



Harris County Department of Education

Programs and Services

HCDE serves all 25 school districts in Harris County and surrounding area through its programs and services. Other Texas ISDs, cities, counties, charter schools and non-profit organizations also utilize the services that HCDE offers.

Responding to and serving the needs of learners of all ages, socio-economic status, ethnic backgrounds, educational or developmental delays, and at-risk behaviors requires the Department to be an institution of great flexibility as evidenced by the activities described below. Affordable and highly flexible programming and products are developed with clients in mind. Information can be found on: <https://hcde-texas.org/>

Examples of client populations include:

- **Academic and Behavior Schools** serve children, youth, and young adults ages 5-22 with severe emotional disturbances, mental retardation, pervasive developmental disorders, and other health impairments.
- **Adult Education** prepares age 16-plus youths and adults to read and speak English, and/or to complete a high school General Equivalency Diploma education
- **Center for After-School, Summer and Enrichment – (CASE)** serves elementary, middle, and high school students delivering quality after-school learning opportunities. It includes a program implemented in FY18 as an out-of-school-time debate program for low income and minority high school students. An expansion of HUDL – Houston Urban Debate League in collaboration with Houston ISD.
- **Center for Safe and Secure Schools** focuses on the emergency management cycle including prevention / mitigation, preparedness, response, and recovery.
- **Center for Educator Success** transforms educator talent pipelines by partnering directly with districts to reimagine a comprehensive approach to educator recruitment, growth, advancement and leadership with the primary goal to inspire a new generation of educators to teach and lead in ways that generate real results and new opportunities for all children.
- **Choice Partners - Cooperative** offers quality, legal procurement, and contract solutions to meet government purchasing requirements. <http://www.choicepartners.org/>
- **Fortis Academy** serves youth after proper treatment from substance abuse as an alternative from reinserting into the original environment before treatment.
- **Head Start (Early Head Start)** serves 0–5-year-old economically-disadvantaged children and their families, with over 10 percent of those having an identified disability requiring intervention.
- **Highpoint School** serves client school districts' adjudicated youth by providing intensive counseling and a technology-driven curriculum in a strict disciplinary environment.
- **Records Management Cooperative** assists agencies achieve and maintain compliance with State of Texas Local Government Records Act of 1989.
- **Center for Grant Development** supports efforts to locate and obtain funds which forward new programs, program enhancement and expansion needs.
- **School Finance Council** is designed for school business officials and provides updates on finance issues and training information regarding various business office matters.
- **School-Based Therapy Services** serves individuals ages 0-22 years of age with identified disability groups, diagnosed disabilities, developmental delays, or at-risk for delays from diverse socio-economic families.

ANNUAL BUDGET

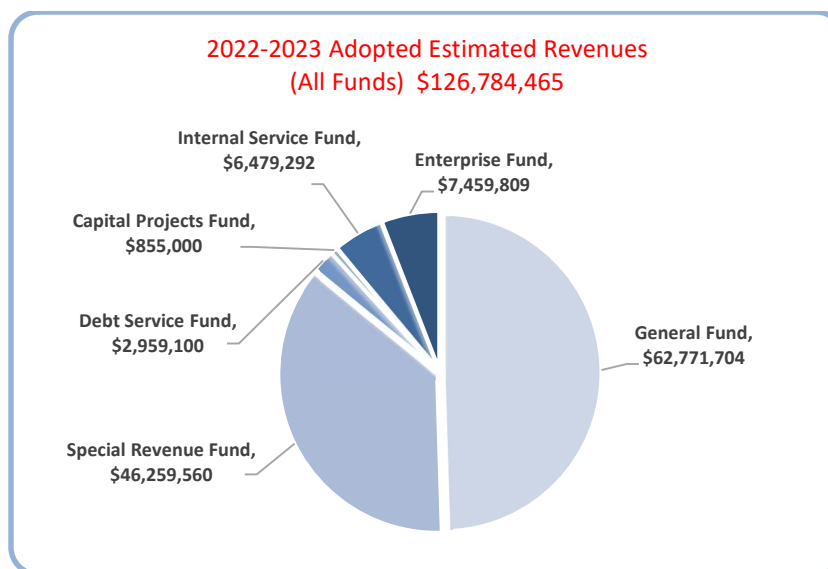
The Department’s annual budget (all funds) for the fiscal year 2022-2023 is **\$173,474,436**. The Department utilizes Governmental, Proprietary, and Fiduciary fund types. The Department’s Governmental fund type is comprised of *General Fund, Special Revenue Funds, Debt Service Fund and Capital Project Fund*. The Proprietary Fund includes the *Internal Service Fund and Enterprise Fund*. The Fiduciary fund type includes *Agency Funds*.

