

# **MONTGOMERY COUNTY, TEXAS**

## **Monthly Unaudited Financial Report**



**For the Month Ended  
September 30, 2016**



**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, 2016**

**TABLE OF CONTENTS**

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	<b>Page</b>
County Auditor's Letter of Transmittal	i
<b><u>FINANCIAL STATEMENTS</u></b>	
Consolidated Balance Sheet, All Funds	2
Changes in Fund Balance, All Funds	3
Statement of Net Position - Internal Service Funds	4
Statement of Changes in Net Position - Internal Service Funds	5
<b><u>BUDGET STATUS</u></b>	
Schedule of Expenditures - All Departments - Budget and Year-to-Date Actual	8-11
<b><u>SCHEDULES</u></b>	
Transfers In and Out - By Fund	13
Schedule of Bond Indebtedness	14





**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

November 22, 2016

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, 2016 through September 30, 2016. 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 12 Months Ended September 30, 2016**

	<u>Total Governmental Funds</u>
<b>Assets:</b>	
Cash	\$ 61,898,179
Investments, at Fair Value	232,989,333
Receivables:	
Taxes (net)	5,862,646
Accounts (net)	5,696
Due From Other Funds	83,776,557
Prepaid Items	316,644
<b><u>Total Assets</u></b>	<b><u>384,849,055</u></b>
 <b><u>LIABILITIES AND FUND BALANCES:</u></b>	
Current Liabilities:	
Accounts Payable	10,978,949
Other Payables	56,032
Due to Other Funds	103,105,188
Due to Other Governments	25,418
Deferred Revenue	10,931,550
Total liabilities	125,097,137
Fund Balances:	
Reserved	136,216,041
Unreserved	123,535,877
Total Fund Balances	259,751,918
<b><u>TOTAL LIABILITIES AND FUND BALANCES</u></b>	<b><u>\$ 384,849,055</u></b>

**MONTGOMERY COUNTY, TEXAS**  
**Statement of Changes in Fund Balance - Governmental Funds**  
**For the 12 Months Ended September 30, 2016**

	<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, 9/1/2016	\$ 133,984,448	\$ 34,770,560	\$ 31,252,114	\$ 59,446,049	\$ 259,453,171
Revenues/Other Financing Sources	\$ 4,847,271	\$ 6,286,662	\$ 17,447,454	\$ -	\$ 28,581,387
Expenditures/Other Financing Uses	\$ (15,295,842)	\$ (9,262,372)	\$ (2,016)	\$ (3,722,410)	\$ (28,282,640)
Fund Balance, 9/30/2016	<u>\$ 123,535,877</u>	<u>\$ 31,794,850</u>	<u>\$ 48,697,552</u>	<u>\$ 55,723,639</u>	<u>\$ 259,751,918</u>

**MONTGOMERY COUNTY, TEXAS**  
**Statement of Net Position**  
**Internal Service Funds**  
**For the 12 Months Ended September 30, 2016**

	<u>Total Internal Service Funds</u>
<b>Assets:</b>	
Cash	\$ 684,163
Receivables:	
Accounts (net)	753,453
<hr/>	
Due From Other Funds	35,872,475
Capital Assets (net of accumulated depreciation):	
Buildings	834,951
Improvements	957
Equipment	69,977
Total assets	<u>38,215,976</u>
<b>Liabilities:</b>	
Current Liabilities:	
Accounts Payable	1,017,888
Other Payables	4,600,318
Due to General Fund	4,134,223
Due to Road & Bridge	5,873
Due to Wellness Clinic	4,272,586
Total liabilities	<u>14,030,888</u>
<b>Net Position:</b>	
Invested in capital assets	905,885
Unreserved	23,279,203
Total Net Position	<u>\$ 24,185,088</u>

**MONTGOMERY COUNTY, TEXAS**  
**Statement of Changes in Net Position**  
**Internal Service Funds**  
**For the 12 Months Ended September 30, 2016**

	<u>Total Internal Service Funds</u>
<b>Current Operating Revenues:</b>	
Fees	\$ 3,161,663
Miscellaneous	11,231
Total Operating Revenues	<u>3,172,894</u>
<b>Current Operating Expenses:</b>	
Supplies	6,153
Services	2,859,957
Total Operating Expenses	<u>2,866,110</u>
Change in net position	306,784
Total Net Position - September 1, 2016	23,878,304
<b>Total Net Position - September 30, 2016</b>	<u><u>\$ 24,185,088</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 12 Months Ended September 30, 2016**

