



# Financial Highlights

As of December 31, 2021







# Highlights of Interim Financial Report (unaudited)

December 31, 2021

BUDGET AMENDMENT REPORT for  
the January 19, 2022  
Board meeting

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# Posted on Our Website

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



# INTERIM FINANCIAL REPORT (unaudited) GENERAL FUND Balance Sheet as of December 31, 2021



## HARRIS COUNTY DEPARTMENT OF EDUCATION INTERIM FINANCIAL REPORTS (Unaudited) GENERAL FUNDS 100-199 BALANCE SHEET Fiscal year to date: December 31, 2021

Schedule 1

	ACTUAL
<b>ASSETS</b>	
Cash and Temporary Investments	\$ 24,160,106
Property Taxes-Delinquent at September 1, 2021	1,077,250
Less: Allowances for Uncollectible Taxes	(21,545)
Due from Federal Agencies	8,954
Other Receivables	999,574
Inventories	198,094
Deferred Expenditures	-
Other Prepaid Items	49,266
<b>TOTAL ASSETS:</b>	<b>\$ 26,471,700</b>
<b>LIABILITIES</b>	
Accounts Payable	9,180
Bond Interest Payable	-
Due to Other Funds	-
Accrued Wages	-
Payroll Deductions	1,127,597
Due to Other Governments	9,241
Deferred Revenue	1,066,969
<b>TOTAL LIABILITIES:</b>	<b>\$ 2,212,987</b>
<b>FUND EQUITY</b>	
Unassigned Fund Balance	11,438,008
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	(1,825,214)
<b>TOTAL FUND EQUITY:</b>	<b>\$ 25,345,013</b>
Fund Balance Appropriated Year-To-Date	(1,086,300)
<b>TOTAL LIABILITIES, FUND EQUITY, AND FUND BALANCE APPROPRIATED TO DATE:</b>	<b>\$ 26,471,700</b>



# INTERIM FINANCIAL REPORT (unaudited)

## ASST. SUPERINTENDENT FOR BUSINESS SERVICES MESSAGE

### As of December 31, 2021

The **ESTIMATED** General Fund balance at 12/31/2021 is \$26,827,266 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
<b>Total Fund Balance</b>	<b>\$ 32,839,094</b>	<b>\$ 1,086,300</b>	<b>\$31,752,794</b>	<b>\$ 31,752,794</b>

**Excess (Deficiency) of CURRENT Revenues and Other Resources (From 9/1/2021 to Date)** **\$ (4,925,528)**

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** **\$ 26,827,266**





# INTERIM FINANCIAL REPORT (unaudited)

As of December 31, 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 December 31, 2021

## Indicators of Financial Strength

Percent of Fund Balance to G/F Expenditures Ratio What is the percent of rainy fund balance? (*)Unadjusted	Working Capital Ratio What is the cash flow availability for the organization?
<div>Unassigned Fund Balance \$11,438,008</div> <div>Total G/F Expenditures \$16,350,767</div> <div>Goal : &gt; 30% of G/F Exp.</div> <div>Benchmark: 10% to 29%</div> <div>Danger: Under 10%</div>	<div>Total Current Assets Less Total Current Liabilities</div> <div>\$26,471,700 – 2,212,987 = \$24,258,712</div> <div>Goal : &gt;\$15,000,000</div> <div>Benchmark : \$10M to \$15M</div> <div>Danger : Under &lt; \$10M</div>

**70% FY22**

Budgeted 30%

**71% FY21**

Details on Schedule 3

**\$24M FY22**

Budgeted \$33M

**\$31M FY21**

Details on Schedule 1



# INTERIM FINANCIAL REPORT (unaudited)

## As of December 31, 2021

### *Indicators of Efficient Leverage Reserves*

Unassigned Fund Balance Ratio  
How much is available in reserves?

