

Financial Highlights

as of October 31, 2018



HIGHLIGHTS of INTERIM FINANCIAL
REPORT (unaudited)
October 31, 2018

and

BUDGET AMENDMENT REPORT
for the November 14, 2018 Board Meeting

Click below for a 1 minute Briefing:

<https://www.showme.com/sh/?h=8hx0YLI>
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 October 31, 2018

HARRIS COUNTY DEPARTMENT OF EDUCATION
 INTERIM FINANCIAL REPORTS (Unaudited)
 GENERAL FUNDS 100-199 BALANCE SHEET
 Fiscal year to date: October 31, 2018

Schedule 1

| | <u>ACTUAL</u> |
|---|----------------------|
| <u>ASSETS</u> | |
| Cash and Temporary Investments | \$ 28,089,980 |
| Property Taxes-Delinquent at September 1, 2018 | 843,571 |
| Less: Allowances for Uncollectible Taxes | (16,871) |
| Due from Federal Agencies | (26,810) |
| Other Receivables | 1,156,558 |
| Inventories | 157,966 |
| Deferred Expenditures | - |
| Other Prepaid Items | 34,606 |
| TOTAL ASSETS: | \$ 30,238,999 |
| <u>LIABILITIES</u> | |
| Accounts Payable | 34,025 |
| Bond Interest Payable | - |
| Due to Other Funds | - |
| Accrued Wages | - |
| Payroll Deductions | 869,762 |
| Due to Other Governments | 385 |
| Deferred Revenue | 999,682 |
| TOTAL LIABILITIES: | \$ 1,903,854 |
| <u>FUND EQUITY</u> | |
| Unassigned Fund Balance | 14,538,904 |
| 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 Over(Under) Expenditures & Other Uses | 2,694,057 |
| TOTAL FUND EQUITY: | \$ 28,335,145 |
| Fund Balance Appropriated Year-To-Date | - |
| TOTAL LIABILITIES, FUND EQUITY, AND FUND BALANCE APPROPRIATED TO DATE: | \$ 30,238,999 |

INTERIM FINANCIAL REPORT (unaudited)

ASST. SUPERINTENDENT FOR BUSINESS SERVICES' MESSAGE

As of October 31, 2018

The General Fund balance at 10/31/18 is \$28,050,197

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.

As of October 31, 2018 activity includes:

| Description | 9/1/2018 | Appropriated YTD | Estimated Balance |
|---------------------------|----------------------|------------------|---------------------|
| Non-Spendable | \$ 163,555 | \$ - | \$ 163,555 |
| Restricted | - | - | - |
| Committed | 1,575,000 | - | 1,575,000 |
| Assigned | 9,363,629 | - | 9,363,629 |
| Unassigned | 17,020,303 | 72,290 | 16,948,013 |
| Total Fund Balance | \$ 28,122,487 | \$ 72,290 | \$28,050,197 |

INTERIM FINANCIAL REPORT (unaudited)

As of October 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 October 31, 2018

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: 40%;">Unassigned Fund Balance</td> <td style="text-align: right;">\$ 14,538,904</td> </tr> <tr> <td colspan="2" style="text-align: center;">-----</td> </tr> <tr> <td>Total G/F Expenditures</td> <td style="text-align: right;">\$ 6,723,986</td> </tr> <tr> <td colspan="2"> </td> </tr> <tr> <td>Goal :</td> <td style="text-align: right;">> 30% of G/F Exp.</td> </tr> <tr> <td>Benchmark:</td> <td style="text-align: right;">10% to 29%</td> </tr> <tr> <td>Danger:</td> <td style="text-align: right;">Under 10%</td> </tr> </table> | Unassigned Fund Balance | \$ 14,538,904 | ----- | | Total G/F Expenditures | \$ 6,723,986 | | | Goal : | > 30% of G/F Exp. | Benchmark: | 10% to 29% | Danger: | Under 10% | <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;">\$30,238,999 - \$1,903,854 = \$28,335,145</td> </tr> <tr> <td colspan="2"> </td> </tr> <tr> <td>Goal :</td> <td style="text-align: right;">>\$15,000,000</td> </tr> <tr> <td>Benchmark :</td> <td style="text-align: right;">\$10M to \$15M</td> </tr> <tr> <td>Danger :</td> <td style="text-align: right;">Under < \$10M</td> </tr> </table> | Total Current Assets | | Less Total Current Liabilities | | \$30,238,999 - \$1,903,854 = \$28,335,145 | | | | Goal : | >\$15,000,000 | Benchmark : | \$10M to \$15M | Danger : | Under < \$10M |
| Unassigned Fund Balance | \$ 14,538,904 | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| ----- | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Total G/F Expenditures | \$ 6,723,986 | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Goal : | > 30% of G/F Exp. | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Benchmark: | 10% to 29% | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Danger: | Under 10% | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Total Current Assets | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Less Total Current Liabilities | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| \$30,238,999 - \$1,903,854 = \$28,335,145 | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Goal : | >\$15,000,000 | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Benchmark : | \$10M to \$15M | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Danger : | Under < \$10M | | | | | | | | | | | | | | | | | | | | | | | | | | | | |

188% FY18

216% FY19

28M FY18

28M FY19

Details on Schedule 3

Budgeted
30%

Details on Schedule 1

Budgeted
\$30M

INTERIM FINANCIAL REPORT (unaudited)

