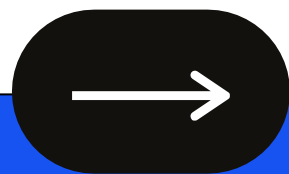




Financial Highlights

As of September 30, 2021



Highlights of Interim Financial Report (unaudited)

September 30, 2021

BUDGET AMENDMENT REPORT for
the October 20, 2021,
Board meeting

Click below for a 1-minute Briefing:

<https://www.showme.com/sh?h=xOaDuhU>

Prepared by: Business Support Services Division

Posted on Our Website

[Finance / Monthly Finance Reports \(hcde-texas.org\)](http://www.hcde-texas.org)

Linked from State Comptroller's website

<http://www.texas transparency.org/local/schools.php>



INTERIM FINANCIAL REPORT (unaudited) GENERAL FUND Balance Sheet as of September 30, 2021



HARRIS COUNTY DEPARTMENT OF EDUCATION INTERIM FINANCIAL REPORTS (Unaudited) GENERAL FUNDS 100-199 BALANCE SHEET Fiscal year to date: September 30, 2021

Schedule 1

	ACTUAL
ASSETS	
Cash and Temporary Investments	\$ 32,156,767
Property Taxes-Delinquent at September 1, 2021	1,077,250
Less: Allowances for Uncollectible Taxes	(21,545)
Due from Federal Agencies	3,271
Other Receivables	1,571,111
Inventories	196,963
Deferred Expenditures	-
Other Prepaid Items	78,404
TOTAL ASSETS:	\$ 35,062,222
LIABILITIES	
Accounts Payable	146,391
Bond Interest Payable	-
Due to Other Funds	993,844
Accrued Wages	66,187
Payroll Deductions	1,430,897
Due to Other Governments	9,260
Deferred Revenue	1,066,427
TOTAL LIABILITIES:	\$ 3,713,005
FUND EQUITY	
Unassigned Fund Balance	19,147,228
Non-Spendable Fund Balance	177,243
Restricted Fund Balance	-
Committed Fund Balance	2,014,976
Assigned Fund Balance	13,540,000
Excess(Deficiency) of Revenues & Other Resources Over(Under) Expenditures & Other Uses	(2,443,930)
TOTAL FUND EQUITY:	\$ 32,435,517
Fund Balance Appropriated Year-To-Date	(1,086,300)
TOTAL LIABILITIES, FUND EQUITY, AND FUND BALANCE APPROPRIATED TO DATE:	\$ 35,062,222

INTERIM FINANCIAL REPORT (unaudited)

ASST. SUPERINTENDENT FOR BUSINESS SERVICES MESSAGE

As of September 30, 2021

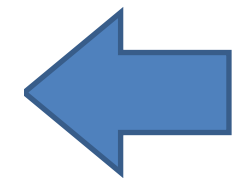
The ESTIMATED General Fund balance at 09/30/2021 is \$35,062,222 after current appropriations. As year end adjustments are completed, a budget amendment will be submitted to the board for items assigned, restricted and committed that will roll forward into FY 2022.

Description	Unaudited 9/1/2021	Appropriated YTD	Estimated Balance at Month End	Estimated Balance at Month End
Non-Spendable	\$ 177,243	\$ -	\$ 177,243	\$ 177,243
Restricted	-	-	-	\$ -
Committed	2,014,976	-	2,014,976	\$ 2,014,976
Assigned	13,540,000	-	13,540,000	\$ 13,540,000
Unassigned	17,106,875	1,086,300	16,020,575	\$ 16,020,575
Total Fund Balance	\$ 32,839,094	\$ 1,086,300	\$31,752,794	\$ 31,752,794

Excess (Deficiency) of CURRENT Revenues and Other Resources (From 9/1/2021 to Date) **\$ (2,443,930)**

This Excess represents the cash flow received YTD resulting from the Difference in INFLOWS and OUTFLOWS

Fund Equity - Per Estimated Balance Sheet as of the end of the Month to Date **\$ 35,062,222**



INTERIM FINANCIAL REPORT (unaudited)

As of September 30, 2021

Financial Ratios

● Level One- **Indicator of financial strength**

● Level Two- **Indicator of efficient leverage**

● Level Three- **Indicator of financial strength**

● Level Four- **Indicator of financial strength**

INTERIM FINANCIAL REPORT (unaudited)

As of September 30, 2021

Indicators of Financial Strength

Percent of Fund Balance to G/F
Expenditures Ratio

What is the percent of rainy fund balance?
(*)Unadjusted

Unassigned Fund Balance	\$19,147,228
Total G/F Expenditures	\$ 3,081,604

Goal : > 30% of G/F Exp.
Benchmark: 10% to 29%
Danger: Under 10%

621% FY21

Budgeted 30%

Details on Schedule 3

324% FY20

Working Capital Ratio

What is the cash flow availability for the
organization?

Total Current Assets Less Total
Current Liabilities
 $\$35,062,222 - 3,713,005 = \$31,349,217$

Goal : >\$15,000,000
Benchmark : \$10M to \$15M
Danger : Under < \$10M

\$31M FY21

Budgeted \$33M

Details on Schedule 1

\$31M FY20

INTERIM FINANCIAL REPORT (unaudited)

As of September 30, 2021

Indicators of Efficient Leverage Reserves

Unassigned Fund Balance Ratio
How much is available in reserves?

Unassigned Fund Balance	\$20,391,727
Total Fund Balance	\$32,197,838

Goal: <75%
Benchmark: 50% to 75%
Danger: <50%

63% FY21

Budgeted 87%

Details on Schedule 1

69% FY20

Debt to Income Ratio
What is the ability of HCDE to cover its debt payments?