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<b><u>GENERAL ADMINISTRATION:</u></b>					
County Judge	566,936	45,839	540,778	43	26,115
Human Resources	602,384	44,722	558,434	539	43,411
Risk Management	940,348	72,465	884,685	253	55,410
County Clerk	2,357,139	184,740	2,307,514	1,615	48,010
Collections	452,363	31,425	405,617	2,341	44,405
Veterans' Service	236,463	17,718	232,439	238	3,786
Information Technology Services	6,518,969	579,438	5,990,978	363,708	164,283
Purchasing Agent	1,289,582	91,828	1,168,793	1,974	118,815
Records Management & Preservation	1,291,069	50,696	1,066,861	2,698	221,510
Permits	427,642	32,063	406,663	-	20,979
Worthless Checks Division	59,362	4,495	46,988	-	12,374
Cmr 3 Maintenance Facility	25,000	10,945	10,945	119	13,936
County-Wide	16,739,155	1,151,992	10,453,447	3,149	6,282,559
<b><u>TOTAL GENERAL ADM</u></b>	<b><u>31,506,412</u></b>	<b><u>2,318,366</u></b>	<b><u>24,074,142</u></b>	<b><u>376,677</u></b>	<b><u>7,055,593</u></b>
<b><u>JUDICIAL:</u></b>					
County Court No1	482,328	36,378	473,508	86	8,734
County Court No2	810,818	61,374	798,683	-	12,135
County Court No3	750,302	57,014	732,636	4	17,662
County Court No4	502,281	37,059	485,705	2,385	14,191
County Court No5	484,416	35,490	469,864	87	14,465
9 <sup>th</sup> District Court	320,595	35,310	310,557	1,006	9,032
410 <sup>th</sup> District Court	378,799	28,548	366,156	1,966	10,677
221 <sup>st</sup> District Court	329,655	23,108	319,600	883	9,172
284 <sup>th</sup> District Court	728,474	54,095	713,796	3,234	11,444
359 <sup>th</sup> District Court	386,250	26,215	375,417	483	10,350
418 <sup>th</sup> District Court	605,642	44,125	590,250	82	15,310
435 <sup>th</sup> District Court	268,757	17,345	237,349	2,468	28,940
Court Operations	7,522,487	553,327	6,890,894	157,491	474,102
Indigent Defense	177,368	12,718	167,303	179	9,886
Mental Health Court Services	194,917	19,375	183,057	250	11,610
Urban Counties Tech Share	100,857	-	-	-	-
Drug Court	1,043,080	80,268	996,947	3,870	42,263
Office of Court Admin	389,341	31,361	383,199	81	6,061
District Attorney	10,630,877	821,058	10,206,815	2,931	421,131
District Clerk	3,563,532	259,133	3,413,109	15,682	134,741
Justice of Peace Pct 1	802,497	60,780	767,064	245	35,188
Justice of Peace Pct 2	492,680	37,277	475,144	203	17,333
Justice of Peace Pct 3	981,501	73,446	957,310	5,821	18,370
Justice of Peace Pct 4	873,445	66,775	836,170	262	37,013
Justice of Peace Pct 5	505,510	39,016	491,711	1,295	12,504
Judicial Technology	766,915	-	356,473	291,557	118,885
Court Technology County/District	24,935	167	5,461	26	19,448



**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Expenditures - All Departments**  
**Budget and Year-to-Date Actual for the 12 Months Ended September 30, 2016**

