

Financial Highlights

as of May 31, 2019



HIGHLIGHTS of INTERIM FINANCIAL
REPORT (unaudited)

May 31, 2019

and

BUDGET AMENDMENT REPORT
for the June 19, 2019 Board Meeting

Click below for a 1 minute Briefing:

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Prepared by: Business Support Services Division

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<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 May 31, 2019

HARRIS COUNTY DEPARTMENT OF EDUCATION		Schedule 1
INTERIM FINANCIAL REPORTS (Unaudited)		
GENERAL FUNDS 100-199 BALANCE SHEET		
Fiscal year to date: May 31, 2019		
		<u>ACTUAL</u>
<u>ASSETS</u>		
Cash and Temporary Investments	\$	41,492,692
Property Taxes-Delinquent at September 1, 2018		843,570
Less: Allowances for Uncollectible Taxes		(16,871)
Due from Federal Agencies		-
Other Receivables		1,250,460
Inventories		130,261
Deferred Expenditures		-
Other Prepaid Items		33,680
	TOTAL ASSETS:	\$ 43,733,792
<u>LIABILITIES</u>		
Accounts Payable		13,772
Bond Interest Payable		-
Due to Other Funds		-
Accrued Wages		-
Payroll Deductions		979,753
Due to Other Governments		-
Deferred Revenue		835,561
	TOTAL LIABILITIES:	\$ 1,829,085
<u>FUND EQUITY</u>		
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		12,492,546
	TOTAL FUND EQUITY:	\$ 41,692,417
Fund Balance Appropriated Year-To-Date		212,290
	TOTAL LIABILITIES, FUND EQUITY, AND FUND BALANCE APPROPRIATED TO DATE:	\$ 43,733,792

INTERIM FINANCIAL REPORT (unaudited)

ASST. SUPERINTENDENT FOR BUSINESS SERVICES' MESSAGE

As of May 31, 2019

The **ESTIMATED** General Fund balance at 05/31/2019 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
Total Fund Balance	\$ 29,412,165	\$ 212,290	\$29,199,875	\$ 29,199,875
Excess (Deficiency) of CURRENT Revenues and Other Resources (From 9/1/2018 to Date)				\$ 12,492,546
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				\$ 41,692,417

INTERIM FINANCIAL REPORT (unaudited)

As of May 31, 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 May 31, 2019

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?	
Unassigned Fund Balance	\$ 17,557,461	Total Current Assets	
-----	-----	Less Total Current Liabilities	
Total G/F Expenditures	\$ 35,673,831	\$43,733,792 – 1,829,085 =	\$41,904,707
Goal :	> 30% of G/F Exp.	Goal :	>\$15,000,000
Benchmark:	10% to 29%	Benchmark :	\$10M to \$15M
Danger:	Under 10%	Danger :	Under < \$10M

49% FY19

45% FY18

42M FY19

37M FY18

Details on Schedule 3

Budgeted
30%

Details on Schedule 1

Budgeted
\$30M

INTERIM FINANCIAL REPORT (unaudited)

As of May 31, 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	\$3,031,895
-----	-----	-----	
Total Fund Balance	\$ 41,904,707	G/F Revenue Less Facility Charges	\$48,166,377 – 3,531,644
Goal :	> 75%	Goal :	<25% of annual revenue
Benchmark:	50% to 75%	Benchmark :	25% to <49%
Danger:	<50%	Danger :	Over > 50%

42% FY19

42% FY18

7% FY19

7% FY18

Details on Schedule 1

Budgeted
74%

Details on Schedule 5

Budgeted
7%

INTERIM FINANCIAL REPORT (unaudited)

As of May 31, 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	\$ 22,800,092	Indirect Cost General Fund	\$ 1,132,543
-----		-----	
Total Revenue	\$ 80,105,438	Total General Fund Revenue	\$ 48,166,377
Goal :	<20% of revenue	Goal :	> 5%
Benchmark:	20% to 30%	Benchmark:	2% to 5%
Danger:	Over > 30%	Danger:	Under < 2%

29% FY19

31% FY18

2% FY19

2% FY18

Details on Schedule 2

Budgeted
23%

Details on Schedule 3

Budgeted
3%

INTERIM FINANCIAL REPORT (unaudited)