Unassigned Fund Balance	\$11,438,008
Total Fund Balance	\$24,258,713

Goal: <75%

Benchmark: 50% to 75%

Danger: <50%

**47% FY22**

Budgeted 87%

Details on Schedule 1

**35% FY21**

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 \$ 684,023

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G/F Revenue Less Facility Charges  
\$14,525,552 – 2,033,049

Goal: <25% of annual revenue

Benchmark: 25% to <49%

Danger: Over > 50%

**5.5% FY22**

Budgeted 6%

Details on Schedule 5

**6% FY21**



# INTERIM FINANCIAL REPORT (unaudited)

As of December 31, 2021

## Indicators of Efficiency

Tax Revenue to Total Revenue Ratio How Efficient is HCDE at leveraging local Taxes? (Current)		Indirect Cost to Tax Ratio How much dependency on indirect cost from grants?	
Current Tax Revenue	\$ 6,984,243	Indirect Cost General Fund	\$457,526
Total Revenue	\$23,710,295	Total General Fund Revenues	\$14,525,552
Goal:	<20% of revenue	Goal:	>5%
Benchmark:	20% to 30%	Benchmark:	2% to 5%
Danger:	Over >30%	Danger:	Under < 2%

**30% FY22**

Budgeted 41%

Details on Schedule 2

**4% FY21**

**3% FY22**

Budgeted 3%

Details on Schedule 3

**4% FY21**



# INTERIM FINANCIAL REPORT (unaudited)

As of December 31, 2021

## Indicators of Revenue Growth

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

Total Fee for Service Revenues (G/F) \$5,829,610

Total Revenues \$23,710,295

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

**24% FY22**

Budgeted 44%

Details on Schedule 14

**11% FY21**

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 \$5,829,610 – 7,436,722

Fees for Service Last Year \$7,436,722

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

**-21% FY22**

Budgeted 4%

Details on Schedule 14

**-17% FY21**



<b>FUND BALANCE CATEGORY</b>	<b>Sept 1, 2021 Beginning Unaudited</b>	<b>September - December</b>	<b>January - May</b>	<b>June - August</b>	
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
<b>Total Reserves:</b>	<b>15,732,219</b>				<b>15,732,219</b>
<b>Unassigned</b>	<b>17,106,875</b>	1,086,300			<b>16,020,575</b>
<b>Total Est. Fund Balance:</b>	<b>32,839,094</b>	<b>1,086,300</b>	-	-	<b>31,752,794</b>

**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 December 31, 2021


Fund	Budget	Received/Billed	%
<b>General Fund</b>	\$59,186,588	\$14,525,552	25%
December is the end of the 4rd month or approximately 33% of the fiscal year.			
(1) This amount includes accounts receivable billed.			
<b>Special Revenue Funds</b>	50,131,670	5,078,176	10%
Most grant periods differ from fiscal year.			
(2) Grants are on monthly reimbursement basis; subsequently billed			
<b>Debt Service Fund</b>	3,810,219	340,252	9%
(3) This fund has activity in February and September.			
<b>Capital Projects Fund</b>	2,418,999	3,676	0%
<b>Trust and Agency Fund</b>	0	1,343	0%
<b>Choice Partners Fund (Enterprise Fund)</b>	5,893,380	1,609,748	27%
<b>Worker's Comp. Fund (Internal Service Fund)</b>	400,000	118,498	30%
<b>Facilities Fund (Internal Service Fund)</b>	5,918,339	2,033,049	34%
<b>Total as of the end of the month</b>	<b>\$127,759,195</b>	<b>\$23,710,294</b>	<b>19%</b>

# INTERIM FINANCIAL REPORT (unaudited)

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

## Expenditures (OUTFLOWS)

Budget to Actual for period ending December 31, 2021

Fund	Budget	Encumbered/Spent	%
<b>General Fund</b>	\$63,888,849	\$16,350,767	30%
(1) Encumbrances as of the end of the month total.		\$ 3,073,208	Encumbrances
December is the end of the 4rd month or approximately 33% of the fiscal year.			
<b>Special Revenue Funds</b>	50,131,670	7,351,070	21%
(2) Encumbrances as of the end of the month total.		3,074,546	Encumbrances
Most grant periods differ from the fiscal year.			
<b>Debt Service Fund</b>	4,446,773	684,023	15%
(3) This fund has activity in February and September.			
<b>Capital Projects Fund</b>	52,274,792	37,585,027	72%
<b>Trust and Agency Fund</b>	-	3,745	0%
<b>Choice Partners Fund (Enterprise Fund)</b>	6,993,380	1,726,530	25%
<b>Worker's Comp. Fund (Internal Service Fund)</b>	400,000	397,470	99%
<b>Facilities Fund (Internal Service Fund)</b>	5,918,339	3,103,620	52%
<b>Total as of the end of the month</b>	<b>\$184,053,803</b>	<b>\$73,350,007</b>	<b>40%</b>



