

# Financial Highlights

as of February, 2019



HIGHLIGHTS of INTERIM FINANCIAL  
REPORT (unaudited)  
February 28, 2019

and

BUDGET AMENDMENT REPORT  
No Board Meeting in March 2019

Click below for a 1 minute Briefing:

<https://www.showme.com/sh?h=LRun4L2>  
Prepared by: Business Support Services Division

# Posted on our website at

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

**Linked from State Comptroller's website**

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



# INTERIM FINANCIAL REPORT (unaudited)

## GENERAL FUND

Balance Sheet as of February 28, 2019

HARRIS COUNTY DEPARTMENT OF EDUCATION		Schedule 1
INTERIM FINANCIAL REPORTS (Unaudited)		
GENERAL FUNDS 100-199 BALANCE SHEET		
Fiscal year to date: February 28, 2019		
	<u>ACTUAL</u>	
<b><u>ASSETS</u></b>		
Cash and Temporary Investments	\$ 46,186,296	
Property Taxes-Delinquent at September 1, 2018	843,570	
Less: Allowances for Uncollectible Taxes	(16,871)	
Due from Federal Agencies	16,360	
Other Receivables	2,212,837	
Inventories	106,989	
Deferred Expenditures	-	
Other Prepaid Items	34,606	
<b>TOTAL ASSETS:</b>	<b>\$ 49,383,787</b>	
<b><u>LIABILITIES</u></b>		
Accounts Payable	61,539	
Bond Interest Payable	-	
Due to Other Funds	-	
Accrued Wages	-	
Payroll Deductions	927,577	
Due to Other Governments	-	
Deferred Revenue	835,429	
<b>TOTAL LIABILITIES:</b>	<b>\$ 1,824,545</b>	
<b><u>FUND EQUITY</u></b>		
Unassigned Fund Balance	17,557,461	
Non-Spendable Fund Balance	128,037	
Restricted Fund Balance	-	
Committed Fund Balance	2,014,976	
Assigned Fund Balance	9,499,397	
Excess(Deficiency) of Revenues & Other Resources Over(Under) Expenditures & Other Uses	18,147,081	
<b>TOTAL FUND EQUITY:</b>	<b>\$ 47,346,952</b>	
Fund Balance Appropriated Year-To-Date	212,290	
<b>TOTAL LIABILITIES, FUND EQUITY, AND FUND BALANCE APPROPRIATED TO DATE:</b>	<b>\$ 49,383,787</b>	

# INTERIM FINANCIAL REPORT (unaudited)

## ASST. SUPERINTENDENT FOR BUSINESS SERVICES' MESSAGE

### As of February 28, 2019

The **ESTIMATED** General Fund balance at 02/28/19 is \$29,199,875 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 2019.

Description	Audited (Per CAFR) 9/1/2018	Appropriated YTD	Estimated Balance at Month End	Estimated Balance at Month End
Non-Spendable	\$ 128,037	\$ -	\$ 128,037	\$ 128,037
Restricted	-	-	-	-
Committed	2,014,976	-	2,014,976	2,014,976
Assigned	9,499,397	-	9,499,397	9,499,397
Unassigned	17,769,755	212,290	17,557,465	17,557,465
<b>Total Fund Balance</b>	<b>\$ 29,412,165</b>	<b>\$ 212,290</b>	<b>\$29,199,875</b>	<b>\$ 29,199,875</b>
<b>Excess (Deficiency) of CURRENT Revenues and Other Resources (From 9/1/2018 to Date)</b>				<b>\$ 18,147,081</b>
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				<b>\$ 47,346,956</b>