Annual Principal and Interest Payments on Term Debt and Capital Leases	\$ 0
--	------

G/F Revenue Less Facility Charges	\$241,749 – 229,904
-----------------------------------	---------------------

Goal: <25% of annual revenue
Benchmark: 25% to <49%
Danger: Over > 50%

0% FY21

Budgeted 6%

Details on Schedule 5

0% FY20

INTERIM FINANCIAL REPORT (unaudited)

As of September 30, 2021

Indicators of Efficiency

<p>Tax Revenue to Total Revenue Ratio</p> <p>How Efficient is HCDE at leveraging local Taxes? (Current)</p>		<p>Indirect Cost to Tax Ratio</p> <p>How much dependency on indirect cost from grants?</p>	
Current Tax Revenue	\$ 330	Indirect Cost General Fund	\$0
Total Revenue	\$926,900	Total General Fund Revenues	\$637,674
Goal:	<20% of revenue	Goal:	>5%
Benchmark:	20% to 30%	Benchmark:	2% to 5%
Danger:	Over >30%	Danger:	Under < 2%

0% FY21

Budgeted 41%

0% FY20

Details on Schedule 2

0% FY21

Budgeted 3%

0% FY20

Details on Schedule 3

INTERIM FINANCIAL REPORT (unaudited)

As of September 30, 2021

Indicators of Revenue Growth

Fee for Service Revenue Ratio
How are revenues spread across all Funds?

Total Fee for Service Revenues (G/F) \$236,033

Total Revenues \$926,900

Goal: >30% of annual revenue
Benchmark: 10% to 29%
Danger: Under 10%

25% FY21

Budgeted 44%

27% FY20

Details on Schedule 14

Fee for Service Revenue Growth Ratio
What is the market growth for fee on services?

Fee for Service Current Year Less Fee for Services Last Year \$19,382,068 – 20,650,749

Fees for Service Last Year \$20,650,749

Goal: >3% of + growth
Benchmark: 0% to 3%
Danger: Under 0%

-6% FY21

Budgeted 4%

-21% FY20

Details on Schedule 14

FUND BALANCE CATEGORY	Sept 1, 2021 Beginning Unaudited	September - December	January - May	June - August	
Inventory	132,160				132,160
Prepaid Items	45,083				45,083
Emp Retirement Leave Fund	500,000				500,000
Unemployment Liability	200,000				200,000
Capital Projects	1,314,976				1,314,976
Assets Replacement Schedule	1,000,000				1,000,000
Building and Vehicle Replacement	1,700,000				1,700,000
Local Construction	5,740,000				5,740,000
QZAB bond payment	691,129				691,129
PFC Lease Payment	2,558,871				2,558,871
New Program Initiative	850,000				850,000
Workforce Development	1,000,000				1,000,000
Total Reserves:	15,732,219				15,732,219
Unassigned	17,106,875	1,086,300			16,020,575
Total Est. Fund Balance:	32,839,094	1,086,300	-	-	31,752,794

**FY 2021-2022
Fund Balance
-
Budgeted
Activity**

INTERIM FINANCIAL REPORT (unaudited)

GENERAL, SPECIAL REVENUE, DEBT SERVICE FUNDS, CAPITAL PROJECTS, AND INTERNAL SERVICE FUNDS.

REVENUES (INFLOWS)

Budget to Actual for period ending September 30, 2021

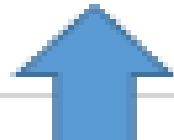
Fund	Budget	Received/Billed	%
General Fund	\$59,088,729	\$632,114	1%
September is the end of the 1st month or approximately 8% of the fiscal year.			
(1) This amount includes accounts receivable billed.			
Special Revenue Funds	48,311,852	0	0%
Most grant periods differ from fiscal year.			
(2) Grants are on monthly reimbursement basis; subsequently billed			
Debt Service Fund	3,810,219	0	0%
(3) This fund has activity in February and September.			
Capital Projects Fund	2,106,000	748	0%
Trust and Agency Fund	0	0	0%
Choice Partners Fund (Enterprise Fund)	5,893,380	800	0%
Worker's Comp. Fund (Internal Service Fund)	400,000	57,774	14%
Facilities Fund (Internal Service Fund)	5,800,490	229,904	4%
Total as of the end of the month	\$125,410,670	\$921,340	1%

INTERIM FINANCIAL REPORT (unaudited)

GENERAL, SPECIAL REVENUE, DEBT SERVICE FUNDS, CAPITAL PROJECTS, AND INTERNAL SERVICE FUNDS.

Expenditures (OUTFLOWS)

Budget to Actual for period ending September 30, 2021

Fund	Budget	Encumbered/Spent	%
General Fund	\$63,376,332	\$3,081,526	8%
(1) Encumbrances as of the end of the month total.		\$ 2,297,960	Encumbrances
September is the end of the 1st month or approximately 8% of the fiscal year.			
Special Revenue Funds	48,311,852	1,703,299	8%
(2) Encumbrances as of the end of the month total.		1,941,551	Encumbrances
Most grant periods differ from the fiscal year.			
Debt Service Fund	4,446,773	0	0%
(3) This fund has activity in February and September.			
Capital Projects Fund	27,284,942	14,275,258	52%
Trust and Agency Fund	-	0	0%
Choice Partners Fund (Enterprise Fund)	6,993,380	211,650	3%
Worker's Comp. Fund (Internal Service Fund)	400,000	1,174	0%
Facilities Fund (Internal Service Fund)	5,800,490	293,458	5%
Total as of the end of the month	\$156,613,769	\$23,805,875	15%

INTERIM FINANCIAL REPORT (unaudited) FY 2020&21

COVID19 Budget to Actual – Expenditures

for period ending September 30, 2021

COVID19 Fund Cumulative Disaster Relief				
Object Code	BUDGET	YTD Expenditures	Encumbrances Outstanding	Available Balance
61xx-xxxx Payroll Expenditures	\$ 410,000	\$ 407,836	\$ -	\$ 2,164
62xx-xxxx Prof. & Other Contracted Svcs	\$ 519,200	\$ -	\$ -	\$ 519,200
63xx-xxxx Supplies & Materials	\$ 400,000	\$ 317,536	\$ 77,722	\$ 4,742
64xx-xxxx Misc. Operating Costs	\$ 170,800	\$ 170,732	\$ -	\$ 68
Total General Fund:	\$ 1,500,000	\$ 896,104	\$ 77,722	\$ 526,173
Object Code	BUDGET	YTD Expenditures	Encumbrances Outstanding	Available Balance
61xx-xxxx Payroll Expenditures	\$ 835,297	\$ 158,130	\$ -	\$ 677,167
62xx-xxxx Prof. & Other Contracted Svcs	\$ 377,367	\$ 18,593	\$ 12,451	\$ 346,324
63xx-xxxx Supplies & Materials	\$ 535,420	\$ 476,768	\$ 19,585	\$ 39,068
64xx-xxxx Misc. Operating Costs	\$ 987,098	\$ 146,903	\$ 115,619	\$ 724,576
Total Head Start:	\$ 2,735,182	\$ 800,394	\$ 147,654	\$ 1,787,134
Total COVID19 Expenditures	\$ 4,235,182	\$ 1,696,498	\$ 225,376	\$ 2,313,307