# INTERIM FINANCIAL REPORT (unaudited) FY 2020&21

## COVID19 Budget to Actual – Expenditures

### for period ending December 31, 2021

COVID19 Fund Cumulative Disaster Relief				
Object Code	BUDGET	YTD Expenditures	Encumbrances Outstanding	Available Balance
61xx-xxxx Payroll Expenditures	\$ 410,000	\$ 453,920	\$ -	\$ (43,920)
62xx-xxxx Prof. & Other Contracted Svcs	\$ 519,200	\$ -	\$ -	\$ 519,200
63xx-xxxx Supplies & Materials	\$ 400,000	\$ 389,184	\$ -	\$ 10,816
64xx-xxxx Misc. Operating Costs	\$ 170,800	\$ 170,732	\$ -	\$ 68
<b>Total General Fund:</b>	\$ 1,500,000	\$ 1,013,836	\$ -	\$ 486,163
Object Code	BUDGET	YTD Expenditures	Encumbrances Outstanding	Available Balance
61xx-xxxx Payroll Expenditures	\$ 428,459	\$ 228,877	\$ -	\$ 199,582
62xx-xxxx Prof. & Other Contracted Svcs	\$ 394,353	\$ 18,593	\$ 30,755	\$ 345,005
63xx-xxxx Supplies & Materials	\$ 1,455,256	\$ 529,716	\$ 67,671	\$ 857,869
64xx-xxxx Misc. Operating Costs	\$ 296,903	\$ 256,971	\$ -	\$ 39,933
<b>Total Head Start:</b>	\$ 2,574,971	\$ 1,034,156	\$ 98,426	\$ 1,442,389
<b>Total COVID19 Expenditures</b>	<b>\$ 4,074,971</b>	<b>\$ 2,047,992</b>	<b>\$ 98,426</b>	<b>\$ 1,928,553</b>



# INTERIM FINANCIAL REPORT (unaudited)

## FY 2021-22 Donations Report

### All Funds as of December 31, 2021

Month 2021-2022	CASH	IN-KIND	TOTAL
September	625.25	2,480.48	3,105.73
October	500.00	13,917.41	14,417.41
November	1,862.50	19,412.06	21,274.56
December		1,000.28	1,000.28
January			-
February			-
March			-
May			-
May			-
September			-
September			-
September			-
<b>Total:</b>			<b>39,797.98</b>
<b>2022 YTD Total:</b>	<b>2,987.75</b>	<b>36,810.23</b>	<b>39,797.98</b>



INTERIM FINANCIAL REPORT (unaudited)  
FY 2021-22 Donations Report  
All Funds as of December 31, 2021

		CENTER FOR GRANTS DEVELOPMENT ON BEHALF OF HCDE DIVISIONS						
		December 1 - 31, 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>
Duke	Stacy	Butler Business Service Products	HCDE	Technology Services	LinkedIn Learning Munch & Learn		\$ 667.50	\$ 667.50
Ward	Roselyn		HCDE	Head Start	Classroom Supplies		\$ 332.78	\$ 332.78
					<b>Total</b>	<b>\$ -</b>	<b>\$ 1,000.28</b>	<b>\$ 1,000.28</b>



