



Harris County
Department of
Education

FINANCIAL HIGHLIGHTS

September 19, 2018



HIGHLIGHTS of INTERIM FINANCIAL REPORT

August 31, 2018

and

BUDGET AMENDMENT REPORT

for the September 19, 2018 Board Meeting

(unaudited)

Click below for a 1 minute Briefing:

<http://www.showme.com/sh?h=MwQ4Niy>

Prepared by: Business Support Services Division



Posted on our website at

<http://www.hcde-texas.org/default.aspx?name=013.BusinessHome>

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<http://www.texasransparency.org/local/schools.php>



INTERIM FINANCIAL REPORT (unaudited)

GENERAL FUND Balance Sheet at

August 31, 2018

HARRIS COUNTY DEPARTMENT OF EDUCATION		Schedule 1
INTERIM FINANCIAL REPORTS (Unaudited)		
GENERAL FUNDS 100-199 BALANCE SHEET		
Fiscal year to date: August 31, 2018		
	<u>ACTUAL</u>	
<u>ASSETS</u>		
Cash and Temporary Investments	\$ 32,100,601	
Property Taxes-Delinquent at September 1, 2017	864,219	
Less: Allowances for Uncollectible Taxes	(17,285)	
Due from Federal Agencies	-	
Other Receivables	544,109	
Inventories	156,113	
Deferred Expenditures	-	
Other Prepaid Items	34,606	
TOTAL ASSETS:	\$ 33,682,364	
<u>LIABILITIES</u>		
Accounts Payable	114,496	
Bond Interest Payable	-	
Due to Other Funds	-	
Accrued Wages	-	
Payroll Deductions	773,675	
Due to Other Governments	275	
Deferred Revenue	1,027,287	
TOTAL LIABILITIES:	\$ 1,915,733	
<u>FUND EQUITY</u>		
Unassigned Fund Balance	15,585,894	
Non-Spendable Fund Balance	163,555	
Restricted Fund Balance	-	
Committed Fund Balance	1,575,000	
Assigned Fund Balance	9,363,629	
Excess(Deficiency) of Revenues & Other Resources	3,644,140	
Over(Under) Expenditures & Other Uses	-	
TOTAL FUND EQUITY:	\$ 30,332,218	
Fund Balance Appropriated Year-To-Date	1,434,413	
TOTAL LIABILITIES, FUND EQUITY, AND FUND BALANCE APPROPRIATED TO DATE:	\$ 33,682,364	

INTERIM FINANCIAL REPORT (unaudited)

ASST. SUPERINTENDENT FOR BUSINESS SERVICES' MESSAGE

As of August 31, 2018

The General Fund balance at 9/1/17 is \$28,122,487

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 2018.

As of August 31, 2018 activity includes:

Description	9/1/2017	Appropriated YTD	Estimated Balance
Non-Spendable	\$ 163,555	\$ -	\$ 163,555
Restricted	-	-	-
Committed	1,575,000	-	1,575,000
Assigned	9,363,629	(1,285,250)	8,078,379
Unassigned	17,020,303	(149,163)	16,871,140
Total Fund Balance	\$ 28,122,487	\$ (1,434,413)	\$26,688,074

INTERIM FINANCIAL REPORT (unaudited)

As of August 31, 2018

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 August 31, 2018

Indicator of Financial Strength

Percent of Fund Balance to G/F Expenditures Ratio	Working Capital Ratio												
What is the percent of rainy fund balance? (*)Unadjusted	What is the cash flow availability for the organization?												
<table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 30%;">Unassigned Fund Balance</td> <td style="text-align: right;">\$ 15,585,894</td> </tr> <tr> <td colspan="2" style="text-align: center;">-----</td> </tr> <tr> <td>Total G/F Expenditures</td> <td style="text-align: right;">\$ 44,741,032</td> </tr> </table> <p>Goal : > 30% of G/F Exp. Benchmark: 10% to 29% Danger: Under 10%</p>	Unassigned Fund Balance	\$ 15,585,894	-----		Total G/F Expenditures	\$ 44,741,032	<table style="width: 100%; border-collapse: collapse;"> <tr> <td colspan="2" style="text-align: center;">Total Current Assets</td> </tr> <tr> <td colspan="2" style="text-align: center;">Less Total Current Liabilities</td> </tr> <tr> <td colspan="2" style="text-align: center;">\$33,682,364 – \$1,915,733 = \$31,766,630</td> </tr> </table> <p>Goal : >\$15,000,000 Benchmark : \$10M to \$15M Danger : Under < \$10M</p>	Total Current Assets		Less Total Current Liabilities		\$33,682,364 – \$1,915,733 = \$31,766,630	
Unassigned Fund Balance	\$ 15,585,894												

