

MONTGOMERY COUNTY, TEXAS

Monthly Unaudited Financial Report



**For the 11 Months Ended
August 31, 2011**

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 August 31, 2011

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Phyllis L. Martin
County Auditor

Peggie Rushing
1st Assistant County Auditor

November 18, 2011

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 August 1, 2011 through August 31, 2011. 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

PLM/ab

FINANCIAL STATEMENTS

(unaudited)

MONTGOMERY COUNTY, TEXAS
Consolidated Balance Sheet
Governmental Funds
For the 11 Months Ended August 31, 2011

	<u>Total Governmental Funds</u>
Assets:	
Cash	\$ 42,276,625
Investments, at Fair Value	\$ 127,030,085
Restricted Cash	\$ 562,663
Receivables:	
Taxes (net)	\$ 6,115,258
Accounts (net)	\$ 34,290
Due From Other Funds	\$ 236,065,761
Inventory, at Cost	\$ 91,503
Prepaid Items	\$ 71,921
<u>Total Assets</u>	\$ 412,248,105
 <u>LIABILITIES AND FUND BALANCES:</u>	
Current Liabilities:	
Accounts Payable	\$ 6,082,296
Other Payables	\$ 1,297,743
Due to Other Funds	\$ 245,769,482
Due to Other Governments	\$ 6,663,128
Deferred Revenue	\$ 8,289,900
Total liabilities	\$ 268,102,549
Fund Balances:	
Reserved	\$ 59,588,744
Unreserved	\$ 84,556,812
Total Fund Balances	\$ 144,145,556
<u>TOTAL LIABILITIES AND FUND BALANCES</u>	\$ 412,248,105

MONTGOMERY COUNTY, TEXAS
Statement of Changes in Fund Balance - Governmental Funds
For the 11 Months Ended August 31, 2011

	<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, 08/01/2011	\$ 72,150,643	\$ 22,811,334	\$ 24,535,203	\$ 46,115,073	\$ 165,612,252
Revenues/Other Financing Sources	\$ 4,944,701	\$ 1,886,719	\$ 53,751	\$ 946	\$ 6,886,117
Expenditures/Other Financing Uses	\$ (11,618,721)	\$ (5,617,863)	\$ (10,631,514)	\$ (484,714)	\$ (28,352,812)
Fund Balance, 08/31/2011	<u>\$ 65,476,623</u>	<u>\$ 19,080,189</u>	<u>\$ 13,957,439</u>	<u>\$ 45,631,305</u>	<u>\$ 144,145,556</u>

MONTGOMERY COUNTY, TEXAS
Statement of Net Assets
Internal Service Funds
For the 11 Months Ended August 31, 2011

		<u>Total Internal Service Funds</u>
Assets:		
Cash	\$	1,000,000
Receivables:		
Accounts (net)	\$	677,127
<hr/>		
Due From Other Funds	\$	3,189,344
Prepaid Items	\$	614,103
Capital Assets (net of accumulated depreciation):		
Buildings	\$	905,720
Improvements	\$	2,155
Equipment	\$	198,993
Total assets	\$	<u>6,587,442</u>
Liabilities:		
Current Liabilities:		
Accounts Payable	\$	973
Other Payables	\$	4,117,590
Due to General Fund	\$	968,329
Total liabilities	\$	<u>5,086,892</u>
Net assets:		
Net assets, invested in capital assets	\$	1,106,868
Unreserved	\$	393,682
Total net assets	\$	<u><u>1,500,550</u></u>

MONTGOMERY COUNTY, TEXAS
Statement of Changes in Net Assets
Internal Service Funds
For the 11 Months Ended August 31, 2011

	<u>Total Internal Service Funds</u>
Current Operating Revenues:	
Fees	\$ 1,963,853
Miscellaneous	\$ 11,242
Total Operating Revenues	<u>\$ 1,975,095</u>
Current Operating Expenses:	
Supplies	\$ 730
Services	\$ 2,413,839
Utilities	\$ 79
Total Operating Expenses	<u>\$ 2,414,648</u>
Nonoperating revenues (expenses)	
Interest Income	
Total nonoperating revenues (expenses)	
Change in net assets	\$ (439,553)
Total net assets - beginning	\$ 1,940,103
Total net assets - ending	<u><u>\$ 1,500,550</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 11 Months Ended August 31, 2011