It is important to note that the Department approves the annual budgets for the General Fund, Capital Projects Fund, Internal Service Funds and Debt Service Funds. Special Revenue Funds adopt project-length budgets which might not correspond to the Department’s fiscal year end. (See chart below.)

Fiscal Year 2022-2023	Governmental				Proprietary		Total
	General Fund	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	Internal Service Fund	Enterprise Fund	
Estimated Revenues	\$ 62,771,704	\$ 46,259,560	\$ 2,959,100	\$ 855,000	\$ 6,479,292	\$ 7,459,809	\$ 126,784,465
Appropriations	\$ 59,201,403	\$ 46,259,560	\$ 4,097,770	\$ 43,611,715	\$ 6,479,292	\$ 3,810,937	\$ 163,460,677
Transfers Out	\$ 4,864,887	\$ -	\$ -	\$ -	\$ -	\$ 5,148,872	\$ 10,013,759
Total Appropriations and Other Uses	\$64,066,290	\$46,259,560	\$4,097,770	\$43,611,715	\$6,479,292	\$8,959,809	\$ 173,474,436
Appropriations from Fund Balance:							
Projected Fund Balance Beg.	(\$1,294,586)	\$0	(\$1,138,670)	(\$42,756,715)	\$0	(\$1,500,000)	(\$46,689,971)
Projected Fund Balance End.	\$ 20,087,082	\$ -	\$ 200,000	\$ 264,285	\$ 1,386,982	\$ -	\$ 21,938,349

NOTE: Planned one-time expenditures totaling \$1,294,586 include: 1) Debt Service Transfer for \$189,586; 2) Purchase of Network Servers & Equipment \$355,000; 3) Education Foundation transfer from GF for \$600,000, and 4) Retirement Benefit for \$150,000

Sources of Funds



Local Sources

Local sources of revenue generate **\$66,305,048**, or **56** percent of total revenues. Local sources include charges for service fees for \$31,035,531, property taxes for \$27,658,745, and local grants for \$7,269,232. Charges for services are a significant source of revenue for the Department and in fiscal year 2022, these constitute **26.6** percent of total revenues. *Property taxes (what you, as a citizen, pay for supporting education in Harris County) accounted for 23.7 percent of total revenues.*

