

Financial Highlights

As of June 30, 2021



HIGHLIGHTS of INTERIM FINANCIAL REPORT (unaudited)



June 30, 2021

BUDGET AMENDMENT REPORT for the July 21, 2021 Board Meeting

Click below for a 1-minute Briefing:

<https://www.showme.com/sh?h=rYUKDR2>

Prepared by: Business Support Services Division

Posted On our Website

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

Linked from State Comptroller's website

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



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

Schedule 1

ASSETS

Cash and Temporary Investments
Property Taxes-Delinquent at September 1, 2020
Less: Allowances for Uncollectible Taxes
Due from Federal Agencies
Other Receivables
Inventories
Deferred Expenditures
Other Prepaid Items

	ACTUAL
	\$ 40,513,358
	983,358
	(19,667)
	-
	1,353,512
	188,750
	-
	34,606
TOTAL ASSETS:	\$ 43,049,018

LIABILITIES

Accounts Payable
Bond Interest Payable
Due to Other Funds
Accrued Wages
Payroll Deductions
Due to Other Governments
Deferred Revenue

	10,324
	-
	-
	-
	1,421,127
	7,641
	973,447
TOTAL LIABILITIES:	\$ 2,412,539

FUND EQUITY

Unassigned Fund Balance
Non-Spendable Fund Balance
Restricted Fund Balance
Committed Fund Balance
Assigned Fund Balance
Excess(Deficiency) of Revenues & Other Resources
Over(Under) Expenditures & Other Uses

	17,637,563
	177,243
	-
	2,014,976
	13,540,000
	7,801,016
TOTAL FUND EQUITY:	\$ 41,170,798

Fund Balance Appropriated Year-To-Date	(534,319)
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TOTAL LIABILITIES, FUND EQUITY, AND FUND BALANCE APPROPRIATED TO DATE:	\$ 43,049,018
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INTERIM FINANCIAL REPORT (unaudited) GENERAL FUND

Balance Sheet as of June 30, 2021

INTERIM FINANCIAL REPORT (unaudited)

ASST. SUPERINTENDENT FOR BUSINESS SERVICES' MESSAGE

As of June 30, 2021

The ESTIMATED General Fund balance at 06/30/2021 is \$43,049,018 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 2021.

Description	Audited 9/1/2020	Appropriated YTD	Estimated Balance at Month End
Non-Spendable	\$ 177,243	\$ -	\$ 177,243
Restricted	-	-	-
Committed	2,014,976	-	2,014,976
Assigned	13,540,000	200,000	13,340,000
Unassigned	17,106,875	334,319	16,772,556
Total Fund Balance	\$ 32,839,094	\$ 534,319	\$32,304,775

Estimated Balance at Month End
\$ 177,243
\$ -
\$ 2,014,976
\$ 13,340,000
\$ 16,772,556
\$ 32,304,775

Excess (Deficiency) of CURRENT Revenues and Other Resources (From 9/1/2020 to Date)

\$ 7,801,016

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

\$ 43,049,018

INTERIM FINANCIAL REPORT (unaudited)

As of June 30, 2021

Financial Ratios

- *Level One - Indicator of financial strength*
- *Level Two - Indicator of efficient leverage*
- *Level Three - Indicators of efficiency*
- *Level Four - Indicator of revenue growth*

INTERIM FINANCIAL REPORT (unaudited)

As of June 30, 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?
Unassigned Fund Balance \$ 17,637,563	Total Current Assets Less Total Current Liabilities
<hr/>	\$43,049,018-2,412,539=\$40,636,478
Total G/F Expenditures \$ 42,131,909	
Goal : > 30% of G/F Exp.	Goal : >\$15,000,000
Benchmark: 10% to 29%	Benchmark : \$10M to \$15M
Danger: Under 10%	Danger : Under < \$10M

42% FY21

43% FY20

Budgeted 30%

Details on Schedule 3

\$41M FY21

\$37M FY20

Budgeted \$33M

Details on Schedule 1

INTERIM FINANCIAL REPORT (unaudited)

As of June 30, 2021

Indicators of Efficient Leverage Reserves

Unassigned Fund Balance Ratio

How much is available in reserves?

Unassigned Fund Balance \$ 17,637,563

Total Fund Balance \$ 40,636,479

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

43% FY21

52% FY20

Budgeted 87%

Details on Schedule 1

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

\$ 3,815,312

G/F Revenue Less Facility Charges

\$ 49,932,924-4,455,990

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

8% FY21

6% FY20

Budgeted 6%

Details on Schedule 5

INTERIM FINANCIAL REPORT (unaudited)

As of June 30, 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	\$ 24,806,413	Indirect Cost General Fund	\$ 1,509,236
Total Revenue	\$ 130,125,011	Total General Fund Revenues	\$ 49,916,552
Adjusted for Capital Projects one time			
Goal:	<20% of revenue	Goal:	> 5%
Benchmark:	20% to 30%	Benchmark:	2% to 5%
Danger:	Over > 30%	Danger:	Under < 2%

29% FY21

28% FY20

Budgeted 41%

Details on Schedule 2

3% FY21

3% FY20

Budgeted 3%

Details on Schedule 3

INTERIM FINANCIAL REPORT (unaudited)

As of June 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) \$ 18,360,387

Total Revenues \$ 130,123,931

Adjusted for Capital Projects one time

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

22% FY21

24% FY20

Budgeted 44%

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

\$ 18,360,387 – 20,286,882

Fees for Service Last Year \$ 20,286,882

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

-9% FY21

-0% FY20

Budgeted 4%

Details on Schedule 14

FUND BALANCE CATEGORY	Sept 1, 2020 Beginning Audited	September - December	January - May	June-July	
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			200,000	650,000
Workforce Development	1,000,000				1,000,000
Total Reserves:	15,732,219				15,532,219
Unassigned	17,106,875	125,204	169,705	25,000	16,786,966
Total Est. Fund Balance:	32,839,094	125,204	169,705	225,000	32,319,185

FY 2020-2021 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 June 30, 2021


Fund	Budget	Received/Billed	%
General Fund	\$58,117,402	\$49,932,924	86%
June is the end of the 10th month or approximately 83% of the fiscal year.			
(1) This amount includes accounts receivable billed.			
Special Revenue Funds	51,922,374	19,284,239	37%
Most grant periods differ from fiscal year.			
(2) Grants are on monthly reimbursement basis; subsequently billed			
Debt Service Fund	6,169,043	3,902,217	63%
(3) This fund has activity in February and August.			
Capital Projects Fund	54,148,047	46,463,008	86%
Trust and Agency Fund	0	6,983	0%
Choice Partners Fund (Enterprise Fund)	5,228,380	5,785,518	111%
Worker's Comp. Fund (Internal Service Fund)	475,000	294,131	62%
Facilities Fund (Internal Service Fund)	5,806,832	4,455,990	77%
Total as of the end of the month	\$181,867,078	\$130,125,011	72%