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	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<u>GENERAL ADMINISTRATION:</u>					
County Judge:	468,578	39,124	428,852	1,448	38,278
Human Resources:	554,432	38,459	451,750	3,375	99,307
Risk Management:	4,025,637	48,375	591,626	4,602	3,429,409
County Clerk:	2,237,101	168,920	1,868,504	11,450	357,147
Collections:	833,194	58,831	712,924	1,279	118,991
Environmental Health/Alarm:	55,820	7,494	22,921	458	32,441
Veterans' Service	195,096	15,078	172,974	214	21,908
Information Technology Services	5,102,271	315,139	4,193,111	354,158	555,002
Purchasing Agent	4,791,511	270,842	2,674,564	1,454,037	662,910
Records Management & Preservation	543,592	36,793	466,993	24,743	51,856
Worthless Checks Division	85,530	5,605	61,534	-	23,996
County-Wide	8,883,345	124,527	4,579,004	1,771,831	2,532,510
<u>TOTAL GENERAL ADM</u>	<u>27,776,108</u>	<u>1,129,187</u>	<u>16,224,757</u>	<u>3,627,595</u>	<u>7,923,756</u>
<u>JUDICIAL:</u>					
County Court No1	303,432	30,056	270,184	-	33,248
County Court No2	559,545	47,201	489,795	1,229	68,521
County Court No3	351,082	31,309	305,683	457	44,942
County Court No4	357,133	33,069	314,491	1,705	40,937
County Court No5	346,742	31,017	300,061	331	46,350
9 th District Court	437,285	28,704	343,159	1,126	93,000
410 th District Court	353,050	26,976	308,508	2,027	42,515
221 st District Court	341,980	22,059	261,057	1,182	79,741
284 th District Court	588,510	39,099	419,954	169	168,387
359 th District Court	312,057	23,969	263,787	712	47,558
418 th District Court	450,735	37,803	375,917	74	74,744
435 th District Court	207,449	16,354	181,994	1,098	24,357
Court Operations	6,325,877	325,405	5,093,665	18,083	1,214,129
Indigent Defense	149,400	10,644	135,329	171	13,900
Drug Court	790,358	66,078	690,482	33,213	66,663
Office of Court Admin	279,947	21,560	123,086	407	156,454
District Attorney	7,822,454	606,706	7,027,852	8,577	786,025
District Clerk	3,191,257	240,612	2,761,987	2,415	426,855
Justice of Peace Pct 1	596,462	46,155	526,785	1,209	68,468
Justice of Peace Pct 2	448,928	36,375	389,630	819	58,479
Justice of Peace Pct 3	916,579	73,438	786,353	704	129,522
Justice of Peace Pct 4	881,496	61,353	781,515	229	99,752
Justice of Peace Pct 5	416,366	31,468	351,891	3,373	61,102
<u>TOTAL JUDICIAL</u>	<u>26,428,123</u>	<u>1,887,410</u>	<u>22,503,165</u>	<u>79,310</u>	<u>3,845,648</u>
<u>LEGAL:</u>					
County Attorney	2,402,543	185,846	2,115,278	4,155	283,110
Law Library	489,088	36,859	408,936	1,878	78,274
Alternate Dispute Resolution	189,285	25,274	124,505	-	64,780
<u>TOTAL LEGAL</u>	<u>3,080,916</u>	<u>247,979</u>	<u>2,648,719</u>	<u>6,033</u>	<u>426,164</u>

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 11 Months Ended August 31, 2011