# INTERIM FINANCIAL REPORT (unaudited)

## As of February 28, 2019

### 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 February 28, 2019

### *Indicator of Financial Strength*

Percent of Fund Balance to G/F Expenditures Ratio	Working Capital Ratio												
<p>What is the percent of rainy fund balance? (* )Unadjusted</p>	<p>What is the cash flow availability for the organization ?</p>												
<table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 50%;">Unassigned Fund Balance</td> <td style="width: 50%; text-align: right;">\$ 17,557,461</td> </tr> <tr> <td colspan="2" style="text-align: center;">-----</td> </tr> <tr> <td>Total G/F Expenditures</td> <td style="text-align: right;">\$ 24,099,006</td> </tr> </table>	Unassigned Fund Balance	\$ 17,557,461	-----		Total G/F Expenditures	\$ 24,099,006	<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;">\$49,383,787 - \$1,824,545 = \$47,559,242</td> </tr> </table>	Total Current Assets		Less Total Current Liabilities		\$49,383,787 - \$1,824,545 = \$47,559,242	
Unassigned Fund Balance	\$ 17,557,461												
-----													
Total G/F Expenditures	\$ 24,099,006												
Total Current Assets													
Less Total Current Liabilities													
\$49,383,787 - \$1,824,545 = \$47,559,242													
<table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 50%;">Goal :</td> <td style="width: 50%;">&gt; 30% of G/F Exp.</td> </tr> <tr> <td>Benchmark:</td> <td>10% to 29%</td> </tr> <tr> <td>Danger:</td> <td>Under 10%</td> </tr> </table>	Goal :	> 30% of G/F Exp.	Benchmark:	10% to 29%	Danger:	Under 10%	<table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 50%;">Goal :</td> <td style="width: 50%;">&gt;\$15,000,000</td> </tr> <tr> <td>Benchmark :</td> <td>\$10M to \$15M</td> </tr> <tr> <td>Danger :</td> <td>Under &lt; \$10M</td> </tr> </table>	Goal :	>\$15,000,000	Benchmark :	\$10M to \$15M	Danger :	Under < \$10M
Goal :	> 30% of G/F Exp.												
Benchmark:	10% to 29%												
Danger:	Under 10%												
Goal :	>\$15,000,000												
Benchmark :	\$10M to \$15M												
Danger :	Under < \$10M												

73% FY19

69% FY18

37M FY19

43M FY18

Details on Schedule 3

Budgeted  
30%

Details on Schedule 1

Budgeted  
\$30M

# INTERIM FINANCIAL REPORT (unaudited)

As of February 28, 2019

## Indicator of Efficient Leverage Reserves

Unassigned Fund Balance Ratio How much is available in reserves?		Debt to Income Ratio What is the ability of HCDE to cover its debt payments?	
Unassigned Fund Balance	\$ 17,557,461	Annual Principal and Interest Payments on Term Debt and Capital Leases	\$2,580,466
-----	-----		
Total Fund Balance	\$ 47,559,242	G/F Revenue Less Facility Charges	\$42,246,087 – 2,382,172
Goal :	> 75%	Goal :	<25% of annual revenue
Benchmark:	50% to 75%	Benchmark :	25% to <49%
Danger:	<50%	Danger :	Over > 50%

37% FY19

37% FY18

6% FY19

7% FY18

Details on Schedule 1

Budgeted  
74%

Details on Schedule 5

Budgeted  
7%



# INTERIM FINANCIAL REPORT (unaudited)

As of February 28, 2019

## 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	\$ 22,139,490	Indirect Cost General Fund	\$ 690,991
-----		-----	
Total Revenue	\$ 64,899,079	Total General Fund Revenue	\$ 42,246,087
Goal :	<20% of revenue	Goal :	> 5%
Benchmark:	20% to 30%	Benchmark:	2% to 5%
Danger:	Over > 30%	Danger:	Under < 2%

34% FY19

39% FY18

2% FY19

2% FY18

Details on Schedule 2

Budgeted  
23%

Details on Schedule 3

Budgeted  
3%

# INTERIM FINANCIAL REPORT (unaudited)

As of February 28, 2019

## Indicators of revenue growth

Fee for Service Revenue Ratio How are revenues spread across All Funds?	Fee for Service Revenue Growth Ratio What is the market growth for fee on services?
Total Fee for Service Revenues (G/F) <b>\$14,020,581</b> ----- Total Revenues <b>\$64,899,079</b>	Fee for Services Current Year Less Fee for Services Last Year <b>\$14,020,581 - \$13,106,291</b> ----- Fees for Service Last Year <b>\$13,106,291</b>
Goal : >30% of annual revenue Benchmark: 10% to 29% Danger: Under 10%	Goal : >3% + growth Benchmark : 0% to 3% Danger : Under < 0%

22% FY19

24% FY18

7% FY19

-5% FY18

Details on Schedule 14

Budgeted  
21%

Details on Schedule 14

Budgeted  
2%

# FY 2018-19 FUND BALANCE – BUDGETED ACTIVITY

FUND BALANCE CATEGORY	Sept 1, 2018 Beginning Audited	September	October	November	December-January	February	March-August	
Inventory	93,431							93,431
Prepaid Items	34,606							34,606
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	1,000,000							1,000,000
Local Construction	2,500,000							2,500,000
PFC Lease Payment	691,129							691,129
QZAB bond payment	2,458,268							2,458,268
New Program Initiative	-							-
Software and Program Development	-							-
Recovery High School	1,000,000							1,000,000
Workforce Development	850,000							850,000
<b>Total Reserves:</b>	<b>11,642,410</b>							<b>11,642,410</b>
<b>Unassigned</b>	<b>17,769,755</b>		72,290	140,000				<b>17,557,465</b>
<b>Total Est. Fund Balance:</b>	<b>29,412,165</b>	-	72,290	140,000	-	-	-	<b>29,199,875</b>