INTERIM FINANCIAL REPORT (unaudited)

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

Expenditures (OUTFLOWS)

Budget to Actual for period ending June 30, 2021

Fund	Budget	Encumbered/Spent	%
General Fund	\$70,240,484	\$42,131,909	62%
(1) Encumbrances as of the end of the month total.		\$ 1,521,379	Encumbrances
June is the end of the 10th month or approximately 83% of the fiscal year.			
Special Revenue Funds	51,922,374	22,495,219	51%
(2) Encumbrances as of the end of the month total.		4,066,787	Encumbrances
Most grant periods differ from the fiscal year.			
Debt Service Fund	6,169,043	3,815,312	62%
(3) This fund has activity in February and August.			
Capital Projects Fund	54,953,973	17,856,368	32%
Trust and Agency Fund	-	2,800	0%
Choice Partners Fund (Enterprise Fund)	5,728,380	5,921,005	103%
Worker's Comp. Fund (Internal Service Fund)	475,000	342,314	72%
Facilities Fund (Internal Service Fund)	5,806,832	4,741,964	82%
Total as of the end of the month	\$195,296,086	\$102,895,058	53%

INTERIM FINANCIAL REPORT (unaudited)
FY 2020&21 COVID19 Budget to Actual - Expenditures
for period ending June 30, 2021

COVID19 Fund Cumulative Disaster Relief

Object Code	BUDGET	YTD Expenditures	Encumbrances Outstanding	Available Balance
61xx-xxxx Technology Allowances	\$ 37,902	\$ 74,152	\$ -	\$ (36,250)
62xx-xxxx Prof. & Other Contracted Svcs	\$ 1,079,799	\$ -	\$ -	\$ 1,079,799
63xx-xxxx Supplies & Materials	\$ 267,757	\$ 317,536	\$ -	\$ (49,779)
64xx-xxxx Misc. Operating Costs	\$ 114,542	\$ 170,732	\$ -	\$ (56,190)
Total General Fund:	\$ 1,500,000	\$ 562,420	\$ -	\$ 937,579
Object Code	BUDGET	YTD Expenditures	Encumbrances Outstanding	Available Balance
61xx-xxxx Technology Allowances	\$ 849,000	\$ 73,452	\$ -	\$ 775,548
62xx-xxxx Prof. & Other Contracted Svcs	\$ 365,000	\$ 12,367	\$ -	\$ 352,633
63xx-xxxx Supplies & Materials	\$ 1,018,327	\$ 464,496	\$ -	\$ 553,831
64xx-xxxx Misc. Operating Costs	\$ 561,023	\$ 146,033	\$ -	\$ 414,990
Total Head Start:	\$ 2,793,350	\$ 696,349	\$ -	\$ 2,097,001
Total COVID19 Expenditures	\$ 4,293,350	\$ 1,258,769	\$ -	\$ 3,034,580

INTERIM FINANCIAL REPORT (unaudited)

FY 2020-21 Donations Report

All Funds as of June 30, 2021

Month 2020-2021	CASH	IN-KIND	TOTAL
September	58.00	1,350.00	1,408.00
October	-	-	-
November	300.00	3,658.55	3,958.55
December	-	1,490.55	1,490.55
January	2,445.00	1,086.04	3,531.04
February	-	3,000.64	3,000.64
March	-	-	-
May	250.00	32,775.48	33,025.48
May		6,236.42	6,236.42
June		396.94	396.94
July			-
August			
Total:			53,047.62
2021 YTD Total:	3,053.00	49,994.62	53,047.62

INTERIM FINANCIAL REPORT (unaudited)
FY 2020-21 Donations Report
All Funds as of June 30, 2021

		CENTER FOR GRANTS DEVELOPMENT ON BEHALF OF HCDE DIVISIONS						
		June 1, 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 Totals</i>	<i>In-kind Totals</i>	<i>Totals</i>
Barton	Lorie	Chick-Fila-A Corporation	HCDE	Technology	Gift Cards		\$ 121.25	\$ 121.25
Ward	Roselyn		HCDE	Head Start	Classroom Supplies		\$ 75.69	\$ 75.69
		Assistance League of Houston	HCDE	Head Start	Books		\$ 200.00	\$ 200.00
						\$ -	\$ 396.94	\$ 396.94

INTERIM FINANCIAL REPORT (unaudited)

TAX COLLECTIONS COMPARATIVE ANALYSIS

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

\$511 B

	Adopted	September	October	November	December	January	February	March	April	May	June
	ADOPTED TAX RATE	ADOPTED TAX RATE	ADOPTED TAX RATE	ADOPTED TAX RATE	ADOPTED TAX RATE	ADOPTED TAX RATE	ADOPTED TAX RATE	ADOPTED TAX RATE	ADOPTED TAX RATE	ADOPTED TAX RATE	ADOPTED TAX RATE
Proposed Collections Tax Year 2020	0.004993	0.004993	0.004993	0.004993	0.004993	0.004993	0.004993	0.004993	0.004993	0.004993	0.004993
Certified Taxable Value per HCAD (\$000)	392,595,710,238	478,763,407,047	493,351,970,696	502,389,166,676	508,015,051,446	510,293,030,704	510,374,823,408	509,193,256,499	508,652,408,052	508,047,129,757	506,951,697,049
Values under protest or not certified (\$000)	118,420,401,768	32,944,809,656	18,728,498,019	9,646,625,044	3,886,282,211	1,443,715,996	1,106,284,706	905,859,734	750,084,086	601,426,290	434,185,243
	511,016,112,006	511,708,216,703	512,080,468,715	512,035,791,720	511,901,333,657	511,736,746,700	511,481,108,114	510,099,116,233	509,402,492,138	508,648,556,047	507,385,882,292
/ Rate per Taxable \$100	5,110,161,120	5,117,082,167	5,120,804,687	5,120,357,917	5,119,013,337	5,117,367,467	5,114,811,081	5,100,991,162	5,094,024,921	5,086,485,560	5,073,858,823
X Tax Rate	25,515,034	25,549,591	25,568,178	25,565,947	25,559,234	25,551,016	25,538,252	25,469,249	25,434,466	25,396,822	25,333,777
Estimated collection rate	98.07%	98.07%	98.07%	98.07%	98.07%	98.07%	98.07%	98.07%	98.07%	98.07%	98.07%
X Estimated Collection Rate	25,023,000	25,056,890	25,075,119	25,072,931	25,066,347	25,058,287	25,045,770	24,978,097	24,943,986	24,907,068	24,845,238
	-	-	-	-	-	-	-	-	-	-	-
+Delinquent Tax Collections	150,000	150,000	288,432	288,432	288,432	288,432	288,432	288,432	288,432	288,432	288,432
+Special Assessments	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000
+ Penalty & Interest	-	-	-	-	-	-	-	-	-	-	-
Estimated Tax Available Operations:	\$ 25,188,000	\$ 25,221,890	\$ 25,378,551	\$ 25,376,363	\$ 25,369,779	\$ 25,361,719	\$ 25,349,202	\$ 25,281,529	\$ 25,247,418	\$ 25,210,500	\$ 25,148,670
Net Gain or Loss on values	\$ -	\$ 33,890	\$ 156,660	\$ 188,363	\$ 181,779	\$ 173,719	\$ 161,202	\$ 93,529	\$ 59,418	\$ 22,500	\$ (39,330)