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<u>ELECTIONS:</u>					
<u>TOTAL ELECTIONS</u>	1,413,687	78,755	1,235,681	40,028	137,978
<u>FINANCIAL ADMINISTRATION:</u>					
County Auditor	1,632,895	118,260	1,346,115	1,133	285,647
County Treasurer	635,991	44,424	542,452	637	92,902
Tax Assessor-Collector	4,370,022	296,167	3,426,049	48,807	895,166
<u>TOTAL FINANCIAL ADM</u>	6,638,908	458,851	5,314,616	50,577	1,273,715
<u>PUBLIC FACILITIES:</u>					
Custodial Services	2,991,910	212,699	2,653,765	19,037	319,108
Building Maintenance	5,566,679	474,986	4,203,292	81,181	1,282,206
Jail	38,165,776	1,962,110	25,975,680	59,987	12,130,109
Spring Creek Greenway Phase II	2,250,000	-	-	-	2,250,000
Civic Center	1,090,101	103,040	921,939	8,504	159,658
Parks	172,542	-	88,292	-	84,251
<u>TOTAL PUBLIC FACILITIES</u>	50,237,008	2,752,835	33,842,968	168,709	16,225,332
<u>PUBLIC SAFETY:</u>					
Fire Marshal	961,375	75,355	867,622	2,013	91,740
Constable Pct 1	2,858,576	223,496	2,568,963	6,265	283,348
Constable Pct 2	1,473,260	90,179	1,220,471	13,096	239,693
Constable Pct 3	2,576,718	204,753	2,284,326	3,655	288,737
Constable Pct 4	2,043,515	165,523	1,833,922	36,445	173,148
Constable Pct 5	2,097,289	149,346	1,805,030	1,046	291,213
Sheriff	36,008,199	2,586,638	31,624,655	506,573	3,876,971
Sheriff Commissary	119,400	38,591	365,429	-	(246,029)
Juvenile Services	7,982,955	609,535	6,482,192	108,684	1,392,079
Adult Services	31,103	289,077	4,441,741	-	(4,410,638)
Emergency Management	6,958,348	155,520	3,877,304	377,829	2,703,215
Department of Public Safety	100,565	7,771	88,846	449	11,270
Forfeitures	770,320	122,678	938,488	-	(168,168)
<u>TOTAL PUBLIC SAFETY</u>	63,981,622	4,718,462	58,398,989	1,056,055	4,526,579
<u>HEALTH AND WELFARE:</u>					
Vehicle Emission Program	1,859,721	108,480	1,759,370	100,351	(0)
Forensic Services	1,218,698	75,470	538,880	10,807	669,011
Medical: Contract Services	160,633	21,383	137,471	-	23,162
Mental Health: Contract Services	304,688	700	242,014	142	62,532
Environmental Health	2,162,451	166,615	1,892,632	7,575	262,244
Mental Health Facility	7,500,000	1,049,806	5,219,835	-	2,280,165
<u>HEALTH AND WELFARE: (cont'd)</u>					

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 11 Months Ended August 31, 2011

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<u>HEALTH AND WELFARE: (cont'd)</u>					
Community Development	14,646,369	954,917	6,324,453	1,090,921	7,230,995
Animal Control	876,415	72,879	750,893	3,784	121,738
Animal Shelter	2,062,134	189,831	1,862,364	41,260	158,510
Child Welfare	125,005	5,324	56,025	5,604	63,376
Welfare:					
Contract Services	1,029,031	-	1,029,031	-	-
<u>TOTAL HEALTH/WELFARE</u>	<u>31,945,144</u>	<u>2,645,405</u>	<u>19,812,968</u>	<u>1,260,444</u>	<u>10,871,732</u>
<u>CONSERVATION:</u>					
Extension Agent	581,677	42,638	470,110	4,482	107,085
Precinct 3 Recycling Center	528,017	29,856	384,084	-	143,933
<u>TOTAL CONSERVATION</u>	<u>1,109,695</u>	<u>72,494</u>	<u>854,194</u>	<u>4,482</u>	<u>251,019</u>
<u>CULTURE & RECREATION:</u>					
Memorial Library	9,031,018	862,183	7,677,660	21,393	1,331,965
Historical Commissions	40,000	-	23,600	-	16,400
<u>TOTAL CULTURE & RECREATION</u>	<u>9,071,018</u>	<u>862,183</u>	<u>7,701,260</u>	<u>21,393</u>	<u>1,348,365</u>
<u>PUBLIC TRANSPORTATION:</u>					
Airport	692,213	71,213	572,322	19,415	100,476
County Engineer	4,408,848	109,366	3,951,719	15,183	441,946
Commissioner Pct 1	6,707,149	513,902	5,190,167	274,080	1,242,902
Commissioner Pct 2	6,588,994	529,588	4,764,634	103,154	1,721,206
Commissioner Pct 3	10,905,780	526,387	8,370,160	1,098,332	1,437,288
Commissioner Pct 4	7,062,275	579,472	6,157,235	83,466	821,574
<u>TOTAL PUBLIC TRANSPORTATION</u>	<u>36,365,259</u>	<u>2,329,928</u>	<u>29,006,237</u>	<u>1,593,630</u>	<u>5,765,392</u>
<u>DEBT SERVICE:</u>					
Issuance Costs	-	-	251	-	(251)
Principal	11,316,548	-	11,304,862	-	11,687
Interest	20,977,764	-	23,567,961	-	(2,590,197)
<u>TOTAL DEBT SERVICE</u>	<u>32,294,312</u>	<u>-</u>	<u>34,873,073</u>	<u>-</u>	<u>(2,578,761)</u>
<u>MISCELLANEOUS:</u>					
<u>TOTAL MISCELLANEOUS</u>	<u>522,927</u>	<u>53,092</u>	<u>562,947</u>	<u>56,484</u>	<u>(96,504)</u>
<u>TOTAL EXPENDITURES - GOVERNMENTAL FUNDS</u>					
	<u>290,864,728</u>	<u>17,236,581</u>	<u>232,979,574</u>	<u>7,964,741</u>	<u>49,920,414</u>
<u>INTERNAL SERVICE FUNDS</u>					
<u>GENERAL ADMINISTRATION:</u>					
Employee Health	-	1,820,594	20,091,620	-	(20,091,620)
Retiree Health	-	327,486	1,612,568	-	(1,612,568)
Pass through Health	-	43,870	322,716	-	(322,716)
Cobra Coverage	-	3,836	44,568	-	(44,568)
Risk Mgt - Workers Comp	1,673,900	80,000	1,223,804	-	450,096
Risk Mgt-Prop/Caslty/Liab	1,002,302	50,498	1,057,647	2,322	(57,667)
Wellness Clinic	-	88,365	963,545	-	(963,545)
<u>TOTAL GENERAL ADMINISTRATION</u>	<u>2,676,201</u>	<u>2,414,649</u>	<u>25,316,468</u>	<u>2,322</u>	<u>(22,642,589)</u>
<u>TOTAL INTERNAL SERVICE FUNDS</u>	<u>2,676,201</u>	<u>2,414,649</u>	<u>25,316,468</u>	<u>2,322</u>	<u>(22,642,589)</u>