INTERIM FINANCIAL REPORT (unaudited)
FY 2021-22 Donations Report
All Funds as of September 30, 2021

Month 2021-2022	CASH	IN-KIND	TOTAL
September	625.25	2,480.48	3,105.73
October			-
November			-
December			-
January			-
February			-
March			-
May			-
May			-
September			-
September			-
September			-
Total:			3,105.73
2021 YTD Total:	625.25	2,480.48	3,105.73

INTERIM FINANCIAL REPORT (unaudited)

FY 2021-22 Donations Report

All Funds as of September 30, 2021

		CENTER FOR GRANTS DEVELOPMENT ON BEHALF OF HCDE DIVISIONS						
		September 1st-September 30, 2021						
<i>Donor/ Sponsor Last Name</i>	<i>Donor/ Sponsor First Name</i>	<i>Organization</i>	<i>Site</i>	<i>Division</i>	<i>Description of Donation/Sponsorship</i>	<i>Cash Total</i>	<i>In-kind Total</i>	<i>Totals</i>
Thach	David	Seal It Consultants HOOT The Reading App	HCDE	Technology	Gift Cards	\$ 500.00		\$ 500.00
Barton	Lorie	Chick-Fil-A	HCDE	Technology	Gift Cards	\$ 125.25		\$ 125.25
		ESA ZETA TAU	HCDE	Head Start - Baytown	Classroom Supplies		\$ 81.83	\$ 81.83
Hammons	Ronald		HCDE	Head Start - Fonwood	Classroom Supplies		\$ 168.00	\$ 168.00
		Assistance League of Houston	HCDE	Head Start - Irvington Program Wide	Books		\$ 2,230.65	\$ 2,230.65
						\$ 625.25	\$ 2,480.48	\$ 3,105.73

INTERIM FINANCIAL REPORT (unaudited)

TAX COLLECTIONS COMPARATIVE ANALYSIS

Fiscal Year-To-Date as of September 30, 2021

Harris County Department of Education

Comparative Analysis of Property Values

	Adopted	September
	ADOPTED TAX RATE	ADOPTED TAX RATE
Proposed Collections Tax Year 2019	0.004990	0.004990
Certified Taxable Value per HCAD (\$000)	443,530,502,868	488,851,347,233
Values under protest or not certified (\$000)	78,382,053,074	32,168,608,680
	521,912,555,942	521,019,955,913
/ Rate per Taxable \$100	5,219,125,559	5,209,799,559
X Tax Rate	26,043,437	25,996,900
Estimated collection rate	99.00%	99.00%
X Estimated Collection Rate	25,783,250	25,737,178
	-	-
+Delinquent Tax Collections	130,000	150,000
+Special Assessments	15,000	15,000
+ Penalty & Interest	-	-
Estimated Tax Available Operations:	\$ 26,098,250	\$ 25,221,890
Net Gain or Loss on values	\$ -	\$ (46,072)

\$521B

See Tax Calculator at:
<https://hcde-texas.org/transparency/tax-rate/>

INTERIM FINANCIAL REPORT (unaudited)

TAX COLLECTIONS

Fiscal Year-To-Date as of September 30, 2021 (1st month / 12 months)

HARRIS COUNTY DEPARTMENT OF EDUCATION
Tax Year 2021 Interim Current Tax Revenue Estimate Updates

	SCENARIO (1) APPRAISED VALUE HCAD	SCENARIO (2) OWNER'S VALUE OWNER REQUESTED	SCENARIO (3) EST FINAL VALUE COMMITTEE RECOMMENDED
<i>Property Use Category Recap-Certified To Date-Report:</i>			
Taxable value	\$488,851,347,233	\$488,851,347,233	\$488,851,347,233
<i>PLUS: Uncertified Roll Summary Report:</i>			
Scenario (1) Appraised value	38,292,564,024	-	-
Scenario (2) Owner's value	-	36,674,762,444	-
Scenario (3) Estimated final value	-	-	32,128,608,680
Total taxable value, Certified and Uncertified:	\$527,143,911,257 (A)	\$525,526,109,677 (A)	\$520,979,955,913 (A)
 Calculate Interim Current Tax Revenue Estimate:			
1) (A) divided by 100	\$5,271,439,113 (B)	\$5,255,261,097 (B)	\$5,209,799,559 (B)
2) Current Tax Rate	X 0.00499 (C)	X 0.00499 (C)	X 0.00499 (C)
3) 2020 Interim Current Tax Revenue Estimate, at 100% Collection Rate, (B) X (C)	\$26,304,481 (D)	\$26,223,753 (D)	\$25,996,900 (D)
4) Interim Tax Rev Estimate @ 99% Collection Rate:	\$26,041,686 (E)	\$25,961,764 (E)	\$25,737,178 (E)
 Comparison of Interim Tax Rev Estimate @ 98.07% Collection Rate with Interim Current Tax Revenue Est:			
Interim Current Tax Revenue Estimate Over/(Under)			
Current Tax Revenue, Currently Budgeted:			
Interim Current Tax Revenue Estimate (E)	\$26,041,686 (E)	\$25,961,764 (E)	\$25,737,178 (E)
LESS: Tax Revenue, Currently Budgeted	\$25,783,250 (F)	\$25,783,250 (F)	\$25,783,250 (F)
Total Interim Current Tax Revenue Estimate Over/(Under)			
Current Tax Revenue, Currently Budgeted, (E) - (F):	\$258,436	\$178,514	-\$46,072
 Total Current Tax Revenue Received, Accumulated from September 1 to September 30, 2021, 1990-571100**:	\$0	\$0	\$0

INTERIM FINANCIAL REPORT (unaudited) TAX COLLECTIONS

Fiscal Year-To-Date as of September 30, 2021
(1st month / 12 month)