\$507 B

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

INTERIM FINANCIAL REPORT (unaudited)

TAX COLLECTIONS Fiscal Year-To-Date as of June 30, 2021 (10th month / 12 months)

HARRIS COUNTY DEPARTMENT OF EDUCATION Tax Year 2020 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
Property Use Category Recap-Certified To Date-Report:			
Taxable value	\$508,951,697,049	\$508,951,697,049	\$508,951,697,049
PLUS: Uncertified Roll Summary Report:			
Scenario (1) Appraised value	1,712,755,643	-	-
Scenario (2) Owner's value	-	1,577,593,457	-
Scenario (3) Estimated final value	-	-	434,185,243
Total taxable value, Certified and Uncertified:	<u>\$508,664,452,692 (A)</u>	<u>\$508,529,290,506 (A)</u>	<u>\$507,385,882,292 (A)</u>
Calculate Interim Current Tax Revenue Estimate:			
1) (A) divided by 100	\$5,086,644,527 (B)	\$5,085,292,905 (B)	\$5,073,858,823 (B)
2) Current Tax Rate	X 0.004993 (C)	X 0.004993 (C)	X 0.004993 (C)
3) 2020 Interim Current Tax Revenue Estimate, at 100% Collection Rate, (B) X (C)	<u>\$25,397,616 (D)</u>	<u>\$25,390,867 (D)</u>	<u>\$25,333,777 (D)</u>
4) Interim Tax Rev Estimate @ 98.07159% Collection Rate:	<u>\$24,907,846 (E)</u>	<u>\$24,901,227 (E)</u>	<u>\$24,845,238 (E)</u>
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)	\$24,907,846 (E)	\$24,901,227 (E)	\$24,845,238 (E)
LESS: Tax Revenue, Currently Budgeted	<u>\$25,023,000 (F)</u>	<u>\$25,023,000 (F)</u>	<u>\$25,023,000 (F)</u>
Total Interim Current Tax Revenue Estimate Over/(Under)			
Current Tax Revenue, Currently Budgeted, (E) - (F):	<u>-\$115,154</u>	<u>-\$121,773</u>	<u>-\$177,762</u>
Total Current Tax Revenue Received, Accumulated from September 1 to June 30, 2021, 1990-571100**:	<u>\$24,771,910</u>	<u>\$24,771,910</u>	<u>\$24,771,910</u>

INTERIM FINANCIAL REPORT (unaudited)
TAX COLLECTIONS Fiscal Year-To-Date as of June 30, 2021
(10th month / 12 month)

TAX YEAR 2020 COLLECTION SUMMARY					
DESCRIPTION	BUDGET	CURRENT MONTH	Y-T-D	BALANCE (OVER) / UNDER	Y-T-D % OF BUDGET
REVENUES:					
Current Tax	\$ 25,023,000	\$ 105,518	\$ 24,771,910	\$ 251,090	99.0%
Delinquent Tax	288,432	15,776	32,980	255,452	11%
Penalty & Interest	-	21,072	162,207	(162,207)	0%
Special Assessments and Miscellaneous	15,000	613	16,453	(1,453)	110%
Subtotal Revenues:	\$ 25,326,432	\$ 142,979	\$ 24,983,550	\$ 342,882	98.6%
DESCRIPTION	BUDGET	CURRENT MONTH	Y-T-D	BALANCE (OVER) / UNDER	Y-T-D % OF BUDGET
EXPENDITURES:					
LESS: HCAD Fees	\$ 180,902	\$ 45,702	\$ 180,901	\$ 1	100%
LESS: HCTO Fees	525,000	-	503,615	21,385	96%
Subtotal Expenditures:	\$ 705,902	\$ 45,702	\$ 684,516	\$ 21,386	97%
Net Tax Collections:	\$ 24,620,530	\$ 97,277	\$ 24,299,034	\$ 321,496	98.7%

a) 2020 Tax Rate = \$0.004993/\$100 Property Assessment/Appraisal - --> Annual Tax on a \$249,978 - \$67,494 = \$182,484/100 x .004993 = 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 June 30, 2021

(10th month / 12 month)

	FY 21	FY 20
<u>CURRENT TAX REVENUES</u>		
Year-to-date (Y-T-D) Budgeted:	\$ 25,023,000	\$ 24,285,312
Year-to-date (Y-T-D) Collections:	24,771,910	23,430,216
Collections as a Percent of Budgeted:	99.0%	96.5%
<u>Y-T-D TAX APPRAISAL AND COLLECTIONS FEES</u>		
Appraisal fees paid to Harris County Appraisal District:	\$ 180,901	\$ 175,193
Tax collection fees paid to Harris County Tax Office:	503,615	473,328
<u>TOTAL TAX REVENUES</u>		
Budgeted:	\$ 25,326,432	\$ 24,450,312
Current Month's Collections:	\$ 142,979	\$ 102,657
Y-T-D Collections:	\$ 24,983,550	\$ 23,516,545
Y-T-D Collection Rate, Budgeted:	98.1%	100.0%
Y-T-D Collection Rate, Actual:	98.6%	96.2%

- a) 2020 Tax Rate = \$0.004993/\$100 Property Assessment/Appraisal - --> Annual Tax on a \$249,978 - \$67,494 = \$182,484/100 x .004993 =
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 Collection Fees

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

Notice of Federal Interest

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.