As of October 31, 2018

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 | \$ 14,538,904 | Annual Principal and Interest Payments on Term Debt and Capital Leases | \$0 |
| ----- | | ----- | |
| Total Fund Balance | \$ 28,335,145 | G/F Revenue Less Facility Charges | \$4,029,730 – 900,263 |
| Goal : | > 75% | Goal : | <25% of annual revenue |
| Benchmark: | 50% to 75% | Benchmark : | 25% to <49% |
| Danger: | <50% | Danger : | Over > 50% |

42% FY18

51% FY19

0% FY18

0% FY19

Details on Schedule 1

Budgeted
74%

Details on Schedule 5

Budgeted
7%

INTERIM FINANCIAL REPORT (unaudited)

As of October 31, 2018

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 | \$246 | Indirect Cost General Fund | \$115,315 |
| ----- | | ----- | |
| Total Revenue | \$ 8,925,072 | Total General Fund Revenue | \$ 4,029,730 |
| Goal : | <20% of revenue | Goal : | > 5% |
| Benchmark: | 20% to 30% | Benchmark: | 2% to 5% |
| Danger: | Over > 30% | Danger: | Under < 2% |

0% FY18

0% FY19

1% FY18

3% FY19

Details on Schedule 2

Budgeted
23%

Details on Schedule 3

Budgeted
3%

INTERIM FINANCIAL REPORT (unaudited)

As of October 31, 2018

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) \$4,913,035 ----- Total Revenues \$8,938,461 Goal : >30% of annual revenue Benchmark: 10% to 29% Danger: Under 10% | Fee for Services Current Year Less Fee for Services Last Year \$4,913,035 – \$5,345,482 ----- Fees for Service Last Year \$5,345,482 Goal : >3% + growth Benchmark : 0% to 3% Danger : Under < 0% |

55% FY18

55% FY19

-8% FY18

-8% FY19

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 | 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 | | | | | | | 2,700,000 |
| 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 | | | | | | | 950,000 |
| Workforce Development | 500,000 | | | | | | | 500,000 |
| Total Reserves: | 11,102,184 | | | | | | | 11,102,184 |
| Unassigned | 17,020,303 | | 72,290 | | | | | 16,948,013 |
| Total Est. Fund Balance: | 28,122,487 | - | 72,290 | - | - | - | - | 28,050,197 |

INTERIM FINANCIAL REPORT (unaudited)

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

REVENUES

Budget to Actual at October 31, 2018

| Fund | Budget | Received/Billed | % |
|--|----------------------|--------------------|-----------|
| General Fund | \$52,943,191 | \$4,029,730 | 8% |
| October is the end of the 2nd month or approximately 16% of the fiscal year. | | | |
| (1) This amount includes accounts receivable billed. | | | |
| Special Revenue Funds | 36,254,389 | 2,134,587 | 6% |
| Most grant periods differ from fiscal year. | | | |
| (2) Grants are on monthly reimbursement basis; subsequently billed | | | |
| Debt Service Fund | 3,149,497 | 0 | 0% |
| (3) This fund has activity in February, May (interest and principal payments), and August (interest only payment). | | | |
| Capital Projects Fund | 2,000,000 | 37,063 | 0% |
| Trust and Agency Fund | 0 | 1,146 | 0% |
| Choice Partners Fund (Enterprise Fund) | 4,646,364 | 1,779,711 | 38% |
| Worker's Comp. Fund (Internal Service Fund) | 300,000 | 42,572 | 14% |
| Facilities Fund (Internal Service Fund) | 5,428,496 | 900,263 | 17% |
| Total as of the end of the month | \$104,721,937 | \$8,925,072 | 9% |

*Federal funding is the main source for special revenue grants. The \$29,215,915 Federal Program Revenues includes \$3,449,688 for Adult Education, \$5,764,182 for CASE, \$19,985,445 for Head Start, and \$16,600 for various other divisions.

ADOPTED BUDGETS AND AMENDMENTS 2018-2019

| | | Revenues Adopted Budget | Appropriations Adopted Budget |
|-----------|---------------------------|----------------------------|----------------------------------|
| | Budget | 102,910,372 | 117,335,372 |
| September | | 316,758 | 316,758 |
| | Subtotal-September | 103,227,130 | 117,652,130 |
| October | | 1,494,807 | 1,567,097 |
| | Subtotal October | 104,721,937 | 119,219,227 |

INTERIM FINANCIAL REPORT (unaudited)

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

EXPENDITURES

Budget to Actual at October 31, 2018

| Fund | Budget | Encumbered/Spent | % |
|--|----------------------|---------------------|--------------|
| General Fund | \$56,940,481 | \$6,723,986 | 14% |
| (1) Encumbrances as of the end of the month total. | | \$ 1,246,826 | Encumbrances |
| October is the end of the 2nd month or approximately 16% of the fiscal year. | | | |
| Special Revenue Funds | 36,254,389 | 3,151,215 | 13% |
| (2) Encumbrances as of the end of the month total. | | 1,478,497 | Encumbrances |
| Most grant periods differ from the fiscal year. | | | |
| Debt Service Fund | 3,149,497 | 0 | 0% |
| (3) This fund has activity in February, May (interest and principal | | | |
| Capital Projects Fund | 12,500,000 | 411,624 | 3% |
| Trust and Agency Fund | 0 | 0 | 0% |
| Choice Partners Fund (Enterprise Fund) | 4,646,364 | 2,077,547 | 45% |
| Worker's Comp. Fund (Internal Service Fund) | 300,000 | 305,930 | 102% |
| Facilities Fund (Internal Service Fund) | 5,428,496 | 1,856,042 | 34% |
| Total as of the end of the month | \$119,219,227 | \$17,251,667 | 14% |