TAX YEAR 2021 COLLECTION SUMMARY					
DESCRIPTION	BUDGET	CURRENT MONTH	Y-T-D	BALANCE (OVER) / UNDER	Y-T-D % OF BUDGET
REVENUES:					
Current Tax	\$ 25,783,250	\$ -	\$ -	\$ 25,783,250	0.0%
Delinquent Tax	300,000	22,348	22,348	277,652	7%
Penalty & Interest	-	7,015	7,015	(7,015)	0%
Special Assessments and Miscellaneous	15,000	330	330	14,670	2%
Subtotal Revenues:	\$ 26,098,250	\$ 29,693	\$ 29,693	\$ 26,068,557	0.1%
DESCRIPTION	BUDGET	CURRENT MONTH	Y-T-D	BALANCE (OVER) / UNDER	Y-T-D % OF BUDGET
EXPENDITURES:					
LESS: HCAD Fees	\$ 190,000	\$ 45,634	\$ 45,634	\$ 144,366	24%
LESS: HCTO Fees	550,000	734	734	549,266	0%
Subtotal Expenditures:	\$ 740,000	\$ 46,368	\$ 46,368	\$ 693,632	6%
Net Tax Collections:	\$ 25,358,250	\$ (16,675)	\$ (16,675)	\$ 25,374,925	-0.1%

- a) 2021 Tax Rate = \$0.004990/\$100 Property Assessment/Appraisal --> Annual Tax on a \$249,978 - \$67,494 = \$182,484/100 x .004990 = Residential Property = \$9.11 (net of 27% homestead exception.)
- b) \$705,000/\$25,188,000 = 2.80% Collection and assessment costs

INTERIM FINANCIAL REPORT (unaudited)

TAX COLLECTIONS Fiscal Year-To-Date as of September 30, 2021

(1st month / 12 month)

	FY 22	FY 21
<u>CURRENT TAX REVENUES</u>		
Year-to-date (Y-T-D) Budgeted:	\$ 25,783,250	\$ 25,023,000
Year-to-date (Y-T-D) Collections:	-	-
Collections as a Percent of Budgeted:	0.0%	0.0%
<u>Y-T-D TAX APPRAISAL AND COLLECTIONS FEES</u>		
Appraisal fees paid to Harris County Appraisal District:	\$ 45,634	\$ 44,228
Tax collection fees paid to Harris County Tax Office:	734	-
<u>TOTAL TAX REVENUES</u>		
Budgeted:	\$ 26,098,250	\$ 25,188,000
Current Month's Collections:	\$ 29,693	\$ 593
Y-T-D Collections:	\$ 29,693	\$ 593
Y-T-D Collection Rate, Budgeted:	98.1%	98.1%
Y-T-D Collection Rate, Actual:	0.1%	0.0%



- a) 2021 Tax Rate = $\$0.004990 / \100 Property Assessment/Appraisal - --> Annual Tax on a $\$249,978 - \$67,494 = \$182,484 / 100 \times .004990 =$
 Residential Property = \$9.11 (net of 27% homestead exception.)
- b) $\$705,000 / \$25,188,000 = 2.80\%$ Collection and assessment costs

2021 Estimated Property Tax Collections



ANN HARRIS BENNETT

Tax Assessor-Collector & Voter Registrar

www.hctax.net

June 21, 2021

Mr. Jesus Amezcua
Harris County Dept. of Education
6300 Irvington Blvd.
Houston, TX 77022-5618

Reference: 2021 Estimated Property Tax Collection Fee

Dear Mr. Amezcua:

This letter is to inform you of your jurisdiction's property tax collection fee for tax year 2021. The fee is calculated at \$1.10 per parcel plus 0.0275 per \$100 of valuation, as shown on the certified to date roll provided by the Harris County Appraisal District.

The estimated property tax collection fee for 2021 is \$507,927.79. The fee was calculated using the number of parcels from 2020 tax year May certified roll and the total property tax levy from the TC 168 report as of May 31, 2021.

Starting in July 2021, we will withhold 2.50% from the jurisdiction's total property tax collections until the total fee has been collected.

Our office plans to update this fee calculation by January 2022. This is based upon changes according to the number of accounts and property tax levy for 2021 tax year. We will inform you of the adjustment in the final fee at that time.

If it appears that the total amount of the fee cannot be collected by June 2022, we will contact you to make alternative payment arrangements.

Should you have any questions or need further assistance, please call me at 713-274-8172.

Sincerely,

Jessica Adkins

Jessica Adkins
Jurisdiction Coordinator

DESCRIPTION	BUDGET	CURRENT MONTH	Y-T-D
EXPENDITURES:			
LESS: HCAD Fees	\$ 180,902	\$ 45,702	\$ 180,901
LESS: HCTO Fees	525.000	-	503.615

INTERIM FINANCIAL REPORT (unaudited)
DISBURSEMENT – ALL FUNDS
September 30, 2021

DESCRIPTION	DISBURSEMENTS	AMOUNT
All Funds	23 Checks	\$164,774
P Card - August 2021	683 Transactions	\$126,063
Bank ACH	6 Transfers	\$1,764,977
	Total:	\$2,055,814

Notes:

- (A) All Purchase Orders and Payment Authorizations are reviewed before disbursement.
- (B) All Procurement Card charges are reviewed by cardholder, supervisor, and business office staff each month.
- (C) A report on CH Local Expenditures is included in the monthly report.

INTERIM FINANCIAL REPORT (unaudited)

Segment Division Data

As of September 30, 2021

<u>GENERAL FUND - Governmental</u>						
<u>Budget Manager Title</u>	<u>Revenues</u>	<u>Tax Subsidy</u>	Expenditure and Encumbrances	Includes Tax Subsidy Variance	W/o tax Benefit Ratio	Benefit Variance
			<i>Includes Encumbrances</i>			
Educator Certification and Prof Adv	53,418	-	47,275	6,143	11%	6,143
Records Management	49,307	-	221,948	(172,641)	-350%	(172,641)
School Based Therapy Services	1,030	-	966,619	(965,590)	-93747%	(965,589)
Schools	127,641	-	1,231,194	(1,103,553)	-865%	(1,103,553)
<u>ENTERPRISE FUND-CHOICE PARTNERS COOPERATIVE</u>						
<u>Budget Manager Title</u>	<u>Revenues</u>	<u>Expenditures</u>	Transfer Out To General Fund	Benefit Ratio	Benefit Variance	
Choice Partners Cooperative (Enterprise)	800	211,650	-	0%	-	