Total G/F Expenditures	\$ 44,741,032												
Total Current Assets													
Less Total Current Liabilities													
\$33,682,364 – \$1,915,733 = \$31,766,630													

35% FY18

30% FY17

32M FY18

29M FY17

Details on Schedule 3

Budgeted
18%

Details on Schedule 1

Budgeted
\$15M

INTERIM FINANCIAL REPORT (unaudited)

As of August 31, 2018

Indicator of Efficient Leverage Reserves



<p>Unassigned Fund Balance Ratio How much is available in reserves?</p>	<p>Debt to Income Ratio What is the ability of HCDE to cover its debt payments?</p>												
<table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 30%;">Unassigned Fund Balance</td> <td style="text-align: right;">\$ 15,585,894</td> </tr> <tr> <td colspan="2" style="border-top: 1px dashed black;"></td> </tr> <tr> <td>Total Fund Balance</td> <td style="text-align: right;">\$ 31,766,631</td> </tr> </table> <p>Goal : > 75% Benchmark: 50% to 75% Danger: <50%</p>	Unassigned Fund Balance	\$ 15,585,894			Total Fund Balance	\$ 31,766,631	<table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 30%;">Annual Principal and Interest Payments on Term Debt and Capital Leases</td> <td style="text-align: right;">\$3,144,591</td> </tr> <tr> <td colspan="2" style="border-top: 1px dashed black;"></td> </tr> <tr> <td style="text-align: center;">G/F Revenue Less Facility Charges</td> <td style="text-align: right;">\$48,385,173 – 4,652,883</td> </tr> </table> <p>Goal : <25% of annual revenue Benchmark : 25% to <49% Danger : Over > 50%</p>	Annual Principal and Interest Payments on Term Debt and Capital Leases	\$3,144,591			G/F Revenue Less Facility Charges	\$48,385,173 – 4,652,883
Unassigned Fund Balance	\$ 15,585,894												
Total Fund Balance	\$ 31,766,631												
Annual Principal and Interest Payments on Term Debt and Capital Leases	\$3,144,591												
G/F Revenue Less Facility Charges	\$48,385,173 – 4,652,883												

49% FY18

49% FY17

Details on Schedule 1

Budgeted
64%

7% FY18

8% FY17

Details on Schedule 5

Budgeted
6%

INTERIM FINANCIAL REPORT (unaudited)

As of August 31, 2018

Indicators of efficiency



Tax Revenue to Total Revenue Ratio		Indirect Cost to Tax Ratio	
How efficient is HCDE at leveraging local taxes? (Current)		How much dependency on indirect cost from grants?	
Current Tax Revenue	\$22,299,415	Indirect Cost General Fund	\$1,397,122
-----	-----	-----	-----
Total Revenue	\$87,778,547	Total General Fund Revenues	\$48,385,173
Goal :	<20% of revenue	Goal :	>5%
Benchmark:	20% to 30%	Benchmark :	2% to 5%
Danger:	Over > 30%	Danger :	Under < 2%

25% FY18

23% FY17

Details on Schedule 2

Budgeted
21%

3% FY18

3% FY17

Details on Schedule 3

Budgeted
3%

INTERIM FINANCIAL REPORT (unaudited)

