

MONTGOMERY COUNTY, TEXAS

Monthly Unaudited Financial Report



**For the 9 Months Ended
June 30, 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 June 30, 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
1st Assistant County Auditor

July 9, 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 June 1, 2012 through June 30, 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 9 Months Ended June 30, 2012

	<u>Total Governmental Funds</u>
Assets:	
Cash	\$ 60,845,554
Investments, at Fair Value	166,461,801
Restricted Cash	348,944
Receivables:	
Taxes (net)	6,541,779
Accounts (net)	36,159
Due From Other Funds	187,388,839
Due From Other Governments	164
Inventory, at Cost	109,579
Prepaid Items	120,319
<u>Total Assets</u>	421,853,138
 <u>LIABILITIES AND FUND BALANCES:</u>	
Current Liabilities:	
Accounts Payable	8,407,121
Other Payables	2,067,549
Due to Other Funds	222,522,022
Due to Other Governments	7,461,471
Deferred Revenue	9,986,664
Total liabilities	250,444,827
Fund Balances:	
Reserved	80,663,776
Unreserved	90,744,535
Total Fund Balances	171,408,311
<u>TOTAL LIABILITIES AND FUND BALANCES</u>	\$ 421,853,138

MONTGOMERY COUNTY, TEXAS
Statement of Changes in Fund Balance - Governmental Funds
For the 9 Months Ended June 30, 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, 6/01/2012	\$ 108,254,820	\$ 330,610	\$ 17,523,366	\$ 13,598,564	\$ 54,318,215	\$ 194,025,575
Revenues/Other Financing Sources	\$ 2,769,308	\$ 118,670	\$ 1,479,495	\$ -	\$ 442	\$ 4,367,915
Expenditures/Other Financing Uses	\$ (19,676,602)	\$ (1,052,271)	\$ (5,844,186)	\$ (500)	\$ (411,620)	\$ (26,985,179)
Fund Balance, 6/30/2012	<u>\$ 91,347,526</u>	<u>\$ (602,991)</u>	<u>\$ 13,158,675</u>	<u>\$ 13,598,064</u>	<u>\$ 53,907,037</u>	<u>\$ 171,408,311</u>

MONTGOMERY COUNTY, TEXAS
Statement of Net Assets
Internal Service Funds
For the 9 Months Ended June 30, 2012

	<u>Total Internal Service Funds</u>
Assets:	
Cash	\$ 493,242
Receivables:	
Accounts (net)	756,974
<hr/>	
Due From Other Funds	10,169,335
Capital Assets (net of accumulated depreciation):	
Buildings	912,872
Improvements	1,915
Equipment	151,336
Total assets	<u>12,485,674</u>
Liabilities:	
Current Liabilities:	
Accounts Payable	(495,102)
Other Payables	3,484,124
Due to General Fund	369,367
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>3,711,147</u>
Net assets:	
Net assets, invested in capital assets	1,066,123
Unreserved	7,708,404
Total net assets	<u><u>\$ 8,774,527</u></u>

MONTGOMERY COUNTY, TEXAS
Statement of Changes in Net Assets
Internal Service Funds
For the 9 Months Ended June 30, 2012

	<u>Total Internal Service Funds</u>
Current Operating Revenues:	
Fees	\$ 2,628,852
Miscellaneous	\$ 26,436
Total Operating Revenues	\$ 2,655,288
 Current Operating Expenses:	
Supplies	\$ -
Services	\$ 948,983
Utilities	\$ 54
Miscellaneous	\$ -
Total Operating Expenses	\$ 949,037
 Nonoperating revenues (expenses)	
Interest Income	
Total nonoperating revenues (expenses)	
Change in net assets	\$ 1,706,251
Total net assets - beginning	\$ 7,068,276
Total net assets - ending	\$ 8,774,527

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BUDGET STATUS
(unaudited)

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 9 Months Ended June 30, 2012