INTERIM FINANCIAL REPORT (unaudited)
FY 2018-19 Donations Report
All Funds as of October 31, 2018

| Month 2018-2019 | CASH | IN-KIND | TOTAL |
|------------------------|-----------------|-------------------|-------------------|
| September | 1,113.00 | - | 1,113.00 |
| October | 5,065.00 | | 5,065.00 |
| November | | | - |
| December | | | - |
| January | | | - |
| February | | | - |
| March | | | - |
| April | | | - |
| May | | | - |
| June | | | - |
| July | | | - |
| August | | | - |
| 2019 Total: | 6,178.00 | - | 6,178.00 |
| 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 October 31, 2018

| CENTER FOR GRANTS DEVELOPMENT ON BEHALF OF HCDE DIVISIONS | | | | | | | | |
|---|--------------------------|-------------------------------------|------|-----------------|--|-------------|----------------|----------|
| October 1 - October 31, 2018 | | | | | | | | |
| 2018 Choice Partners Annual Food Expo | | | | | | | | |
| Donor/Sponsor Last Name | Donor/Sponsor First Name | Organization | Site | Division | Description of Donation/Sponsorship | Cash Totals | In-kind Totals | Totals |
| | | Victory Products | HCDE | Choice Partners | Facilities from TASA/TASB Conference | \$ 800.00 | | \$800.00 |
| | | McLean Marketing | HCDE | Choice Partners | \$25 Gift Card | \$ 25.00 | | \$25.00 |
| | | Archem of Texas | HCDE | Choice Partners | 2 - \$25 Gift Cards | \$ 50.00 | | \$50.00 |
| Bock | David | Ace Mart | HCDE | Choice Partners | Disposable Gloves/ Glove Dispenser | \$ 40.00 | | \$40.00 |
| | | Alpha Foods Co | HCDE | Choice Partners | \$50 Gift Card | \$ 50.00 | | \$50.00 |
| Kitchen | Candy | Asian Foods Solutions/Comida Vida | HCDE | Choice Partners | 2 - \$25 Marshalls Gift Cards | \$ 50.00 | | \$50.00 |
| | | Borden Dairy | HCDE | Choice Partners | Gift Card | \$ 50.00 | | \$50.00 |
| | | Bridgford Foods | HCDE | Choice Partners | Coffee Cup | \$ 20.00 | | \$20.00 |
| | | Campbells | HCDE | Choice Partners | \$25 Restaurant Gift Card | \$ 25.00 | | \$25.00 |
| | | Cloverdale Foods | HCDE | Choice Partners | \$20 Gift Card | \$ 20.00 | | \$20.00 |
| Chang | Winnie | Chef's Corner Foods | HCDE | Choice Partners | Wireless Microphone & Speaker, Wireless Mirrored Light Speaker | \$ 20.00 | | \$20.00 |
| | | David's Cookies | HCDE | Choice Partners | 2 - \$25 Tx Road House Gift Cards | \$ 50.00 | | \$50.00 |
| Knape | Kristy | Key Impact | HCDE | Choice Partners | Movie Gift Card | \$ 25.00 | | \$25.00 |
| Riffert | Jesse | Equipment Preference Inc / EPI Lite | HCDE | Choice Partners | Smallwares | \$ 50.00 | | \$50.00 |
| Horn | Michael | EDU Source | HCDE | Choice Partners | 2 \$25 Starbucks Gift Cards | \$ 50.00 | | \$50.00 |
| | | ES Foods | HCDE | Choice Partners | \$25 Gift Card to Top Golf | \$ 25.00 | | \$25.00 |
| Hicks | John | Fathers Table | HCDE | Choice Partners | Cheesecake | \$ 20.00 | | \$20.00 |
| | | Gold Creek Foods | HCDE | Choice Partners | 2 \$25 Gift Cards | \$ 50.00 | | \$50.00 |
| Quarlese | Cynthia | Gordon Food Service | HCDE | Choice Partners | Merchandise | \$ 50.00 | | \$50.00 |
| | | General Mills | HCDE | Choice Partners | RTIC Pillsbury Mug | \$ 25.00 | | \$25.00 |
| Nix | BJ | Hardies | HCDE | Choice Partners | 3 - \$15 Starbucks Gift Cards | \$ 45.00 | | \$45.00 |
| | | Jones Dairy Farm | HCDE | Choice Partners | Visa Gift Card | \$ 50.00 | | \$50.00 |
| Atchison | Steve | Jennie O | HCDE | Choice Partners | \$25 Amazon Gift Card | \$ 25.00 | | \$25.00 |
| | | J & J Snack Foods | HCDE | Choice Partners | \$25 Starbuck Gift Card | \$ 25.00 | | \$25.00 |
| | | Jonny Pops | HCDE | Choice Partners | 2 T-shirts | \$ 10.00 | | \$10.00 |
| | | JR Simplot | HCDE | Choice Partners | Gift Card | \$ 50.00 | | \$50.00 |
| Tompkins | Joe | Jones-Neitzel Co. | HCDE | Choice Partners | Bath & Body Basket | \$ 50.00 | | \$50.00 |
| Vaughn | Candace | Jim Food Group | HCDE | Choice Partners | Gift Cards | \$ 50.00 | | \$50.00 |
| Maltsberger | Mallory | Labatt Food Service | HCDE | Choice Partners | \$50 Amazon Gift Card | \$ 50.00 | | \$50.00 |
| | | Kommerical Kitchens | HCDE | Choice Partners | Kitchen Utensils | \$ 49.00 | | \$49.00 |

INTERIM FINANCIAL REPORT (unaudited)

FY 2018-19 Donations Report Continued...