# INTERIM FINANCIAL REPORT (unaudited)

## TAX COLLECTIONS COMPARATIVE ANALYSIS

### Fiscal Year-To-Date as of December 31, 2021

#### Comparative Analysis of Property Values

	Adopted	September	October	November	December
	ADOPTED TAX RATE	ADOPTED TAX RATE	ADOPTED TAX RATE	ADOPTED TAX RATE	ADOPTED TAX RATE
Proposed Collections Tax Year 2020	0.004990	0.004990	0.004990	0.004990	0.004990
Certified Taxable Value per HCAD (\$000)	443,530,502,868	488,851,347,233	498,399,803,922	510,247,852,696	516,999,738,282
Values under protest or not certified (\$000)	78,382,053,074	32,128,608,680	22,521,492,034	10,140,362,910	2,970,066,224
	521,912,555,942	520,979,955,913	520,921,295,956	520,388,215,606	519,969,804,506
/ Rate per Taxable \$100	5,219,125,559	5,209,799,559	5,209,212,960	5,203,882,156	5,199,698,045
X Tax Rate	26,043,437	25,996,900	25,993,973	25,967,372	25,946,493
Estimated collection rate	99.00%	99.00%	99.00%	99.00%	99.00%
X Estimated Collection Rate	25,783,250	25,737,178	25,734,280	25,707,945	25,687,275
	-	-	-	-	-
+ Delinquent Tax Collections	300,000	300,000	-	-	-
+ Special Assessments	15,000	15,000	-	15,000	-
+ Penalty & Interest	-	-	-	-	-
<b>Estimated Tax Available Operations:</b>	\$ 26,098,250	\$ 26,052,178	\$ 25,734,280	\$ 25,722,945	\$ 25,687,275
<b>Net Gain or Loss on values</b>	\$ -	\$ (363,970)	\$ -	\$ (375,305)	\$ (410,975)

**\$520B**

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

# INTERIM FINANCIAL REPORT (unaudited)

## TAX COLLECTIONS

Fiscal Year-To-Date as of December 31, 2021 (4th 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
<b>Property Use Category Recap-Certified To Date -Report:</b>			
Taxable value	\$516,999,738,282	\$516,999,738,282	\$516,999,738,282
<b>PLUS: Uncertified Roll Summary Report:</b>			
Scenario (1) Appraised value	4,319,183,261	-	-
Scenario (2) Owner's value	-	4,224,235,293	-
Scenario (3) Estimated final value	-	-	2,970,066,224
<b>Total taxable value, Certified and Uncertified:</b>	<u>\$521,318,921,543 (A)</u>	<u>\$521,223,973,575 (A)</u>	<u>\$519,969,804,506 (A)</u>
<b>Calculate Interim Current Tax Revenue Estimate:</b>			
1) (A) divided by 100	\$5,213,189,215 (B)	\$5,212,239,736 (B)	\$5,199,698,045 (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)	<u>\$26,013,814 (D)</u>	<u>\$26,009,076 (D)</u>	<u>\$25,946,493 (D)</u>
4) Interim Tax Rev Estimate @ 99% Collection Rate:	<u>\$25,753,923 (E)</u>	<u>\$25,749,233 (E)</u>	<u>\$25,687,275 (E)</u>
<b>Comparison of Interim Tax Rev Estimate @ 98.07% Collection Rate with Interim Current Tax Revenue Est:</b>			
Interim Current Tax Revenue Estimate Over/(Under) Current Tax Revenue, Currently Budgeted:			
Interim Current Tax Revenue Estimate (E)	\$25,753,923 (E)	\$25,749,233 (E)	\$25,687,275 (E)
LESS: Tax Revenue, Currently Budgeted	<u>\$25,783,250 (F)</u>	<u>\$25,783,250 (F)</u>	<u>\$25,783,250 (F)</u>
<b>Total Interim Current Tax Revenue Estimate Over/(Under) Current Tax Revenue, Currently Budgeted, (E) - (F):</b>	<u>-\$29,327</u>	<u>-\$34,017</u>	<u>-\$95,975</u>
<b>Total Current Tax Revenue Received, Accumulated from December 1 to December 31, 2021, 1990-571100**:</b>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>



# INTERIM FINANCIAL REPORT (unaudited) TAX COLLECTIONS

Fiscal Year-To-Date as of December 31, 2021  
(4th month / 12 month)