State Sources

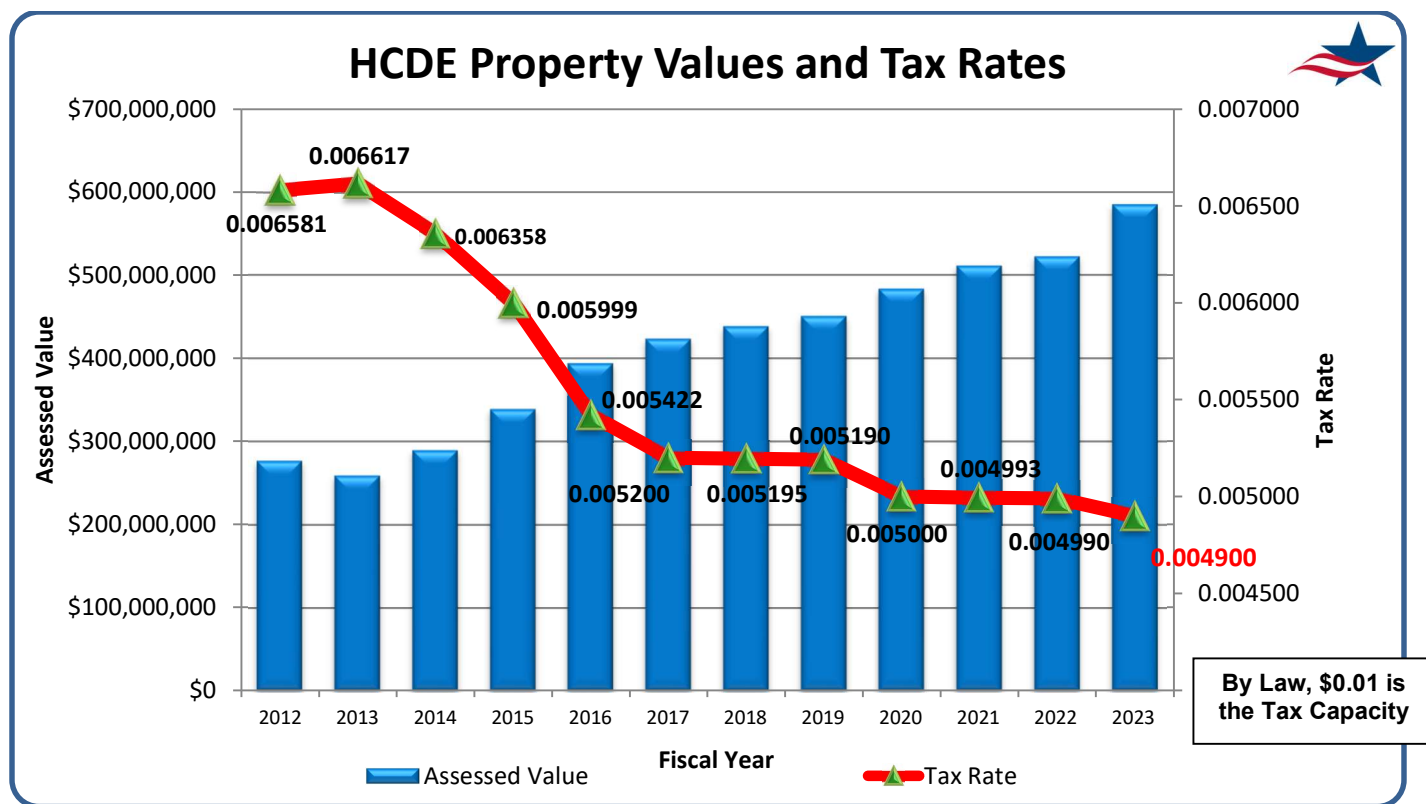
State sources of revenue total **\$3,698,727** or **3.1** percent of total revenues. TRS on behalf is \$3,250,000.

Federal Sources

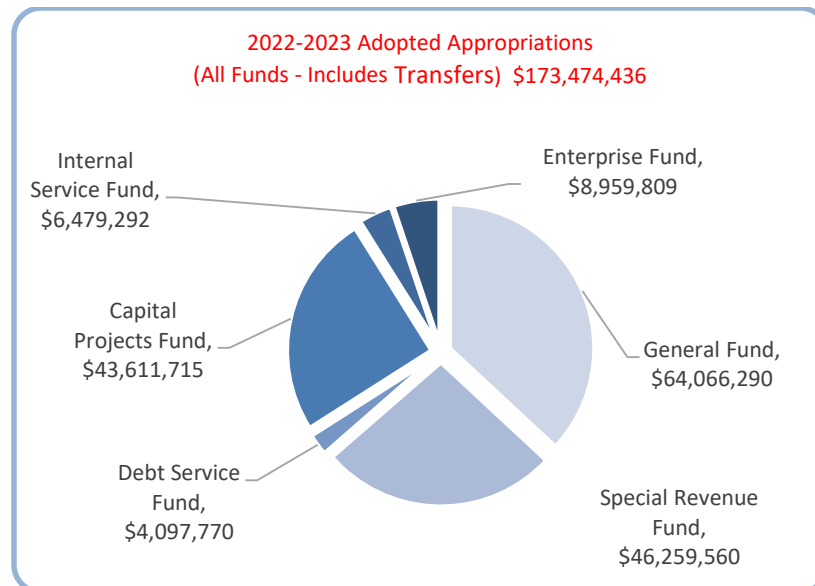
Revenues from federal sources constitute **\$40,288,366** or **34.5** percent of total revenues. These federal sources include pass through grants for the Adult Education, After School, and Head Start programs, and various non-major governmental funds. The three major grants are Head Start \$27,459,288, CASE \$6,167,923, and Adult Education \$3,880,000.