As of May 31, 2019

Indicators of revenue growth

<p>Fee for Service Revenue Ratio How are revenues spread across All Funds?</p>	<p>Fee for Service Revenue Growth Ratio What is the market growth for fee on services?</p>
<p>Total Fee for Service Revenues (G/F) \$17,818,037</p> <p>-----</p> <p>Total Revenues \$80,105,438</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>\$17,818,037 - \$16,749,937</p> <p>-----</p> <p>Fees for Service Last Year \$16,749,937</p> <p>Goal : >3% + growth Benchmark : 0% to 3% Danger : Under < 0%</p>

22% FY19

23% FY18

6% 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-March	April	May - 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
Total Reserves:	11,642,410							11,642,410
Unassigned	17,769,755		72,290	140,000				17,557,465
Total Est. Fund Balance:	29,412,165	-	72,290	140,000	-	-	-	29,199,875

INTERIM FINANCIAL REPORT (unaudited)

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

REVENUES

Budget to Actual at May 31, 2019

Fund	Budget	Received/Billed	%
General Fund	\$53,938,527	\$48,166,377	89%
May is the end of the 9th month or approximately 75% of the fiscal year.			
(1) This amount includes accounts receivable billed.			
Special Revenue Funds	37,730,577	18,475,583	49%
Most grant periods differ from fiscal year.			
(2) Grants are on monthly reimbursement basis; subsequently billed			
Debt Service Fund	3,149,497	3,031,895	96%
(3) This fund has activity in February, May (interest and principal payments), and August (interest only payment).			
Capital Projects Fund	2,000,000	184,176	9%
Trust and Agency Fund	0	4,304	0%
Choice Partners Fund (Enterprise Fund)	4,646,364	6,521,135	140%
Worker's Comp. Fund (Internal Service Fund)	300,000	190,324	63%
Facilities Fund (Internal Service Fund)	5,428,496	3,531,644	65%
Total as of the end of the month	\$107,193,461	\$80,105,438	75%

*Federal funding is the main source for special revenue grants. The \$30,007,003 Federal Program Revenues includes \$3,842,587 for Adult Education, \$5,895,209 for CASE, \$20,065,429 for Head Start, and \$203,778 for various other divisions.

ADOPTED BUDGETS AND AMENDMENTS 2018-2019

		Revenues Adopted Budget	Appropriations Adopted Budget
	Budget	102,910,372	117,335,372
December		237,192	387,192
	Subtotal December	105,137,082	119,924,372
January		-	-
	Subtotal January	105,137,082	119,924,372
February		783,248	783,248
	Subtotal February	105,920,330	120,707,620
March		-	-
	Subtotal March	105,920,330	120,707,620
April		1,204,632	1,204,632
	Subtotal April	107,124,962	121,912,252
May		68,499	68,499
	Subtotal May	107,193,461	121,980,751

INTERIM FINANCIAL REPORT (unaudited)

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

EXPENDITURES

Budget to Actual at May 31, 2019

Fund	Budget	Encumbered/Spent	%
General Fund	\$58,075,817	\$35,673,831	64%
(1) Encumbrances as of the end of the month total.		\$ 1,295,441	Encumbrances
May is the end of the 9th month or approximately 75% of the fiscal year.			
Special Revenue Funds	37,730,577	20,601,432	63%
(2) Encumbrances as of the end of the month total.		3,272,874	Encumbrances
Most grant periods differ from the fiscal year.			
Debt Service Fund	3,149,497	3,031,895	96%
(3) This fund has activity in February, May (interest and principal)			
Capital Projects Fund	12,500,000	1,358,739	11%
Trust and Agency Fund	0	3,971	0%
Choice Partners Fund (Enterprise Fund)	4,646,364	6,626,190	143%
Worker's Comp. Fund (Internal Service Fund)	450,000	313,882	70%
Facilities Fund (Internal Service Fund)	5,428,496	4,077,835	75%
Total as of the end of the month	\$121,980,751	\$76,256,090	63%

INTERIM FINANCIAL REPORT (unaudited)

FY 2018-19 Donations Report

All Funds as of May 31, 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	-	8,663.83	8,663.83
April	500.00	1,267.66	1,767.66
May	-	7,745.63	7,745.63
June			-
July			-
August			-
2019 Total:	7,178.00	52,680.39	59,858.39
2018 YTD Total:	8,123.37	201,991.68	210,115.05

INTERIM FINANCIAL REPORT (unaudited)