TAX YEAR 2021 COLLECTION SUMMARY					
DESCRIPTION	BUDGET	CURRENT MONTH	Y-T-D	BALANCE (OVER) / UNDER	Y-T-D % OF BUDGET
<b>REVENUES:</b>					
Current Tax	\$ 25,783,250	\$ 6,755,201	\$ 6,982,975	\$ 18,800,275	27.1%
Delinquent Tax	300,000	(50,316)	(67,823)	367,823	-23%
Special Assessments and Miscellaneous	15,000	465	1,258	13,742	8%
Penalty & Interest	-	8,398	37,413	(37,413)	0%
<b>Subtotal Revenues:</b>	\$ 26,098,250	\$ 6,713,748	\$ 6,953,823	\$ 19,144,427	26.6%
DESCRIPTION	BUDGET	CURRENT MONTH	Y-T-D	BALANCE (OVER) / UNDER	Y-T-D % OF BUDGET
<b>EXPENDITURES:</b>					
LESS: HCAD Fees	\$ 190,000	\$ 45,687	\$ 91,321	\$ 98,679	48%
LESS: HCTO Fees	550,000	167,832	\$ 173,813	376,187	32%
<b>Subtotal Expenditures:</b>	\$ 740,000	\$ 213,519	\$ 265,134	\$ 474,866	36%
<b>Net Tax Collections:</b>	<b>\$ 25,358,250</b>	<b>\$ 6,500,229</b>	<b>\$ 6,688,689</b>	<b>\$ 18,669,561</b>	<b>26.4%</b>



- 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 December 31, 2021

(3rd month / 12 month)

					FY 22	FY 21
	<b><u>CURRENT TAX REVENUES</u></b>					
	Year-to-date (Y-T-D) Budgeted:				\$ 25,783,250	\$ 25,023,000
	Year-to-date (Y-T-D) Collections:				6,982,975	-
	Collections as a Percent of Budgeted:				27.1%	0.0%
	<b><u>Y-T-D TAX APPRAISAL AND COLLECTIONS FEES</u></b>					
	Appraisal fees paid to Harris County Appraisal District:				\$ 91,321	\$ 44,228
	Tax collection fees paid to Harris County Tax Office:				173,813	-
	<b><u>TOTAL TAX REVENUES</u></b>					
	Budgeted:				\$ 26,098,250	\$ 25,188,000
	Current Month's Collections:				\$ 6,713,748	\$ 593
	Y-T-D Collections:				\$ 6,953,823	\$ 593
	Y-T-D Collection Rate, <b>Budgeted:</b>				98.1%	98.1%
	Y-T-D Collection Rate, <b>Actual:</b>				26.6%	0.0%

- 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)**  
**DISBURSEMENT – ALL FUNDS**  
December 31, 2021

DESCRIPTION	DISBURSEMENTS	AMOUNT
All Funds	343 Checks	\$1,648,622
P Card - November 2021	646 Transactions	\$120,449
Bank ACH	6 Transfers	\$1,896,985
	Total:	\$3,666,056

**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 December 31, 2021

<u>GENERAL FUND - Governmental</u>						
<u>Budget Manager Title</u>	<u>Revenues</u>	<u>Tax Subsidy</u>	<u>Expenditure and Encumbrances</u>	<u>Includes Tax Subsidy Variance</u>	<u>W/o tax Benefit Ratio</u>	<u>Benefit Variance</u>
			<i>Includes Encumbrances</i>			
Educator Certification and Prof Adv	194,739	-	295,390	(100,651)	-52%	(100,651)
Records Management	400,395	-	748,169	(347,774)	-87%	(347,774)
School Based Therapy Services	2,045,409	-	3,914,240	(1,868,832)	-91%	(1,868,831)
Schools	2,953,848	-	4,747,758	(1,793,910)	-61%	(1,793,910)

<u>ENTERPRISE FUND-CHOICE PARTNERS COOPERATIVE</u>					
<u>Budget Manager Title</u>	<u>Revenues</u>	<u>Expenditures</u>	<u>Transfer Out To General Fund</u>	<u>Benefit Ratio</u>	<u>Benefit Variance</u>
Choice Partners Cooperative (Enterprise)	1,609,748	1,726,530	894,765	52%	894,765