PROPERTY VALUES AND TAXES

The Department’s proposed tax rate for the 2022 tax year is **\$0.004900** per \$100 assessed property valuation. The 2021 tax rate was **\$0.004990**. The assessed certified property valuation is **\$584** billion resulting in a tax levy of **\$28** million. The ‘current tax’ collection rate for fiscal year 2021-22 was projected at 99%. A **98%** collection rate is projected for fiscal year 2022-2023.



Uses of Funds



General Operating Fund – The General Fund budget includes several planned capital expenditures from fund balance. The 2022-2023 appropriation levels for the General Operating Fund are projected at \$59,201,403 and estimated other uses (transfers to other funds) at \$4,864,887, for a total of **\$64,066,290**; this represents a \$30,939 decrease from 2021-22 amended budget as of April 30, 2022. Total FTEs are 480.

Special Revenue Funds – Appropriations for these funds are restricted to or designated for specific purposes by a grantor. For 2022-2023, the Department's appropriation is **\$46,259,560**. The Department provides information to the Board of Trustees on all grants, but they do not approve an annual budget for these funds. The NOGA (Notice of Grant Award) is the guiding budget received for these funds. Total FTEs are 475.

Debt Service Fund – The Department budgeted **\$4,097,770** for 2022-2023 in this fund. Resources in the Debt Service Fund must be used to pay for general long-term debt principal and interest for debt issues and other long-term debts for which an M&O tax has been dedicated. A transfer is projected from the General Fund to the Debt Service Fund. Total principal outstanding debt as of August 31, 2022 is **\$46,156,428**.

Capital Project Fund: In fiscal year 2022-2023, HCDE will enter Phase 2 of major capital projects: the new AB East School, the new Middle School for HP East School, the new building for Adult Education. Also in this year, we will begin construction of a 10,000 square foot Equine Therapy Center, as well as major maintenance and renovation projects to our existing infrastructure. The appropriations are estimated at **\$43,611,715**.

Internal Service Fund – The Department allocates facility charges to all divisions and utilizes an Internal Service Fund. Workers Compensation totals \$415,000. The Facilities Support Services totals \$6,064,292 which includes facilities and utilities. The total Internal Service Fund is **\$6,479,292** for fiscal year 2022-2023. Total FTEs are 47.

Enterprise Fund- is a Proprietary Fund comprised of the Choice Partners Cooperative. Estimated operating expenses are 3.8 million with revenues at 7.45 million; expected transfer to the General Fund (**subsidizing general operating costs thereby reducing our tax burden**) is **\$5,148,872**. Choice Partners Cooperatives offers quality, legal procurement, and contract solutions to meet the purchasing needs of school districts and other governmental entities with legal, competitively bid contracts. Total FTEs are 20.