Zieben Property
Purchased through
federal Funds on
July 9 2021
Compton Head Start
- One of two
properties -

INTERIM FINANCIAL REPORT (unaudited)

DISBURSEMENT – ALL FUNDS

June 30, 2021

DESCRIPTION	DISBURSEMENTS	AMOUNT
All Funds	494 Checks	\$2,533,856
P Card - April 2021	690 Transactions	\$143,195
Bank ACH	6 Transfers	\$1,741,850
	Total:	\$4,418,902

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 June 30, 2021

<u>GENERAL FUND - Governmental</u>						
Budget Manager Title	Revenues	Tax Subsidy	Expenditure and Encumbrances	Includes Tax Subsidy Variance	W/o tax Benefit Ratio	Benefit Variance
			Includes Encumbrances			
Educator Certification and Prof Adv	220,275	331,202	564,923	(13,446)	-156%	(344,648)
Records Management	1,119,502	339,221	1,490,148	(31,425)	-33%	(370,646)
School Based Therapy Services	8,486,558	1,108,993	9,680,315	(84,765)	-14%	(1,193,757)
Schools	7,612,953	3,169,561	10,778,933	3,581	-42%	(3,165,980)
<u>ENTERPRISE FUND-CHOICE PARTNERS COOPERATIVE</u>						
Budget Manager Title	Revenues	Expenditures	Transfer Out To General Fund	Benefit Ratio	Benefit Variance	
Choice Partners Cooperative (Enterprise)	5,785,518	5,921,005	4,152,381	70%	4,152,381	

G/F - Transfer in Budgeted at \$2,927,240 or \$1,125,140 above

HIGHLIGHTS OF BUDGET AMENDMENT REPORT

July 21, 2021 Board Meeting
(unaudited)

Amendments

General Fund = \$ 61,778

Special Revenue Funds (Grants) = \$1,695,500

INTERIM FINANCIAL REPORT (unaudited)

FY 2020-21 BUDGET AMENDMENT REPORT

July 21, 2021

General Fund

Budget Rationale	Changes to Revenues	Changes to Appropriations	Changes Impacting F/Bal	Total Net Change
GENERAL FUND				
INCREASES				
Increase revenues & expenditures in the General Fund (1991) Budget Manager (098) <u>Department Wide</u> , by \$61,000. The purpose of this budget amendment is to provide funding to replace furniture and kitchen appliances needed to the Sheffield Head Start location from winter storm Uri. All replacement costs incurred will be reimbursed by Sedwick insurance. This will have no effect on the General Fund balance.	\$ 61,778	\$ 61,778	-	<4>
DECREASES				
Total GENERAL FUND:	\$ 61,778	\$ 61,778	\$ -	\$ -

Note: Insurance proceeds for Sheffield HS received.

INTERIM FINANCIAL REPORT (unaudited)

FY 2020-21 BUDGET AMENDMENT REPORT

July 21, 2021

Special Revenue Fund

SPECIAL REVENUE FUND

INCREASES

Increase revenues & expenditures within Special Revenue Fund (2861) Texas Council for Developmental Disabilities Fund, Budget Manager (111) Therapy Services, by \$7,500. The purpose of this budget amendment is to increase current budget to reflect the amount awarded from the Texas Council for Developmental Disabilities for ADHD Training.

\$	7,500	\$	7,500	-	<3>
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Increase revenues & expenditures within Special Revenue Fund (4981) CASE Ecobot, Budget Manager (922) CASE, by \$1,000. The purpose of this budget amendment is to increase current budget to reflect the amount awarded from the Hendersen Foundation for the All-Earth Ecobot Challenge.

\$	1,000	\$	1,000	-	<1>
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Increase revenues & expenditures within Special Revenue Fund (2652) 21st Century TEA Cycle 11 Year 1, Budget Manager (922) CASE, by \$1,687,000. The purpose of this budget amendment is to increase current budget to adjust the placeholder and reflect that amount awarded on the NOGA for FY21. The grant period is July 1, 2021 thru July 31, 2022.

\$	1,687,000	\$	1,687,000	-	<2>
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DECREASES

Total SPECIAL REVENUE FUND:

\$	1,695,500	\$	1,695,500	\$	-	\$	-
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New grant funded - 11th Cycle - CASE



Education Foundation Update

June 30, 2021

Statement of Financial Position

Education Foundation of Harris County

Statement of Financial Position Comparison

As of June 30, 2021

	TOTAL	
	AS OF JUN 30, 2021	AS OF JUN 30, 2020 (PY)
ASSETS		
Current Assets		
Bank Accounts		
1005 Chase Operating Fund-5717	4,109	4,418
1011 Chase Restricted Fund-5709	495,718	667,721
1015 Chase Operating Savings-3293	123	123
1090 Petty Cash	0	0
Total Bank Accounts	\$499,950	\$672,263
Accounts Receivable	\$0	\$ -1,908
Other Current Assets	\$0	\$0
Total Current Assets	\$499,950	\$670,355
TOTAL ASSETS	\$499,950	\$670,355
LIABILITIES AND EQUITY		
Liabilities		
Equity		
3200 Temp Restricted Net Asset	73,709	73,709
3900 Unrestricted Net Asset	1,008,763	87,280
Net Revenue	-582,523	509,365
Total Equity	\$499,949	\$670,354
TOTAL LIABILITIES AND EQUITY	\$499,950	\$670,355

Net Equity
\$499,950
Restricted
\$595,718

Statement of Activities Classified

Education Foundation of Harris County

Statement of Activity by Class

September 2020 - June 2021

	MANAGEMENT	OPERATING	TOTAL MANAGEMENT	RESTRICTED	AFTER SCHOOL	ECOBOT	HEADSTART	OTHER	TOTAL RESTRICTED	UNRESTRICTED	OTHER	TOTAL UNRESTRICTED	TOTAL
Revenue													
4000 Contributed Support	0	0	0	0	0	1,000	14,040	800	15,840	0	27	27	\$15,867
Total Revenue	\$0	\$0	\$0	\$0	\$0	\$1,000	\$14,040	\$800	\$15,840	\$0	\$27	\$27	\$15,867
GROSS PROFIT	\$0	\$0	\$0	\$0	\$0	\$1,000	\$14,040	\$800	\$15,840	\$0	\$27	\$27	\$15,867
Expenditures													
8100 Operating Expenses	0	288	288	0	0	0	0	0	0	0	0	0	\$288
7000 Grant & Contributions	0	0	0	0	173,250	1,000	0	423,853	598,103	0	0	0	\$598,103
Total Expenditures	\$0	\$288	\$288	\$0	\$173,250	\$1,000	\$0	\$423,853	\$598,103	\$0	\$0	\$0	\$598,391
NET OPERATING REVENUE	\$0	\$ -288	\$ -288	\$0	\$ -173,250	\$0	\$14,040	\$ -423,053	\$ -582,263	\$0	\$27	\$27	\$ -582,523
NET REVENUE	\$0	\$ -288	\$ -288	\$0	\$ -173,250	\$0	\$14,040	\$ -423,053	\$ -582,263	\$0	\$27	\$27	\$ -582,523