As of August 31, 2018

Indicator of revenue growth



<p align="center">Fee for Service Revenue Ratio</p> <p align="center">How are revenues spread across All Funds?</p>	<p align="center">Fee for Service Revenue Growth Ratio</p> <p align="center">What is the market growth for fee for services?</p>
<p>Total Fee for Service Revenues (G/F) \$19,907,326</p> <p align="center">-----</p> <p>Total Revenues \$87,778,547</p> <p>Goal : >30% of annual revenue Benchmark: 10% to 29% Danger: Under 10%</p>	<p>Fee for Services Current Year Less Fee for Services Last Year</p> <p align="center">\$19,907,326 – 19,743,527</p> <p align="center">-----</p> <p>Fees for Service Last Year \$19,743,527</p> <p>Goal : >3% + growth Benchmark : 0% to 3% Danger : Under < 0%</p>

23% FY18

21% FY17

Details on Schedule 14

Budgeted
21%

1% FY18

3% FY17

Details on Schedule 14

Budgeted
5%

FY 2017-18 FUND BALANCE – BUDGETED ACTIVITY

FUND BALANCE CATEGORY	Sept 1, 2017 Beginning Audited	September	October	November	December-January	February	March-August	
Inventory	123,353							123,353
Prepaid Items	40,202							40,202
Emp Retirement Leave Fund	375,000							375,000
Unemployment Liability	200,000							200,000
Capital Projects	1,000,000							1,000,000
Assets Replacement Schedule	861,576							861,576
Building and Vehicle Replacement	597,000							597,000
Local Construction	2,700,000		(500,000)					2,200,000
PFC Lease Payment	2,454,263							2,454,263
QZAB bond payment	690,329							690,329
New Program Initiative	610,461							610,461
Software and Program Development								-
Recovery High School	950,000		(785,250)					164,750
Workforce Development	500,000							500,000
Total Reserves:	11,102,184							9,816,934
Unassigned	17,020,303		(46,501)	(84,000)		(18,662)		16,871,140
Total Est. Fund Balance:	28,122,487	-	(1,331,751)	(84,000)	-	(18,662)	-	26,688,074

INTERIM FINANCIAL REPORT (unaudited)

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

Revenues

Budget to Actual at August 31, 2018

Fund	Budget	Received/Billed	%
General Fund	\$50,448,529	\$48,385,173	96%
August is the end of the 12th month or approximately 100% of the fiscal year.			
(1) This amount includes accounts receivable billed.			
Special Revenue Funds	46,571,191	25,953,811	56%
Most grant periods differ from fiscal year.			
(2) Grants are on monthly reimbursement basis; subsequently billed			
Debt Service Fund	3,144,592	3,144,591	100%
(3) This fund has activity in February, May (interest and principal payments), and August (interest only payment).			
Capital Projects Fund	1,506,000	140,288	0%
Trust and Agency Fund	0	5,008	0%
Choice Partners Fund (Enterprise Fund)	4,999,354	5,152,359	103%
Worker's Comp. Fund (Internal Service Fund)	440,000	313,093	71%
Facilities Fund (Internal Service Fund)	5,600,761	4,684,225	84%
Total as of the end of the month	\$112,710,427	\$87,778,547	78%

*Federal funding is the main source for special revenue grants. The \$38,083,785 Federal Program Revenues includes \$7,758,871 for Adult Education, \$9,616,100 for CASE, \$20,703,036 for Head Start, and \$5,778 for various other divisions.

Adopted Budget and Amendments

January		(241,753)	(241,753)
	Subtotal January	102,426,365	118,512,188
February		472,334	490,996
	Subtotal February	102,898,699	119,003,184
March		-	-
	Subtotal March	102,898,699	119,003,184
April		786,147	786,147
	Subtotal April	103,684,846	119,789,331
May		379,200	379,200
	Subtotal May	104,064,046	120,168,531
June		4,572,175	4,572,175
	Subtotal June	108,636,221	124,740,706
July		4,623,003	4,623,003
	Subtotal July	113,259,224	129,363,709
August		(548,797)	(548,797)
	Subtotal August	112,710,427	128,814,912

INTERIM FINANCIAL REPORT (unaudited)