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	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<u>GENERAL ADMINISTRATION:</u>					
County Judge:	540,683	59,330	391,038	3,704	145,940
Human Resources:	552,906	56,236	372,521	-	180,384
Risk Management:	830,901	68,253	567,660	7,151	256,090
County Clerk:	2,237,660	239,235	1,610,557	2,210	624,893
Collections:	486,750	41,490	310,162	10,878	165,711
Environmental Health/Alarm:	138,283	12,135	80,798	-	57,485
Veterans' Service	210,363	23,884	153,736	10	56,617
Information Technology Services	6,998,088	357,843	3,775,939	157,853	3,064,297
Purchasing Agent	2,750,889	214,034	1,804,458	264,225	682,206
Records Management & Preservation	410,021	37,772	900,346	370	(490,694)
Records Management County	51,870	2,432	53,136	-	(1,266)
Records Management District Clerk	33,012	-	15,934	1,256	15,821
Digital Preservation County/District	-	-	-	-	-
District Clerk Records Preservation	-	-	-	-	-
Court Guardianship	-	-	-	-	-
Court Reporter	-	34,498	50,020	325	(50,345)
Courthouse Security	-	-	-	-	-
Court Technology County/District	-	-	-	-	-
Justice Court Building Security	-	-	-	-	-
Justice Court Technology	-	271	742	-	(742)
Juvenile Case Manager	-	-	-	-	-
Worthless Checks Division	66,898	5,478	39,178	-	27,720
County-Wide	7,831,288	308,999	8,311,531	4,482	(484,726)
<u>TOTAL GENERAL ADM</u>	23,139,611	1,461,890	18,437,756	452,463	4,249,393
<u>JUDICIAL:</u>					
County Court No1	301,832	41,633	210,686	57	91,090
County Court No2	594,751	75,147	418,760	620	175,371
County Court No3	353,214	45,782	247,272	654	105,288
County Court No4	355,568	46,838	249,379	-	106,189
County Court No5	342,849	45,548	238,816	516	103,517
9 th District Court	423,722	45,121	300,301	705	122,716
410 th District Court	364,229	39,388	263,916	33	100,280
221 st District Court	307,759	32,990	219,471	-	88,288
284 th District Court	539,774	57,912	383,578	787	155,409
359 th District Court	322,649	34,633	234,058	62	88,528
418 th District Court	523,847	56,610	375,544	-	148,303
435 th District Court	229,964	24,415	162,377	1,187	66,401
Court Operations	5,791,709	568,033	4,592,303	701	1,198,705
Indigent Defense	128,176	13,716	87,137	1,573	39,466
Managed Assigned Counsel	651,666	110,423	288,054	-	363,612
Drug Court	989,620	75,514	511,092	1,990	476,539
Office of Court Admin	253,697	26,277	160,028	-	93,668
District Attorney	8,391,286	951,395	6,085,857	3,432	2,301,997
District Clerk	3,193,554	340,084	2,321,326	6,285	865,943
Justice of Peace Pct 1	593,877	64,802	417,075	1,268	175,533

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 9 Months Ended June 30, 2012