Receipts of **\$15,867**
Disbursements of **\$598,391**

Transaction Detail by Inflow & Outflow

Education Foundation of Harris County Transaction Detail by Inflow and Outflow September 2020 - June 2021

Date	Transaction Type	Num	Name	Class	Memo/Description	Split	Amount	Balance
4000 Contributed Support								
4200 Corporate Contributions								
09/15/2020	Deposit		Bank of Texas	Restricted:HeadStart	Head Start Supermentor	1011 Chase Restricted Fund-5709	7,020.00	7,020.00
11/10/2020	Deposit		Amazon Smile	Unrestricted:Other	Amzn08PO7Gow	1005 Chase Operating Fund-5717	8.28	7,028.28
12/07/2020	Deposit			Restricted:Other	Briton Edu LLC C#2166	1011 Chase Restricted Fund-5709	800.00	7,828.28
12/07/2020	Deposit			Restricted:EcoBot	EcoBot Chk# 595721	1011 Chase Restricted Fund-5709	1,000.00	8,828.28
02/22/2021	Deposit		Amazon Smile	Unrestricted:Other	Amznk3Domd6	1005 Chase Operating Fund-5717	14.21	8,842.49
05/24/2021	Deposit		Amazon Smile	Unrestricted:Other	Amznzqgb16Yt	1005 Chase Operating Fund-5717	5.00	8,847.49
08/18/2021	Deposit		Bank of Texas	Restricted:HeadStart	Head Start Supermentor	1011 Chase Restricted Fund-5709	7,020.00	15,867.49
Total for 4200 Corporate Contributions							\$ 15,867.49	
Total for 4000 Contributed Support							\$ 15,867.49	
7000 Grant & Contributions								
7010 Program Contracts								
09/25/2020	Check	1556	Spring ISD Education Foundation	Restricted:Other	HCDE Partners in Education Project Grant Award	1011 Chase Restricted Fund-5709	15,000.00	15,000.00
09/25/2020	Check	1548	Houston Independent School District	Restricted:Other	HCDE Partners in Education Project Grant Award	1011 Chase Restricted Fund-5709	15,000.00	30,000.00
09/25/2020	Check	1552	Humble ISD Education Foundation	Restricted:Other	HCDE Partners in Education Project Grant Award	1011 Chase Restricted Fund-5709	15,000.00	45,000.00
09/25/2020	Check	1553	Goose Creek CISD Education Foundation	Restricted:Other	HCDE Partners in Education Project Grant Award	1011 Chase Restricted Fund-5709	14,000.00	59,000.00
09/25/2020	Check	1555	Pasadena ISD Education Foundation	Restricted:Other	HCDE Partners in Education Project Grant Award	1011 Chase Restricted Fund-5709	15,000.00	74,000.00
09/25/2020	Check	1554	Spring Branch Education Foundation	Restricted:Other	HCDE Partners in Education Project Grant Award	1011 Chase Restricted Fund-5709	15,000.00	89,000.00
09/25/2020	Check	1547	Houston Independent School District	Restricted:Other	HCDE Partners in Education Project Grant Award	1011 Chase Restricted Fund-5709	0.00	89,000.00
09/25/2020	Check	1551	Stafford Municipal School District	Restricted:Other	HCDE Partners in Education Project Grant Award	1011 Chase Restricted Fund-5709	7,000.00	96,000.00
09/25/2020	Check	1549	Crosby Education Foundation	Restricted:Other	HCDE Partners in Education Project Grant Award	1011 Chase Restricted Fund-5709	15,000.00	111,000.00
09/25/2020	Journal Entry	2018-26R				-Split-	-15,000.00	96,000.00
09/25/2020	Journal Entry	2018-26				-Split-	15,000.00	111,000.00
09/25/2020	Check	1550	La Porte Education Foundation	Restricted:Other	HCDE Partners in Education Project Grant Award	1011 Chase Restricted Fund-5709	4,950.00	115,950.00
10/09/2020	Check	1558	Clear Creek ISD Education Foundation	Restricted:Other	HCDE Partners in Education Project Grant Award	1011 Chase Restricted Fund-5709	7,690.00	123,640.00
10/09/2020	Journal Entry	2018-29R				-Split-	-7,690.00	115,950.00
10/09/2020	Journal Entry	2018-29				-Split-	7,690.00	123,640.00
10/09/2020	Check	1557	Clear Creek ISD Education Foundation	Restricted:Other	HCDE Partners in Education Project Grant Award	1011 Chase Restricted Fund-5709	0.00	123,640.00
10/12/2020	Check	1559	Aldine ISD	Restricted:Other	HCDE Partners in Education Project Grant Award	1011 Chase Restricted Fund-5709	14,835.00	138,475.00
10/14/2020	Check	1560	Katy ISD Education Foundation	Restricted:Other	HCDE Partners in Education Project Grant Award	1011 Chase Restricted Fund-5709	10,000.00	148,475.00
10/23/2020	Check	1562	Galena Park ISD	Restricted:Other	HCDE Partners in Education Project Grant Award	1011 Chase Restricted Fund-5709	15,000.00	163,475.00
10/23/2020	Check	1561	Channelview ISD	Restricted:Other	HCDE Partners in Education Project Grant Award	1011 Chase Restricted Fund-5709	15,000.00	178,475.00
12/01/2020	Check	1563	Sheldon ISD	Restricted:Other	HCDE Partners in Education Project Grant Award	1011 Chase Restricted Fund-5709	13,538.00	192,013.00
01/21/2021	Check	1564	Pasadena ISD Education Foundation	Restricted:Other	HCDE Sponsorship - Pasadena Education Foundation	1011 Chase Restricted Fund-5709	2,500.00	194,513.00
04/09/2021	Check	1603	Clear Creek ISD	Restricted:Other	HCDE Partners in Education Project Grant Award - M:	1011 Chase Restricted Fund-5709	9,950.00	204,463.00
04/09/2021	Check	1595	Crosby Education Foundation	Restricted:Other	HCDE Partners in Education Project Grant Award - Ec	1011 Chase Restricted Fund-5709	6,135.00	210,598.00
04/09/2021	Check	1598	Goose Creek CISD Education Foundation	Restricted:Other	HCDE Partners in Education Project Grant Award - Pr	1011 Chase Restricted Fund-5709	9,998.41	220,596.41
04/09/2021	Check	1599	La Porte Education Foundation	Restricted:Other	HCDE Partners in Education Project Grant Award - R	1011 Chase Restricted Fund-5709	10,000.00	230,596.41
04/09/2021	Check	1600	Pasadena ISD Education Foundation	Restricted:Other	HCDE Partners in Education Project Grant Award - Eq	1011 Chase Restricted Fund-5709	10,000.00	240,596.41
04/09/2021	Check	1585	Aldine ISD Education Foundation	Restricted:Other	HCDE Partners in Education Project Grant Award - Sci	1011 Chase Restricted Fund-5709	10,000.00	250,596.41