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

Expenditures

Budget to Actual at August 31, 2018

Fund	Budget	Encumbered/Spent	%
General Fund	\$55,736,942	\$44,741,032	82%
(1) Encumbrances as of the end of the month total.		1,219,844	Encumbrances
August is the end of the 12th month or approximately 100% of the fiscal year.			
Special Revenue Funds	46,571,191	29,152,795	68%
(2) Encumbrances as of the end of the month total.		2,499,640	Encumbrances
Most grant periods differ from the fiscal year.			
Debt Service Fund	3,144,592	3,144,591	100%
(3) This fund has activity in February, May (interest and principal payments), and August (interest only)			
Capital Projects Fund	12,322,072	1,692,691	14%
Trust and Agency Fund	0	3,162	0%
Choice Partners Fund (Enterprise Fund)	4,999,354	5,189,207	104%
Worker's Comp. Fund (Internal Service Fund)	440,000	370,298	84%
Facilities Fund (Internal Service Fund)	5,600,761	4,976,122	89%
Total as of the end of the month	\$128,814,912	\$92,989,383	72%

INTERIM FINANCIAL REPORT (unaudited)

FY 2017-18 Donations Report
All Funds as of August 31, 2018

Month 2017-2018	CASH	IN-KIND	TOTAL
September	1,998.37	-	1,998.37
October	5,125.00	35,246.46	40,371.46
November	-	3,968.54	3,968.54
December	-	2,127.55	2,127.55
January	1,000.00	13,698.91	14,698.91
February	-	4,636.75	4,636.75
March	-	18,618.57	18,618.57
April	-	54,445.21	54,445.21
May	-	2,994.99	2,994.99
June	-	33,032.92	33,032.92
July	-	4,737.02	4,737.02
August	-	28,484.76	28,484.76
2018 Total:	8,123.37	201,991.68	210,115.05
2017 Total:	4,303.00	63,187.73	67,490.73

INTERIM FINANCIAL REPORT (unaudited)

FY 2017-18 Donations Report All Funds as of August 31, 2018

HCDE Donation/Sponsorship Report

CENTER FOR GRANTS DEVELOPMENT ON BEHALF OF HCDE DIVISIONS								
August 1st through August 31st, 2018								
<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>
			HCDE	Head Start - Barrett Station	Cups/Bags/Pitchers/Certificates		\$ 62.92	\$ 62.92
Smith-Hollier	Eboni	Dr. Eboni PEDS, LLC	HCDE	Head Start - Irvington	Coloring Books/Crayons		\$ 33.30	\$ 33.30
Garcia, DMS	Deborah	City of Houston Oral Health	HCDE	Head Start - Compton	Toothbrush/Floss/Toothpaste		\$ 105.00	\$ 105.00
Dominguez	Angelica		HCDE	Head Start - Channelview	Twirlers/Straws/Favors/Necklaces/Games/Balls/Stickers		\$ 66.85	\$ 66.85
		Alpha Kappa Alpha Sorority	HCDE	Head Start - JD Walker	Bird Feeder/Bird Feed/Gloves/Game /Supplies		\$ 143.92	\$ 143.92
Williams	Annelle	Anelle Williams & Associates	HCDE	Head Start - Irvington	Presentation & Prep		\$ 600.00	\$ 600.00
Montoya	Cassandra	City of Houston Health Department	HCDE	Head Start - Irvington	Journals/Packets/Door Prizes		\$ 349.99	\$ 349.99
			HCDE	Head Start - Tidwell	Ball/Buttons/Wall Hanger/Decoration		\$ 37.40	\$ 37.40
Garcia	Lilia		HCDE	Head Start - Tidwell	Trinkets		\$ 23.76	\$ 23.76
Vela	Lee	Clear Channel Outdoor	HCDE	Head Start - Irvington	Billboards/Digital Boards		\$ 23,450.00	\$ 23,450.00
Clifton	Tara		HCDE	Head Start - Compton	Card Stock/Juice/Cups/Bags/Chips		\$ 52.24	\$ 52.24
Brooks	Marilyn	Assistance League of Houston	HCDE	Head Start - Pugh	Books		\$ 78.00	\$ 78.00
Gonzalez	Tina		HCDE	Head Start - Humble	Books		\$ 40.74	\$ 40.74
KahaneK	Steven	KahaneK Printing	HCDE	Head Start - Pugh	Index Cards		\$ 143.92	\$ 143.92
Bryant	Mariene		HCDE	Head Start - Baytown	Bubble Gloves		\$ 661.92	\$ 661.92
Gonzalez	Jacqueline	United Healthcare	HCDE	Head Start - Irvington	Nightlight / Snacks		\$ 100.00	\$ 100.00
Molke, RN, BSN	Kimber	Nurse Health Line	HCDE	Head Start - Irvington	Thermometers/Phone Cardholders/Magnets/Hold Cold Packs		\$ 300.00	\$ 300.00
Stephens	Valerie		HCDE	Head Start - Coolwood	Runner/Banners/Tableclothes/Medals /Balloons		\$ 50.00	\$ 50.00
Daniel	Merevonna		HCDE	Head Start - Compton	Tableclothes/Napkins/Plates/Cups/Frames/Balloons/Chic ken for SuperMentor		\$ 40.80	\$ 40.80
Montalvo	Mayela		HCDE	Head Start - Tidwell	Bubbles/Pinata		\$ 44.00	\$ 44.00
		Memorial Christian Church	HCDE	Head Start - Coolwood	Space		\$ 1,500.00	\$ 1,500.00
		Garden Bros Circus	HCDE	Area 1 - Head Start	60 Child Admission Tickets @ \$10 value		\$ 600.00	\$ 600.00
						\$0.00	\$ 28,484.76	\$28,484.76