All Funds as of October 31, 2018

| CENTER FOR GRANTS DEVELOPMENT ON BEHALF OF HCDE DIVISIONS | | | | | | | | |
|---|---------------------------------|----------------------|-------------|-----------------|--|--------------------|-----------------------|---------------|
| October 1 - October 31, 2018 | | | | | | | | |
| 2018 Choice Partners Annual Food Expo | | | | | | | | |
| <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> |
| Barley | Jeff | LMS Associates | HCDE | Choice Partners | 2 Starbuck Gift Cards & 2 LMS Water Containers | \$ 40.00 | | \$40.00 |
| | | Muffintown | HCDE | Choice Partners | 2 Gift Bags | \$ 30.00 | | \$30.00 |
| | | MMI Culinary | HCDE | Choice Partners | \$25 Whataburger Gift Card | \$ 25.00 | | \$25.00 |
| | | MCI Foods | HCDE | Choice Partners | \$25 Gift Card Pappa's Restaurants | \$ 25.00 | | \$25.00 |
| | | MCI Foods | HCDE | Choice Partners | \$25 Gift Card Landry's Restaurants | \$25.00 | | \$25.00 |
| Borowicz | Jeff | Notables | HCDE | Choice Partners | Crock Pot | \$ 25.00 | | \$25.00 |
| | | Pappa John Houston | HCDE | Choice Partners | Free Pizza for a Year 1 a Month | \$ 50.00 | | \$50.00 |
| Saldana | Andrea | Pepsi Beverages CO | HCDE | Choice Partners | Cooler | \$ 25.00 | | \$25.00 |
| Chasak | Lisa | Perdue Foods | HCDE | Choice Partners | Gift Set | \$ 49.00 | | \$49.00 |
| | | Peterson Farms Fresh | HCDE | Choice Partners | 2 Visa Gift Cards | \$ 50.00 | | \$50.00 |
| Replogle | Karen | Key Impact | HCDE | Choice Partners | Starbuck Gift Set | \$ 35.00 | | \$35.00 |
| Rodriguez | Lukas | Rodriguez Foods | HCDE | Choice Partners | 2 Velvet Plush Blankets | \$ 20.00 | | \$20.00 |
| Balzen | Becky | Rich Products | HCDE | Choice Partners | Gift Card | \$ 25.00 | | \$25.00 |
| Chicks | Rich | | HCDE | Choice Partners | At Home Gift Card | \$ 25.00 | | \$25.00 |
| | | Red Gold | HCDE | Choice Partners | Amazon Gift Card | \$ 25.00 | | \$25.00 |
| | | Radius Design Works | HCDE | Choice Partners | 2 Decorative Water Bottles | \$ 32.00 | | \$32.00 |
| | | Smuckers | HCDE | Choice Partners | Water Bottle & Lapel Pins | \$ 20.00 | | \$20.00 |
| | | SFS Pac | HCDE | Choice Partners | Gift Card | \$ 50.00 | | \$50.00 |
| | | Shears | HCDE | Choice Partners | Gift Basket | \$ 25.00 | | \$25.00 |
| | | Smart Mouth Foods | HCDE | Choice Partners | 2 Starbuck Gift Cards | \$ 40.00 | | \$40.00 |
| | | Sky Blue Bakery | HCDE | Choice Partners | Gift Set Bath | \$ 25.00 | | \$25.00 |
| | | Smart Sense | HCDE | Choice Partners | Chilis Gift Card | \$ 25.00 | | \$25.00 |
| Knape | Kristy | Trident | HCDE | Choice Partners | Pappas Gift Card | \$ 25.00 | | \$25.00 |
| | | Yang's 5th Taste | HCDE | Choice Partners | Studio Movie Grill Gift Card | \$ 25.00 | | \$25.00 |
| | | Yang's 5th Taste | HCDE | Choice Partners | AMC Movie Theatre Gift Card | \$ 25.00 | | \$25.00 |
| | | Wawona Frozen Foods | HCDE | Choice Partners | Target Gift Card | \$ 50.00 | | \$50.00 |
| | | Cool Tropics | HCDE | Choice Partners | Oscar Trophies | \$ 30.00 | | \$30.00 |
| | | | | | | \$ 2,745.00 | | |

INTERIM FINANCIAL REPORT (unaudited)

FY 2018-19 Donations Report Continued...

