

# **MONTGOMERY COUNTY, TEXAS**

## **Monthly Unaudited Financial Report**



**For the 6 Months Ended  
March 31, 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 March 31, 2012**

**TABLE OF CONTENTS**

---

	<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 Assets - Internal Service Funds	4
Statement of Changes in Net Assets - 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**  
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

May 30, 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 March 1, 2012 through March 31, 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

PLM/mg

This page left blank intentionally.

# **FINANCIAL STATEMENTS**

(unaudited)

**MONTGOMERY COUNTY, TEXAS**  
**Consolidated Balance Sheet**  
**Governmental Funds**  
**For the 6 Months Ended March 31, 2012**

	<u>Total Governmental Funds</u>
<b>Assets:</b>	
Cash	\$ 57,491,057
Investments, at Fair Value	206,437,146
Restricted Cash	348,944
Receivables:	
Taxes (net)	6,541,779
Accounts (net)	34,058
Due From Other Funds	189,447,542
Due From Other Governments	164
Inventory, at Cost	109,579
Prepaid Items	120,319
<b><u>Total Assets</u></b>	<b><u>460,530,588</u></b>
 <b><u>LIABILITIES AND FUND BALANCES:</u></b>	
Current Liabilities:	
Accounts Payable	7,062,213
Other Payables	1,704,463
Due to Other Funds	216,569,213
Due to Other Governments	7,464,031
Deferred Revenue	8,453,732
Total liabilities	241,253,652
Fund Balances:	
Reserved	93,601,052
Unreserved	125,675,884
Total Fund Balances	219,276,936
<b><u>TOTAL LIABILITIES AND FUND BALANCES</u></b>	<b><u>\$ 460,530,588</u></b>



**MONTGOMERY COUNTY, TEXAS**  
**Statement of Changes in Fund Balance - Governmental Funds**  
**For the 6 Months Ended March 31, 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, 3/01/2012	\$ 126,439,592	\$ 2,815,534	\$ 21,948,891	\$ 12,783,792	\$ 41,960,205	\$ 205,948,014
Revenues/Other Financing Sources	\$ 10,360,828	\$ 125,594	\$ 5,807,271	\$ 36,599,443	\$ 15,692,613	\$ 68,585,749
Expenditures/Other Financing Uses	\$ (13,071,111)	\$ (994,553)	\$ (4,710,601)	\$ (35,929,822)	\$ (550,740)	\$ (55,256,827)
Fund Balance, 3/31/2012	<u>\$ 123,729,309</u>	<u>\$ 1,946,575</u>	<u>\$ 23,045,561</u>	<u>\$ 13,453,413</u>	<u>\$ 57,102,078</u>	<u>\$ 219,276,936</u>

**MONTGOMERY COUNTY, TEXAS**  
**Statement of Net Assets**  
**Internal Service Funds**  
**For the 6 Months Ended March 31, 2012**

	<u>Total Internal Service Funds</u>
<b>Assets:</b>	
Cash	\$ 493,048
Receivables:	
Accounts (net)	756,974
<hr/>	
Due From Other Funds	8,317,623
Capital Assets (net of accumulated depreciation):	
Buildings	912,872
Improvements	1,915
Equipment	151,336
Total assets	<u>10,633,768</u>
<b>Liabilities:</b>	
Current Liabilities:	
Accounts Payable	(501,505)
Other Payables	3,484,124
Due to General Fund	37,881
Due to Road & Bridge	17,000
Due to Memorial Library	438
Due to Wellness Clinic	83,450
Due to Law Library	438
Total liabilities	<u>3,121,826</u>
<b>Net assets:</b>	
Net assets, invested in capital assets	1,066,124
Unreserved	6,445,817
<b>Total net assets</b>	<u><u>\$ 7,511,941</u></u>

**MONTGOMERY COUNTY, TEXAS**  
**Statement of Changes in Net Assets**  
**Internal Service Funds**  
**For the 6 Months Ended March 31, 2012**

	<u>Total Internal Service Funds</u>
<b>Current Operating Revenues:</b>	
Fees	\$ 3,763,200
Miscellaneous	\$ 46,357
Total Operating Revenues	\$ 3,809,557
 <b>Current Operating Expenses:</b>	
Supplies	\$ 2,758
Services	\$ 1,641,991
Utilities	\$ 52
Miscellaneous	\$ -
Total Operating Expenses	\$ 1,644,801
 Nonoperating revenues (expenses)	
Interest Income	
Total nonoperating revenues (expenses)	
Change in net assets	\$ 2,164,756
Total net assets - beginning	\$ 5,347,185
<b>Total net assets - ending</b>	<b>\$ 7,511,941</b>

This page left blank intentionally.

