

MONTGOMERY COUNTY, TEXAS

Monthly Unaudited Financial Report



**For the Month Ended
March 31, 2014**

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, 2014

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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

April 4, 2014

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, 2014 through March 31, 2014. 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 6 Months Ended March 31, 2014

	<u>Total Governmental Funds</u>
Assets:	
Cash	\$ 41,064,870
Investments, at Fair Value	240,797,320
Receivables:	
Taxes (net)	6,162,561
Accounts (net)	13,641
<hr/>	
Due From Other Funds	65,881,987
Due From Other Governments	20,002,176
Loans Receivable	500,000
Inventory, at Cost	88,946
Prepaid Items	2,564,322
<u>Total Assets</u>	<u>377,075,823</u>
<u>LIABILITIES AND FUND BALANCES:</u>	
Current Liabilities:	
Accounts Payable	5,526,342
Other Payables	396,010
Due to Other Funds	86,864,696
Due to Other Governments	5,905
Deferred Revenue	14,411,601
Total liabilities	<u>107,204,554</u>
Fund Balances:	
Reserved	118,542,613
Unreserved	<u>151,328,656</u>
Total Fund Balances	<u>269,871,269</u>
<u>TOTAL LIABILITIES AND FUND BALANCES</u>	<u>\$ 377,075,823</u>

MONTGOMERY COUNTY, TEXAS
Statement of Changes in Fund Balance - Governmental Funds
For the 6 Months Ended March 31, 2014

	<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, 3/1/2014	\$ 161,287,958	\$ 42,665,265	\$ 14,177,743	\$ 68,541,979	\$ 286,672,945
Revenues/Other Financing Sources	\$ 3,078,667	\$ 1,398,678	\$ -	\$ -	\$ 4,477,345
Expenditures/Other Financing Uses	\$ (13,037,969)	\$ (5,869,085)	\$ 618,013	\$ (2,989,980)	\$ (21,279,021)
Fund Balance, 3/31/2014	<u>\$ 151,328,656</u>	<u>\$ 38,194,858</u>	<u>\$ 14,795,756</u>	<u>\$ 65,551,999</u>	<u>\$ 269,871,269</u>

MONTGOMERY COUNTY, TEXAS
Statement of Net Position
Internal Service Funds
For the 6 Months Ended March 31, 2014

	<u>Total Internal Service Funds</u>
Assets:	
Cash	\$ 32,863
Receivables:	
Accounts (net)	571,504
<hr/>	
Due From Other Funds	24,338,647
Capital Assets (net of accumulated depreciation):	
Buildings	873,912
Improvements	1,436
Equipment	108,551
Total assets	<u>25,926,913</u>
Liabilities:	
Current Liabilities:	
Accounts Payable	599,532
Other Payables	4,180,617
Due to General Fund	1,586,626
Due to Road & Bridge	880
Total liabilities	<u>6,367,655</u>
Net Position:	
Invested in capital assets	983,899
Unreserved	18,575,359
Total Net Position	<u>\$ 19,559,258</u>

MONTGOMERY COUNTY, TEXAS
Statement of Changes in Net Position
Internal Service Funds
For the 6 Months Ended March 31, 2014

	<u>Total Internal Service Funds</u>
Current Operating Revenues:	
Fees	\$ 2,025,128
Miscellaneous	5,072
Total Operating Revenues	2,030,200
 Current Operating Expenses:	
Supplies	1,985
Services	2,557,849
Total Operating Expenses	2,559,834
Change in net position	(529,634)
Total Net Position - March 1, 2014	20,088,892
 Total Net Position - March 31, 2014	 \$ 19,559,258

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BUDGET STATUS

(unaudited)

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 6 Months Ended March 31, 2014