# INTERIM FINANCIAL REPORT (unaudited)

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

### REVENUES

Budget to Actual at February 28, 2019

Fund	Budget	Received/Billed	%
<b>General Fund</b>	\$53,258,191	\$42,246,087	79%
February is the end of the 6th month or approximately 50% of the fiscal year.			
(1) This amount includes accounts receivable billed.			
<b>Special Revenue Funds</b>	37,137,782	11,981,301	32%
Most grant periods differ from fiscal year.			
(2) Grants are on monthly reimbursement basis; subsequently billed			
<b>Debt Service Fund</b>	3,149,497	2,580,466	82%
(3) This fund has activity in February, May (interest and principal payments), and August (interest only payment).			
<b>Capital Projects Fund</b>	2,000,000	118,608	6%
<b>Trust and Agency Fund</b>	0	2,424	0%
<b>Choice Partners Fund (Enterprise Fund)</b>	4,646,364	5,461,279	118%
<b>Worker's Comp. Fund (Internal Service Fund)</b>	300,000	126,741	42%
<b>Facilities Fund (Internal Service Fund)</b>	5,428,496	2,382,172	44%
<b>Total as of the end of the month</b>	<b>\$105,920,330</b>	<b>\$64,899,078</b>	<b>61%</b>

\*Federal funding is the main source for special revenue grants. The \$29,827,104 Federal Program Revenues includes \$3,897,321 for Adult Education, \$5,895,209 for CASE, \$19,867,268 for Head Start, and \$167,306 for various other divisions.

# ADOPTED BUDGETS AND AMENDMENTS 2018-2019

		Revenues Adopted Budget	Appropriations Adopted Budget
	Budget		
September		102,910,372	117,335,372
		316,758	316,758
	<b>Subtotal-September</b>	<b>103,227,130</b>	<b>117,652,130</b>
October		1,494,807	1,567,097
		<b>Subtotal October</b>	<b>104,721,937</b>
November		177,953	317,953
		<b>Subtotal November</b>	<b>104,899,890</b>
December		237,192	387,192
		<b>Subtotal December</b>	<b>105,137,082</b>
January		-	-
		<b>Subtotal January</b>	<b>105,137,082</b>
February		783,248	783,248
		<b>Subtotal February</b>	<b>105,920,330</b>

# INTERIM FINANCIAL REPORT (unaudited)

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

## EXPENDITURES

Budget to Actual at February 28, 2019

Fund	Budget	Encumbered/Spent	%
<b>General Fund</b>	\$57,395,481	\$24,099,006	46%
(1) Encumbrances as of the end of the month total.		\$ 2,213,536	Encumbrances
February is the end of the 6th month or approximately 50% of the fiscal year.			
<b>Special Revenue Funds</b>	37,137,782	13,601,775	50%
(2) Encumbrances as of the end of the month total.		4,979,412	Encumbrances
Most grant periods differ from the fiscal year.			
<b>Debt Service Fund</b>	3,149,497	2,580,466	82%
(3) This fund has activity in February, May (interest and principal)			
<b>Capital Projects Fund</b>	12,500,000	550,903	4%
<b>Trust and Agency Fund</b>	0	3,060	0%
<b>Choice Partners Fund (Enterprise Fund)</b>	4,646,364	5,638,012	121%
<b>Worker's Comp. Fund (Internal Service Fund)</b>	450,000	311,703	69%
<b>Facilities Fund (Internal Service Fund)</b>	5,428,496	3,089,932	57%
<b>Total as of the end of the month</b>	<b>\$120,707,620</b>	<b>\$57,067,805</b>	<b>47%</b>

**INTERIM FINANCIAL REPORT (unaudited)**  
**FY 2018-19 Donations Report**  
**All Funds as of February 28, 2019**

Month 2018-2019	CASH	IN-KIND	TOTAL
September	1,113.00	-	1,113.00
October	5,065.00	-	5,065.00
November	-	2,564.95	2,564.95
December	-	13,551.89	13,551.89
January	-	-	-
February	500.00	18,886.43	19,386.43
March			-
April			-
May			-
June			-
July			-
August			-
<b>2019 Total:</b>	<b>6,678.00</b>	<b>35,003.27</b>	<b>41,681.27</b>
<b>2018 YTD Total:</b>	<b>8,123.37</b>	<b>201,991.68</b>	<b>210,115.05</b>