Harris County Department of Education
 Combined Statement of Revenues by Source, Expenditures by Division - All Funds
 For The Fiscal Year Ended August 31, 2023

	Governmental Funds				Proprietary Funds		Total
	General Funds	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	Internal Service Fund	Enterprise Funds	
EST. REVENUES & OTHER Sources							
Revenues							
Customer Fees & Charges	\$ 23,575,722	\$ -	\$ -	\$ -	\$ -	\$ 7,459,809	\$ 31,035,531
Property Tax Rev-Current	27,658,745	-	-	-	-	-	27,658,745
Property Tax Rev-Delinquent & P&I	165,000	-	-	-	-	-	165,000
Investment Earnings-HCDE	105,540	-	-	-	-	-	105,540
Other Local Revenues	71,000	-	-	-	-	-	71,000
Local Grants	-	7,268,505	-	-	-	-	7,268,505
Indirect Cost - Local Grants	727	-	-	-	-	-	-
Total Local Revenues:	51,576,734	7,268,505	-	-	-	7,459,809	66,305,048
Facility Support Services	-	-	-	-	6,064,292	-	6,064,292
Workers Compensation	-	-	-	-	415,000	-	415,000
Total Inter-Departmental Revenues:	-	-	-	-	6,479,292	-	6,479,292
State TEA Supplemental Compensation	448,000	-	-	-	-	-	448,000
State TEA Employee Portion Health Ins	-	-	-	-	-	-	-
State TRS On Behalf Payments	3,250,000	-	-	-	-	-	3,250,000
State Grants	-	-	-	-	-	-	-
State-Indirect Costs	-	-	-	-	-	-	-
Total State Revenues:	3,698,000	-	-	-	-	-	3,698,000
Federal Grants	-	37,940,268	-	-	-	-	37,940,268
Indirect Cost - Federal Grants	2,348,098	-	-	-	-	-	2,348,098
Total Federal Revenues:	2,348,098	37,940,268	-	-	-	-	40,288,366
Total Revenues:	57,622,832	45,208,773	-	-	6,479,292	7,459,809	116,770,706
Other Financing Sources							
Transfers In-							
Fund 711 - Choice Partners	5,148,872	-	-	-	-	-	5,148,872
Fund 697- Capital Projects	-	-	-	855,000	-	-	855,000
Fund 288 - CASE After School Partnership	-	550,787	-	-	-	-	550,787
Fund 205 - Head Start	-	500,000	-	-	-	-	500,000
Fund 498 - Star Re-Imagine	-	-	-	-	-	-	-
Fund 599 - Debt Service Payment (PFC)	-	-	2,959,100	-	-	-	2,959,100
Fund 599 - Debt Service Payment (QZAB)	-	-	-	-	-	-	-
Total Transfers In	5,148,872	1,050,787	2,959,100	855,000	-	-	10,013,759
Bond Issuance-Fund 697 Capital Project	-	-	-	-	-	-	-
Total Other Sources:	5,148,872	1,050,787	2,959,100	855,000	-	-	10,013,759
Total Revenues & Other Sources:	62,771,704	46,259,560	2,959,100	855,000	6,479,292	7,459,809	126,784,465
EXPENDITURES & OTHER USES							
Expenditures							
Board of Trustees	207,115	-	-	-	-	-	207,115
Superintendent's Office	710,818	-	-	-	-	-	710,818
Assistant Supt Education & Enrichment	335,469	-	-	-	-	-	335,469
Center for Safe & Secure Schools	675,581	58,844	-	-	-	-	734,425
Adult Ed. Local & (Funds 223, 230, 234, & 381)	88,486	3,881,108	-	-	-	-	3,969,594
Center for Grant Development	634,830	-	-	-	-	-	634,830
Research & Evaluation	681,489	-	-	-	-	-	681,489
Center For Educator Success	2,633,730	50,000	-	-	-	-	-
Chief of Staff	315,650	-	-	-	-	-	315,650
Education Foundation	600,000	-	-	-	-	-	600,000
Texas Virtual Schools Network	-	-	-	-	-	-	-
Business Services	2,003,734	-	-	-	-	-	2,003,734
Department Wide	4,351,284	-	-	-	-	-	4,351,284
Retirement Leave Benefits	150,000	-	-	-	-	-	150,000
State TEA On Behalf Payments	3,250,000	-	-	-	-	-	3,250,000
State TEA Employee Health Insurance	-	-	-	-	-	-	-
Purchasing Support	840,294	-	-	-	-	-	840,294
Workers Compensation (Fund 753)	-	-	-	-	415,000	-	415,000
Debt Services (Fund 599)	-	-	4,097,770	-	-	-	4,097,770