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<u>GENERAL ADMINISTRATION:</u>					
County Judge	582,583	38,324	257,533	3,160	321,890
Human Resources	592,713	42,902	258,833		333,880
Risk Management	787,616	55,694	343,056	2,919	441,641
County Clerk	2,369,533	176,234	1,056,985	220	1,312,328
Collections	524,579	34,032	201,930	230	322,419
Veterans' Service	223,532	17,388	104,513	90	118,929
Information Technology Services	9,933,830	638,537	4,020,067	361,244	5,552,519
Purchasing Agent	2,183,682	160,913	931,529	136	1,252,017
Records Management & Preservation	504,887	24,340	276,378	-	228,509
Worthless Checks Division	74,214	4,416	23,036	-	51,178
County-Wide	10,735,272	449,644	5,405,593	230	5,329,449
<u>TOTAL GENERAL ADM</u>	<u>28,512,441</u>	<u>1,642,424</u>	<u>12,879,453</u>	<u>368,229</u>	<u>15,264,759</u>
<u>JUDICIAL:</u>					
County Court No1	467,923	35,530	209,821	122	257,980
County Court No2	778,789	60,194	358,698	29	420,062
County Court No3	704,047	54,473	317,299	162	386,586
County Court No4	473,878	37,109	220,884	937	252,057
County Court No5	453,094	36,691	212,369	1,260	239,465
9 th District Court	321,633	24,626	112,925	-	208,708
410 th District Court	392,931	30,311	181,893	120	210,918
221 st District Court	348,015	24,834	151,031	576	196,408
284 th District Court	787,791	53,201	319,064	-	468,727
359 th District Court	369,553	28,659	173,997	1,346	194,210
418 th District Court	574,206	43,882	263,114	82	311,010
435 th District Court	245,437	18,139	115,603	-	129,834
Court Operations	6,137,015	667,083	3,085,685	1,038	3,050,292
Indigent Defense	128,204	9,894	70,799	-	57,405
Managed Assigned Counsel	483,956	32,738	169,356	107	314,493
Drug Court	994,754	55,232	322,875	8,108	663,771
Office of Court Admin	445,114	30,528	175,252	-	269,862
District Attorney	9,357,315	721,511	4,400,937	4,645	4,951,733
District Clerk	3,482,175	252,461	1,546,130	12,108	1,923,937
Justice of Peace Pct 1	646,264	47,081	290,407	144	355,713
Justice of Peace Pct 2	480,736	37,337	220,037	72	260,627
Justice of Peace Pct 3	931,763	71,647	414,889	-	516,874
Justice of Peace Pct 4	825,793	61,274	373,506	100	452,187
Justice of Peace Pct 5	437,891	34,262	199,133	-	238,758
Court Technology County/District	5,181	181	1,592	78	3,511

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 6 Months Ended March 31, 2014

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	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
JUDICIAL (cont'd):					
Court Guardianship	1,200	-	680	-	520
Court Reporter Service Fund	146,085	14,305	82,353	-	63,732
Juvenile Case Manager	116,210	9,399	54,989	-	61,221
Justice Court Technology	8,972	1,752	7,048	45	1,879
<u>TOTAL JUDICIAL</u>	<u>30,540,744</u>	<u>2,494,153</u>	<u>14,050,774</u>	<u>31,001</u>	<u>16,458,969</u>
<u>LEGAL:</u>					
County Attorney	3,022,336	198,585	1,226,900	33,781	1,761,655
Law Library	394,920	28,561	178,590	102	216,228
Alternate Dispute Resolution	130,830	22,088	53,924	-	76,906
<u>TOTAL LEGAL</u>	<u>3,548,086</u>	<u>249,234</u>	<u>1,459,414</u>	<u>33,883</u>	<u>2,054,789</u>
<u>ELECTIONS:</u>					
<u>TOTAL ELECTIONS</u>	<u>1,194,889</u>	<u>222,966</u>	<u>991,407</u>	<u>67,749</u>	<u>135,733</u>
<u>FINANCIAL ADMINISTRATION:</u>					
County Auditor	1,990,285	146,186	888,263	2,073	1,099,949
County Treasurer	682,575	51,701	99,342	219	583,014
Tax Assessor-Collector	4,319,048	299,914	1,826,432	1,725	2,490,891
<u>TOTAL FINANCIAL ADM</u>	<u>6,991,908</u>	<u>497,801</u>	<u>2,814,037</u>	<u>4,017</u>	<u>4,173,854</u>
<u>PUBLIC FACILITIES:</u>					
Custodial Services	3,189,270	265,731	1,424,510	11,270	1,753,490
Building Maintenance	5,414,447	373,636	2,268,590	311,847	2,834,010
Precinct 3 Parks and Comm. Center	652,935	63,688	187,534	22,374	443,027
EMCID Friendship Center Grant	42	-	-	-	42
Jail	37,103,587	2,257,134	17,743,074	4,199,301	15,161,212
Civic Center	1,372,473	104,695	638,736	13,430	720,307
Magnolia Park	71,803	-	-	-	71,803
<u>TOTAL PUBLIC FACILITIES</u>	<u>47,804,557</u>	<u>3,064,884</u>	<u>22,262,444</u>	<u>4,558,222</u>	<u>20,983,891</u>
<u>PUBLIC SAFETY:</u>					
Fire Marshal	1,140,266	82,707	490,920	5,092	644,254
Constable Pct 1	3,321,198	257,604	1,600,153	16,007	1,705,038
Constable Pct 2	1,569,614	119,646	744,685	2,306	822,623
Constable Pct 3	3,186,905	222,747	1,538,223	14,562	1,634,120
Constable Pct 4	2,609,544	209,975	1,312,581	2,572	1,294,391
Constable Pct 5	2,276,992	166,412	1,019,737	11,439	1,245,816
Sheriff	40,384,174	3,240,729	19,879,084	294,164	20,210,926
Sheriff Commissary	83,000	7,514	163,921	-	(80,921)
Juvenile Services	8,377,786	645,842	3,482,117	46,233	4,849,436
Adult Services	503,905	23,646	133,252	50	370,603
Emergency Management	2,944,158	63,385	784,337	15,497	2,144,324
Department of Public Safety	101,412	8,065	47,663	-	53,749
Forfeitures	657,192	1,549	205,071	-	452,121
Records Management County	432,106	32,096	240,462	-	191,644
Courthouse Security	440,000	33,904	175,452	17,103	247,445
<u>TOTAL PUBLIC SAFETY</u>	<u>68,028,252</u>	<u>5,115,821</u>	<u>31,817,658</u>	<u>425,025</u>	<u>35,785,569</u>