# INTERIM FINANCIAL REPORT (unaudited)

## FY 2018-19 Donations Report

### All Funds as of February 28, 2019

CENTER FOR GRANTS DEVELOPMENT ON BEHALF OF HCDE DIVISIONS								
February 1 - February 28, 2019								
<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>
Fishback	Lindsey	Blackboard, Inc	HCDE	Teaching and Learning Center	Developed App for the R.T. Garcia Early Childhood Winter Conference (ECWC)		\$ 3,500.00	\$ 3,500.00
Banegas	Cynthia		HCDE	Head Start	Classroom Supplies		\$ 169.99	\$ 169.99
Mitchell	Ramon	Smart Financial	HCDE	Teaching and Learning Center	Full Page Advertisement for ECWC		\$ 500.00	\$ 500.00
Breaux	Darlene		HCDE	Schools - Highpoint	3 in 1 Game Table and Air Hockey Table		\$ 225.00	\$ 225.00
		Jimmy Johns	HCDE	Research and Evaluation Institute	Five Free Sandwiches		\$ 40.00	\$ 40.00
		Kojaks Fine Foods	HCDE	Research and Evaluation Institute	Four Free Meals		\$ 100.00	\$ 100.00
		Rocket Fizz Soda Pop & Candy Shop	HCDE	Research and Evaluation Institute	Rainbow Round Swirl Lollipop		\$ 7.99	\$ 7.99
		Pho Long	HCDE	Research and Evaluation Institute	One Free Meal		\$ 10.00	\$ 10.00
		LA Fitness	HCDE	Research and Evaluation Institute	128 One Week Passes		\$ 896.00	\$ 896.00
		Walmart	HCDE	Research and Evaluation Institute	Gift Card		\$ 25.00	\$ 25.00
		World Catering International Bakery #A-B	HCDE	Research and Evaluation Institute	Gift Card		\$ 25.00	\$ 25.00
Skinner	Stefan	Good Shepherd Church	HCDE	Head Start - Fonwood	Classroom Supplies		\$ 755.00	\$ 755.00
		Texas Children's Hospital	HCDE	Head Start - Fonwood	Classroom Supplies		\$ 75.00	\$ 75.00
Robledo	Juanita		HCDE	Head Start - Humble	Classroom Supplies		\$ 79.36	\$ 79.36
		Riley Community Center	HCDE	Head Start - Barrett Station	Meeting Space		\$ 100.00	\$ 100.00
Armstrong	Connie		HCDE	Head Start - Baytown	Classroom Supplies		\$ 100.00	\$ 100.00
Lemus	Ivett		HCDE	Head Start - Baytown	Classroom Supplies		\$ 115.00	\$ 115.00
Ponce	Ruben		HCDE	Head Start - Baytown	Classroom Supplies		\$ 60.00	\$ 60.00
Anderson	Dawn		HCDE	Head Start - LaPorte	Classroom Supplies		\$ 67.12	\$ 67.12
Anderson	Dawn		HCDE	Head Start - LaPorte	Classroom Supplies		\$ 53.21	\$ 53.21
Bowles	Anable		HCDE	Head Start - LaPorte	Classroom Supplies		\$ 80.86	\$ 80.86
Henry	Anna		HCDE	Head Start - LaPorte	Classroom Supplies		\$ 86.21	\$ 86.21
Henry	Anna		HCDE	Head Start - LaPorte	Classroom Supplies		\$ 126.04	\$ 126.04
		La Porte City Parks & Recreation	HCDE	Head Start - LaPorte	Meeting Space & Transportation		\$ 2,750.00	\$ 2,750.00
		La Porte City Parks & Recreation	HCDE	Head Start - LaPorte	Meeting Space & Transportation		\$ 3,000.00	\$ 3,000.00
Williams	Jennifer		HCDE	Head Start - LaPorte	Classroom Supplies		\$ 440.00	\$ 440.00
		Assistance League of Houston	HCDE	Head Start - Pugh	Books		\$ 308.10	\$ 308.10
		Assistance League of Houston	HCDE	Head Start - Pugh	Books		\$ 311.22	\$ 311.22
Ray	Ronnie		HCDE	Head Start - Sheffield	Classroom Supplies		\$ 69.57	\$ 69.57
Simmons	Lawrence		HCDE	Head Start - Sheffield	Meeting Space - Church Gym		\$ 250.00	\$ 250.00
Crather	Mary		HCDE	Head Start - Tidwell	Classroom Supplies		\$ 69.12	\$ 69.12



