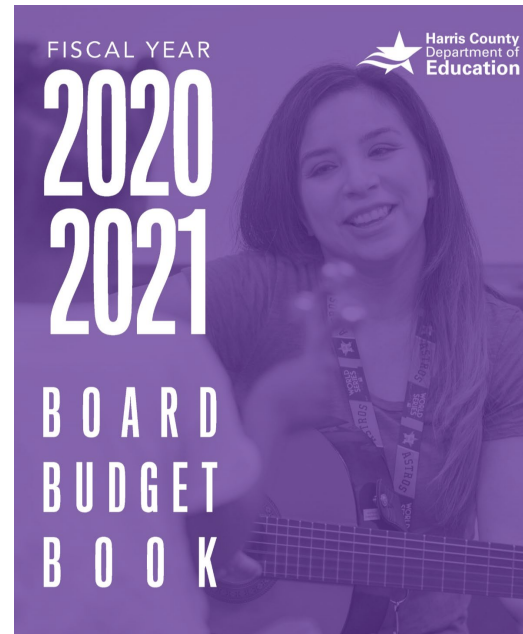
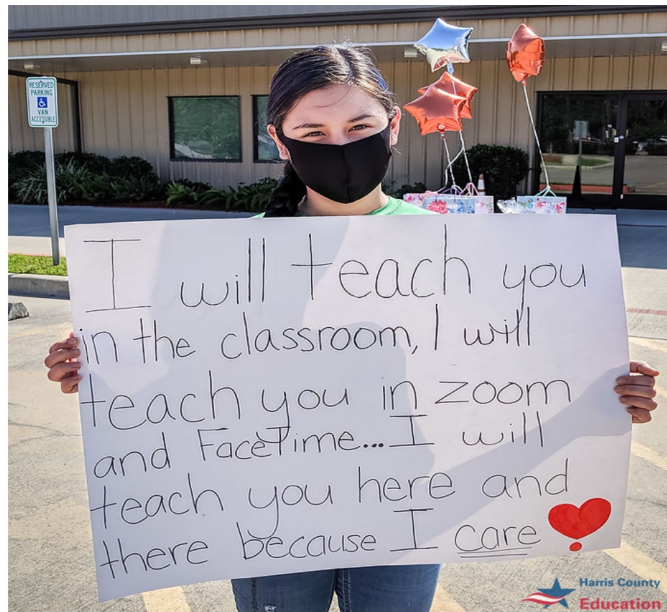


One Source for All Learners



FY 2020-2021 Annual Budget Summary July 15th, 2020 Budget Public Hearing



Submitted to Board of Trustees
by

James Colbert Jr. Superintendent

Dr. Jesus J. Amezcua, Assistant Supt. For Business



Agenda

Public Hearing

- Annual Budget Overview
FY 2020-2021
- Tax Update
- Next Steps
- Adjourn



FY 20-21

PROPOSED Budget



Harris County Department of Education



Note: Based on estimates and projections of current economic conditions for FY 19-20.

| | Governmental | | | | Proprietary | | |
|-------------------------------------|---------------|----------------------|-------------------|-----------------------|-----------------------|-----------------|----------------|
| | General Fund | Special Revenue Fund | Debt Service Fund | Capital Projects Fund | Internal Service Fund | Enterprise Fund | Total |
| Estimated Revenues | \$ 57,484,758 | \$ 36,444,267 | \$ 6,169,043 | \$ 50,946,770 | \$ 6,128,990 | \$ 5,228,380 | \$ 162,402,208 |
| Appropriations | 55,214,929 | 36,444,267 | 6,169,043 | 50,946,770 | 6,128,990 | 2,801,140 | 157,705,139 |
| Transfers Out | 13,858,593 | - | - | - | - | 2,927,240 | 16,785,833 |
| Total Appropriations and Other Uses | 69,073,522 | 36,444,267 | 6,169,043 | 50,946,770 | 6,128,990 | 5,728,380 | 174,490,972 |
| Appropriations from Fund Balance: | (11,588,764) | - | - | - | - | (500,000) | (12,088,764) |
| Projected Fund Balance Beg. | 27,163,427 | - | - | 2,472,835 | 1,461,822 | 1,000,000 | 32,098,084 |
| | | Grants | | | | | |
| Projected Fund Balance End. | \$ 15,574,663 | \$ - | \$ - | \$ 2,472,835 | \$ 1,461,822 | \$ 500,000 | \$ 20,009,320 |

Other Governmental Uses

Transfers Out-

| | | |
|---|----|------------------|
| Fund 288-CASE (Local Match for HGAC Funds) | \$ | 550,787 |
| Fund 205-Head Start (Incl. New \$13.5 Plan) | | 750,000 |
| Fund 400 -Star Reimagined | | 648,764 |
| Fund 599-Debt Service-Current PFC Bonds | | 2,919,042 |
| Fund 599-Debt Service-NEW BONDS | | 3,250,000 |
| Fund 697-Capital Projects | | 5,740,000 |

Total Other Uses: **\$ 13,858,593**

Transfers to other funds

What is included in the budget?