INTERIM FINANCIAL REPORT (unaudited) TAX COLLECTIONS COMPARATIVE ANALYSIS Fiscal Year-To-Date at August 31, 2018

See Tax Calculator at → <http://www.hcde-texas.org/default.aspx?name=TaxCalculator>

Harris County Department of Education Comparative Analysis of Property Values

	Adopted	September	March	April	May	June	July	August
	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 2017	0.005195	0.005195	0.005195	0.005195	0.005195	0.005195	0.005195	0.005195
Certified Taxable Value per HCAD *	\$ 399,079,153,088	\$ 417,201,311,706	\$ 436,316,779,049	\$ 436,193,223,127	\$ 435,540,062,641	\$ 434,883,498,211	\$ 434,078,173,795	\$ 434,078,173,795
Values under protest or not certified	36,649,820,444	21,299,722,405	1,996,614,184	1,494,585,159	1,642,873,944	1,318,175,374	1,042,202,876	1,042,202,876
	435,728,973,532	438,501,034,111	438,313,393,233	437,687,808,286	437,182,936,585	436,201,673,585	435,120,376,671	435,120,376,671
/ Rate per Taxable \$100	4,357,289,735	4,385,010,341	4,383,133,932	4,376,878,083	4,371,829,366	4,362,016,736	4,351,203,767	4,351,203,767
X Tax Rate	22,636,120	22,780,129	22,770,381	22,737,882	22,711,654	22,660,677	22,604,504	22,604,504
Estimated collection rate	98.40%	98.40%	98.40%	98.40%	98.40%	98.40%	98.40%	98.40%
X Estimated Collection Rate	22,273,000	22,414,698	22,405,107	22,373,129	22,347,322	22,297,163	22,241,891	22,241,891
+Delinquent Tax Collections	155,000	155,000	155,000	155,000	155,000	155,000	155,000	155,000
+Special Assessments	15,000	15,000	15,000	15,000	15,000	15,000	15,000	15,000
+ Penalty & Interest	180,000	180,000	180,000	180,000	180,000	180,000	180,000	180,000
Estimated Current Tax Available for Operations:	\$ 22,623,000	\$ 22,764,698	\$ 22,755,107	\$ 22,723,129	\$ 22,697,322	\$ 22,647,163	\$ 22,591,891	\$ 22,591,891
Net Gain or Loss on values	\$ -	\$ 141,698	\$ 132,107	\$ 100,129	\$ 74,322	\$ 24,163	\$ (31,109)	\$ (31,109)