# INTERIM FINANCIAL REPORT (unaudited)

## FY 2018-19 Donations Report

### All Funds as of February 28, 2019

Cruz	Sergio		HCDE	Head Start - Tidwell	Trailer		\$ 160.00	\$ 160.00	
Flint	Roderick		HCDE	Head Start - Tidwell	Classroom Supplies		\$ 114.71	\$ 114.71	
		Crosby Knights of Columbus	HCDE	Head Start - Barrett Station	Coats for Children		\$ 225.00	\$ 225.00	
		Riley Community Center	HCDE	Head Start - Barrett Station	Space		\$ 100.00	\$ 100.00	
		Second Chance Toys	HCDE	Head Start - Barrett Station	Classroom Supplies		\$ 322.00	\$ 322.00	
		Toys for Tots Run Committee	HCDE	Head Start - Barrett Station	Classroom Supplies		\$ 1,552.00	\$ 1,552.00	
		Walmart	HCDE	Head Start - Barrett Station	Gift Card		\$ 250.00	\$ 250.00	
Merdith	Donteal		HCDE	Head Start - Tidwell	Classroom Supplies		\$ 114.71	\$ 114.71	
Jackson	Tanya		HCDE	Head Start - Coolwood	Classroom Supplies		\$ 42.50	\$ 42.50	
Espinoza	Cecilia		HCDE	Head Start - Barrett Station	Stockings with Names		\$ 51.00	\$ 51.00	
		Mayor's Citizen's Assistance Office	HCDE	Head Start - Fifth Ward	Hand Sanitizer		\$ 52.00	\$ 52.00	
Garrett	Mary		HCDE	Head Start - Fonwood	Classroom Supplies		\$ 328.30	\$ 328.30	
Hammons	Red		HCDE	Head Start - Fonwood	Classroom Supplies		\$ 213.62	\$ 213.62	
Tiwari	Anupama		HCDE	Head Start - Fonwood	Classroom Supplies		\$ 177.50	\$ 177.50	
Bradt	Ivonne		HCDE	Head Start - Humble	Classroom Supplies		\$ 113.30	\$ 113.30	
West	Whitney		HCDE	Teaching and Learning Center	Lunch for Science Leadership Meeting		\$ 498.00	\$ 498.00	
			HCDE	Teaching and Learning Center	Donation for ECWC	\$ 500.00		\$ 500.00	
Pardue	Sloane	Chick-Fil-A - Sawyer Heights	HCDE	Scholastic Art & Writing Awards	Four Trays of Cookies and Brownies		\$ 52.00	\$ 52.00	
Haddad	George	The French Corner	HCDE	Scholastic Art & Writing Awards	100 Assorted Cookies		\$ 125.00	\$ 125.00	
							\$ 500.00	\$ 18,886.43	\$ 19,386.43

# INTERIM FINANCIAL REPORT (unaudited)

## TAX COLLECTIONS COMPARATIVE ANALYSIS Fiscal Year –To-Date at February 28, 2019

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

### Harris County Department of Education Comparative Analysis of Property Values

\$451B

	Adopted	September	October	November	December	January	February
	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 2018	0.005190	0.005190	0.005190	0.005190	0.005190	0.005195	0.005195
Certified Taxable Value per HCAD *	\$ 412,526,038,722	\$ 431,144,848,395	\$ 441,157,229,400	\$ 445,482,657,214	\$ 447,225,280,892	\$ 447,709,696,992	\$ 448,229,275,195
Values under protest or not certified	37,168,447,726	19,561,999,721	10,156,995,148	5,712,903,568	3,559,258,684	2,835,867,379	1,382,080,609
	449,694,486,448	450,706,848,116	451,314,224,548	451,195,560,782	450,784,539,576	450,545,564,371	449,611,355,804
/ Rate per Taxable \$100	4,496,944,864	4,507,068,481	4,513,142,245	4,511,955,608	4,507,845,396	4,505,455,644	4,496,113,558
X Tax Rate	23,339,144	23,391,685	23,423,208	23,417,050	23,395,718	23,383,315	23,334,829
Estimated collection rate	99.88%	99.88%	99.88%	99.88%	99.88%	99.88%	99.88%
X Estimated Collection Rate	23,310,040	23,362,516	23,394,000	23,041,402	23,366,543	23,354,156	23,305,731
+Delinquent Tax Collections	150,000	150,000	150,000	150,000	150,000	150,000	150,000
+Special Assessments	15,000	15,000	15,000	15,000	15,000	15,000	15,000
+ Penalty & Interest	-	-	-	-	-	-	-
<b>Estimated Current Tax Available for Operations:</b>	<b>\$ 23,475,040</b>	<b>\$ 23,527,516</b>	<b>\$ 23,559,000</b>	<b>\$ 23,206,402</b>	<b>\$ 23,531,543</b>	<b>\$ 23,519,156</b>	<b>\$ 23,470,731</b>
<b>Net Gain or Loss on values</b>	<b>\$ -</b>	<b>\$ 52,476</b>	<b>\$ 83,960</b>	<b>\$ (268,638)</b>	<b>\$ 56,503</b>	<b>\$ 44,116</b>	<b>\$ (4,309)</b>

# INTERIM FINANCIAL REPORT (unaudited)

TAX COLLECTIONS Fiscal Year-To-Date at February 28, 2019 (6<sup>th</sup> month / 12 months)

