32,578	389,676	725	29,841
Courthouse Security	335,000	32,133	361,269	-	(26,269)
Court Technology County/District	4,056	560	3,030	-	1,026

**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Expenditures - All Departments**  
**Budget and Year-to-Date Actual for the 12 Months Ended September 30, 2013**

	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	129,550	9,491	137,833	-	(8,283)
Juvenile Case Manager	110,224	8,561	107,817	-	2,407
Justice Court Technology	42,334	-	42,010	-	324
<b><u>TOTAL JUDICIAL</u></b>	<b>29,704,841</b>	<b>2,493,390</b>	<b>21,693,843</b>	<b>84,752</b>	<b>7,926,246</b>
<b><u>LEGAL:</u></b>					
County Attorney	2,596,618	186,925	2,294,039	8,009	294,570
Law Library	407,636	29,481	342,193	909	64,534
Alternate Dispute Resolution	145,543	13,412	113,753	-	31,790
<b><u>TOTAL LEGAL</u></b>	<b>3,149,797</b>	<b>229,818</b>	<b>2,749,985</b>	<b>8,918</b>	<b>390,894</b>
<b><u>ELECTIONS:</u></b>					
<b><u>TOTAL ELECTIONS</u></b>	<b>1,308,009</b>	<b>120,543</b>	<b>1,766,402</b>	<b>116,223</b>	<b>(574,616)</b>
<b><u>FINANCIAL ADMINISTRATION:</u></b>					
County Auditor	1,881,297	139,900	1,697,481	6,453	177,363
County Treasurer	649,571	45,086	607,741	4,252	37,578
Tax Assessor-Collector	4,374,157	274,597	3,736,438	18,699	619,020
<b><u>TOTAL FINANCIAL ADM</u></b>	<b>6,905,025</b>	<b>459,583</b>	<b>6,041,660</b>	<b>29,404</b>	<b>833,961</b>
<b><u>PUBLIC FACILITIES:</u></b>					
Custodial Services	3,113,611	214,999	2,878,237	35,437	199,937
Building Maintenance	5,670,215	513,080	4,913,034	138,527	618,654
Precinct 3 Parks and Comm. Center	366,421	17,355	355,542	-	10,879
EMCID Friendship Center Grant	52,207	16,773	52,067	99	41
Jail	48,180,585	4,172,149	39,627,622	258,520	8,294,443
Civic Center	1,357,568	73,782	998,480	170,847	188,241
Magnolia Park	71,803	-	-	-	71,803
<b><u>TOTAL PUBLIC FACILITIES</u></b>	<b>58,812,410</b>	<b>5,008,138</b>	<b>48,824,982</b>	<b>603,430</b>	<b>9,383,998</b>
<b><u>PUBLIC SAFETY:</u></b>					
Fire Marshal	1,077,556	78,205	955,688	2,289	119,579
Constable Pct 1	3,295,746	221,277	3,064,342	56,807	174,597
Constable Pct 2	1,426,246	114,086	1,314,526	11,304	100,416
Constable Pct 3	2,769,707	183,971	528,349	14,207	2,227,151
Constable Pct 4	2,409,913	187,542	2,242,659	34,269	132,985
Constable Pct 5	2,150,691	152,871	1,965,161	17,357	168,173
Sheriff	39,610,981	3,228,240	36,580,417	1,650,148	1,380,416
Sheriff Commissary	83,000	4,182	433,950	-	(350,950)
Juvenile Services	6,056,283	660,934	6,942,684	42,506	(928,907)
Adult Services	6,615,191	223,252	1,325,366	649	5,289,176
Emergency Management	3,778,361	90,217	1,652,473	21,818	2,104,070
Department of Public Safety	102,809	7,904	93,571	-	9,238
Forfeitures	681,626	1,056	882,536	-	(200,910)
Records Management County	430,060	33,662	375,925	2,144	51,991
Courthouse Security	394,474	88,714	449,983	-	(55,509)
<b><u>TOTAL PUBLIC SAFETY</u></b>	<b>70,882,644</b>	<b>5,276,113</b>	<b>58,807,630</b>	<b>1,853,498</b>	<b>10,221,516</b>