FY 2020-2021



REVENUES:

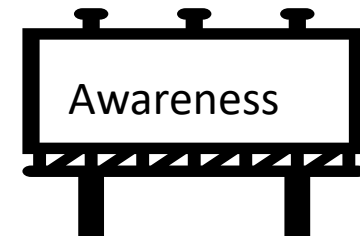
- Increase in contract revenues
- Increase in tax revenues – values adjustment
- Additional grants
- COVID 19 Grant

EXPENDITURES

- Increase in \$13.50 minimum salary
- 4% for teachers
- 2% for administration
- Equity for teachers
- Health Benefits match due to TRS increase

EXPENDITURES

- Awareness campaign
\$1,000,000
- 6.17 new positions
- Star Reimagined
- Capital Improvement Plan
- Debt Service Debt Repayment





Tax Information

Property Tax Rate \$.01 Maximum

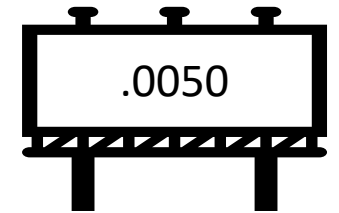
19 \$.0050
Adopted

New rate language

20 \$.004955
NNR – No New
Revenue Tax Rate

20 \$.00500
Below the VAR

18 Voter Approval
Tax Rate 8%
\$.005351



Variables that will impact the final rate:

1. HCDE is Special Unit
2. Values - \$505 Billion
3. Collection Rate – currently at 96% - Projected at 99%
4. Note: These are estimates – Truth in Taxation from the Comptroller’s Office and Certified values are pending.



Estimated Tax Rate

| Harris County Department of Education Comparative Analysis of Property Values | A | B | C | D |
|--|---------------------|-------------------------|--|--|
| | Adopted | CURRENT May | If Proj at \$505 BII BUDGET PRELIM | If Proj at \$505 BII BUDGET PRELIM |
| | ADOPTED TAX RATE | ADOPTED TAX RATE | Including NEW Improvements Estimated TAX RATE | Including NEW Improvements Estimated TAX RATE |
| | | | Disaster Allowed @ Max 8% | |
| Proposed Collections Tax Year 2020 | 0.005000 | 0.005000 | 0.005000 | 0.005000 |
| Certified Taxable Value per HCAD * | \$ 427,549,758,437 | \$ 479,954,156,943 | \$ 505,450,987,981 | \$ 505,450,987,981 |
| Values under protest or not certified | 55,586,576,260 | 1,077,508,710 | - | - |
| | 483,136,334,697 | 481,031,665,653 | 505,450,987,981 | 505,450,987,981 |
| / Rate per Taxable \$100 | 4,831,363,347 | 4,810,316,657 | 5,054,509,880 | 5,054,509,880 |
| X Tax Rate | 24,156,817 | 24,051,583 | 25,272,549 | 25,272,549 |
| | 100% | 96% | 96% | 99% |
| X Estimated collection rate | 24,156,817 | 23,089,520 | 24,261,647 | 25,019,824 |
| Difference from Previous year | | (1,067,297) | 261,647 | 1,019,824 |
| | 24,156,817 | \$ 23,089,520 | \$ 24,261,647 | \$ 25,019,824 |
| +Delinquent Tax Collections | 150,000 | 150,000 | 150,000 | 150,000 |
| +Special Assessments | 15,000 | 15,000 | 15,000 | 15,000 |
| + Penalty & Interest | - | - | - | - |
| Estimated Current Tax Available for Operations: | \$ 24,321,817 | \$ 23,254,520 | \$ 24,426,647 | \$ 25,184,824 |
| Net Gain or Loss on values | | | | |
| | | Growth | \$ 481,031,665,653 | |
| | | | 2.75% | |
| | | Est. Without NEW Values | 13,228,370,805 | |
| | | New Prelim Estimate | 494,260,036,458 | |
| | | | 505,000,000,000 | |
| | | Impact | | \$ 863,007 |

Previous estimate at .005181

\$ 25,925,542
 \$ 24,261,647
 1,663,894

\$ 25,925,542
 \$ 25,019,824
 905,718

Next Steps

- 1st Board Workshop – June 26, 2020
- Required Posting –Houston Chronicle –
10 days prior to board meeting
- 2nd Budget Workshop Date July 7th, 2020
- Target Budget Approval Date July 15, 2020
- Target Date - Certified Value – July 25, 2020
- Target Potential Public Hearing – Sept. 2020
- Target Date - Tax Date Approval Date – Sept. 2020



Harris Co
Department
Educa