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<b>JUDICIAL (cont'd):</b>					
Court Guardianship	12,363	-	12,363	-	-
Court Reporter Service Fund	179,438	11,399	129,129	2,969	47,340
Juvenile Case Manager	285,089	22,173	274,661	-	10,428
Justice Court Technology	280,745	101,226	250,724	4,483	25,538
<b><u>TOTAL JUDICIAL</u></b>	<b><u>34,084,044</u></b>	<b><u>2,645,393</u></b>	<b><u>32,309,121</u></b>	<b><u>208,446</u></b>	<b><u>1,465,620</u></b>
<b><u>LEGAL:</u></b>					
County Attorney	3,177,501	229,729	3,041,274	540	135,687
Law Library	300,517	15,978	251,443	7,243	41,831
Alternate Dispute Resolution	138,998	12,948	138,998	-	-
<b><u>TOTAL LEGAL</u></b>	<b><u>3,617,016</u></b>	<b><u>258,655</u></b>	<b><u>3,431,715</u></b>	<b><u>7,783</u></b>	<b><u>177,518</u></b>
<b><u>ELECTIONS:</u></b>					
<b><u>TOTAL ELECTIONS</u></b>	<b><u>1,496,173</u></b>	<b><u>172,337</u></b>	<b><u>2,128,504</u></b>	<b><u>83,012</u></b>	<b><u>(715,343)</u></b>
<b><u>FINANCIAL ADMINISTRATION:</u></b>					
County Auditor	2,163,070	167,366	2,123,708	3,649	35,713
Financial Technology	650,000	84,347	189,516	68,085	392,399
County Treasurer	651,667	48,840	619,618	1,544	30,505
Tax Assessor-Collector	4,324,088	340,883	4,098,461	27	225,600
<b><u>TOTAL FINANCIAL ADM</u></b>	<b><u>7,788,825</u></b>	<b><u>641,436</u></b>	<b><u>7,031,303</u></b>	<b><u>73,305</u></b>	<b><u>684,217</u></b>
<b><u>PUBLIC FACILITIES:</u></b>					
Custodial Services	3,165,509	254,649	3,049,767	51,730	64,012
Building Maintenance	6,175,765	491,158	5,687,894	90,737	397,134
Precinct 3 Parks and Comm. Center	792,326	37,904	534,233	823	257,270
Precinct 4 Parks and Comm. Center	97,103	8,735	63,723	22,199	11,181
Jail	52,827,017	6,818,080	52,152,641	96,670	577,706
Civic Center	1,371,044	110,604	1,187,072	46,851	137,121
<b><u>TOTAL PUBLIC FACILITIES</u></b>	<b><u>64,428,764</u></b>	<b><u>7,721,130</u></b>	<b><u>62,675,330</u></b>	<b><u>309,010</u></b>	<b><u>1,444,424</u></b>
<b><u>PUBLIC SAFETY:</u></b>					
Fire Marshal	1,730,284	103,117	1,552,850	25,664	151,770
Constable Pct 1	3,832,836	341,790	3,742,964	16,751	73,121
Constable Pct 2	1,827,094	130,242	1,710,316	34,490	82,288
Constable Pct 3	4,203,014	423,375	3,861,067	172,869	169,078
Constable Pct 4	3,462,889	310,235	3,367,647	13,257	81,985
Constable Pct 5	2,655,415	186,901	2,306,237	130,036	219,142
Sheriff	51,810,302	3,468,987	45,585,479	749,703	5,475,120
Sheriff Commissary	898,451	15,201	722,328	-	176,123
Juvenile Services	11,271,173	493,114	7,145,894	59,213	4,066,066
Adult Services	7,293,997	328,701	742,861	2,415	6,548,721
Emergency Management	2,990,208	203,380	1,659,414	142,159	1,188,635
Department of Public Safety	113,786	8,652	112,216	-	1,570
Forfeitures	1,054,605	36,062	680,742	-	373,863
Courthouse Security	475,000	41,169	371,476	1,251	102,273
Law Enforcement Technology	2,815,981	140,876	2,126,292	96,028	593,661
<b><u>TOTAL PUBLIC SAFETY</u></b>	<b><u>96,435,035</u></b>	<b><u>6,231,802</u></b>	<b><u>75,687,783</u></b>	<b><u>1,443,836</u></b>	<b><u>19,303,416</u></b>