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 6 Months Ended March 31, 2014

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
<u>HEALTH AND WELFARE:</u>					
Vehicle Emission Program	177,477	-	177,477	-	-
Forensic Services	1,303,286	74,794	436,900	4,416	861,970
Medical: Contract Services	90,000	7,500	45,000	-	45,000
Mental Health: Contract Services	302,525	1,044	113,128	-	189,397
Environmental Health	2,346,968	182,757	1,081,442	1,792	1,263,734
Mental Health Facility	13,561,391	976,714	5,415,840	1,382	8,144,169
Community Development	7,205,650	406,904	1,466,061	619,741	5,119,848
Animal Control	980,045	72,685	457,665	2,856	519,524
Animal Shelter	1,463,520	121,520	785,905	-	677,615
Child Welfare	97,314	4,966	20,560	3,686	73,068
Welfare:					
Contract Services	999,231	5,000	481,018	-	518,213
<u>TOTAL HEALTH/WELFARE</u>	<u>28,527,407</u>	<u>1,853,884</u>	<u>10,480,996</u>	<u>633,873</u>	<u>17,412,538</u>
<u>CONSERVATION:</u>					
Extension Agent	614,747	44,480	272,084	3,317	339,346
Precinct 3 Recycling Center	684,942	35,376	214,842	1,908	468,192
<u>TOTAL CONSERVATION</u>	<u>1,299,689</u>	<u>79,856</u>	<u>486,926</u>	<u>5,225</u>	<u>807,538</u>
<u>CULTURE & RECREATION:</u>					
Memorial Library	9,402,176	736,933	4,105,006	64,789	5,232,381
Historical Commissions	50,000	553	14,848	600	34,552
<u>TOTAL CULTURE & RECREATION</u>	<u>9,452,176</u>	<u>737,486</u>	<u>4,119,854</u>	<u>65,389</u>	<u>5,266,933</u>
<u>PUBLIC TRANSPORTATION:</u>					
Airport	22,482,184	70,700	367,762	133,601	21,980,821
County Engineer	1,638,791	121,745	724,402	891	913,498
Commissioner Pct 1	8,572,336	887,807	2,977,060	67,168	5,528,108
Commissioner Pct 2	8,491,552	463,361	2,233,030	37,057	6,221,465
Commissioner Pct 3	10,243,177	422,988	2,518,575	152,078	7,572,524
Commissioner Pct 4	10,893,458	982,711	4,671,527	31,209	6,190,722
<u>TOTAL PUBLIC TRANSPORTATION</u>	<u>62,321,498</u>	<u>2,949,312</u>	<u>13,492,356</u>	<u>422,004</u>	<u>48,407,138</u>
<u>DEBT SERVICE:</u>					
Reserve for Fund Balance	3,952,484	-	-	-	3,952,484
Principal	19,460,000	-	19,460,000	-	-
Interest	20,653,008	(667,838)	9,856,705	-	10,796,303
Issuance Costs	146,714	49,825	90,875	-	55,839
Payment to Escrow Agent	28,708,536	-	28,708,536	-	-
<u>TOTAL DEBT SERVICE</u>	<u>72,920,742</u>	<u>(618,013)</u>	<u>58,116,116</u>	<u>-</u>	<u>14,804,626</u>
<u>MISCELLANEOUS:</u>					
<u>TOTAL MISCELLANEOUS</u>	<u>636,470</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>636,470</u>
<u>TOTAL EXPENDITURES - GOVERNMENTAL FUNDS</u>	<u>361,778,859</u>	<u>18,289,808</u>	<u>172,971,435</u>	<u>6,614,617</u>	<u>182,192,807</u>