Harris County Department of Education
Combined Statement of Revenues by Source, Expenditures by Division - All Funds
For The Fiscal Year Ended August 31, 2023

	Governmental Funds			Proprietary Funds		Total	
	General Funds	Special Revenue Fund	Debt Service Fund	Capital Projects Fund	Internal Service Fund		Enterprise Funds
EXPENDITURES & OTHER USES							
Chief Information Officer	233,840	-	-	-	-	-	233,840
Technology Services	4,048,815	-	-	-	-	-	4,048,815
Asset Replacement Schedule	-	-	-	-	-	-	-
Client Engagement	696,960	-	-	-	-	-	696,960
Communication	1,216,193	-	-	-	-	-	1,216,193
Community Engagement	120,000	-	-	-	-	-	120,000
Human Resources	1,343,901	-	-	-	-	-	1,343,901
Assistant Supt Academic Support	358,370	-	-	-	-	-	358,370
Therapy Services	13,938,853	-	-	-	-	-	13,938,853
Head Start	8,000	-	-	-	-	-	8,000
Head Start Grant	-	34,910,776	-	-	-	-	34,910,776
Special Schools & Services-							
Special Schools Administration	874,967	-	-	700,000	-	-	1,574,967
Academic & Behavior School-East	5,210,744	-	-	-	-	-	5,210,744
Academic & Behavior School-West	4,858,757	-	-	-	-	-	4,858,757
Fortis Academy	1,597,412	-	-	-	-	-	1,597,412
Highpoint East School	4,101,854	-	-	-	-	-	4,101,854
Highpoint North School	0	-	-	-	-	-	-
Facilities Support Services							
Facilities-Construction Services	196,007	-	-	-	-	-	196,007
Records Management Services	2,139,286	-	-	-	-	-	2,139,286
Facilities - Choice Partners	-	-	-	-	-	3,810,937	3,810,937
Facilities - Operations	-	-	-	40,016,000	-	-	-
Facilities and Asset Replacement Schedule	-	-	-	-	-	-	-
Facilities - Local Construction	-	-	-	2,895,715	-	-	2,895,715
Facilities - Internal Service (Fund 799)	-	-	-	-	6,064,292	-	6,064,292
Total Expenditures:	59,201,403	46,259,560	4,097,770	43,611,715	6,479,292	3,810,937	120,760,947
Other Uses							
Transfers Out-							
Fund 199-General Fund	-	-	-	-	-	5,148,872	5,148,872
Fund 288-CASE	550,787	-	-	-	-	-	550,787
Fund 205-Head Start	500,000	-	-	-	-	-	500,000
Fund 599-Debt Service-PFC	2,959,100	-	-	-	-	-	2,959,100
Fund 599-Debt Service-QZAB	0	-	-	-	-	-	-
Fund 697-Capital Projects	855,000	-	-	-	-	-	855,000
Total Other Uses:	4,864,887	-	-	-	-	5,148,872	10,013,759
Total Expenditures & Other Uses:	64,066,290	46,259,560	4,097,770	43,611,715	6,479,292	8,959,809	173,474,436
Expenditures from Fund Balance:	(1,294,586)	-	(1,138,670)	(42,756,715)	-	(1,500,000)	(46,689,971)
Projected Fund Balance Beginning:	21,381,668	-	\$1,338,670	43,021,000	1,386,982	1,500,000	68,628,320
Projected Fund Balance Ending:	\$ 20,087,082	\$ -	\$ 200,000	\$ 264,285	\$ 1,386,982	\$ -	\$ 21,938,349

For additional questions about the HCDE Budget and Financial Information, please view our [Transparency Page](http://www.hcde-texas.org/who-we-are/divisions-and-leadership/business-services/) located at <http://www.hcde-texas.org/who-we-are/divisions-and-leadership/business-services/>

For questions about the reports, please contact:
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Linked from State Comptroller's website
<http://www.texasparency.org/local/schools.php>