FY 2018-19 Donations Report

All Funds as of May 31, 2019

CENTER FOR GRANTS DEVELOPMENT ON BEHALF OF HCDE DIVISIONS								
May 1 - 31, 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>
Benitez	Amanda		HCDE	Head Start - La Porte	Classroom Supplies		\$ 102.37	\$ 102.37
		City of LaPorte Parks & Recreation	HCDE	Head Start - La Porte	Transportation & Use of Space		\$ 2,750.00	\$ 2,750.00
		Houston Pediatric Dentistry	HCDE	Head Start - La Porte	Toothbrushes, Toothpaste, Dental Floss		\$ 623.22	\$ 623.22
Maldonado	Maria		HCDE	Head Start - Channelview	Classroom Supplies		\$ 62.50	\$ 62.50
Aguilar	Armando		HCDE	Head Start - Tidwell	Classroom Supplies		\$ 92.09	\$ 92.09
Moore	Arnold		HCDE	Head Start - Tidwell	Classroom Supplies		\$ 83.95	\$ 83.95
Limas	Ethelvina		HCDE	Head Start - Tidwell	Classroom Supplies		\$ 63.00	\$ 63.00
Williams	Quensetta		HCDE	Head Start - Tidwell	Classroom Supplies		\$ 87.50	\$ 87.50
		Riley Chambers Community Center	HCDE	Head Start - Barrett Station	Use of Facility		\$ 100.00	\$ 100.00
		Lakeshore Learning Store	HCDE	Head Start - Program Wide	Classroom CD Dual Cassette Players		\$ 836.00	\$ 836.00
Bieser	Tracey	SHI Government Solutions	HCDE	Teaching and Learning Center	Meals for Cybersecurity Career Connections Conference		\$ 500.00	\$ 500.00
Wingfield	Blaine	Splunk - K-12	HCDE	Teaching and Learning Center	Meals for Cybersecurity Career Connections Conference		\$ 500.00	\$ 500.00
		Cyber Houston	HCDE	Teaching and Learning Center	Meals for Cybersecurity Career Connections Conference		\$ 1,000.00	\$ 1,000.00
Reidy	Sean	Legends of Learning	HCDE	Teaching and Learning Center	Catered Lunch for Science Leadership Meeting on May 22, 2019		\$ 820.00	\$ 820.00
Turner	Vivian	BBVA Compass Bank	HCDE	Adult Education	Lunch for Financial Literacy Student Program		\$ 125.00	\$ 125.00
						\$ -	\$ 7,745.63	\$ 7,745.63

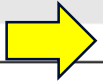
INTERIM FINANCIAL REPORT (unaudited)

TAX COLLECTIONS COMPARATIVE ANALYSIS Fiscal Year –To-Date at May 31, 2019

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

Harris County Department of Education Comparative Analysis of Property Values

	Adopted	November	December	January	February	March	April	May
	ADOPTED	ADOPTED	ADOPTED	ADOPTED	ADOPTED	ADOPTED	ADOPTED	ADOPTED
	TAX RATE	TAX RATE	TAX RATE	TAX RATE	TAX RATE	TAX RATE	TAX RATE	TAX RATE
Proposed Collections Tax Year 2018	0.005190	0.005190	0.005190	0.005190	0.005190	0.005190	0.005190	0.005190
Certified Taxable Value per HCAD *	\$ 412,526,038,722	\$ 445,482,657,214	\$ 447,225,280,892	\$ 447,709,696,992	\$ 448,229,275,195	\$ 448,050,463,110	\$ 447,611,715,400	\$ 446,890,787,736
Values under protest or not certified	37,168,447,726	5,712,903,568	3,559,258,684	2,835,867,379	1,382,080,609	1,011,894,807	957,620,036	818,061,928
	449,694,486,448	451,195,560,782	450,784,539,576	450,545,564,371	449,611,355,804	449,062,357,917	448,569,335,436	447,708,849,664
/ Rate per Taxable \$100	4,496,944,864	4,511,955,608	4,507,845,396	4,505,455,644	4,496,113,558	4,490,623,579	4,485,693,354	4,477,088,497
X Tax Rate	23,339,144	23,417,050	23,395,718	23,383,315	23,334,829	23,306,336	23,280,749	23,236,089
Estimated collection rate	99.88%	99.88%	99.88%	99.88%	99.88%	99.88%	99.88%	99.88%
X Estimated Collection Rate	23,310,040	23,041,402	23,366,543	23,354,156	23,305,731	23,277,273	23,251,717	23,207,114
+Delinquent Tax Collections	150,000	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	15,000
+ Penalty & Interest	-	-	-	-	-	-	-	-
Estimated Current Tax Available for Operations:	23,475,040	23,206,402	23,531,543	23,519,156	23,470,731	23,442,273	23,416,717	23,372,114
Net Gain or Loss on values	\$ -	\$ (268,638)	\$ 56,503	\$ 44,116	\$ (4,309)	\$ (32,767)	\$ (58,323)	\$ (102,926)