SCHEDULES

(unaudited)

MONTGOMERY COUNTY, TEXAS
Schedule of Transfers In and Out by Fund
For the 11 Months Ended August 31, 2011

	Transfers In	Transfers Out
General Fund	\$ 731,277	\$ 4,723,367
Forfeitures		60,866
Jury	420,000	-
Memorial Library	189,475	-
MC Jail Financing Corp (340)	3,443,480	-
	\$ 4,784,233	\$ 4,784,233
TOTAL FINANCING USES	\$ 4,784,233	\$ 4,784,233

MONTGOMERY COUNTY, TEXAS
Schedule of Bond Indebtedness
As of August 31, 2011

	<u>Interest Rate (%)</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Balances Outstanding</u>
GENERAL OBLIGATION BONDS:				
Road Bonds, Series 2002A	4.37-5.63	2002	2022	5,880,000
Road Bonds, Series 2003A	5.00	2003	2026	12,595,000
Library Bonds, Series 2003B	4.00-5.00	2003	2026	8,140,000
Refunding Bonds, Series 2005	5.00	2005	2020	37,900,000
Road Bonds Fixed Rate, Series 2006A	4.00-5.00	2006	2027	46,395,000
Road Bonds Adjustable Rate, Series 2006B	4.75	2006	2030	20,195,000
Refunding Bonds, Series 2007	4.00-5.50	2007	2026	40,960,000
Lease Revenue Bonds, Series 2007	4.475	2007	2026	40,686,840
Road Bonds, Series 2008A	3.50-5.25	2008	2030	11,435,000
Refunding Bonds, Series 2008	3.50-5.00	2008	2018	8,445,000
Road Bonds Adjustable Rate, Series 2008B	5.12-5.25	2008	2032	34,705,000
Tax Bonds, Series 2009	3.00-5.00	2009	2032	56,190,000
Refunding Bonds, Series 2010	4.00-5.00	2010	2030	43,380,000
Total Principal				<u>366,906,840</u>
TOTAL GENERAL OBLIGATION BONDS PAYABLE				<u><u>366,906,840</u></u>
CERTIFICATES OF OBLIGATION:				
Series 2003	2.00-4.75	2003	2022	9,135,000
Series 2004	3.00-4.60	2004	2020	1,740,000
Series 2006	3.75-5.00	2006	2027	24,355,000
Series 2007	4.00-4.63	2008	2027	8,730,000
Series 2008	3.50-5.25	2008	2027	22,780,000
Series 2010	3.00-5.40	2010	2039	32,450,000
TOTAL CERTIFICATES OF OBLIGATION				<u>99,190,000</u>
TOTAL BONDED DEBT				<u><u>\$ 466,096,840</u></u>