# HIGHLIGHTS OF BUDGET AMENDMENT REPORT

January 19, 2022 Board Meeting  
(unaudited)

## Amendments

Special Revenue Funds (Grants) = \$361,803

Capital Project Funds = (\$1,332,631)

# INTERIM FINANCIAL REPORT (unaudited)

## FY 2021-22 BUDGET AMENDMENT REPORT

### January 19, 2022

### Special Revenues

Budget Rationale	Changes to Revenues	Changes to Appropriations	Changes Impacting F/Bal	Total Net Change
<b>SPECIAL REVENUE FUND</b>				
<b>INCREASES</b>				
Increase revenues & expenditures within Local Revenue Fund (4982), Budget Manager (922) <u>CASE</u> , by \$5,000. The purpose of this budget amendment is to reflect a new donation received by the CenterPoint Energy for the Ecobot program.	\$ 5,000	\$ 5,000		<1>
Increase revenues & expenditures within Local Revenue Fund (4982), Budget Manager (922) <u>CASE</u> , by \$2,500. The purpose of this budget amendment is to reflect a new donation received by the Hendersen Foundation for the Ecobot program.	\$ 2,500	\$ 2,500		<2>
Increase revenues & expenditures within Local Revenue Fund (4982), Budget Manager (901) <u>Head Start</u> , by \$353,303. The purpose of this budget amendment is to increase current budget to adjust the <u>placeholder</u> and reflect unexpended donations from FY21 and \$350,000 donations from Precinct 2 towards Barrett Station new EHS center construction.	\$ 353,303	\$ 353,303		<3>
Increase revenues & expenditures within Local Revenue Fund (4982), Budget Manager (901) <u>Head Start</u> , by \$1,000. The purpose of this budget amendment is to reflect a new donation received from Babies in Baytown.	\$ 1,000	\$ 1,000		<6>
<b>Total SPECIAL REVENUE FUND:</b>	<b>\$ 361,803</b>	<b>\$ 361,803</b>	<b>\$ -</b>	<b>\$ -</b>



# INTERIM FINANCIAL REPORT (unaudited)

## FY 2021-22 BUDGET AMENDMENT REPORT

### January 19, 2022

### Capital Projects Revenues

Budget Rationale	Changes to Revenues	Changes to Appropriations	Changes Impacting F/Bal	Total Net Change
<b><u>INCREASES</u></b>				
Increase on Expenditures within Local Construction Fund (6952) on the amount of \$1,332,631. This increase will be funded by \$700,705 using the fund balance from the La Porte Construction Project fund (6962) and by \$631,926 from the 6952 fund balance. These funds replace maintenance notes and allow HCDE flexibility on the use of the funds.	\$ 700,705	\$ 2,033,336	(1,332,631)	<4>
Reallocation of Appropriations within Capital Project Fun (6942) BM 086 (Maintenance Notes). There is no impact on the fund balance. The overall reallocation of appropriations will total \$477,916 for the ABS East project and \$422,102 for the HP East Project.	\$ -	\$ -		<5>
<b><u>DECREASES</u></b>				
<b>Total CAPITAL PROJECTS FUND:</b>	<b>\$ 700,705</b>	<b>\$ 2,033,336</b>	<b>\$ (1,332,631)</b>	<b>\$ -</b>