## HARRIS COUNTY DEPARTMENT OF EDUCATION Tax Year 2018 Interim Current Tax Revenue Estimate Updates

	SCENARIO (1) APPRAISED VALUE HCAD	SCENARIO (2) OWNER'S VALUE OWNER REQUESTED	SCENARIO (3) EST FINAL VALUE COMMITTEE RECOMMENDED
<b>Property Use Category Recap-Certified To Date-Report:</b>			
Taxable value	\$448,229,275,195	\$448,229,275,195	\$448,229,275,195
<b>PLUS: Uncertified Roll Summary Report:</b>			
Scenario (1) Appraised value	2,421,779,029	-	-
Scenario (2) Owner's value	-	2,255,607,479	-
Scenario (3) Estimated final value	-	-	1,382,080,609
<b>Total taxable value, Certified and Uncertified:</b>	<u>\$450,651,054,224 (A)</u>	<u>\$450,484,882,674 (A)</u>	<u>\$449,611,355,804 (A)</u>
<b>Calculate Interim Current Tax Revenue Estimate:</b>			
1) (A) divided by 100	\$4,506,510,542 (B)	\$4,504,848,827 (B)	\$4,496,113,558 (B)
2) Current Tax Rate	X 0.00519 (C)	X 0.00519 (C)	X 0.00519 (C)
3) 2017 Interim Current Tax Revenue Estimate, at 100% Collection Rate, (B) X (C)	<u>\$23,388,790 (D)</u>	<u>\$23,380,165 (D)</u>	<u>\$23,334,829 (D)</u>
4) Interim Tax Rev Estimate @ 99.8753% Collection Rate:	<u>\$23,359,624 (E)</u>	<u>\$23,351,010 (E)</u>	<u>\$23,305,731 (E)</u>
<b>Comparison of Interim Tax Rev Estimate @ 98.40% Collection Rate with Interim Current Tax Revenue Est:</b>			
Interim Current Tax Revenue Estimate Over/(Under) Current Tax Revenue, Currently Budgeted:			
Interim Current Tax Revenue Estimate (E)	\$23,359,624 (E)	\$23,351,010 (E)	\$23,305,731 (E)
LESS: Tax Revenue, Currently Budgeted	<u>\$23,310,040 (F)</u>	<u>\$23,310,040 (F)</u>	<u>\$23,310,040 (F)</u>
<b>Total Interim Current Tax Revenue Estimate Over/(Under) Current Tax Revenue, Currently Budgeted, (E) - (F):</b>	<u>\$49,584</u>	<u>\$40,970</u>	<u>-\$4,309</u>
<b>Total Current Tax Revenue Received, Accumulated from September 1 to February 28, 2019, 1999-571100**:</b>	<u>\$22,080,493</u>	<u>\$22,080,493</u>	<u>\$22,080,493</u>

# INTERIM FINANCIAL REPORT (unaudited)

## TAX COLLECTIONS Fiscal Year-To-Date at February 28, 2019 (6th month / 12 month)

TAX YEAR 2018 COLLECTION SUMMARY					
DESCRIPTION	BUDGET	CURRENT MONTH	Y-T-D	BALANCE (OVER) / UNDER	Y-T-D % OF BUDGET
<b>REVENUES:</b>					
Current Tax	\$ 23,310,040	\$ 8,799,557	\$ 22,080,493	\$ 1,229,547	94.7%
Delinquent Tax	150,000	12,331	(56,287)	206,287	-38%
Penalty & Interest	-	32,979	77,803	(77,803)	0%
Special Assessments and Miscellaneous	15,000	4,302	6,311	8,689	42%
<b>Subtotal Revenues:</b>	<b>\$ 23,475,040</b>	<b>\$ 8,849,169</b>	<b>\$ 22,108,320</b>	<b>\$ 1,366,720</b>	<b>94.2%</b>
DESCRIPTION	BUDGET	CURRENT MONTH	Y-T-D	BALANCE (OVER) / UNDER	Y-T-D % OF BUDGET
<b>EXPENDITURES:</b>					
LESS: HCAD Fees	\$ 180,000	\$ -	\$ 84,583	\$ 95,417	47%
LESS: HCTO Fees	475,000	128,392	329,835	145,165	69%
<b>Subtotal Expenditures:</b>	<b>\$ 655,000</b>	<b>\$ 128,392</b>	<b>\$ 542,809</b>	<b>\$ 240,582</b>	<b>83%</b>
<b>Net Tax Collections:</b>	<b>\$ 22,820,040</b>	<b>\$ 8,720,777</b>	<b>\$ 21,565,511</b>	<b>\$1,126,138</b>	<b>94.5%</b>

a) 2018 Tax Rate =  $\$0.005190 / \$100$  Property Assessment/Appraisal --> Annual Tax on a  $\$200,000 - \$40,000 = \$160,000 / 100 \times .005190 =$   
Residential Property =  $\$8.32$  (net of 20% homestead exception.)