# **BUDGET STATUS**

(unaudited)

**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Expenditures - All Departments**  
**Budget and Year-to-Date Actual for the 6 Months Ended March 31, 2012**

Page 1 of 4

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<b><u>GENERAL ADMINISTRATION:</u></b>					
County Judge:	530,683	55,947	255,008	2,919	272,755
Human Resources:	552,906	39,949	235,694	255	316,957
Risk Management:	823,678	60,585	364,128	2,284	457,267
County Clerk:	2,218,993	172,943	1,036,479	216	1,182,298
Collections:	516,918	32,245	201,068	491	315,358
Environmental Health/Alarm:	136,144	9,354	51,453	-	84,691
Veterans' Service	207,620	16,257	98,175	1	109,444
Information Technology Services	7,042,715	275,102	2,860,992	143,547	4,038,175
Purchasing Agent	2,757,136	168,018	1,204,331	263,738	1,289,068
Records Management & Preservation	443,033	70,042	800,768	7,575	(365,311)
Records Management County	-	1,587	23,399	-	(23,399)
Records Management District Clerk	-	874	8,805	-	(8,805)
Digital Preservation County/District	-	-	-	-	-
District Clerk Records Preservation	-	-	-	-	-
Court Guardianship	-	-	-	-	-
Court Reporter	-	-	-	-	-
Courthouse Security	-	-	-	-	-
Court Technology County/District	-	-	-	-	-
Justice Court Building Security	-	-	-	-	-
Justice Court Technology	-	-	-	-	-
Juvenile Case Manager	-	-	-	-	-
Worthless Checks Division	66,898	4,445	25,328	-	41,570
County-Wide	7,828,648	2,047,609	2,829,134	4,015	4,995,498
<b><u>TOTAL GENERAL ADM</u></b>	<b><u>23,125,371</u></b>	<b><u>2,954,957</u></b>	<b><u>9,994,764</u></b>	<b><u>425,042</u></b>	<b><u>12,705,566</u></b>
<b><u>JUDICIAL:</u></b>					
County Court No1	300,453	28,141	131,547	592	168,315
County Court No2	594,751	51,565	261,021	2,074	331,656
County Court No3	350,949	32,031	156,539	1,396	193,015
County Court No4	353,588	33,399	157,739	82	195,767
County Court No5	340,187	30,943	149,054	1,025	190,109
9 <sup>th</sup> District Court	428,364	31,759	191,204	1,619	235,542
410 <sup>th</sup> District Court	362,168	28,838	169,812	600	191,756
221 <sup>st</sup> District Court	310,670	22,994	139,945	874	169,851
284 <sup>th</sup> District Court	539,689	41,656	246,024	-	293,665
359 <sup>th</sup> District Court	326,234	25,383	150,829	819	174,585
418 <sup>th</sup> District Court	523,847	41,185	240,308	240,308	43,231
435 <sup>th</sup> District Court	229,964	17,782	104,660	1,972	123,332
Court Operations	5,791,709	659,771	2,879,396	1,309	2,911,005
Indigent Defense	131,676	8,700	50,430	1,580	79,666
Managed Assigned Counsel	651,666	29,401	116,434	466	534,766
Drug Court	239,496	17,991	102,884	1,599	135,013
Office of Court Admin	405,622	18,115	98,749	-	306,872
District Attorney	8,313,741	658,285	3,842,000	15,409	4,456,331
District Clerk	3,193,945	243,469	1,476,612	12,470	1,704,863
Justice of Peace Pct 1	605,989	45,410	263,229	788	341,972

**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Expenditures - All Departments**  
**Budget and Year-to-Date Actual for the 6 Months Ended March 31, 2012**