\$435B

INTERIM FINANCIAL REPORT (unaudited)
TAX COLLECTIONS Fiscal Year-To-Date at August 31, 2018 (12th month / 12 month)

HARRIS COUNTY DEPARTMENT OF EDUCATION			
Tax Year 2017 Interim Current Tax Revenue Estimate Updates			
	SCENARIO (1)	SCENARIO (2)	SCENARIO (3)
	APPRAISED VALUE	OWNER'S VALUE	EST FINAL VALUE
	HCAD	OWNER REQUESTED	COMMITTEE RECOMMENDED
Property Use Category Recap-Certified To Date -Report:			
Taxable value	\$434,078,173,795	\$434,078,173,795	\$434,078,173,795
PLUS: Uncertified Roll Summary Report:			
Scenario (1) Appraised value	7,821,574,704	-	-
Scenario (2) Owner's value	-	7,628,284,511	-
Scenario (3) Estimated final value	-	-	1,042,202,876
Total taxable value, Certified and Uncertified:	<u>\$441,899,748,499</u> (A)	<u>\$441,706,458,306</u> (A)	<u>\$435,120,376,671</u> (A)
Calculate Interim Current Tax Revenue Estimate:			
1) (A) divided by 100	\$4,418,997,485 (B)	\$4,417,064,583 (B)	\$4,351,203,767 (B)
2) Current Tax Rate	<u>X 0.005195 (C)</u>	<u>X 0.005195 (C)</u>	<u>X 0.005195 (C)</u>
3) 2016 Interim Current Tax Revenue Estimate, at 100% Collection Rate, (B) X (C)	<u>\$22,956,692 (D)</u>	<u>\$22,946,651 (D)</u>	<u>\$22,604,504 (D)</u>
4) Interim Tax Rev Estimate @ 98.40% Collection Rate:	<u>\$22,588,429 (E)</u>	<u>\$22,578,549 (E)</u>	<u>\$22,241,891 (E)</u>
Comparison of Interim Tax Rev Estimate @ 98.40% 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)	\$22,588,429 (E)	\$22,578,549 (E)	\$22,241,891 (E)
LESS: Tax Revenue, Currently Budgeted	<u>\$22,273,000 (F)</u>	<u>\$22,273,000 (F)</u>	<u>\$22,273,000 (F)</u>
Total Interim Current Tax Revenue Estimate Over/(Under) Current Tax Revenue, Currently Budgeted, (E) - (F):	<u>\$315,429</u>	<u>\$305,549</u>	<u>-\$31,109</u>
Total Current Tax Revenue Received, Accumulated from September 1 to August 31, 2018, 1998-5711	<u>\$22,226,355</u>	<u>\$22,226,355</u>	<u>\$22,226,355</u>

INTERIM FINANCIAL REPORT (unaudited)

TAX COLLECTIONS Fiscal Year-To-Date at August 31, 2018 (12th month / 12 months)

TAX YEAR 2017 COLLECTION SUMMARY					
DESCRIPTION	BUDGET	CURRENT MONTH	Y-T-D	BALANCE (OVER) / UNDER	Y-T-D % OF BUDGET
REVENUES:					
Current Tax	\$ 22,273,000	\$ 231,714	\$ 22,226,355	\$ 46,645	100%
Delinquent Tax	\$ 155,000	\$ 24,972	\$ 7,983	\$ 147,017	5%
Penalty & Interest	\$ 180,000	\$ 25,664	\$ 185,155	\$ (5,155)	103%
Special Assessments and Miscellaneous	\$ 15,000	\$ 277	\$ 17,800	\$ (2,800)	119%
Subtotal Revenues:	\$ 22,623,000	\$ 282,628	\$ 22,437,294	\$ 185,707	99%
DESCRIPTION	BUDGET	CURRENT MONTH	Y-T-D	BALANCE (OVER) / UNDER	Y-T-D % OF BUDGET
EXPENDITURES:					
LESS: HCAD Fees	\$ 180,000	\$ -	\$ 164,703	\$ 15,297	92%
LESS: HCTO Fees	\$ 443,390	\$ 1,265	\$ 444,655	\$ (1,265)	100%
Subtotal Expenditures:	\$ 623,390	\$ 1,265	\$ 609,358	\$ 14,032	98%
Net Tax Collections:	\$ 21,999,610	\$ 45,915	\$ 21,827,936	\$ 171,674	99%