All Funds as of October 31, 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> |
|---|---------------------------------|-------------------------------|-------------|-----------------|--|--------------------|-----------------------|---------------|
| 2018 Annual Choice Partners Vendor Exhibit | | | | | | | | |
| Ash | Tracy | Quad-Tex Construction | HCDE | Choice Partners | Lowe's Gift Card | \$ 50.00 | | \$50.00 |
| Ayerite | Priscilla | NAO Global | HCDE | Choice Partners | Nutri Bullet | \$ 50.00 | | \$50.00 |
| Bank | Frank | Holder's Pest Control | HCDE | Choice Partners | Outside Pest Control Treatment | \$ 50.00 | | \$50.00 |
| Bee | Mike | CFI Mechanical | HCDE | Choice Partners | Gift Card | \$ 50.00 | | \$50.00 |
| Bingham | Brooke | GTS Technology Solutions | HCDE | Choice Partners | Amazon Gift Card | \$ 50.00 | | \$50.00 |
| Carter | Randy | Stanley Convergent Security | HCDE | Choice Partners | DeWalt Screw Driver Set | \$ 35.00 | | \$35.00 |
| Case | Skylar | AFC Transporation | HCDE | Choice Partners | Gift Card | \$ 50.00 | | \$50.00 |
| Ceballos | Nikki | ExecuTeam Staffing | HCDE | Choice Partners | Gift Card | \$ 50.00 | | \$50.00 |
| Collins | Jerry | Precision Micrographics | HCDE | Choice Partners | Pappadeaux Gift Card | \$ 50.00 | | \$50.00 |
| Cox | S. | Choice!Energy Services | HCDE | Choice Partners | Gift Card | \$ 50.00 | | \$50.00 |
| Dillow | Gale | Micro Integration | HCDE | Choice Partners | Gift Card | \$ 45.00 | | \$45.00 |
| D'Souza | Joshua | Rhythm Band | HCDE | Choice Partners | Note Knacks (Musical Educational Material) | \$ 40.00 | | \$40.00 |
| Duke | Stacy | Butler's Business Products | HCDE | Choice Partners | HP Gift Basket | \$ 40.00 | | \$40.00 |
| Foster | Tracy | Facilities Sources | HCDE | Choice Partners | Visa Gift Card | \$ 50.00 | | \$50.00 |
| Gomez | Richard | Lakeshore Learning | HCDE | Choice Partners | Lakeshore Gift Certificate | \$ 50.00 | | \$50.00 |
| Horan | Shelly | ERC Envir. & Constr. Services | HCDE | Choice Partners | Gift Set | \$ 25.00 | | \$25.00 |
| Hutson | Stephanie | Waypoint Business Solutions | HCDE | Choice Partners | 2 Gift Cards | \$ 50.00 | | \$50.00 |
| Jordan | Joseph | Bosworth Papers | HCDE | Choice Partners | Ticket to Performance (2019 HLSR) Rodeo | \$ 50.00 | | \$50.00 |
| Jordan | Joseph | Bosworth Papers | HCDE | Choice Partners | Ticket to Performance (2019 HLSR) Rodeo | \$ 50.00 | | \$50.00 |
| Jordan | Joseph | Bosworth Papers | HCDE | Choice Partners | Ticket to Performance (2019 HLSR) Rodeo | \$ 50.00 | | \$50.00 |
| Khemka | Uma | A-1 Personnel | HCDE | Choice Partners | Dress Shirt | \$ 25.00 | | \$25.00 |
| Kirby | Crystal | Aggressive Waste Disposal | HCDE | Choice Partners | Lady's Watch | \$ 45.00 | | \$45.00 |
| Kirkpatrick | Sarah | JR Jones Roofing | HCDE | Choice Partners | AMC Gift Pak | \$ 50.00 | | \$50.00 |
| Klitzke | Jen | 4Imprint | HCDE | Choice Partners | 4Imprint Gift Pak | \$ 50.00 | | \$50.00 |
| Lotz | Michael | New Horizons | HCDE | Choice Partners | Bestbuy Gift Card | \$ 50.00 | | \$50.00 |
| McCullough | Vikki | The Spearhead Group | HCDE | Choice Partners | Pappas Gift Card | \$ 50.00 | | \$50.00 |

INTERIM FINANCIAL REPORT (unaudited)

FY 2018-19 Donations Report Continued...