Transaction Detail by Inflow & Outflow

04/09/2021	Check	1566	Aldine ISD Education Foundation	Restricted:Other	HCDE Partners in Education Project Grant Award - Sc	1011 Chase Restricted Fund-5709	0.00	250,596.41
04/09/2021	Journal Entry	SR052021			-Split-		10,000.00	260,596.41
04/09/2021	Journal Entry	SR040921			-Split-		10,000.00	270,596.41
04/09/2021	Check	1601	Pearland ISD	Restricted:Other	HCDE Partners in Education Project Grant Award - Pc	1011 Chase Restricted Fund-5709	15,000.00	285,596.41
04/09/2021	Check	1568	Crosby Education Foundation	Restricted:Other	HCDE Partners in Education Project Grant Award - Ar	1011 Chase Restricted Fund-5709	9,977.00	295,573.41
04/09/2021	Check	1567	Aldine ISD Education Foundation	Restricted:Other	HCDE Partners in Education Project Grant Award - Sc	1011 Chase Restricted Fund-5709	0.00	295,573.41
04/09/2021	Check	1602	Sheldon ISD	Restricted:Other	HCDE Partners in Education Project Grant Award - Pe	1011 Chase Restricted Fund-5709	10,000.00	305,573.41
04/09/2021	Check	1597	Crosby Education Foundation	Restricted:Other	HCDE Partners in Education Project Grant Award - Ev	1011 Chase Restricted Fund-5709	5,029.00	310,602.41
04/23/2021	Check	1596	Crosby Education Foundation	Restricted:Other	HCDE Partners in Education Project Grant Award - Ec	1011 Chase Restricted Fund-5709	6,135.00	316,737.41
04/23/2021	Check	1595	Crosby Education Foundation	Restricted:Other	HCDE Partners in Education Project Grant Award - Ec	1011 Chase Restricted Fund-5709	0.00	316,737.41
05/01/2021	Check	1606	Cy-Fair Educational Foundation	Restricted:Other	HCDE Sponsorship - 2021 B.F. Adam Golf Classic - Bi	1011 Chase Restricted Fund-5709	1,500.00	318,237.41
05/01/2021	Check	1604	Spring Branch Education Foundation	Restricted:Other	HCDE Sponsorship - Gala Underwriter Sponsor Event	1011 Chase Restricted Fund-5709	0.00	318,237.41
05/01/2021	Check	1605	Aldine ISD Education Foundation	Restricted:Other	HCDE Sponsorship - Team Sponsorship M.B. Sonny C	1011 Chase Restricted Fund-5709	5,000.00	323,237.41
05/06/2021	Check	1607	Houston ISD Foundation	Restricted:Other	HCDE Sponsorship - Inspirational Mentor Sponsor for	1011 Chase Restricted Fund-5709	0.00	323,237.41
05/07/2021	Check	1609	Sheldon ISD Education Foundation	Restricted:Other	HCDE Sponsorship - Longest Drive Hit like a Pro Spon	1011 Chase Restricted Fund-5709	1,800.00	325,037.41
05/07/2021	Check	1611	Spring Branch Education Foundation	Restricted:Other	HCDE Sponsorship - Gala Underwriter Sponsor Event	1011 Chase Restricted Fund-5709	3,000.00	328,037.41
05/07/2021	Check	1608	Houston ISD Foundation	Restricted:Other	HCDE Sponsorship - Inspirational Mentor Sponsor for	1011 Chase Restricted Fund-5709	5,000.00	333,037.41
05/07/2021	Check	1610	Spring Branch Education Foundation	Restricted:Other	HCDE Sponsorship - Gala Underwriter Sponsor Event	1011 Chase Restricted Fund-5709	0.00	333,037.41
05/15/2021	Check		Pasadena ISD Education Foundation	Restricted:Other	HCDE Sponsorship - Pasadena Education Foundation	1011 Chase Restricted Fund-5709	2,500.00	335,537.41
05/20/2021	Journal Entry	SR83123AR			-Split-		-10,000.00	325,537.41
05/20/2021	Check	1612	Katy ISD Education Foundation	Restricted:Other	HCDE Partners in Education Project Grant Award - Ins	1011 Chase Restricted Fund-5709	9,877.57	335,414.98
05/20/2021	Journal Entry	SR83122AR			-Split-		-10,000.00	325,414.98
06/02/2021	Check	1616	Aldine ISD	Restricted:Other	HCDE Partners in Education Project Grant Award - A	1011 Chase Restricted Fund-5709	9,700.00	335,114.98
06/02/2021	Check	1615	Aldine ISD	Restricted:Other	HCDE Partners in Education Project Grant Award - Art	1011 Chase Restricted Fund-5709	9,995.19	345,110.17
06/17/2021	Check	1618	Humble ISD Education Foundation	Restricted:Other	HCDE Partners in Education Project Grant Award - Co	1011 Chase Restricted Fund-5709	9,923.00	355,033.17
06/17/2021	Check	1621	Spring Branch Education Foundation	Restricted:Other	HCDE Partners in Education Project Grant Award -	1011 Chase Restricted Fund-5709	10,000.00	365,033.17
06/17/2021	Check	1617	Tomball ISD	Restricted:Other	HCDE Partners in Education Project Grant Award - H	1011 Chase Restricted Fund-5709	10,000.00	375,033.17
06/29/2021	Check	1623	Harris County Department of Education	Restricted:After School	Houston Endowment Payment 1 of 3	1011 Chase Restricted Fund-5709	173,250.00	548,283.17
06/29/2021	Check	1625	Clear Creek Education Foundation	Restricted:Other	HCDE Partners in Education Project Grant Award - Su	1011 Chase Restricted Fund-5709	10,000.00	558,283.17
06/29/2021	Check	1624	Galena Park ISD	Restricted:Other	HCDE Partners in Education Project Grant Award - Te	1011 Chase Restricted Fund-5709	10,000.00	568,283.17
06/30/2021	Check	1627	Spring ISD Education Foundation	Restricted:Other	HCDE Partners in Education Project Grant Award -	1011 Chase Restricted Fund-5709	10,000.00	578,283.17
06/30/2021	Check	1626	Spring ISD Education Foundation	Restricted:Other	HCDE Partners in Education Project Grant Award -	1011 Chase Restricted Fund-5709	10,000.00	588,283.17
Total for 7010 Program Contracts							\$ 588,283.17	
7040 Corporate Contributions Exp.								
05/20/2021	Check	1613	Harris County Department of Education	Restricted:Other	BOKF Bank of Texas - REAL SuperMENTors Project	1011 Chase Restricted Fund-5709	7,020.00	7,020.00
06/17/2021	Check	1619	Lopamudra Gupta	Restricted:Other	Teacher of the Year - Lopamudra Gupta	1011 Chase Restricted Fund-5709	1,000.00	8,020.00
06/17/2021	Check	1620	Ta'Keia Anderson-Riascos	Restricted:Other	Educational Aide of the Year	1011 Chase Restricted Fund-5709	800.00	8,820.00
06/29/2021	Check	1622	Harris County Department of Education	Restricted:EcoBot	Henderson Foundation - Award Implementation for All-	1011 Chase Restricted Fund-5709	1,000.00	9,820.00
Total for 7040 Corporate Contributions Exp.							\$ 9,820.00	
Total for 7000 Grant & Contributions							\$ 598,103.17	