\$449B

\$461B

\$477B

INTERIM FINANCIAL REPORT (unaudited)

TAX COLLECTIONS Fiscal Year-To-Date at May 31, 2019 (9th 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
<i>Property Use Category Recap-Certified To Date-Report:</i>			
Taxable value	\$446,890,787,736	\$446,890,787,736	\$446,890,787,736
<i>PLUS: Uncertified Roll Summary Report:</i>			
Scenario (1) Appraised value	1,607,291,694	-	-
Scenario (2) Owner's value	-	1,479,281,774	-
Scenario (3) Estimated final value	-	-	818,061,928
Total taxable value, Certified and Uncertified:	\$448,498,079,430 (A)	\$448,370,069,510 (A)	\$447,708,849,664 (A)
Calculate Interim Current Tax Revenue Estimate:			
1) (A) divided by 100	\$4,484,980,794 (B)	\$4,483,700,695 (B)	\$4,477,088,497 (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)	\$23,277,050 (D)	\$23,270,407 (D)	\$23,236,089 (D)
4) Interim Tax Rev Estimate @ 99.8753% Collection Rate:	\$23,248,024 (E)	\$23,241,388 (E)	\$23,207,114 (E)
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)	\$23,248,024 (E)	\$23,241,388 (E)	\$23,207,114 (E)
LESS: Tax Revenue, Currently Budgeted	\$23,310,040 (F)	\$23,310,040 (F)	\$23,310,040 (F)
Total Interim Current Tax Revenue Estimate Over/(Under) Current Tax Revenue, Currently Budgeted, (E) - (F):	-\$62,016	-\$68,652	-\$102,926
Total Current Tax Revenue Received, Accumulated from September 1 to May 31, 2019, 1999-571100**:	\$22,726,729	\$22,726,729	\$22,726,729



INTERIM FINANCIAL REPORT (unaudited)

TAX COLLECTIONS Fiscal Year-To-Date at May 31, 2019 (9th month / 12 month)

TAX YEAR 2018 COLLECTION SUMMARY					
DESCRIPTION	BUDGET	CURRENT MONTH	Y-T-D	BALANCE (OVER) / UNDER	Y-T-D % OF BUDGET
REVENUES:					
Current Tax	\$ 23,310,040	\$ 91,135	\$ 22,726,729	\$ 583,311	97.5%
Delinquent Tax	150,000	(5,654)	(61,263)	211,263	-41%
Penalty & Interest	-	17,015	142,471	(142,471)	0%
Special Assessments and Miscellaneous	15,000	580	11,838	3,162	79%
Subtotal Revenues:	\$ 23,475,040	\$ 103,076	\$ 22,819,775	\$ 655,265	97.2%
DESCRIPTION	BUDGET	CURRENT MONTH	Y-T-D	BALANCE (OVER) / UNDER	Y-T-D % OF BUDGET
EXPENDITURES:					
LESS: HCAD Fees	\$ 180,000	\$ 42,798	\$ 170,178	\$ 9,822	95%
LESS: HCTO Fees	475,000	-	458,226	16,774	96%
Subtotal Expenditures:	\$ 655,000	\$ 42,798	\$ 628,404	\$ 26,596	96%
Net Tax Collections:	\$ 22,820,040	\$ 60,278	\$ 22,191,371	\$ 628,669	97.2%

- 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

May 31, 2019

DESCRIPTION	DISBURSEMENTS	AMOUNT
All Funds	554 Checks	\$2,011,020
P Card - April 2019	622 Transactions	\$107,601
Bank ACH	6 Transfers	\$1,631,450
	Total:	\$3,750,072

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 May 31, 2019

<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>
				Includes Encumbrances		
Educator Certification and Prof Adv	152,987	267,427	443,681	(23,267)	-190%	(290,694)
Records Management	1,151,396	377,924	1,599,111	(69,791)	-39%	(447,715)
School Based Therapy Services	7,450,653	605,514	8,056,312	(145)	-8%	(605,659)
Schools	7,848,610	1,557,251	9,059,257	346,604	-15%	(1,210,647)
<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)	6,521,135	1,649,458	4,871,677	75%	4,871,677	

Records Mgmt. Amounts are billed after the month closeout due to agenda deadlines.