b)  $\$655,000 / \$23,475,040 = 2.78\%$  Collection and assessment costs

# INTERIM FINANCIAL REPORT (unaudited)

## DISBURSEMENT – ALL FUNDS

February 28, 2019

DESCRIPTION	DISBURSEMENTS	AMOUNT
All Funds	552 Checks	\$1,298,765
P Card - January 2019	639 Transactions	\$122,676
Bank ACH	6 Transfers	\$1,645,204
	Total:	\$3,066,644

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 February 28, 2019

<b>GENERAL FUND - Governmental</b>						
<b>Budget Manager Title</b>	Revenues	Tax Subsidy	Expenditure and Encumbrances	Includes Tax Subsidy Variance	W/o tax Benefit Ratio	Benefit Variance
Educator Certification and Prof Adv	137,244	158,208	316,052	(20,600)	-130%	(178,808)
Records Management	807,061	53,432	947,116	(86,623)	-17%	(140,055)
School Based Therapy Services	4,529,428	753,685	5,329,895	(46,782)	-18%	(800,467)
Schools	7,729,161	729,491	6,377,493	2,081,159	17%	1,351,668
<b>ENTERPRISE FUND-CHOICE PARTNERS COOPERATIVE</b>						
<b>Budget Manager Title</b>	Revenues	Expenditure and Encumbrances	Transfer Out To General Fund	Benefit Ratio	Benefit Variance	
Choice Partners Cooperative (Enterprise)	5,461,279	1,193,122	4,268,157	78%	4,268,157	

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

March 2019  
No Board Meeting  
(unaudited)

Amendments

# INTERIM FINANCIAL REPORT (unaudited)

## FY 2018-19 BUDGET AMENDMENT REPORT

February 28, 2019

Amendments that increase/decrease a program budget must be approved by the board. No Board Meetings are held in March.

Budget Rationale	Changes to Revenues	Changes to Appropriations	Changes Impacting F/Bal	Total Net Change
<b>GENERAL FUND</b>				
<b>INCREASES</b>				
<b>DECREASES</b>				
<b>Total GENERAL FUND:</b>	-	-	-	\$ -
<b>SPECIAL REVENUE FUND</b>				
<b>INCREASES</b>				
<b>DECREASES</b>				
<b>Total SPECIAL REVENUE FUND:</b>	-	-	-	\$ -
<b>WORKERS COMPENSATION FUND</b>				
<b>INCREASES</b>				
<b>DECREASES</b>				
<b>Total WORKERS COMP FUND:</b>	-	-	-	-

Note: These are proposed budget amendments and will not be entered into the General Ledger until after Board Approval. /J. Amezcua



# Construction PFC Update

## February 28, 2019



Click below for a 1 minute Briefing:

<https://www.showme.com/sh?h=JuPXewC>  
Prepared by: Business Support Services Division

# 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>
<b>Total Due from Purchaser:</b>	<b>\$6,983,900.00</b>
Issuer Contribution	5,000,000.00
Less Land Purchase Costs	<u>954,766.00</u>
<b>Total Available Funds</b>	<b>\$11,029,134.00</b>

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

## 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:			<b>\$ 218,061.80</b>

← \$225,000 Budgeted

Value...Opportunity...Service

# Available February 2019 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)	231,939.74
March 7, 2018 Gradient Group Payment	600.00	Architect Expenditures (From Above)	188,507.85
March 7, 2018 D&A Payment	18,650.00	Insurance Expenditures	1,184.00
June 14, 2018 CRE8, Inc. Payment	201,857.74	Legal Fees	9,189.38
October 4, 2018 HCDE Legal Fees	8,360.00	Notice Requirement	631.82
October 4, 2018 Wright National Flood	1,184.00	Easement Descriptions	1,200.00
October 24, 2018 HTS, Inc. Consultants	8,832.00	Technology Purchases	5,450.00
October 26, 2018 Doucet and Associates	2,000.00		
December 19, 2018 CRE8, Inc. Payment	112,907.85		
December 19, 2018 Houston Chronicle Payment	631.82		
December 19, 2018 HCDE Legal Fees	829.38		
February 7, 2019 LoneStar Documentation	5,450.00		
February 7, 2019 Doucet & Associates	1,200.00		
<b>TOTAL As of February 28, 2019</b>	<b>\$ 1,627,030.00</b>		<b>\$ 1,627,030.00</b>

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
<b>Total Due from Purchaser:</b>	<b>\$6,983,900.00</b>
Issuer Contribution	5,000,000.00
Less Land Purchase Costs	954,766.00
<b>Total Available Funds</b>	<b>\$11,029,134.00</b>