Disbursements \$598,103

8100 Operating Expenses

8170 Other

09/02/2020	Check		Management:Operating	Service Charge	1005 Chase Operating Fund-5717	30.00	30.00
10/05/2020	Check		Management:Operating	Service Charge	1005 Chase Operating Fund-5717	30.00	60.00
11/03/2020	Check		Management:Operating	Service Charge	1005 Chase Operating Fund-5717	18.24	78.24
12/18/2020	Check		Management:Operating	Service Charge	1005 Chase Operating Fund-5717	29.51	107.75
01/11/2021	Check		Management:Operating	Service Charge	1005 Chase Operating Fund-5717	30.00	137.75

Transaction Detail by Inflow & Outflow

Service Charges						
02/05/2021	Check		Management:Operating	Service Charge	1005 Chase Operating Fund-5717	30.00 167.75
03/03/2021	Check		Management:Operating	Service Charge	1005 Chase Operating Fund-5717	30.00 197.75
04/05/2021	Check		Management:Operating	Service Charge	1005 Chase Operating Fund-5717	30.00 227.75
05/04/2021	Check	SVCCHRG	Management:Operating		1005 Chase Operating Fund-5717	30.00 257.75
06/08/2021	Check	SVCCHRG	Management:Operating		1005 Chase Operating Fund-5717	30.00 287.75
Total for 8170 Other						<u>\$ 287.75</u>
Total for 8100 Operating Expenses						<u>\$ 287.75</u>

Total uses \$598,103

Payments to ISD Grants \$579,303

Payments for Sponsorships \$18,800

Payments fo Scholarships \$0

Form 990

Filed with

IRS –

Form 990 (Rev. January 2020) Department of the Treasury Internal Revenue Service	Return of Organization Exempt From Income Tax Under section 501(c), 527, or 4947(a)(1) of the Internal Revenue Code (except private foundations) Do not enter social security numbers on this form as it may be made public. Go to www.irs.gov/Form990 for instructions and the latest information.	OMB No. 1545-0047 2019 Open to Public Inspection																											
A For the 2019 calendar year, or tax year beginning SEP 1, 2019 and ending AUG 31, 2020																													
B Check if applicable: <input type="checkbox"/> Address change <input type="checkbox"/> Name change <input type="checkbox"/> Initial return <input type="checkbox"/> Final return/terminated <input type="checkbox"/> Amended return <input type="checkbox"/> Application pending	C Name of organization THE EDUCATION FOUNDATION OF HARRIS CNTY Doing business as Number and street (or P.O. box if mail is not delivered to street address) Room/suite 6300 IRVINGTON BLVD 305 City or town, state or province, country, and ZIP or foreign postal code HOUSTON, TX 77022-5618 F Name and address of principal officer: STEVEN DAVID SAME AS C ABOVE	D Employer identification number <div style="background-color: black; width: 100px; height: 20px;"></div> E Telephone number 713- <div style="background-color: black; width: 100px; height: 20px;"></div> G Gross receipts \$ 1,030,078. H(a) Is this a group return for subordinates? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No H(b) Are all subordinates included? <input type="checkbox"/> Yes <input type="checkbox"/> No If "No," attach a list. (see instructions) H(c) Group exemption number																											
I Tax-exempt status: <input checked="" type="checkbox"/> 501(c)(3) <input type="checkbox"/> 501(c)() (insert no.) <input type="checkbox"/> 4947(a)(1) or <input type="checkbox"/> 527 J Website: WWW.EDUCATIONFOUNDATION.INFO K Form of organization: <input checked="" type="checkbox"/> Corporation <input type="checkbox"/> Trust <input type="checkbox"/> Association <input type="checkbox"/> Other L Year of formation: 1993 M State of legal domicile: TX																													
Part I Summary																													
1 Briefly describe the organization's mission or most significant activities: CREATE OPPORTUNITIES FOR ALL CHILDREN BY PROMOTING THE VISION THAT EVERY CHILD CAN LEARN AND 2 Check this box <input type="checkbox"/> if the organization discontinued its operations or disposed of more than 25% of its net assets. 3 Number of voting members of the governing body (Part VI, line 1a) 10 4 Number of independent voting members of the governing body (Part VI, line 1b) 10 5 Total number of individuals employed in calendar year 2019 (Part V, line 2a) 0 6 Total number of volunteers (estimate if necessary) 0 7a Total unrelated business revenue from Part VIII, column (C), line 12 0. 7b Net unrelated business taxable income from Form 990-T, line 39 0.																													
Revenue 8 Contributions and grants (Part VIII, line 1h) 207,361. 9 Program service revenue (Part VIII, line 2g) 13,717. 10 Investment income (Part VIII, column (A), lines 3, 4, and 7d) 0. 11 Other revenue (Part VIII, column (A), lines 5, 6d, 8c, 9c, 10c, and 11e) 0. 12 Total revenue - add lines 8 through 11 (must equal Part VIII, column (A), line 12) 221,078.	<table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th></th> <th>Prior Year</th> <th>Current Year</th> </tr> </thead> <tbody> <tr> <td>13 Grants and similar amounts paid (Part IX, column (A), lines 1-3) 133,477.</td> <td>133,477.</td> <td>90,740.</td> </tr> <tr> <td>14 Benefits paid to or for members (Part IX, column (A), line 4) 0.</td> <td>0.</td> <td>0.</td> </tr> <tr> <td>15 Salaries, other compensation, employee benefits (Part IX, column (A), lines 5-10) 0.</td> <td>0.</td> <td>0.</td> </tr> <tr> <td>16a Professional fundraising fees (Part IX, column (A), line 11e) 0.</td> <td>0.</td> <td>0.</td> </tr> <tr> <td>b Total fundraising expenses (Part IX, column (D), line 25) 0.</td> <td></td> <td></td> </tr> <tr> <td>17 Other expenses (Part IX, column (A), lines 11a-11d, 11f-24e) 15,982.</td> <td>15,982.</td> <td>11,113.</td> </tr> <tr> <td>18 Total expenses. Add lines 13-17 (must equal Part IX, column (A), line 25) 149,459.</td> <td>149,459.</td> <td>101,853.</td> </tr> <tr> <td>19 Revenue less expenses. Subtract line 18 from line 12 71,619.</td> <td>71,619.</td> <td>928,225.</td> </tr> </tbody> </table>			Prior Year	Current Year	13 Grants and similar amounts paid (Part IX, column (A), lines 1-3) 133,477.	133,477.	90,740.	14 Benefits paid to or for members (Part IX, column (A), line 4) 0.	0.	0.	15 Salaries, other compensation, employee benefits (Part IX, column (A), lines 5-10) 0.	0.	0.	16a Professional fundraising fees (Part IX, column (A), line 11e) 0.	0.	0.	b Total fundraising expenses (Part IX, column (D), line 25) 0.			17 Other expenses (Part IX, column (A), lines 11a-11d, 11f-24e) 15,982.	15,982.	11,113.	18 Total expenses. Add lines 13-17 (must equal Part IX, column (A), line 25) 149,459.	149,459.	101,853.	19 Revenue less expenses. Subtract line 18 from line 12 71,619.	71,619.	928,225.
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Part II Signature Block																													
Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge.																													
Sign Here Signature of officer STEVEN DAVID, CURRENT BOARD PRESIDENT Type or print name and title	Date <div style="background-color: black; width: 100px; height: 20px;"></div>																												
Paid Preparer Use Only Print/Type preparer's name CURTIS MAXFIELD Firm's name WHITLEY PENN LLP Firm's address 640 TAYLOR STREET, STE 2200 FORT WORTH, TX 76102	Preparer's signature CURTIS MAXFIELD Date <div style="background-color: black; width: 100px; height: 20px;"></div>	Check if self-employed <input type="checkbox"/> Firm's EIN <div style="background-color: black; width: 100px; height: 20px;"></div> Phone no. <div style="background-color: black; width: 100px; height: 20px;"></div>																											
May the IRS discuss this return with the preparer shown above? (see instructions) <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No																													