HIGHLIGHTS OF BUDGET AMENDMENT REPORT

October 20, 2021 Board Meeting
(unaudited)

Amendments

General Fund = \$414,658

Special Revenue Funds (Grants) = \$2,009,955

Capital Projects Fund = \$24,989,852

INTERIM FINANCIAL REPORT (unaudited)

FY 2021-22 BUDGET AMENDMENT REPORT

October 20, 2021

General Fund

Budget Rationale	Changes to Revenues	Changes to Appropriations	Changes Impacting F/Bal	Total Net Change
------------------	---------------------	---------------------------	-------------------------	------------------

GENERAL FUND

INCREASES

Increase expenditures within General Fund (1992) of \$414,658 for the <u>roll forward</u> of open Purchase Orders. Department Wide (BM 098), Therapy Services (BM 111), Technology Support Services (BM 090), ABS East (BM 131) and ABS West (BM 132) were affected.	\$	-	\$	414,658	414,658	<6>
Increase revenues & expenditures within General Fund (1992), Budget Manager (922) CASE, by \$22,000. The purpose of this budget amendment is to increase current budget to adjust the <u>placeholder</u> and reflect the anticipated revenue from contracted services.	\$	22,000	\$	22,000	-	<3>

DECREASES

Total GENERAL FUND:	\$	22,000	\$	436,658	\$	414,658	\$	-
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INTERIM FINANCIAL REPORT (unaudited)

FY 2021-22 BUDGET AMENDMENT REPORT

October 20, 2021

Special Revenue Fund

Budget Rationale	Changes to Revenues	Changes to Appropriations	Changes Impacting F/Bal	Total Net Change
<i>SPECIAL REVENUE FUND</i>				
INCREASES				
Increase revenues & expenditures within Special Revenue Fund (4272) Head Start Program, Budget Manager (901) <u>Head Start</u> , by \$254,248. The purpose of this budget amendment is to increase current budget to adjust the <u>placeholder</u> and reflect that amount awarded on the NOGA.	\$ 254,248	\$ 254,248	-	<4>
Increase revenues & expenditures within Special Revenue Fund (2652) CASE for 21st Century, Budget Manager (922) CASE, by \$1,674,750. The purpose of this budget amendment is to increase current budget to adjust the <u>placeholder</u> and reflect that amount awarded on the NOGA.	\$ 1,674,750	\$ 1,674,750	-	<2>
Increase revenues & expenditures within Special Revenue Fund (4911) STOP School Violence In-Kind, Budget Manager (005) <u>Center for Safe and Secure Schools</u> , by (\$38,295). The purpose of this budget amendment is to increase current budget to adjust the <u>placeholder</u> and reflect that amount awarded on the NOGA.	\$ 80,957	\$ 80,957	-	<5>
DECREASES				
Total SPECIAL REVENUE FUND:	\$ 2,009,955	\$ 2,009,955	\$ -	\$ -

INTERIM FINANCIAL REPORT (unaudited)

FY 2021-22 BUDGET AMENDMENT REPORT

October 20, 2021

Capital Projects Fund

Budget Rationale	Changes to Revenues	Changes to Appropriations	Changes Impacting F/Bal	Total Net Change
CAPITAL PROJECTS FUND				
<u>INCREASES</u>				
Increase revenues & expenditures within Capital Projects Fund (6942), Budget Managers (084) PFC and (086) by \$24,919,529. The purpose of this budget amendment is to increase the current budget to reflect the <u>roll forward</u> of unspent funds from FY 2021.	\$ 242,678	\$ 24,919,529	24,676,851	<1>
Increase revenues & expenditures within Disaster Recovery Fund (6932) of \$70,323 for the <u>roll forward</u> of open Purchase Orders. ABS East (BM 131) and ABS West (BM 132) were affected. Revenue will be funded by a transfer in from General Fund - Fund Balance.	\$ 70,323	\$ 70,323	-	<6>
<u>DECREASES</u>				
Total CAPITAL PROJECTS FUND:	\$ 313,001	\$ 24,989,852	\$ 24,676,851	\$ -



Education Foundation Update

September 30, 2021

Statement of Financial Position

Education Foundation of Harris County

Statement of Financial Position Comparison

As of September 30, 2021

	TOTAL		
	AS OF SEP 30, 2021	AS OF SEP 30, 2020 (PY)	CHANGE
ASSETS			
Current Assets			
Bank Accounts			
1005 Chase Operating Fund-5717	4,019	4,339	-320
1011 Chase Restricted Fund-5709	456,352	969,051	-512,700
1015 Chase Operating Savings-3293	123	123	0
1090 Petty Cash	0	0	0
Total Bank Accounts	\$460,494	\$973,513	\$ -513,019
Accounts Receivable	\$ -40,597	\$ -40,597	\$0
Other Current Assets	\$0	\$0	\$0
Total Current Assets	\$419,897	\$932,916	\$ -513,019
TOTAL ASSETS	\$419,897	\$932,916	\$ -513,019
LIABILITIES AND EQUITY			
Liabilities			
Current Liabilities			
Total Liabilities	\$40,968	\$40,968	\$0
Equity			
3200 Temp Restricted Net Asset	73,709	73,709	0
3900 Unrestricted Net Asset	305,250	927,199	-621,949
Net Revenue	-30	-108,960	108,930
Total Equity	\$378,929	\$891,948	\$ -513,019
TOTAL LIABILITIES AND EQUITY	\$419,897	\$932,916	\$ -513,019

Net Equity
\$419,897

Statement of Activities Classified

Education Foundation of Harris County

Statement of Activity by Class

September 2021

	NOT SPECIFIED	TOTAL
Revenue		
Total Revenue		\$0.00
GROSS PROFIT	\$0.00	\$0.00
Expenditures		
8100 Operating Expenses		\$0.00
8170 Other	30.00	\$30.00
Total 8100 Operating Expenses	30.00	\$30.00
Total Expenditures	\$30.00	\$30.00
NET OPERATING REVENUE	\$ -30.00	\$ -30.00
NET REVENUE	\$ -30.00	\$ -30.00

Disbursements of \$30

Transaction Detail by Inflow & Outflow

Education Foundation of Harris County

Transaction Detail by Account

September 2021

DATE	TRANSACTION TYPE	NUM	NAME	CLASS	MEMO/DESCRIPTION	SPLIT	AMOUNT	BALANCE
1005 Chase Operating Fund-5717								
09/02/2021	Check	SVCCHRG			Service Charge	8170 Operating Expenses:Other	-30	-30
Total for 1005 Chase Operating Fund-5717							\$ -30	
8100 Operating Expenses								
8170 Other								
09/02/2021	Check	SVCCHRG				1005 Chase Operating Fund-5717	30	30
Total for 8170 Other							\$30	
Total for 8100 Operating Expenses							\$30	



PFC & Lease Revenue Projects Update

September 30, 2021



HARRIS COUNTY DEPARTMENT OF EDUCATION

CSP JOB #21-047YR

**Request for Competitive Sealed Proposals for New Academic and Behavior School East
ADDENDUM No. 1**

The purpose of this Addendum is to revise the CSP documents for the above-referenced project. This Addendum shall be considered an integral part of the Contract Documents. Receipt of this Addendum must be acknowledged by the proposer with the proposal submission.