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

June 19, 2019
Board Meeting
(unaudited)

Amendments

General Fund= \$2,500

Special Revenue Fund Fund= \$4,304,470

INTERIM FINANCIAL REPORT (unaudited)

FY 2018-19 BUDGET AMENDMENT REPORT

June 19, 2019

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 (1999) Budget Manager (922) CASE budget in the amount of \$2,500 to reflect the contribution amount received by CenterPoint for Ecobot.	\$ 2,500	\$ 2,500		<3>
DECREASES				
Total GENERAL FUND:	\$ 2,500	\$ 2,500	-	\$ -

INTERIM FINANCIAL REPORT (unaudited)

FY 2018-19 BUDGET AMENDMENT REPORT

June 19, 2019

Special Revenue Fund

Budget Rationale	Changes to Revenues	Changes to Appropriations	Changes Impacting F/Bal	Total Net Change
SPECIAL REVENUE FUND				
INCREASES				
Increase revenues & expenditures in the Special Revenue Fund (4989) Budget Manager (901) Head Start budget in the amount of \$7,020 to reflect the new grant amount received by BOK for the SuperMentor program.	\$ 7,020	\$ 7,020		<1>
Increase revenues & expenditures in the Special Revenue Fund (4989) Budget Manager (922) CASE budget in the amount of \$5,000 to reflect the new grant amount received by Brown Foundation for Ecobot.	5,000	5,000		<2>
Increase revenues & expenditures in the Special Revenue Fund (2300) Budget Manager (201) Adult Education budget in the amount of \$3,088,428 to reflect the new grant amount received by HGAC for Adult Education - Federal. Grant period is July 1, 2019 to June 30, 2020.	3,088,428	3,088,428		<4>
Increase revenues & expenditures in the Special Revenue Fund (3810) Budget Manager (201) Adult Education budget in the amount of \$556,979 to reflect the new grant amount received by HGAC for Adult Education - State. Grant period is July 1, 2019 to June 30, 2020.	556,979	556,979		<5>
Increase revenues & expenditures in the Special Revenue Fund (2340) Budget Manager (201) Adult Education budget in the amount of \$443,545 to reflect the new grant amount received by HGAC for Adult Education - El Civic. Grant period is July 1, 2019 to June 30, 2020.	443,545	443,545		<6>
Increase revenues & expenditures in the Special Revenue Fund (2230) Budget Manager (201) Adult Education budget in the amount of \$203,498 to reflect the new grant amount received by HGAC for Adult Education - TANF. Grant period is July 1, 2019 to June 30, 2020.	203,498	203,498		<7>
DECREASES				
Total SPECIAL REVENUE FUND:	\$ 4,304,470	\$ 4,304,470	-	\$ -

New grants

Construction PFC Update

May 31, 2019



Click below for a 1 minute Briefing:

<https://www.showme.com/sh?h=adad3qq>

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>
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 March 2019 PFC Bond Series Funds

RECAP:

EXPENDITURES BY MONTH

October 24, 2016 Land Purchase	949,765.41
November 2, 2016 Closing Costs	234,161.80
February 14, 2018 CRE8, Inc. Payment	75,600.00
March 7, 2018 Gradient Group Payment	600.00
March 7, 2018 D&A Payment	18,650.00
June 14, 2018 CRE8, Inc. Payment	201,857.74
October 4, 2018 HCDE Legal Fees	8,360.00
October 4, 2018 Wright National Flood	1,184.00
October 24, 2018 HTS, Inc. Consultants	8,832.00
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
March 6, 2019 HCDE Legal Fees	225.00
March 7, 2019 CRE8, Inc. Payment	43,034.27
April 11, 2019 Webber Construction	154,651.00
April 11, 2019 Webber Construction	41,340.00
May 2, 2019 LoneStar Documentation	3,465.00
May 10, 2019 Webber Construction	69,240.00
May 23, 2019 Webber Construction	513,600.00
City of Houston Water/Waste Connection	11,413.19
TOTAL As of May 31, 2019	\$ 2,458,998.46