All Funds as of October 31, 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> |
|--------------------------------|---------------------------------|-----------------------------------|-------------|-----------------|--|--------------------|-----------------------|-------------------|
| McDowell | Brett | Critical Infrastructure Solutions | HCDE | Choice Partners | Gift Card | \$ 50.00 | | \$50.00 |
| McMurrer | Melanie | Enhanced Laser Products | HCDE | Choice Partners | Pappas Gift Card | \$ 50.00 | | \$50.00 |
| Meadows | Brenda | Avaya | HCDE | Choice Partners | Tabletop Popcorn Machine | \$ 50.00 | | \$50.00 |
| Melhorn | Madison | Datavox | HCDE | Choice Partners | Amazon Echo | \$ 50.00 | | \$50.00 |
| Migliazzo | Marc | EIS Lighting | HCDE | Choice Partners | RAB Skeet Led Light | \$ 50.00 | | \$50.00 |
| Milks | Butch | Balfour | HCDE | Choice Partners | 2 Gift Card - Pappas/Carrabus | \$ 50.00 | | \$50.00 |
| Milks | Butch | Balfour | HCDE | Choice Partners | Salt Grass Gift Card | \$ 25.00 | | \$25.00 |
| Morgan | Jeremy | Millennium Project Solutions | HCDE | Choice Partners | Astros Gift Pak | \$ 25.00 | | \$25.00 |
| Pereira | Samantha | Metroclean | HCDE | Choice Partners | Kodak Mini Shots / Headphones | \$ 50.00 | | \$50.00 |
| Person | Brad | A/W Mechanical | HCDE | Choice Partners | Drill | \$ 25.00 | | \$25.00 |
| Pinto | Nikki | Tejas Office Products | HCDE | Choice Partners | Gift Card | \$ 50.00 | | \$50.00 |
| Puerto | Ashley | Mobile Modular | HCDE | Choice Partners | Starbuck Gift Card | \$ 25.00 | | \$25.00 |
| RosenField | Laura | Buffalo Specialties | HCDE | Choice Partners | Umbrella | \$ 30.00 | | \$30.00 |
| Rumski | Duane1 | Case Systems | HCDE | Choice Partners | Pappas Gift Card | \$ 50.00 | | \$50.00 |
| Sample | Michael | VeriTrust Corporation | HCDE | Choice Partners | Pappas Gift Card | \$ 50.00 | | \$50.00 |
| Schartt | Jacob | Turner Construction | HCDE | Choice Partners | Lower's Gift Card | \$ 50.00 | | \$50.00 |
| Short | Tim | Webrevelation | HCDE | Choice Partners | Movie Gift Pak | \$ 50.00 | | \$50.00 |
| Singleton | Rebekah | Hunton Services | HCDE | Choice Partners | Academy Gift Card | \$ 50.00 | | \$50.00 |
| Slott | Holly | Waste Management | HCDE | Choice Partners | Gift Card | \$ 50.00 | | \$50.00 |
| Thomas | Shearrard | LyncVerse Technologies | HCDE | Choice Partners | Ergonomic Adjustable Desktop | \$ 50.00 | | \$50.00 |
| Uselman | Scott | HighPoint Sanitary Solutions | HCDE | Choice Partners | 2/\$25 Pappas Gift Cards | \$ 50.00 | | \$50.00 |
| Valladares | Ana | School Specialty | HCDE | Choice Partners | Crayola Combo Pack | \$ 39.00 | | \$39.00 |
| Young | Lauren | Nash Industries | HCDE | Choice Partners | Coffee Gift Pak | \$ 46.00 | | \$46.00 |
| Young | Lisa | Henry Schein | HCDE | Choice Partners | 2 Mastercard Gift Cards | \$ 50.00 | | \$50.00 |
| Yoxall | Tori | Cypher Security | HCDE | Choice Partners | Cross-Cut Shredder | \$ 50.00 | | \$50.00 |
| | | | | | | \$ 2,320.00 | | |
| | | | | | | \$ 5,065.00 | | \$5,065.00 |

INTERIM FINANCIAL REPORT (unaudited) TAX COLLECTIONS COMPARATIVE ANALYSIS Fiscal Year –To-Date at October 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 | October |
| | ADOPTED TAX RATE | ADOPTED TAX RATE | ADOPTED TAX RATE |
| Proposed Collections Tax Year 2018 | 0.005190 | 0.005190 | 0.005190 |
| Certified Taxable Value per HCAD * | \$ 412,526,038,722 | \$ 431,144,848,395 | \$ 441,157,229,400 |
| Values under protest or not certified | 37,168,447,726 | 19,561,999,721 | 10,156,995,148 |
| | 449,694,486,448 | 450,706,848,116 | 451,314,224,548 |
| / Rate per Taxable \$100 | 4,496,944,864 | 4,507,068,481 | 4,513,142,245 |
| X Tax Rate | 23,339,144 | 23,391,685 | 23,423,208 |
| Estimated collection rate | 99.88% | 99.88% | 99.88% |
| X Estimated Collection Rate | 23,310,040 | 23,362,516 | 23,394,000 |
| +Delinquent Tax Collections | 150,000 | 150,000 | 150,000 |
| +Special Assessments | 15,000 | 15,000 | 15,000 |
| + Penalty & Interest | - | - | - |
| Estimated Current Tax Available for Operations: | \$ 23,475,040 | \$ 23,527,516 | \$ 23,559,000 |
| Net Gain or Loss on values | \$ - | \$ 52,476 | \$ 83,960 |

\$451B

INTERIM FINANCIAL REPORT (unaudited)

TAX COLLECTIONS Fiscal Year-To-Date at October 31, 2018 (2nd 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 | \$441,157,229,400 | \$441,157,229,400 | \$441,157,229,400 |
| <i>PLUS: Uncertified Roll Summary Report:</i> | | | |
| Scenario (1) Appraised value | 15,489,887,140 | - | - |
| Scenario (2) Owner's value | - | 14,730,623,297 | - |
| Scenario (3) Estimated final value | - | - | 10,156,995,418 |
| Total taxable value, Certified and Uncertified: | <u>\$456,647,116,540</u> (A) | <u>\$455,887,852,697</u> (A) | <u>\$451,314,224,818</u> (A) |
| Calculate Interim Current Tax Revenue Estimate: | | | |
| 1) (A) divided by 100 | \$4,566,471,165 (B) | \$4,558,878,527 (B) | \$4,513,142,248 (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>\$23,699,985</u> (D) | <u>\$23,660,580</u> (D) | <u>\$23,423,208</u> (D) |
| 4) Interim Tax Rev Estimate @ 99.8753% Collection Rate: | <u>\$23,670,432</u> (E) | <u>\$23,631,075</u> (E) | <u>\$23,394,000</u> (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) | \$23,670,432 (E) | \$23,631,075 (E) | \$23,394,000 (E) |
| LESS: Tax Revenue, Currently Budgeted | <u>\$23,310,040</u> (F) | <u>\$23,310,040</u> (F) | <u>\$23,310,040</u> (F) |
| Total Interim Current Tax Revenue Estimate Over/(Under) Current Tax Revenue, Currently Budgeted, (E) - (F): | <u>\$360,392</u> | <u>\$321,035</u> | <u>\$83,960</u> |
| Total Current Tax Revenue Received, Accumulated from September 1 to October 31, 2018, 1999-571100**: | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> |