**MONTGOMERY COUNTY, TEXAS**

**Schedule of Expenditures - All Departments**

**Budget and Year-to-Date Actual for the 12 Months Ended September 30, 2016**

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<b><u>HEALTH AND WELFARE:</u></b>					
Vehicle Emission Program	3,344,417	-	1,967,612	-	1,376,805
Forensic Services	1,530,396	98,023	1,203,321	13,277	313,798
Medical: Contract Services	90,000	-	82,500	-	7,500
Mental Health: Contract Services	278,525	1,643	219,224	2,711	56,590
Environmental Health	2,084,513	159,405	2,016,122	1,074	67,317
Mental Health Facility	13,167,136	1,128,274	13,328,573	-	(161,437)
FEMA Disaster Grants	1,166,410	137,777	1,208,854	193,131	(235,575)
Community Development	5,583,831	136,749	2,311,378	167,064	3,105,389
Animal Control	1,010,617	68,737	933,664	4,450	72,503
Animal Shelter	2,429,975	202,400	1,999,976	76,437	353,562
Child Welfare	124,233	2,721	40,510	1,843	81,880
Welfare:					
Contract Services	1,018,762	-	995,165	-	23,597
<b><u>TOTAL HEALTH/WELFARE</u></b>	<b><u>31,828,815</u></b>	<b><u>1,935,729</u></b>	<b><u>26,306,899</u></b>	<b><u>459,987</u></b>	<b><u>5,061,929</u></b>
<b><u>CONSERVATION:</u></b>					
Extension Agent	682,875	55,401	661,596	2,543	18,736
Precinct 1 Recycling Center	392,627	-	2,800	342,155	-
Precinct 3 Recycling Center	835,089	51,397	734,673	6,003	94,413
<b><u>TOTAL CONSERVATION</u></b>	<b><u>1,910,591</u></b>	<b><u>106,798</u></b>	<b><u>1,399,069</u></b>	<b><u>350,701</u></b>	<b><u>160,821</u></b>
<b><u>CULTURE &amp; RECREATION:</u></b>					
Memorial Library	9,774,892	893,706	9,178,120	59,543	537,229
Historical Commissions	106,663	19,401	90,012	5,012	11,639
<b><u>TOTAL CULTURE &amp; RECREATION</u></b>	<b><u>9,881,555</u></b>	<b><u>913,107</u></b>	<b><u>9,268,132</u></b>	<b><u>64,555</u></b>	<b><u>548,868</u></b>
<b><u>PUBLIC TRANSPORTATION:</u></b>					
Airport	4,987,905	111,689	3,029,869	296,227	1,661,809
County Engineer	2,427,696	138,291	1,703,969	17,507	706,220
Commissioner Pct 1	20,257,882	1,188,400	15,066,024	2,331,687	2,860,171
Commissioner Pct 2	11,736,450	662,378	8,262,765	569,577	2,904,108
Commissioner Pct 3	15,094,088	3,295,420	10,344,238	948,944	3,800,906
Commissioner Pct 4	12,477,212	701,139	8,917,385	184,316	3,375,511
<b><u>TOTAL PUBLIC TRANSPORTATION</u></b>	<b><u>66,981,233</u></b>	<b><u>6,097,317</u></b>	<b><u>47,324,250</u></b>	<b><u>4,348,258</u></b>	<b><u>15,308,725</u></b>
<b><u>DEBT SERVICE:</u></b>					
Reserve for Fund Balance	12,000,000	-	-	-	12,000,000
Principal	21,360,000	-	21,360,000	-	-
Interest	18,073,166	2,016	18,067,154	-	6,012
Issuance Costs	416,220	-	234,486	-	181,734
Payment to Escrow Agent	73,331,090	-	73,331,090	-	-
<b><u>TOTAL DEBT SERVICE</u></b>	<b><u>125,180,476</u></b>	<b><u>2,016</u></b>	<b><u>112,992,730</u></b>	<b><u>-</u></b>	<b><u>12,187,746</u></b>
<b><u>MISCELLANEOUS:</u></b>					
<b><u>TOTAL MISCELLANEOUS</u></b>	<b><u>2,001,200</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>2,001,200</u></b>
<b><u>TOTAL EXPENDITURES - GOVERNMENTAL FUNDS</u></b>	<b><u>477,140,139</u></b>	<b><u>29,044,086</u></b>	<b><u>404,628,978</u></b>	<b><u>7,725,570</u></b>	<b><u>64,684,734</u></b>

**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Expenditures - All Departments**  
**Budget and Year-to-Date Actual for the 12 Months Ended September 30, 2016**