Specifically, the changes to the CSP are as follows:

1. Section 2 – Instructions to Proposers / Section 7 Selection Criteria is hereby amended and replaced with the following:

7. Selection Criteria

In accordance with Sections 2269.153, 2269.155, and 2269.055 of the Texas Government Code and HCDE Policy CV (Local), HCDE will evaluate proposals on the basis of the following selection criteria:

Criteria Weight Table		
	Criteria	Criteria Weight
1	Price	55
2	Proposer's Experience & Reputation	12
3	Quality of Proposer's goods/services	11
4	Whether Proposer's financial capability is appropriate to the size and scope of the project. Refer to AIA Document A305	3
5	Proposer's Proposed Personnel	6
6	Proposer's Safety Record	4
7	Proposer's Proposed Time for Completion of the Project	4
8	Proposer's Small Business Program Participation Plan	5
	TOTAL	100

2. Section 2 – Instructions to Proposers / Section 8 Terms and Conditions is hereby amended to add with the following:

- n. Small Business Program. At a minimum, Proposer's proposal must include, in addition to Attachment G – Small Business Program (SBP) Participation Plan, the following:
- Proposer's commitment to meeting the small business participation goal of 15% for the project;

Small Business Program for construction

- a description of previous projects where Proposer has successfully subcontracted work to small businesses, including the percentage (%) of work (construction cost) subcontracted to these firms under each project;
- a narrative outlining Proposer's overall approach to subcontracting and how Respondent will solicit small businesses for participation in this Project; and
- indicate what, if any, challenges Proposer anticipates in attaining HCDE's SBP goal.

Proposer should also provide a reference list of all customers noted in Past Performance References that included a Small Business or similar program where you have performed work similar to the type of work described in this CSP. Provide the contact person and the representative who served as the Small Business Development liaison, telephone number and email address.

3. Section 2 – Instructions to Proposers / Section 10 Required Documentation and Attachments is hereby amended to add with the following:

11. Attachment G – Small Business Program (SBP) Participation Plan

--- End of Addendum No. 1 ---

AB East School Contract \$12,358,000 Awarded and Signed
Adult Ed – Projected to award on Oct 2021 **Board Mtg**
HP East – Projected to award on Nov 2021
Irvington – Pending Architect Assignment

HCDE Capital Projects

Cash Balance-Project Acquisition Account
As of September 30, 2021 (Unaudited)

	PFC	MTN	Total CIP
Assets:			
General Fund - Transfer In	\$ 5,345,217		\$ 5,345,217
Cash/Bank of Texas 2020 Payment Account	\$ 1,608		\$ 1,608
Cash/Bank of Texas 2020 Redemption Account			\$ -
Cash/Bank of Texas 2020 Project Account	\$ 75,126		\$ 75,126
Cash/LSIP 2020 MTN		\$ 15,200,339	\$ 15,200,339
Cash/Texpool Investment Pool-PFC	\$ 29,578,901		\$ 29,578,901
Total Assets	\$ 35,000,852	\$ 15,200,339	\$ 50,201,191
Liabilities:			
Due to General Fund		\$ -	\$ -
Accounts Payable	\$ 237,169	\$ -	\$ 237,169
Bond Interest Payable			\$ -
Retainage	\$ 12,483		\$ 12,483
Total Liabilities	\$ 249,651	\$ -	\$ 249,651
Total Equity Balance @ 09-30-2021	\$ 34,751,201	\$ 15,200,339	\$ 49,951,540
** Note 1:			
Total Assets from LoneStar MTN Proceeds	\$ -	\$ 15,200,339	\$ 15,200,339
Total Assets from Cash BOK 2020	\$ 35,000,852	\$ -	\$ 35,000,852
	\$ 35,000,852	\$ 15,200,339	\$ 50,201,191

**Cash Balance –
Project Acquisition
Account
As of September 30,
2021**

Income Statement– Project Acquisition Account

As of September 30, 2021

	Budget Original (a)	Additions (b)	Amended (a) + (b) = (c)	As of September 30th FY 2021 (d)	(f) Project-to-Date (d) = (f)	Percent %	Remaining Funds Available (a) - (f)
Revenues							
Sale of PFC Bonds	\$ 30,581,882	-	\$ 30,581,882	\$ 30,581,882	\$ 30,581,882		\$ -
Maint. Tax Note Proceeds	\$ 15,873,000	-	\$ 15,873,000	\$ 15,873,000	\$ 15,873,000		\$ -
Transfers In - General Fund	5,740,000	685,000	6,425,000	\$ 5,740,000	\$ 5,740,000		\$ 685,000
Int Earned- LoneStar Maint.Tax Notes	101,153	-	101,153	\$ 2,473	\$ 2,473		\$ 98,680
Int Earned- TexPool PFC 2020	47,500	-	47,500	\$ 7,348	\$ 7,348		\$ 40,152
Int Earned- Bank of Texas 2020 Project	103,235	-	103,235	\$ 130	\$ 130		\$ 103,105
Int Earned- Bank of Texas 2020 Payment	-	-	-	\$ 2	\$ 2		\$ (2)
Int Earned- Bank of Texas 2020 Redemption	-	-	-	\$ -	\$ -		\$ -
Total Revenues:	52,446,770	\$ 685,000	53,131,770	52,204,835	52,204,835		926,935
Expenditures							
Bond Sale Fees	-	\$ -	-	650,328	650,328		(650,328)
AB East Project	17,805,875	-	17,805,875	670,338	670,338	4%	17,135,537
Irvington Renovation	8,365,500	-	8,365,500	331,547	331,547	4%	8,033,953
High Point East Project	7,916,645	-	7,916,645	304,133	304,133	4%	7,612,512
Adult Ed New Building + Renovations	18,358,750	685,000	19,043,750	947,277	947,277	5%	18,096,473
Total Capital Projects - PFC Fund	52,446,770	685,000	53,131,770	2,253,295	2,253,295	4%	50,878,475
Total Expenditures:	52,446,770	\$ 685,000	\$ 53,131,770	2,253,295	2,903,623		50,228,147
Excess Revenues over Expenditures:	\$ -	\$ -	\$ -	49,951,540	49,301,212		49,951,540
Fund Balance-Beginning Estimated:				-			
Fund Balance-Ending Estimated:				\$ 49,951,540			
Note: Fiscal year begins Sept. 1st and ends Aug. 31st.				49,951,539.59			