Page 2 of 4

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<b>JUDICIAL (cont'd):</b>					
Justice of Peace Pct 2	455,981	33,115	201,158	1,459	253,364
Justice of Peace Pct 3	925,271	72,949	420,008	3,041	502,222
Justice of Peace Pct 4	868,543	66,410	431,260	873	436,410
Justice of Peace Pct 5	408,722	30,263	185,730	1,091	221,902
<b>TOTAL JUDICIAL</b>	<b>26,653,223</b>	<b>2,269,556</b>	<b>12,166,573</b>	<b>291,699</b>	<b>14,195,206</b>
<b>LEGAL:</b>					
County Attorney	2,467,457	198,965	1,226,623	768	1,240,066
Law Library	512,011	62,675	241,727	17,257	253,027
Alternate Dispute Resolution	189,285	12,601	47,289	-	141,996
<b>TOTAL LEGAL</b>	<b>3,168,753</b>	<b>274,241</b>	<b>1,515,639</b>	<b>18,025</b>	<b>1,635,089</b>
<b>ELECTIONS:</b>					
<b>TOTAL ELECTIONS</b>	<b>1,281,282</b>	<b>80,646</b>	<b>906,421</b>	<b>38,523</b>	<b>336,338</b>
<b>FINANCIAL ADMINISTRATION:</b>					
County Auditor	1,768,461	121,829	752,168	4,476	1,011,818
County Treasurer	642,720	48,051	291,608	109	351,003
Tax Assessor-Collector	4,405,231	293,235	1,800,384	7,659	2,597,188
<b>TOTAL FINANCIAL ADM</b>	<b>6,816,412</b>	<b>463,116</b>	<b>2,844,159</b>	<b>12,243</b>	<b>3,960,009</b>
<b>PUBLIC FACILITIES:</b>					
Custodial Services	3,008,599	218,981	1,307,650	57,772	1,643,177
Building Maintenance	5,308,796	330,618	2,227,976	84,224	2,996,597
Jail	35,026,648	2,213,684	11,732,210	42,224	23,252,214
Spring Creek Greenway Phase II	2,250,000	-	-	-	2,250,000
Civic Center	1,104,348	80,514	491,311	46,597	566,440
<b>TOTAL PUBLIC FACILITIES</b>	<b>46,698,392</b>	<b>2,843,797</b>	<b>15,759,148</b>	<b>230,817</b>	<b>30,708,428</b>
<b>PUBLIC SAFETY:</b>					
Fire Marshal	976,535	77,255	460,043	1,436	515,056
Constable Pct 1	2,911,864	228,816	1,337,332	6,263	1,568,269
Constable Pct 2	1,297,460	101,042	603,576	1,713	692,171
Constable Pct 3	2,616,856	191,651	1,179,878	73,453	1,363,526
Constable Pct 4	2,122,048	165,830	1,027,045	6,810	1,088,193
Constable Pct 5	2,029,110	141,383	898,948	1,707	1,128,455
Sheriff	35,632,031	3,100,692	16,010,347	1,151,926	18,469,758
Sheriff Commissary	83,000	38,574	298,623	-	(215,623)
Juvenile Services	7,591,298	544,132	3,343,300	60,934	4,187,065
Adult Services	31,159	286,127	1,879,097	2,555	(1,850,493)
Emergency Management	5,894,121	269,601	1,192,324	1,308,660	3,393,136
Department of Public Safety	99,831	7,976	47,062	-	52,769
Forfeitures	116,242	67,741	294,812	-	(178,570)
<b>TOTAL PUBLIC SAFETY</b>	<b>61,401,555</b>	<b>5,220,819</b>	<b>28,572,387</b>	<b>2,615,456</b>	<b>30,213,712</b>

**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Expenditures - All Departments**  
**Budget and Year-to-Date Actual for the 6 Months Ended March 31, 2012**