# Education Foundation Update

December 31, 2021



# Statement of Financial Position

## Education Foundation of Harris County

### Statement of Financial Position Comparison As of December 31, 2021

	TOTAL		
	AS OF DEC 31, 2021	AS OF DEC 31, 2020 (PY)	% OF COLUMN
▼ ASSETS			
▼ Current Assets			
▼ Bank Accounts			
1005 Chase Operating Fund-5717	3,929.25	4,269.31	0.37 %
1011 Chase Restricted Fund-5709	1,044,423.63	894,788.38	99.61 %
1015 Chase Operating Savings-3293	122.79	122.79	0.01 %
<b>Total Bank Accounts</b>	<b>\$1,048,475.67</b>	<b>\$899,180.48</b>	<b>100.00 %</b>
<b>Total Current Assets</b>	<b>\$1,048,475.67</b>	<b>\$899,180.48</b>	<b>100.00 %</b>
<b>TOTAL ASSETS</b>	<b>\$1,048,475.67</b>	<b>\$899,180.48</b>	<b>100.00 %</b>
▼ LIABILITIES AND EQUITY			
▼ Liabilities			
▼ Current Liabilities			
▼ Other Current Liabilities			
2100 Payroll Liabilities	0.30	0.30	0.00 %
<b>Total Other Current Liabilities</b>	<b>\$0.30</b>	<b>\$0.30</b>	<b>0.00 %</b>
<b>Total Current Liabilities</b>	<b>\$0.30</b>	<b>\$0.30</b>	<b>0.00 %</b>
<b>Total Liabilities</b>	<b>\$0.30</b>	<b>\$0.30</b>	<b>0.00 %</b>
▼ Equity			
3200 Temp Restricted Net Asset	73,709.42	73,709.42	7.03 %
3900 Unrestricted Net Asset	386,813.95	1,008,763.23	36.89 %
Net Revenue	587,952.00	-183,292.47	56.08 %
<b>Total Equity</b>	<b>\$1,048,475.37</b>	<b>\$899,180.18</b>	<b>100.00 %</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>\$1,048,475.67</b>	<b>\$899,180.48</b>	<b>100.00 %</b>

Net Equity  
\$1,048,476

# Statement of Activities Classified

## Education Foundation of Harris County

### Statement of Activity December 2021

	TOTAL
Revenue	
<b>Total Revenue</b>	
GROSS PROFIT	\$0.00
▼ Expenditures	
▼ 8100 Operating Expenses	
8170 Other	30.00
<b>Total 8100 Operating Expenses</b>	30.00
<b>Total Expenditures</b>	\$30.00
NET OPERATING REVENUE	\$ -30.00
NET REVENUE	\$ -30.00



# Transaction Detail by Inflow & Outflow

## Education Foundation of Harris County

### Transaction Detail by Account

December 2021

DATE	TRANSACTION TYPE	NUM	NAME	CLASS	MEMO/DESCRIPTION	SPLIT	AMOUNT	BALANCE
▼ 1005 Chase Operating Fund-5717								
12/01/2021	Check	SVCCHRG			Service Charge	8170 Operating Expenses:Other	-30.00	-30.00
Total for 1005 Chase Operating Fund-5717							\$ -30.00	
▼ 8100 Operating Expenses								
▼ 8170 Other								
12/01/2021	Check	SVCCHRG		Management:Operating		1005 Chase Operating Fund-5717	30.00	30.00
Total for 8170 Other							\$30.00	
Total for 8100 Operating Expenses							\$30.00	



# **PFC & Lease Revenue Projects Update**

December 31, 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
	<b>TOTAL</b>	<b>100</b>

**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 Center Contract \$15,121,000 awarded on Oct 2021 Board Mtg  
 HP East Contract \$7,271,000 awarded on Nov 2021  
 Irvington – Pending Architect Assignment

#### HCDE Capital Projects

Cash Balance-Project Acquisition Account  
 As of December 31, 2021 (Unaudited)

	PFC	MTN	Total CIP
<b>Assets:</b>			
General Fund - Transfer In	\$ 3,957,162	\$ -	\$ 3,957,162
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	75,127		75,127
Cash/LSIP 2020 MTN		14,993,741	14,993,741
Cash/Texpool Investment Pool-PFC	28,467,108		28,467,108
<b>Total Assets</b>	<b>\$ 32,501,006</b>	<b>\$ 14,993,741</b>	<b>\$ 47,494,747</b>
<b>Liabilities:</b>			
Due to General Fund	\$ -	\$ -	\$ -
Accounts Payable	147,725	-	147,725
Bond Interest Payable			-
Retainage	23,692		23,692
<b>Total Liabilities</b>	<b>\$ 171,417</b>	<b>\$ -</b>	<b>\$ 171,417</b>
<b>Total Equity Balance @ 12-31-21</b>	<b>\$ 32,329,589</b>	<b>\$ 14,993,741</b>	<b>\$ 47,323,330</b>