EXPENDITURES BY TYPE

Purchaser's Counsel and MAC Fees	\$ 16,100.00
Land Purchase Costs	949,765.41
Bond issuance Costs	218,061.80
Building Construction/Renovation	778,831.00
Building Design & Architect Fees	433,399.86
Legal Fees	9,414.38
Bid Advertisements	631.82
Project Documentation	8,915.00
Surveys and Investigations	30,682.00
Permits and Fees	13,197.19

\$ 2,458,998.46

Available March 2019 PFC Bond Series Funds

AVAILABLE PFC FUNDS		
Available Funds from FY 2017:		12,025,629
	Bond Sale Fees	(234,161.80)
	Year to date Expenditures	(2,224,836.66)
Total		9,566,630.11
	Sept 2018 Interest	17,546.00
	Oct 2018 Interest	19,460.16
	Nov 2018 Interest	19,383.15
	Dec 2018 Interest	20,729.43
	Jan 2019 Interest	21,489.39
	Feb 2019 Interest	19,618.76
	Mar 2019 Interest	22,306.01
	Apr 2019 Interest	21,042.25
	May 2019 Interest	20,974.60
	Available funds as of May 2019 \$	182,549.75
	Available funds from previous PFC Rev Bonds	157,009.09
	Total Available funds -Invested	9,906,189

Available Funds and Arbitrage

ABS West PFC Project

Available at May 31, 2019 **\$ 9,906,189**

			Contract			
			Amount	Payments	Outstanding	Obligated
Land Purchase			949,765.41	949,765.41		
Closing Costs			234,161.80	234,161.80		
Drawdown 1,4, 9, 11, 15		Architect Contract (\$8.4M x 6%)	\$ 504,000	\$ 418,714		85,286
		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	10/9/2018	HCDE Legal fees - architect contract- A legal fees	8,360	8,360		-
6	10/9/2018	Wright National Flood Insurance flood insurance	1,184	1,184		-
7	10/24/2018	HTS Geotechnical geotechnical	8,838	8,832		6
8	10/26/2018	Doucet Associates - elevation elevation map	2,000	2,000		-
9	12/19/2018	HCDE Legal fees legal fees	829	829		-
10	12/19/2018	Houston Chronicle public notice	632	632		-
11	12/19/2018	Included Architect Contract- Cre 8				
12, 18	2/7/2019	Muti Vista Construction Documentat	25,855	8,915		16,940
13	2/7/2019	Duscet and Associates Easement Descriptions	1,200	1,200		-
14	3/6/2019	HCDE Legal Fees	225	225		-
15	3/7/2019	Included Architect Contract- Cre 8				
17, 18, 20, 21	04/11, 04/11, 05/10, 05/23	Webber Construction Construction	8,916,000	739,889		8,176,111
		HTS Testing Testing Materials	66,322			66,322
		Rice and Garner Commissioning Servi MEP Services	12,189			12,189
		Phonoscope Lightwave Wiring insfrastructure	21,574			21,574
16		HCDE Water/Waste Connection	11,413	11,413		-
			\$ 10,869,325	\$ 2,420,056	\$ -	\$ 8,449,268

Amount available for Furniture, equipment and contingency \$ 1,456,921

Available Funds and Arbitrage

Restricted interest by month	35,975.37
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	15,937.11	13,944.97	1,992.14
Jul-18	17,083.43	15,026.26	2,057.17
Aug-18	17,468.12	15,205.41	2,262.71
Sep-18	17,546.00	14,738.64	2,807.36
Oct-18	19,460.16	16,346.53	3,113.63
Nov-18	19,383.15	16,281.85	3,101.30
Dec-18	20,729.43	17,412.72	3,316.71
Jan-19	21,489.39	18,051.09	3,438.30
Feb-19	19,618.76	16,479.76	3,139.00
Mar-19	22,306.01	18,737.05	3,568.96
Apr-19	21,042.25	17,675.49	3,366.76
May-19	20,974.60	17,618.664	3,355.936
Interest Earned	370,188.01	334,212.64	35,975.37

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%



ABC Project Timeline

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
March-19	Building Permit Issued March 22, 2019	
March-19	Notice to Proceed March 26, 2019	
	Date of Substantial Completion Oct 18, 2019	
Oct-19	Construction Period- 11 to 14 months est.	

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