- a) 2017 Tax Rate = \$0.005195/\$100 Property Assessment/Appraisal - --> Annual Tax on a \$200,000 - \$40,000 = \$160,000/100 x .005195 = Residential Property = \$8.32 (net of 20% homestead exception.)
- b) \$600,000/\$21,698,803 = 2.77% Collection and assessment costs

INTERIM FINANCIAL REPORT (unaudited)
DISBURSEMENTS – ALL FUNDS
 August 31, 2018

DESCRIPTION	DISBURSEMENTS	AMOUNT
All Funds	365 Checks	\$2,547,671
P Card - July 2018	481 Transactions	\$70,608
Bank ACH	7 Transfers	\$1,517,722
	Total:	\$4,136,001

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 August 31, 2018

<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>
Educator Certification and Prof Adv	230,298	379,586	614,498	(4,614)	-167%	(384,200)
Records Management	1,968,321	-	1,761,173	207,148	11%	207,148
School Based Therapy Services	8,373,959	1,791,536	10,190,581	(25,086)	-22%	(1,816,622)
Schools	8,329,461	2,740,732	11,206,347	(136,155)	-35%	(2,876,886)
<u>ENTERPRISE FUND-CHOICE PARTNERS COOPERATIVE</u>						
<u>Budget Manager Title</u>	<u>Revenues</u>	<u>Expenditure and Encumbrances</u>	<u>Transfer Out To General Fund</u>	<u>Benefit Ratio</u>	<u>Benefit Variance</u>	
Choice Partners Cooperative (Enterprise)	5,152,359	1,874,633	3,277,726	64%	3,277,726	

Note: Effective FY 16 Choice Partners is reported as an Enterprise Fund (711) and is no longer part of General Fund.

Note: The difference between revenues & expenditures for Choice Partners is transferred out into General Fund, that transfer is not included in the expenditure column above.

HIGHLIGHTS Of BUDGET AMENDMENT REPORT

September 19, 2018

Board Meeting

(unaudited)



Amendments

Special Revenue Fund= \$316,758

INTERIM FINANCIAL REPORT (unaudited)

FY 2017-18 BUDGET AMENDMENT REPORT

September 19, 2018

General Fund

Budget Rationale	Changes to Revenues	Changes to Appropriations	Changes Impacting F/Bal	Total Net Change
<u>INCREASES</u>				
Increase revenues & expenditures in the Special Revenue Fund (2058) Head Start Program Operations budget in the amount of \$315,902 to reflect additional cost of living adjustment award.	315,902	315,902		<1>
Increase revenues & expenditures in the Special Revenue Fund (2068) Head Start Training and Technical Assistance budget in the amount of \$315,902 to reflect additional cost of living adjustment award.	51,111	51,111		<2>
Increase revenues & expenditures in the Special Revenue Fund (2159) Early Head Start Program Operations in the amount of \$30,000 to reflect grant award from USDA.	30,000	30,000		<5>
<u>DECREASES</u>				
Decrease in revenues & expenditures in Special Revenue Fund (2159) Early Head Start Operations grant budget \$75,855 to accurately reflect the grant budget awarded.	(75,855)	(75,855)		<3>
Decrease in revenues & expenditures in Special Revenue Fund (2169) Early Head Start T&TA grant budget \$4,400 to accurately reflect the grant budget awarded.	(4,400)	(4,400)		<4>
Total SPECIAL REVENUE FUND:	316,758	316,758	- \$	-