INTERIM FINANCIAL REPORT (unaudited)

TAX COLLECTIONS Fiscal Year-To-Date at October 31, 2018 (2nd 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 | \$ - | \$ - | \$ 23,310,040 | 0.0% |
| Delinquent Tax | 150,000 | 31,504 | 63,935 | 86,065 | 43% |
| Penalty & Interest | - | 8,764 | 16,284 | (16,284) | 0% |
| Special Assessments and Miscellaneous | 15,000 | 246 | 246 | 14,754 | 2% |
| Subtotal Revenues: | \$ 23,475,040 | \$ 40,514 | \$ 80,464 | \$ 23,394,576 | 0.3% |
| DESCRIPTION | BUDGET | CURRENT MONTH | Y-T-D | BALANCE (OVER) / UNDER | Y-T-D % OF BUDGET |
| EXPENDITURES: | | | | | |
| LESS: HCAD Fees | \$ 180,000 | \$ - | \$ 41,697 | \$ 138,303 | 23% |
| LESS: HCTO Fees | 475,000 | 1,007 | 2,005 | 472,995 | 0% |
| Subtotal Expenditures: | \$ 655,000 | \$ 1,007 | \$ 43,702 | \$ 611,298 | 7% |
| Net Tax Collections: | \$ 22,820,040 | \$ 39,508 | \$ 36,762 | \$ 22,783,278 | 0.2% |

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

October 31, 2018

| DESCRIPTION | DISBURSEMENTS | AMOUNT |
|-------------------------|------------------|-------------|
| All Funds | 440.00 | \$1,306,539 |
| P Card - September 2018 | 668 Transactions | \$116,675 |
| Bank ACH | 6 Transfers | \$1,704,142 |
| | Total: | \$3,127,356 |

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 October 31, 2018

| GENERAL FUND - Governmental | | | | | | |
|--|-----------|------------------------------------|------------------------------------|-------------------------------------|-----------------------------|---------------------|
| Budget Manager Title | Revenues | Tax Subsidy | Expenditure and Encumbrances | Includes Tax Subsidy Variance | W/o tax Benefit Ratio | Benefit Variance |
| Educator Certification and Prof Adv | 54,808 | - | 96,583 | (41,775) | -76% | (41,775) |
| Records Management | 355,360 | - | 393,148 | (37,787) | -11% | (37,787) |
| School Based Therapy Services | 1,489,614 | - | 1,727,891 | (238,278) | -16% | (238,278) |
| Schools | 47,407 | - | 2,494,166 | (2,446,759) | -344832% | (2,446,759) |
| ENTERPRISE FUND-CHOICE PARTNERS COOPERATIVE | | | | | | |
| Budget Manager Title | Revenues | Expenditure and Encumbrances | Transfer Out To General Fund | Benefit Ratio | Benefit Variance | |
| Choice Partners Cooperative (Enterprise) | 1,779,711 | 652,466 | 1,127,246 | 63% | 1,127,246 | |

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

November 14, 2018
Board Meeting
(unaudited)

Amendments

General Fund = \$455,000

Special Revenue Fund= (\$137,020)



INTERIM FINANCIAL REPORT (unaudited)

FY 2018-19 BUDGET AMENDMENT REPORT

November 14, 2018

General Fund

| Budget Rationale | Changes to Revenues | Changes to Appropriations | Changes Impacting F/Bal | Total Net Change |
|--|---------------------|---------------------------|-------------------------|------------------|
| GENERAL FUND | | | | |
| INCREASES | | | | |
| Increase in expenditures in the General Fund (1999) Departmentwide (BM098), Purchasing (BM950) and Business Services (BM050) to cover additional expenses due to staff turnover and special projects. | | 140,000 | 140,000 | (140,000) <5> |
| Increase revenues & expenditures in the General Fund (1999) (BM301) TLC budget in the amount of \$18,000 to fund the A-F Pilot Program. No net effect will occur to 1999 as the money will be transferred from General Fund (1999)(BM 098) Department Wide budget. | - | - | | - <7> |
| Increase revenues & expenditures in the General Fund (1999) (BM301) budget in the amount of \$315,000 to provide for the Interlocal Contract between the Teaching and Learning Center and HISD for a Culture and Climate Professional Development series: "Positive Living, Promoting your Purpose". | 315,000 | 315,000 | | - <8> |
| DECREASES | | | | |
| Total GENERAL FUND: | 315,000 | 455,000 | 140,000 | - |

INTERIM FINANCIAL REPORT (unaudited)