AVAILABLE PFC FUNDS	
Available Funds from Closing Date:	11,029,134
Closing Costs	(218,061.80)
Year to date Expenditures	(1,408,968.20)
<b>Total</b>	<b>9,402,104.00</b>
Sept 2018 Interest	17,567.71
Oct 2018 Interest	19,435.43
Nov 2018 Interest	19,352.59
Dec 2018 Interest	20,700.71
Jan 2019 Interest	21,535.77
Feb 2019 Interest	19,672.22
Available funds as of February 2019	\$ 10,490,704.37
Available funds from previous PFC Rev Bonds	220,664.06

Total Available funds -Invested

**10,711,368**

# Available funds and arbitrage

ABS West PFC Project

Available at 1-31 2019 **\$ 10,711,368**

Drawdown			Contract Amount	Payments	Pending	Contract Balance
Drawdown 1,4,15		Architect Contract (\$8.4M x 6%)	\$ 504,000	\$ 262,772	\$ 43,034	198,194
		Additional due to project size	60,000			60,000
Drawdown 1,4	Date of disbursement	Misc Architect Reimbursements	14,686	14,686		-
2		Gradient Group LLC Traffic Engineering	11,440	600		10,840
3		Duscet and Associates Surveying Services	18,650	18,650		-
5		HCDE Legal fees - architect contract- AIA legal fees	8,360	8,360		-
6		Wright National Flood Insurance flood insurance	1,184	1,184		-
7		HTS Geotechnical geotechnical	8,838	8,832		6
8		Doucet Associates - elevation elevation map	2,000	2,000		-
9		Cre8, Inc. architect	112,908	112,908		
10		Houston Chronicle public notice	632	632		
11		HCDE Legal fees legal fees	829	829		
		HTS Testing Testing Materials	66,322			66,322
		Rice and Garner Commissioning Services MEP Services	12,189			12,189
		Phonoscope Lightwave Wiring infrastructure	21,574			21,574
12		Muti Vista Construction Documentatic	25,855	5,450		20,405
13		Duscet and Associates Easement Descriptions	1,200	1,200		-
14		HCDE Legal fees legal fees	225	-	225	
		<b>Construction Contract construction</b>	<b>\$ 8,916,000</b>			<b>\$ 8,916,000</b>
			<b>\$ 9,786,892</b>	<b>\$ 438,103</b>	<b>\$ 43,259</b>	<b>\$ 9,305,530</b>

Amount available for furniture, equipment and contingency \$ 1,405,838

# Available funds and arbitrage

Month	INV POOLS %	
	FY18	FY19
SEP	.99 - 1.04	1.97 - 2.0
OCT	1.02 - 1.05	-
NOV	1.04 - 1.06	-
DEC	1.17 - 1.25	-
JAN	1.25 - 1.32	-
FEB	1.33 - 1.35	-
MAR	1.5 - 1.57	-
APR	1.63 - 1.68	-
MAY	1.70 - 1.73	-
JUN	1.82 - 1.92	-
JUL	1.89 - 1.91	-
AUG	1.91 - 1.93	-

As it relates to a municipal bond market, arbitrage is the profit from borrowing funds in the tax exempt market and investing them in the taxable market. Unless an exception is available, the IRS requires a payment to the US Treasury equal to all interest earned on bond proceeds in excess of the bond yield. The PFC bond yield is 1.68%



Restricted interest by month	25,702.23
Arbitrage Calculation cost	10,000

## interest earned by month

	Interest Earnings	,Under @1.68 rate	,@ current rate
till aug 31 2017	30,629.17	30,629.17	
Sep-17	9,117.61	9,117.61	
Oct-17	9,478.02	9,478.02	
Nov-17	9,349.25	9,349.25	
Dec-17	10,825.37	10,825.37	
Jan-18	11,968.62	11,968.62	
Feb-18	11,183.49	11,183.49	
Mar-18	14,056.08	14,056.08	
Apr-18	14,785.46	14,785.46	
May-18	15,756.53	15,301.14	455.39
Jun-18	16,017.00	14,014.88	2,002.13
Jul-18	17,132.35	15,069.29	2,063.06
Aug-18	17,443.42	15,183.91	2,259.51
Sep-18	17,567.71	14,756.88	2,810.83
Oct-18	19,435.00	16,325.40	3,109.60
Nov-18	19,352.00	16,255.68	3,096.32
Dec-18	20,700.71	17,388.60	3,312.11
Jan-19	21,535.77	18,090.05	3,445.72
Feb-19	19,672.22	16,524.66	3,147.56
<b>Interest Earned</b>	<b>306,005.78</b>	<b>280,303.55</b>	<b>25,702.23</b>

## 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
Oct-18	Tentative Procurement of Construction Project	PFC
Nov-18	Tentative Construction Award Date	PFC
Dec-18	Construction Contract was signed	PFC
Oct-19	Construction Period- 11 to 14 months est.	PFC

# INTERIM FINANCIAL REPORT (unaudited)

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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



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