MONTGOMERY COUNTY, TEXAS
Schedule of Expenditures - All Departments
Budget and Year-to-Date Actual for the 6 Months Ended March 31, 2014

	Adjusted Budget	Current Month Actual	Year- to-Date Actual	Encumbrances	Unexpended Budget
INTERNAL SERVICE FUNDS					
GENERAL ADMINISTRATION:					
Employee Health	-	1,846,181	9,487,752	-	(9,487,752)
Retiree Health	-	276,648	1,457,386	-	(1,457,386)
Optional Health	-	87,193	386,843	-	(386,843)
Cobra Coverage	-	5,196	40,926	-	(40,926)
Employee Life	-	10,430	62,171	-	(62,171)
Risk Mgt - Workers Comp	775,000	112,225	577,585	-	197,415
Risk Mgt-Prop/Casltly/Liab	900,000	39,650	1,086,586	650	(187,236)
Wellness Clinic	-	182,310	638,285	-	(638,285)
TOTAL GENERAL ADM	1,675,000	2,559,833	13,737,534	650	(12,063,184)
TOTAL INTERNAL SERVICE FUNDS	1,675,000	2,559,833	13,737,534	650	(12,063,184)
ENTERPRISE FUNDS					
North/South Connectors	-	50,000	350,000	150,000	(500,000)
TOTAL ENTERPRISE FUNDS	-	50,000	350,000	150,000	(500,000)

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SCHEDULES

(unaudited)

MONTGOMERY COUNTY, TEXAS
Schedule of Transfers In and Out by Fund
For the 6 Months Ended March 31, 2014

	Transfers In	Transfers Out
General Fund	\$ -	\$ 100,000
Jury	100,000	-
	\$ 100,000	\$ 100,000
TOTAL FINANCING USES		

MONTGOMERY COUNTY, TEXAS
Schedule of Bond Indebtedness
As of March 31, 2014

	<u>Interest Rate (%)</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Balances Outstanding</u>
GENERAL OBLIGATION BONDS:				
Refunding Bonds, Series 2005	5.00	2005	2020	3,005,000
Road Bonds Fixed Rate, Series 2006A	4.00-5.00	2006	2027	45,065,000
Road Bonds Adjustable Rate, Series 2006B	4.75	2006	2030	20,195,000
Refunding Bonds, Series 2007	4.00-5.50	2007	2026	36,865,000
Road Bonds, Series 2008A	3.50-5.25	2008	2030	10,175,000
Refunding Bonds, Series 2008	3.50-5.00	2008	2018	4,545,000
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	28,800,000
Refunding Bonds, Series 2014	1.75	2013	2020	28,250,000
TOTAL GENERAL OBLIGATION BONDS PAYABLE				<u>254,985,000</u>
REVENUE BONDS:				
Toll Revenue Bonds, Series 2009	3.00-5.00	2009	2032	28,860,000
Toll Revenue Bonds, Series 2010	3.00-5.00	2011	2021	23,255,000
Pass Thru Toll Revenue and Limited Tax Bonds, Series 2012	3.00-5.00	2012	2023	15,880,000
TOTAL REVENUE BONDS PAYABLE				<u>67,995,000</u>
CERTIFICATES OF OBLIGATION:				
Series 2006	3.75-5.00	2006	2027	21,105,000
Series 2007	4.00-4.63	2008	2027	7,510,000
Series 2008	3.50-5.25	2008	2027	19,685,000
Series 2010	3.00-5.40	2010	2039	30,330,000
Series 2012	2.00-4.00	2012	2032	13,915,000
Series 2012A	2.00-5.00	2012	2023	13,125,000
TOTAL CERTIFICATES OF OBLIGATION				<u>105,670,000</u>
TOTAL BONDED DEBT				<u><u>\$ 428,650,000</u></u>