FY 2018-19 BUDGET AMENDMENT REPORT

November 14, 2018

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) (BM 901 Head Start) budget in the amount of \$19,640. Of this \$19,640, \$12,020 pertains to a rollforward of FY18 funds and \$7,620 pertains to a new award from the Bank of Texas and other miscellaneous donations. | 19,640 | 19,640 | - | <1> |
| Increase revenues & expenditures in the Special Revenue Fund (4798) In-Kind Head Start budget in the amount of \$127,098 to reflect rollover of funds needed to accurately reflect the actual grant amount. | 127,098 | 127,098 | - | <2> |
| Increase revenues & expenditures in the Special Revenue Fund (2109) STOP School Violence Federal Grant budget in the amount of \$480,233. The grant period will be from October 1, 2018 – September 30, 2021. | 147,306 | 147,306 | - | <6> |
| Increase revenues & expenditures in the Special Revenue Fund (2689) 21st Century Cycle 10 by \$2,357 to adjust the place holder to reflect the amount of the actual grant budget. | 2,357 | 2,357 | - | <10> |
| Increase revenues & expenditures in the Special Revenue Fund (2089) OSU Grant by \$3,400 to reflect award of new grant for FY18-19. | 3,400 | 3,400 | - | <11> |
| Increase revenues & expenditures in the Special Revenue Fund (2888) CASE Partnership by \$212,000 to adjust the place holder to reflect the amount of the actual grant budget. | 212,000 | 212,000 | - | <13> |
| Increase revenues & expenditures in the Special Revenue Fund (2058) Head Start - Operations Budget to accurately reflect the correct transfer-in from General Fund | 700,886 | 700,886 | - | <15> |

INTERIM FINANCIAL REPORT (unaudited)

FY 2018-19 BUDGET AMENDMENT REPORT

November 14, 2018

Special Revenue Fund

Continued...

| Budget Rationale | Changes to Revenues | Changes to Appropriations | Changes Impacting F/Bal | Total Net Change |
|--|---------------------|---------------------------|-------------------------|------------------|
| DECREASES | | | | |
| Decrease revenues & expenditures in the Special Revenue Fund (2058) Head Start - Operations budget in the amount of \$196,892 to reflect rollover of funds needed to accurately reflect the actual grant amount. | (196,892) | (196,892) | - | <3> |
| Decrease revenues & expenditures in the Special Revenue Fund (2068) Head Start - Training budget in the amount of \$21,557 to reflect rollover of funds needed to accurately reflect the actual grant amount. | (21,557) | (21,557) | - | <4> |
| Decrease revenues & expenditures in the Special Revenue Fund (4969) Hogg Grant budget in the amount of \$2,186 to reflect rollover of funds needed to accurately reflect the actual grant amount. | (2,186) | (2,186) | - | <9> |
| Decrease revenues & expenditures in the Special Revenue Fund (2679) 21st Century Cycle 9 budget in the amount of \$83,330 to reflect rollover of funds needed to accurately reflect the actual grant amount. | (83,330) | (83,330) | - | <12> |
| Decrease revenues & expenditures in the Special Revenue Fund (2158) Early Head Start budget in the amount of \$336,509 to reflect rollover of funds needed to accurately reflect the actual grant amount. | (336,509) | (336,509) | - | <14> |
| Decrease revenues & expenditures in the Special Revenue Fund (2059) Head Start - Operations Budget to accurately reflect the correct transfer-in from General Fund | (700,886) | (700,886) | - | <15> |
| Decrease revenues & expenditures in the Special Revenue Fund (2168) Early Head Start T&TA budget in the amount of \$8,374 to reflect rollover of funds needed to accurately reflect the actual grant amount. | (8,347) | (8,347) | - | <16> |
| Total SPECIAL REVENUE FUND: | (137,020) | (137,020) | - \$ | - |

Construction PFC Update

November 14, 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 funds and arbitrage

ABS West PFC Project

Available at 9/30/18

\$ 10,752,596

| Drawdown | | Contract Amount | Payments | Outstanding | Pending | Int earned |
|--------------|----------------------------------|--|------------|-------------|---------|------------|
| Drawdown 1,4 | Architect Contract (\$8.4M x 6%) | \$ 504,000 | \$ 262,772 | | 241,228 | |
| | 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 | | Ducet 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 | - | |
| | | 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 | |



\$ 729,243 \$ 317,084 \$ - \$ 412,159

\$ 10,340,437

Construction Contract construction \$ 8,916,000 \$ 8,916,000

Amount available for Furniture and equipment and contingency \$ 1,424,437

Restricted interest by month 12,700.52
Arbitrage Calculation cost 10,000

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.

| Interest Earnings | Under @1.68 | @ current |
|---|-------------|-----------|
| interest earned by month 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 |
| Jun-18 | 16,017.00 | 14,014.88 |
| Jul-18 | 17,132.35 | 15,069.29 |
| Aug-18 | 17,443.42 | 15,183.91 |
| Sep-18 | 17,567.71 | 14,756.88 |
| Oct-18 | 19,435.00 | 16,325.40 |
| | | 455.39 |
| | | 2,002.13 |
| | | 2,063.06 |
| | | 2,259.51 |
| | | 2,810.83 |
| | | 3,109.60 |

| Month | Yield | Yield |
|-------|-------------|------------|
| SEP | 1.68 - 1.68 | 1.68 - 2.0 |
| OCT | 1.68 - 1.68 | - |
| NOV | 1.68 - 1.68 | - |
| DEC | 1.68 - 1.68 | - |
| JAN | 1.68 - 1.68 | - |
| FEB | 1.68 - 1.68 | - |
| MAR | 1.68 - 1.68 | - |
| APR | 1.68 - 1.68 | - |
| MAY | 1.68 - 1.68 | - |
| JUN | 1.68 - 1.68 | - |
| JUL | 1.68 - 1.68 | - |
| AUG | 1.68 - 1.68 | - |

212,044.56 12,700.52

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 |
| Oct-19 | Construction Period- 11 to 14 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



Value...Opportunity...Service