Page 2 of 4

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
JUDICIAL (cont'd):					
Justice of Peace Pct 2	452,481	43,140	306,824	489	145,168
Justice of Peace Pct 3	925,271	101,166	657,944	474	266,854
Justice of Peace Pct 4	877,334	90,354	646,482	482	230,370
Justice of Peace Pct 5	413,334	45,091	291,146	1,328	120,860
TOTAL JUDICIAL	27,322,162	2,976,011	19,669,426	22,896	7,630,095
LEGAL:					
County Attorney	2,534,162	268,632	1,932,096	4,966	597,099
Law Library	510,470	36,701	344,495	26,803	139,172
Alternate Dispute Resolution	189,285	-	72,118	-	117,167
TOTAL LEGAL	3,233,917	305,333	2,348,710	31,769	853,438
ELECTIONS:					
TOTAL ELECTIONS	1,672,031	262,722	1,699,158	13,489	(40,616)
FINANCIAL ADMINISTRATION:					
County Auditor	1,644,588	179,628	1,178,792	280	465,515
County Treasurer	642,020	71,046	457,780	2,100	182,140
Tax Assessor-Collector	4,175,231	402,546	2,778,595	7,331	1,389,305
TOTAL FINANCIAL ADM	6,461,838	653,221	4,415,167	9,711	2,036,960
PUBLIC FACILITIES:					
Custodial Services	3,008,599	334,280	2,121,927	3,860	882,812
Building Maintenance	5,310,061	407,337	3,365,372	63,234	1,881,455
Jail	33,787,889	3,446,101	21,983,342	1,041,017	10,763,531
Spring Creek Greenway Phase II	2,250,000	624,429	1,002,441	-	1,247,559
Civic Center	1,187,258	91,777	827,681	35,343	324,233
TOTAL PUBLIC FACILITIES	45,543,807	4,903,924	29,300,763	1,143,454	15,099,590
PUBLIC SAFETY:					
Fire Marshal	992,579	110,520	721,016	1,931	269,631
Constable Pct 1	2,948,948	319,481	2,114,665	6,421	827,862
Constable Pct 2	1,310,930	147,340	946,681	1,964	362,286
Constable Pct 3	2,572,272	287,558	1,951,768	9,993	610,511
Constable Pct 4	2,170,172	254,967	1,613,659	1,960	554,552
Constable Pct 5	2,035,610	233,790	1,406,850	3,937	624,823
Sheriff	35,383,852	3,631,956	26,396,805	564,344	8,422,703
Sheriff Commissary	83,000	5,230	358,470	-	(275,470)
Juvenile Services	7,591,298	748,632	5,223,277	18,475	2,349,546
Adult Services	30,092	405,328	2,814,466	1,643	(2,786,017)
Emergency Management	5,897,313	815,397	1,179,327	1,420,570	3,297,416
Department of Public Safety	101,803	11,441	74,056	286	27,461
Forfeitures	374,220	892	399,480	12,360	(37,620)
TOTAL PUBLIC SAFETY	61,492,088	6,972,531	45,200,519	2,043,884	14,247,685

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 9 Months Ended June 30, 2012