Capital Program Proposal from Aug 3, 2020

		Sq Footage	Amount		Adjust Contingency Reduction	Revised	For Calc.	Revised PFC		\$ 5,000,000 Cost from HCDE	2 yrs Interest Earnings	Maint Tax Notes
Highpoint East		13,750	7,916,645	15%		7,916,645	7,916,645	4,909,645		1,870,000	47,500	1,089,500
AB East Addition		43,605	17,705,875	34%	500,000	17,205,875	17,205,875	12,943,640		2,000,000	103,235	2,159,000
Adult Ed NEW Building		40,500	17,558,750	34%	700,000	16,858,750	16,858,750	12,728,598		1,870,000	101,153	2,159,000
Admin Bdlg - Renovation		60,000	8,365,500	16%		8,365,500	8,365,500					8,365,500
AB East Addition							600,000					600,000
PHASE One			51,546,770		1,200,000	50,346,770	50,946,770	30,581,882		5,740,000	251,888	14,373,000
			Per LAN Report			600,000						
						50,946,770		50,946,770				
Workforce Development	TB Funded		3,000,000			2,000,000	1,000,000					
Equine Therapy	TB Funded		1,500,000			1,500,000	1,000,000					
PHASE Two			4,500,000		-	3,500,000	2,000,000	-	30,581,882	5,740,000	251,888	14,373,000
TOTAL			56,046,770							HCDE Projections		

2020 Projected Capital Improvement Program

Project	Substantial Completion Date	Project Budget	Maintenance Notes Projected	Revenue Bonds Proceeds	General Funds Use of Fund Bal.	Interest Earnings Projection
Reagan Adm Bldg.	Feb 9, 2023	\$8,365,500	\$ 8,365,500	N/A	N/A	
Adult Ed Building	Oct 25, 2022	\$18,358,750	\$ 3,659,000	\$12,728,598	\$1,870,000	\$101,153
HP East Middle	Oct 25, 2022	\$7,916,645	\$ 1,089,500	\$4,909,645	\$1,870,000	\$47,500
Ab East Campus	Aug 16, 2022	\$17,805,875	\$ 2,759,000	\$12,943,640	\$2,000,000	103,235
	Total	\$52,446,770	\$15,873,000	\$30,581,882	\$5,740,000	\$251,888
		Closed on 12-2-20	Invested in pools.			

Note: The Total Public Notice was \$54,000,000. (\$35,000,000 for Revenue bonds and \$19,000,000 for Maintenance Notes) on August 10, 2020. A transfer of \$1,350,000 plus \$50,000 in reimbursable expenditures was made from AB East to allocate Program Manager costs to establish the budgets.

Based on Pricing the principal amount will vary due to the premium projected in the bond sale. Revenues Bonds estimated at \$27,730,000 and Maintenance Notes for \$13,695,000

Adult Ed Center Project Balance

						Balance	
Budget String	Location	Budget Manager	Account	Amount	YTD Expenditures	Ending Budget FY22	
694-1-81-672-99-084	672	084	6219-0000	\$ 1,164,017.00	\$ (637,266.07)	\$ 526,750.00	
694-1-81-672-99-084	672	084	6299-0000	\$ 315,000.00		\$ 315,000.00	
694-1-81-672-99-084	672	084	6619-0000	\$ 100,000.00		\$ 100,000.00	
694-1-81-672-99-084	672	084	6629-0000	\$ 13,120,733.00		\$ 13,805,733.00	
694-1-81-672-99-086	672	086	6219-0000	\$ 80,000.00	\$ (309,758.21)	\$ (229,758.00)	
694-1-81-672-99-086	672	086	6299-0000	\$ 717,216.00		\$ 717,216.00	
694-1-81-672-99-086	672	086	6619-0000	\$ 60,000.00		\$ 60,000.00	
694-1-81-672-99-086	672	086	6629-0000	\$ 2,092,764.00		\$ (252.57)	\$ 2,092,511.00
694-1-81-672-99-086	672	086	6648-0000	\$ 709,020.00		\$ 709,021.00	
				\$ 18,358,750.00	\$ (947,276.85)	\$ 18,096,473.00	
				\$ (947,276.85)			
				\$ 17,411,473.15			
Adult Ed Project			BA Amount	\$ 18,096,473.00			
				\$ 1,500,000.00	Reno and Equipment		
				\$ 16,858,750.00	New PFC		
				\$ 18,358,750.00			
				685,000.00	G/Fund Budget Amendment		
				(947,276.85)	Amt already spent		
				\$ 18,096,473.15			

Adult Ed
Project

AB East Project Balance

Budget String	Location	Budget Manager	Account	Amount	YTD Expenditures	Ending Budget FY22
694-1-81-601-99-084	601	084	6219-0000	\$ 844,750.00	\$ (415,687.24)	\$ 429,062.00
694-1-81-601-99-084	601	084	6299-0000	\$ 361,125.00		\$ 361,125.00
694-1-81-601-99-084	601	084	6619-0000	\$ 100,000.00		\$ 100,000.00
694-1-81-601-99-084	601	084	6629-0000	\$ 13,931,000.00	\$ (249,651.12)	\$ 13,681,348.00
				\$ 15,236,875.00	\$ (665,338.36)	\$ 14,571,535.00
				\$ (665,338.36)		
				\$ 14,571,536.64		