	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	23,838,868	2,469,580	25,152,578	-	(1,313,710)
Retiree Health	2,660,000	168,923	1,767,530	-	892,470
Optional Health	295,488	49,343	955,730	-	(660,242)
Cobra Coverage	-	20,364	263,154	-	(263,154)
Employee Life	133,314	11,288	144,856	-	(11,542)
Risk Mgt - Workers Comp	775,000	-	962,906	-	(187,906)
Risk Mgt-Prop/Casltly/Liab	1,500,000	49,259	1,482,547	17,760	(307)
Wellness Clinic	-	97,354	1,209,852	-	(1,209,852)
<b>TOTAL GENERAL ADM</b>	<b>29,202,670</b>	<b>2,866,111</b>	<b>31,939,153</b>	<b>17,760</b>	<b>(2,754,243)</b>
<b>TOTAL INTERNAL SERVICE FUNDS</b>	<b>29,202,670</b>	<b>2,866,111</b>	<b>31,939,153</b>	<b>17,760</b>	<b>(2,754,243)</b>
<b><u>ENTERPRISE FUNDS</u></b>					
Montgomery County Toll Road Authority	19,533,949	291,949	14,719,546	2,771,586	2,042,817
<b>TOTAL ENTERPRISE FUNDS</b>	<b>19,533,949</b>	<b>291,949</b>	<b>14,719,546</b>	<b>2,771,586</b>	<b>2,042,817</b>

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# **SCHEDULES**

(unaudited)

**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Transfers In and Out by Fund**  
**For the 12 Months Ended September 30, 2016**

	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ 1,328,074	\$ 10,543,042
Attorney Administration	35,000	
FEMA Disaster Grants	-	256,912
Jury	6,768,601	-
Mental Health Facility	-	1,071,161
Records Management County	300,000	-
Digital Preservation County/District	98,405	-
Courthouse Security	100,000	-
Debt Service	2,353,420	-
Jail 13-14	2,169,874	-
Road Bonds Series 2008B	-	329,075
Road Bonds Series 2004	-	446,000
Road Bonds Series 2008A	-	206,710
Road Bonds Series 2006B	-	300,474
<b>TOTAL FINANCING USES</b>	<b><u>\$ 13,153,374</u></b>	<b><u>\$ 13,153,374</u></b>

**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Bond Indebtedness**  
**As of September 30, 2016**

	<u>Interest Rate (%)</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Balances Outstanding</u>
<b>GENERAL OBLIGATION BONDS:</b>				
Refunding Bonds, Series 2007	4.00-5.50	2007	2026	33,810,000
Road Bonds, Series 2008A	3.50-5.25	2008	2030	1,555,000
Refunding Bonds, Series 2008	3.50-5.00	2008	2018	1,645,000
Refunding Bonds, Series 2010	4.00-5.00	2010	2030	43,380,000
Refunding Bonds, Series 2012	2.00-5.00	2012	2026	25,055,000
Refunding Bonds, Series 2014	1.75-2.27	2014	2020	24,090,000
Refunding Bonds, Series 2014A	5.00	2014	2025	73,510,000
Refunding Bonds, Series 2016	4.25-5.25	2016	2032	58,925,000
Road Bonds, Series 2016	4.25-5.25	2016	2041	53,140,000
<b>TOTAL GENERAL OBLIGATION BONDS PAYABLE</b>				<b>315,110,000</b>
<b>REVENUE BONDS:</b>				
Toll Revenue Bonds, Series 2009	3.00-5.00	2009	2032	20,495,000
Toll Revenue Bonds, Series 2010	3.00-5.00	2011	2021	16,450,000
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>52,825,000</b>
<b>CERTIFICATES OF OBLIGATION:</b>				
Series 2007	4.00-4.63	2008	2027	1,040,000
Series 2008	3.50-5.25	2008	2027	3,175,000
Series 2010	3.00-5.40	2010	2039	28,800,000
Series 2012	2.00-4.00	2012	2032	12,870,000
Series 2012A	2.00-5.00	2012	2023	12,650,000
<b>TOTAL CERTIFICATES OF OBLIGATION</b>				<b>58,535,000</b>
<b>TOTAL BONDED DEBT</b>				<b>\$ 426,470,000</b>