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<b><u>HEALTH AND WELFARE:</u></b>					
Vehicle Emission Program	-	-	-	-	-
Forensic Services	1,412,178	73,852	416,438	23,321	972,419
Medical: Contract Services	90,000	7,500	30,000	-	60,000
Mental Health: Contract Services	318,525	437	131,760	-	186,766
Environmental Health	2,208,581	170,035	1,019,020	61	1,189,499
Mental Health Facility	13,183,333	997,405	5,201,452	-	7,981,881
FEMA Disaster Grants	45,410	-	45,410	-	-
Community Development	9,721,393	623,176	3,487,107	1,665,295	4,568,992
Animal Control	779,374	57,853	365,899	2,404	411,071
Animal Shelter	1,777,480	219,461	1,087,258	39,507	650,715
Child Welfare	130,651	1,000	17,692	-	112,959
Welfare:					
Contract Services	976,731	2,500	271,233	-	705,498
<b><u>TOTAL HEALTH/WELFARE</u></b>	<b>30,643,657</b>	<b>2,153,219</b>	<b>12,073,269</b>	<b>1,730,588</b>	<b>16,839,800</b>
<b><u>CONSERVATION:</u></b>					
Extension Agent	556,662	42,835	259,069	9,594	287,999
Precinct 3 Recycling Center	414,937	29,006	166,951	-	247,986
<b><u>TOTAL CONSERVATION</u></b>	<b>971,599</b>	<b>71,841</b>	<b>426,020</b>	<b>9,594</b>	<b>535,985</b>
<b><u>CULTURE &amp; RECREATION:</u></b>					
Memorial Library	9,043,438	646,237	4,132,455	115,206	4,795,777
Historical Commissions	35,000	-	7,500	-	27,500
<b><u>TOTAL CULTURE &amp; RECREATION</u></b>	<b>9,078,438</b>	<b>646,237</b>	<b>4,139,955</b>	<b>115,206</b>	<b>4,823,277</b>
<b><u>PUBLIC TRANSPORTATION:</u></b>					
Airport	902,704	59,176	325,356	32,417	544,931
County Engineer	1,471,484	113,229	657,009	1,967	812,508
Commissioner Pct 1	6,508,267	395,247	2,881,501	213,915	3,412,851
Commissioner Pct 2	5,792,317	336,124	2,033,766	43,713	3,714,838
Commissioner Pct 3	7,161,193	372,706	2,283,665	227,453	4,650,075
Commissioner Pct 4	6,424,419	435,123	2,477,592	153,093	3,793,735
<b><u>TOTAL PUBLIC TRANSPORTATION</u></b>	<b>28,260,383</b>	<b>1,711,605</b>	<b>10,658,888</b>	<b>672,557</b>	<b>16,928,938</b>
<b><u>DEBT SERVICE:</u></b>					
Issuance Costs	-	-	-	-	-
Principal	16,970,899	-	-	-	16,970,899
Interest	22,720,513	-	-	-	22,720,513
<b><u>TOTAL DEBT SERVICE</u></b>	<b>39,691,412</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>39,691,412</b>
<b><u>MISCELLANEOUS:</u></b>					
<b><u>TOTAL MISCELLANEOUS</u></b>	<b>1,518,137</b>	<b>46,604</b>	<b>153,220</b>	<b>570</b>	<b>1,364,346</b>
<b><u>TOTAL EXPENDITURES - GOVERNMENTAL FUNDS</u></b>	<b>279,308,614</b>	<b>18,736,637</b>	<b>99,210,443</b>	<b>6,160,320</b>	<b>173,938,106</b>



**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Expenditures - All Departments**  
**Budget and Year-to-Date Actual for the 6 Months Ended March 31, 2012**

	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	-	1,803,062	8,844,085	-	(8,844,085)
Retiree Health	-	129,445	936,186	-	(936,186)
Pass through Health	-	65,150	299,782	-	(299,782)
Cobra Coverage	-	1,991	9,987	-	(9,987)
Employee Life	-	10,249	50,561	-	(50,561)
Risk Mgt - Workers Comp	775,000	90,000	582,714	-	192,286
Risk Mgt-Prop/Casltly/Liab	900,000	19,280	948,197	502	(48,699)
Wellness Clinic	-	92,665	454,123	386	(454,509)
<b>TOTAL GENERAL ADM</b>	<b>1,675,000</b>	<b>2,211,842</b>	<b>12,125,635</b>	<b>888</b>	<b>(10,451,523)</b>
<b><u>TOTAL INTERNAL SERVICE FUNDS</u></b>	<b><u>1,675,000</u></b>	<b><u>2,211,842</u></b>	<b><u>12,125,635</u></b>	<b><u>888</u></b>	<b><u>(10,451,523)</u></b>

This page left blank intentionally.

# **SCHEDULES**

(unaudited)

**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Transfers In and Out by Fund**  
**For the 6 Months Ended March 31, 2012**

	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ -	\$ 3,011,013
Jury	100,000	-
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)	1,721,740	-
<b>TOTAL FINANCING USES</b>	<b><u>\$ 3,614,614</u></b>	<b><u>\$ 3,614,614</u></b>

**MONTGOMERY COUNTY, TEXAS**  
**Schedule of Bond Indebtedness**  
**As of March 31, 2012**

	<u>Interest Rate (%)</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Balances Outstanding</u>
<b>GENERAL OBLIGATION BONDS:</b>				
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	39,875,467
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
<b>Total Principal</b>				<u>386,035,467</u>
<b>TOTAL GENERAL OBLIGATION BONDS PAYABLE</b>				<u><u>386,035,467</u></u>
<b>CERTIFICATES OF OBLIGATION:</b>				
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
<b>TOTAL CERTIFICATES OF OBLIGATION</b>				<u>95,310,000</u>
<b>TOTAL BONDED DEBT</b>				<u><u>\$ 481,345,467</u></u>