Construction PFC Update September 19, 2018



Closing on 2016 PFC Bond Series

Par Amount of Bonds (Purchase Price):	\$ 7,000,000.00
Less: Purchaser's Counsel and MAC Fees	<u>16,100.00</u>
Total Due from Purchaser:	\$6,983,900.00
Issuer Contribution	5,000,000.00
Less Land Purchase Costs	<u>954,766.00</u>
Total Available Funds	\$11,029,134.00

Total Available Funds	\$ 11,029,134.00
Bond Issuance Costs	(218,061.80)
Deposit in Project Fund Account	\$ 10,811,072.20

Invoices for Issuance Expenses

Provider	Role		Invoices
US Capital Advisors	Financial Advisor	FA Fee, Document Prep., Misc.	\$ 51,957.50
Orrick Herrington	Bond Counsel	BC Fee, AG Fee, Misc.	89,500.00
Bank of Texas	Trustee/PAR	Trustee Fees	3,500.00
Haynes and Boone, LLP	Trustee 's Counsel	Fees	5,500.00
Stewart Title	Title Policy	Fees/Expenses	<u>67,604.30</u>
Total Invoices:			\$ 218,061.80

← \$225,000
Budgeted

Value...Opportunity...Service

Available 2016 PFC Bond Series Funds

RECAP:	EXPENDITURES BY MONTH	EXPENDITURES BY TYPE
	July 14, 2016 Earnest Money Contract \$ 5,000.00	Purchaser's Counsel and MAC Fees \$ 16,100.00
	October 24, 2016 Land Purchase 949,765.41	Land Purchase Costs 954,765.41
	November 2, 2016 Closing Costs 234,161.80	Bond issuance Costs 218,061.80
	February 14, 2018 CRE8, Inc. Payment 75,600.00	Construction Expenditures (From Above) 221,107.74
	March 7, 2018 Gradient Group Payment 600.00	Architect Expenditures (From Above) 75,600.00
	March 7, 2018 D&A Payment 18,650.00	-
	June 14, 2018 CRE8, Inc. Payment 201,857.74	-
		-
		-
	TOTAL As of August 31, 2018 \$ 1,485,634.95	\$ 1,485,634.95

A & E Services = architectural & engineering

Par Amount of Bonds (Purchase Price):	\$ 7,000,000.00
Less: Purchaser's Counsel and MAC Fees	16,100.00
Total Due from Purchaser:	\$6,983,900.00
Issuer Contribution	5,000,000.00
Less Land Purchase Costs	954,766.00
Total Available Funds	\$11,029,134.00

AVAILABLE PFC FUNDS	
Available Funds from Closing Date:	\$ 11,029,134.00
Closing Costs	(218,061.80)
Yer to date Expenditures	(296,707.74)
Total	10,514,364.46
	Plus Interest from 11/2 to 8/31/2017 30,629.16
	Sept 2017 Interest 9,117.61
	Oct 2017 Interest 9,478.02
	Nov 2017 Interest 9,349.25
	Dec 2017 Interest 10,825.37
	Jan 2018 Interest 11,968.62
	Feb 2018 Interest 11,183.49
	Mar 2018 Interest 14,056.08
	Apr 2018 Interest 14,785.46
	May 2018 Interest 15,756.53
	June 2018 Interest 16,017.00
	July 2018 Interest 17,132.35
	Aug 2018 Interest 17,443.42
	Available funds as of August 2018 \$ 10,702,106.82
	Available funds from previous PFC Rev Bonds 32,921.70

Total Available funds -Invested **10,735,029**

Timeline pending review by the Development Plan Committee

Nov-16	Approval of Pool of architects and engineers	Board
Jan-17	Review and presentation of architect concepts	PFC
Oct-17	Approval of architect contract	PFC
Jan -18	Review of Schematic Design	PFC
Apr-18	Tentative review and approval of architect design development	PFC
May-18	Approval of method of construction per Ch 2269	PFC
Sep-18	Tentative Procurement of Construction Project	PFC
Nov-18	Tentative Construction Award Date	PFC
Dec-19	Construction Period- 12 months est.	PFC

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/ Rosa Maria Torres, RTSBA, Chief Accounting Officer



Q & A