**MONTGOMERY COUNTY, TEXAS**

**Schedule of Expenditures - All Departments**

**Budget and Year-to-Date Actual for the 12 Months Ended September 30, 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	1,299,619	76,057	918,918	1,854	378,847
Medical: Contract Services	90,000	7,500	90,000	-	-
Mental Health: Contract Services	318,525	150	228,057	-	90,468
Environmental Health	2,290,135	173,502	136,020	4,300	2,149,815
Mental Health Facility	13,179,219	574,018	12,004,930	1,045,435	128,854
Community Development	19,836,272	251,031	2,969,142	390,133	16,476,997
Animal Control	1,009,968	85,132	953,803	10,143	46,022
Animal Shelter	1,451,260	62,810	1,417,795	1,620	31,845
Child Welfare	117,451	8,087	67,059	643	49,749
Welfare:					
Contract Services	966,731	-	966,731	-	-
<b><u>TOTAL HEALTH/WELFARE</u></b>	<b><u>40,797,025</u></b>	<b><u>1,238,287</u></b>	<b><u>19,969,335</u></b>	<b><u>1,454,128</u></b>	<b><u>19,373,562</u></b>
<b><u>CONSERVATION:</u></b>					
Extension Agent	588,533	47,427	560,627	1,811	26,095
Precinct 3 Recycling Center	669,265	53,922	483,007	1,035	185,223
<b><u>TOTAL CONSERVATION</u></b>	<b><u>1,257,798</u></b>	<b><u>101,349</u></b>	<b><u>1,043,634</u></b>	<b><u>2,846</u></b>	<b><u>211,318</u></b>
<b><u>CULTURE &amp; RECREATION:</u></b>					
Memorial Library	9,318,174	829,965	8,459,551	94,086	764,537
Historical Commissions	55,000	5,894	50,965	-	4,035
<b><u>TOTAL CULTURE &amp; RECREATION</u></b>	<b><u>9,373,174</u></b>	<b><u>835,859</u></b>	<b><u>8,510,516</u></b>	<b><u>94,086</u></b>	<b><u>768,572</u></b>
<b><u>PUBLIC TRANSPORTATION:</u></b>					
Airport	21,563,615	71,307	832,936	-	20,730,679
County Engineer	1,696,363	107,062	1,406,484	5,873	284,006
Commissioner Pct 1	7,487,764	450,411	5,454,049	91,786	1,941,929
Commissioner Pct 2	10,400,403	511,582	8,484,621	292,100	1,623,682
Commissioner Pct 3	7,982,435	575,912	3,932,079	177,544	3,872,812
Commissioner Pct 4	9,386,801	1,417,494	6,016,209	186,818	3,183,774
<b><u>TOTAL PUBLIC TRANSPORTATION</u></b>	<b><u>58,517,381</u></b>	<b><u>3,133,768</u></b>	<b><u>26,126,378</u></b>	<b><u>754,121</u></b>	<b><u>31,636,882</u></b>
<b><u>DEBT SERVICE:</u></b>					
Issuance Costs	461,644	-	421,005	-	40,639
Principal	20,185,151	-	20,185,150	-	1
Interest	22,095,682	10,525,468	12,499,741	-	9,595,941
<b><u>TOTAL DEBT SERVICE</u></b>	<b><u>42,742,477</u></b>	<b><u>10,525,468</u></b>	<b><u>33,105,896</u></b>	<b><u>-</u></b>	<b><u>9,636,581</u></b>
<b><u>MISCELLANEOUS:</u></b>					
<b><u>TOTAL MISCELLANEOUS</u></b>	<b><u>912,405</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>912,405</u></b>
<b><u>TOTAL EXPENDITURES - GOVERNMENTAL FUNDS</u></b>	<b><u>350,391,983</u></b>	<b><u>30,815,471</u></b>	<b><u>250,027,423</u></b>	<b><u>5,464,927</u></b>	<b><u>94,899,633</u></b>



**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Expenditures - All Departments**  
**Budget and Year-to-Date Actual for the 12 Months Ended September 30, 2013**

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	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<b>INTERNAL SERVICE FUNDS</b>					
<b>GENERAL ADMINISTRATION:</b>					
Employee Health	19,297,000	2,424,857	18,851,131	-	445,869
Retiree Health	1,755,200	131,550	1,420,567	-	334,633
Optional Health	774,400	45,548	769,747	-	4,653
Cobra Coverage	51,700	2,531	53,594	-	(1,894)
Employee Life	122,000	10,251	13,264	-	108,736
Risk Mgt - Workers Comp	1,083,373	(122)	864,086	-	219,287
Risk Mgt-Prop/Casltly/Liab	900,000	37,220	1,208,688	1,142	(309,830)
Wellness Clinic	1,085,100	93,308	1,101,479	212	(16,591)
<b>TOTAL GENERAL ADM</b>	<b>25,068,773</b>	<b>2,745,143</b>	<b>24,282,556</b>	<b>1,354</b>	<b>784,863</b>
<b>TOTAL INTERNAL SERVICE FUNDS</b>	<b>25,068,773</b>	<b>2,745,143</b>	<b>24,282,556</b>	<b>1,354</b>	<b>784,863</b>
<b>ENTERPRISE FUNDS</b>					
North/South Connectors	-	-	-	500,000	(500,000)
<b>TOTAL ENTERPRISE FUNDS</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>500,000</b>	<b>(500,000)</b>

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# **SCHEDULES**

(unaudited)

**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Transfers In and Out by Fund**  
**For the 11 Months Ended September 30, 2013**

	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ 1,901,554	\$ 48,122,337
Jury	300,000	-
Road and Bridge	155,479	-
Community Development	36,305	220,729
Mental Health Facility	-	1,836,304
Adult Probation - Supervision	-	38,500
Adult Probation - Case Reduction	8,500	1,000
Adult Probation - Mental Impairment	31,000	-
Scofflaw	7	-
Debt Service	1,836,304	-
MC Jail Financing Corp (340)	45,949,721	-
<b>TOTAL FINANCING USES</b>	<b>\$ 50,218,870</b>	<b>\$ 50,218,870</b>

**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Bond Indebtedness**  
**As of September 30, 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>				
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>75,075,000</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	14,420,000
Series 2012A	2.00-5.00	2012	2023	13,350,000
<b>TOTAL CERTIFICATES OF OBLIGATION</b>				<b>109,930,000</b>
<b>TOTAL BONDED DEBT</b>				<b>\$ 446,595,000</b>