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<u>HEALTH AND WELFARE:</u>					
Vehicle Emission Program	219,197	-	179,107	-	40,090
Forensic Services	1,419,437	89,572	665,279	7,834	746,323
Medical: Contract Services	90,000	7,500	60,000	-	30,000
Mental Health: Contract Services	318,525	17,982	142,814	-	175,712
Environmental Health	2,211,408	245,447	1,587,446	1,530	622,432
Mental Health Facility	13,183,333	1,049,525	8,353,816	-	4,829,517
FEMA Disaster Grants	45,410	-	45,410	-	-
Community Development	10,552,649	573,496	5,503,298	841,374	4,207,977
Animal Control	769,977	80,113	562,293	5,678	202,006
Animal Shelter	1,777,480	59,964	1,482,984	3,385	291,112
Child Welfare	130,651	5,051	35,882	-	94,769
Welfare:					
Contract Services	976,731	2,500	681,220	-	295,511
<u>TOTAL HEALTH/WELFARE</u>	<u>31,694,798</u>	<u>2,131,150</u>	<u>19,299,548</u>	<u>859,801</u>	<u>11,535,449</u>
<u>CONSERVATION:</u>					
Extension Agent	564,810	56,816	401,019	5,423	158,368
Precinct 3 Recycling Center	415,937	47,908	270,988	-	144,949
<u>TOTAL CONSERVATION</u>	<u>980,747</u>	<u>104,724</u>	<u>672,007</u>	<u>5,423</u>	<u>303,317</u>
<u>CULTURE & RECREATION:</u>					
Memorial Library	9,043,438	856,200	6,562,085	252,766	2,228,586
Historical Commissions	35,000	-	13,250	-	21,750
<u>TOTAL CULTURE & RECREATION</u>	<u>9,078,438</u>	<u>856,200</u>	<u>6,575,335</u>	<u>252,766</u>	<u>2,250,336</u>
<u>PUBLIC TRANSPORTATION:</u>					
Airport	1,159,508	51,223	466,517	40,683	652,308
County Engineer	1,478,733	157,456	1,049,096	11,759	417,878
Commissioner Pct 1	6,549,762	594,167	4,482,783	143,164	1,923,814
Commissioner Pct 2	6,475,631	334,113	2,926,534	206,810	3,342,287
Commissioner Pct 3	7,326,064	344,286	3,712,884	680,608	2,932,572
Commissioner Pct 4	6,432,068	690,514	4,323,550	160,067	1,948,451
<u>TOTAL PUBLIC TRANSPORTATION</u>	<u>29,421,766</u>	<u>2,171,759</u>	<u>16,961,364</u>	<u>1,243,092</u>	<u>11,217,310</u>
<u>DEBT SERVICE:</u>					
Issuance Costs	-	-	-	-	-
Principal	16,970,899	-	16,970,899	-	-
Interest	22,720,513	500	12,620,998	-	10,099,515
<u>TOTAL DEBT SERVICE</u>	<u>39,691,412</u>	<u>500</u>	<u>29,591,897</u>	<u>-</u>	<u>10,099,515</u>
<u>MISCELLANEOUS:</u>					
<u>TOTAL MISCELLANEOUS</u>	<u>3,148,220</u>	<u>126,940</u>	<u>337,778</u>	<u>2,232</u>	<u>2,808,209</u>
<u>TOTAL EXPENDITURES - GOVERNMENTAL FUNDS</u>	<u>282,880,834</u>	<u>22,926,906</u>	<u>194,509,427</u>	<u>6,080,980</u>	<u>82,290,682</u>

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 9 Months Ended June 30, 2012

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<u>INTERNAL SERVICE FUNDS</u>					
<u>GENERAL ADMINISTRATION:</u>					
Employee Health	-	774,202	14,548,175	-	(14,548,175)
Retiree Health	-	44,933	1,373,935	-	(1,373,935)
Optional Health	-	27,667	559,138	-	(559,138)
Cobra Coverage	-	3,881	40,698	-	(40,698)
Employee Life	-	-	90,988	-	(90,988)
Risk Mgt - Workers Comp	775,000	80,000	770,313	-	4,687
Risk Mgt-Prop/Casltly/Liab	900,000	18,300	1,070,900	3,655	(174,555)
Wellness Clinic	-	53	810,328	174	(810,502)
TOTAL GENERAL ADM	1,675,000	949,037	19,264,475	3,828	(17,593,303)
<u>TOTAL INTERNAL SERVICE FUNDS</u>	<u>1,675,000</u>	<u>949,037</u>	<u>19,264,475</u>	<u>3,828</u>	<u>(17,593,303)</u>

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SCHEDULES

(unaudited)

MONTGOMERY COUNTY, TEXAS
Schedule of Transfers In and Out by Fund
For the 9 Months Ended June 30, 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	-
TOTAL FINANCING USES	<u>\$ 5,436,354</u>	<u>\$ 5,436,354</u>

MONTGOMERY COUNTY, TEXAS
Schedule of Bond Indebtedness
As of June 30, 2012

	<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	5,285,000
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
Total Principal				<u>385,205,941</u>
TOTAL GENERAL OBLIGATION BONDS PAYABLE				<u><u>385,205,941</u></u>
CERTIFICATES OF OBLIGATION:				
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
TOTAL CERTIFICATES OF OBLIGATION				<u>95,310,000</u>
TOTAL BONDED DEBT				<u><u>\$ 480,515,941</u></u>