**Cash Balance –  
 Project Acquisition  
 Account  
 As of December 31, 2021**



# Income Statement– Project Acquisition Account

## As of December 31, 2021

**Project-to-Date Income Statement**  
**Period ending December 31, 2021 (Unaudited)**

	Budget Original (a)	Additions (b)	Amended (a) + (b) = (c)	As of December 31st			Percent %	Remaining Funds Available (c) - (0)
				FY 2021 (d)	FY 2022 (e)	Project-to-Date (d)+(e) = (f)		
<b>Revenues</b>								
Sale of PFC Bonds	\$ 30,581,882		\$ 30,581,882	\$ 31,120,317	\$ -	\$ 31,120,317		\$ (538,435)
Maint. Tax Note Proceeds & Premium	\$ 15,873,000	-	\$ 15,873,000	\$ 16,071,798	\$ -	\$ 16,071,798		\$ (198,798)
Transfers In/Out - 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	\$ 2,409	\$ 258	\$ 2,667		\$ 98,486
Int Earned- TexPool PFC 2020	47,500	-	47,500	\$ 6,670	\$ 3,397	\$ 10,067		\$ 37,433
Int Earned- Bank of Texas 2020 Project	103,235	-	103,235	\$ 130	\$ 1	\$ 131		\$ 103,104
Int Earned- Bank of Texas 2020 Payment	-	-	-	\$ 1	\$ 1	\$ 2		\$ (2)
Int Earned- Bank of Texas 2020 Redemption	-	-	-	\$ -		\$ -		\$ -
<b>Total Revenues:</b>	<b>52,446,770</b>	<b>\$ 685,000</b>	<b>53,131,770</b>	<b>52,941,325</b>	<b>3,658</b>	<b>52,944,983</b>		<b>186,787</b>
<b>Expenditures</b>								
Bond Sale Fees	-	\$ -	-	650,328	-	650,328		(650,328)
AB East Project	17,805,875	(2,469,000)	15,336,875	665,338	290,486	955,824	5%	14,381,051
Irvington Renovation	8,365,500	2,469,000	10,834,500	331,547	15,057.52	346,604	4%	10,487,896
High Point East Project	7,916,645	-	7,916,645	304,133	143,683.73	447,817	6%	7,468,828
Adult Ed New Building + Renovations	18,358,750	685,000	19,043,750	947,277	983,396.09	1,930,673	11%	17,113,077
Facilities Support				277,952	-	277,952		(277,951.79)
AB West Project				35,486	-	35,486		(35,486.22)
Fortis Academy				276,264	-	276,264		(276,263.60)
La Porte				700,705	-	700,705		(700,704.98)
<b>Total Capital Projects - PFC Fund</b>	<b>52,446,770</b>	<b>685,000</b>	<b>53,131,770</b>	<b>3,538,702</b>	<b>1,432,623</b>	<b>4,971,325</b>	<b>9%</b>	<b>48,160,445</b>
<b>Total Expenditures:</b>	<b>52,446,770</b>	<b>\$ 685,000</b>	<b>\$ 53,131,770</b>	<b>4,189,030</b>	<b>1,432,623</b>	<b>5,621,653</b>		<b>47,510,117</b>
<b>Excess Revenues over Expenditures:</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>48,752,295</b>	<b>(1,428,965)</b>	<b>47,323,330</b>		<b>47,323,330</b>
<b>Fund Balance-Beginning Estimated:</b>				-	\$ -			
<b>Fund Balance-Ending Estimated:</b>				<b>\$ 48,752,295</b>	<b>\$ (1,428,965)</b>			

Note: Fiscal year begins Sept. 1st and ends Aug. 31st.

# 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	-	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

# 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  
6311 Irvington Property for Workforce Development – Adult Ed  
619 King Ln – Adult Ed. Closed 12/7/21
- NOGA received. Due diligence under way for pending property at this time. Schematic design also underway.
- Barrett Station and Humble Early Head Start Projects under development \$350,000 received from HC Precinct 2



## 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/ Marcia Leiva, Chief Accounting Officer**

**/s/ Rubi Platero, MBA, Staff Accountant**