PFC & Lease Revenue Projects Update

June 30, 2021

Small Business Program for construction



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;

- 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:

- Attachment G – Small Business Program (SBP) Participation Plan

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

AB East School Contract \$12,358,000 Awarded and Signed
 HP East & Adult Ed - Projected to Aug 2021 Board Mtg to approve method
 of procurement and CSP Projected Award is Oct 2021
 Irvington - Pending Assignment

HCDE Capital Projects
 Cash Balance-Project Acquisition Account
 As of June 30, 2021 (Unaudited)

	PFC	MTN	Total CIP
Assets:			
Cash/Bank of Texas 2020 Payment Account	\$ 1,607		\$ 1,607
Cash/Bank of Texas 2020 Redemption Account			\$ -
Cash/Bank of Texas 2020 Project Account	\$ 75,125		\$ 75,125
Cash/LSIP 2020 MTN		\$ 15,322,904	\$ 15,322,904
Cash/Texpool Investment Pool-PFC	\$ 29,578,611		\$ 29,578,611
Total Assets	\$ 29,655,343	\$ 15,322,904	\$ 44,978,246
Liabilities:			
Due to General Fund		\$ -	\$ -
Bond Interest Payable			
Retainage			
Total Liabilities	\$ -	\$ -	\$ -
Total Equity Balance @ 06-30-2021	\$ 29,655,343	\$ 15,322,904	\$ 44,978,246

** Note 1:

Total Assets from LoneStar MTN Proceeds	\$ -	\$ 15,322,904	\$ 15,322,904
Total Assets from Cash BOK 2020	\$ 29,655,343	\$ -	\$ 29,655,343

Cash Balance –
 Project Acquisition
 Account
 As of June 30, 2021

Income Statement– Project Acquisition Account

As of June 30, 2021

Project-to-Date Income Statement Period ending June 30, 2021 (Unaudited)

	Budget Original (a)	Additions (b)	Amended (a) + (b) = (c)	As of June 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	\$ 31,120,317	\$ 31,120,317		\$ (538,435)
Maint. Tax Note Proceeds	\$ 15,873,000	-	\$ 15,873,000	\$ 16,071,798	\$ 16,071,798		\$ (198,798)
Transfers In - General Fund	5,740,000	-	5,740,000	\$ 2,713,556	\$ 2,713,556		\$ 5,740,000
Int Earned- LoneStar Maint.Tax Notes	101,153	-	101,153	\$ 2,276	\$ 2,276		\$ 98,877
Int Earned- TexPool PFC 2020	47,500	-	47,500	\$ 5,638	\$ 5,638		\$ 41,862
Int Earned- Bank of Texas 2020 Project	103,235	-	103,235	\$ 129	\$ 129		\$ 103,106
Int Earned- Bank of Texas 2020 Payment	-	-	-	\$ 1	\$ 1		\$ (1)
Int Earned- Bank of Texas 2020 Redemption	-	-	-	\$ -	\$ -		\$ -
Total Revenues:	52,446,770	\$ -	52,446,770	49,913,715	49,913,715		5,246,611
Expenditures							
Bond Sale Fees	-	\$ -	-	650,328	650,328		(650,328)
<u>AB East Project</u>	17,805,875	-	17,805,875	414,268	414,268	2%	17,391,607
<u>Adult Ed Renovation</u>	1,500,000	-	1,500,000	117,155	117,155	8%	1,382,845
<u>Irvington Renovation</u>	8,365,500	-	8,365,500	284,795	284,795	3%	8,080,705
<u>High Point East Project</u>	7,916,645	-	7,916,645	270,276	270,276	3%	7,646,369
<u>Adult Ed New Building</u>	16,858,750	-	16,858,750	485,090.49	485,090	3%	16,373,660
Total Capital Projects - PFC Fund	52,446,770	-	52,446,770	1,571,585	1,571,585	3%	50,875,185
Total Expenditures:	52,446,770	\$ -	\$ 52,446,770	2,221,913	2,221,913		50,224,857
Excess Revenues over Expenditures:	\$ -	\$ -	\$ -	47,691,802	47,691,802		44,978,246
Fund Balance-Beginning Estimated:				-			
Fund Balance-Ending Estimated:				\$ 47,691,802			

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
 - ▶ **One property closed – Zieben Property**
 - ▶ **NOGA received. Due diligence under way for pending property at this time. Schematic design also underway.**

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., Asst. Supt. for Business Support Services

/s/ Stephanie Ritchie, Senior Accountant