AB East
Project

HP East Project Balance

Budget String	Location	Budget Manager	Account	Amount	YTD Expenditures	Ending Budget FY22
694-1-81-607-99-084	607	084	6219-0000	\$ 472,038.00	\$ (189,306.77)	\$ 282,731.00
694-1-81-607-99-084	607	084	6219-0003	\$ 84,772.00		\$ 84,772.00
694-1-81-607-99-084	607	084	6299 -0000	\$ 140,000.00		\$ 140,000.00
694-1-81-607-99-084	607	084	6299-0005	\$ 160,000.00		\$ 160,000.00
694-1-81-607-99-084	607	084	6299-0006	\$ 164,000.00		\$ 164,000.00
694-1-81-607-99-084	607	084	6619-0000	\$ 200,000.00		\$ 200,000.00
694-1-81-607-99-084	607	084	6629-0000	\$ 5,070,635.00		\$ 5,070,635.00
694-1-81-607-99-084	607	084	6629-0001	\$ 535,700.00	\$ (114,758.03)	\$ 535,700.00
694-1-81-607-99-086	607	086	6299-0000	\$ 226,060.00		\$ 111,301.00
694-1-81-607-99-086	607	086	6629-0000	\$ 580,865.00	\$ (68.47)	\$ 580,796.00
694-1-81-607-99-086	607	086	6648-0000	\$ 282,575.00	\$ (304,133.27)	\$ 282,576.00
HP East Project				\$ 7,916,645.00		\$ 7,612,511.00

Irvington Project Balance – on hold

Budget String	Location	Budget Manager	Account	Amount	YTD Expenditures	Ending Budget FY22	NOT in orig. wksht	
694-1-81-610-99-086	610	086	6219-0000	\$ 677,063.00	\$ (331,391.36)	\$ 345,671.00	\$ 200,000.00 FY21 BA	
694-1-81-610-99-086	610	086	6299-0000	\$ 852,500.00		\$ 852,500.00		
694-1-81-610-99-086	610	086	6619-0000	\$ 33,000.00		\$ 33,000.00		
694-1-81-610-99-086	610	086	6629-0000	\$ 7,586,937.00		\$ 7,586,781.00		\$ 1,169,000.00 FY21 BA
694-1-81-610-99-086	610	086	6635-0000	\$ 600,000.00		\$ 600,000.00		\$ 600,000.00 FY21 BA
694-1-81-610-99-086	610	086	6648-0000	\$ 1,085,000.00		\$ 1,085,000.00		\$ 500,000.00 FY21 BA
				\$ 10,834,500.00	\$ (331,546.88)	\$ 10,502,952.00	\$ 2,469,000.00	

Other Capital Projects Underway and Projected

- Coolwood Head Start Center to be funded by federal grant \$9.5M Est.
- Funded through a series of HHS Grants - NOGA Land funded, and Construction
- Properties closed – Zieben Property and Houston Parks Board
- NOGA received. Due diligence under way for pending property at this time. Schematic design also underway.
- Barrett Station and Humble Head Start Projects under development .

Notice of Federal Interest

OHS VERSION

NOTICE OF FEDERAL INTEREST

LEGAL NOTICE: THE PROPERTY NAMED IN THIS DOCUMENT WAS ACQUIRED OR IMPROVED USING FEDERAL FUNDING. THEREFORE, FEDERAL LAW GOVERNS ITS USE, ENCUMBRANCE, AND/OR DISPOSITION. BEFORE ATTEMPTING TO PURCHASE, SELL, OCCUPY, TAKE A MORTGAGE INTEREST IN OR OTHERWISE ENCUMBER, OR FORECLOSE UPON THIS PROPERTY, YOU MUST NOTIFY THE RESPONSIBLE HHS OFFICIAL LISTED BELOW.

Federal law directs the Secretary of the United States Department of Health and Human Services to establish uniform procedures for Head Start agencies to purchase facilities to be used to carry out Head Start programs. See 42 U.S.C. § 9839(f). Real property acquired or improved with a Federal award is held in trust by the Head Start agency as trustee for the beneficiaries of the project or program under which the property was acquired or improved. See 45 C.F.R. §§ 75.323, 1303.46. Facilities acquired or renovated with grant funds may not be mortgaged, used as collateral, sold, or otherwise transferred to another party without the written permission of the responsible HHS official. See 45 C.F.R. § 1303.48(a).

On 1/8/2021, the United States Department of Health and Human Services, Administration for Children and Families ("HHS/ACF") awarded Grant Number 06TD000167-01-00 in the amount of \$ 587,215.00 to Harris County Department of Education, 6300 Irvington Blvd, Houston, TX 77022 ("Recipient") for the purpose of operating a Head Start program in Harris County, Texas.

These grant funds are being used in part for the purchase, continued purchase, improvement, and/or renovation of the property located at 767 Coolwood Drive, Houston, Harris County, TX 77013 and further described on Exhibit A, attached hereto ("Property"). Future grant awards may also be used for this purpose.

Through this grant award and any future grant awards made by HHS/ACF, HHS/ACF has acquired a beneficial ownership interest ("Federal Interest") in the Property. HHS/ACF's interest applies to the entire Property, including, but not limited to, the facility and land.

The Notice of Award for this grant includes conditions on the use of the Property and provides for a continuing Federal Interest in the Property. Specifically, the Property may not be: (1) used for any purpose inconsistent with the Head Start Act and applicable Head Start regulations; (2) mortgaged or used as collateral, sold or otherwise transferred to another party, without the responsible HHS/ACF official's (or the responsible HHS/ACF official's designee's) written permission; (3) subordinated, diminished, nullified or released through the encumbrance of the property, transfer of the property to another party or any other action the Recipient takes without the responsible HHS/ACF official's (or the responsible HHS/ACF official's designee's) written permission. See: 42 U.S.C. § 9831 et seq.; 45 C.F.R. Part 75; 45 C.F.R. Part 1303; 45 C.F.R. Part 1305; and other terms and conditions of the award, including the HHS Grants Policy Statement.

Interim Financial Report (Unaudited)

I certify that the foregoing information is true and accurate to the best of my knowledge.

/s/ Jesus J. Amezcua, RTSBA, CPA, Ph.D., CPFIM, Asst. Supt. for Business Support Services

/s/ Stephanie Ritchie, Senior Accountant

