

Financial Highlights

As of December 31, 2020



Harris County
Department of
Education

HIGHLIGHTS of INTERIM FINANCIAL REPORT (unaudited)



December 31, 2020

BUDGET AMENDMENT REPORT for the January 20, 2021 Board Meeting

Click below for a 1-minute Briefing:

<https://www.showme.com/sh?h=Eo5EynI>

Prepared by: Business Support Services Division

Posted On our Website

<https://hcde-texas.org/transparency/monthly-reports/>

Linked from State Comptroller's website

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



HARRIS COUNTY DEPARTMENT OF EDUCATION
 INTERIM FINANCIAL REPORTS (Unaudited)
 GENERAL FUNDS 100-199 BALANCE SHEET
 Fiscal year to date: December 31, 2020

Schedule 1



INTERIM FINANCIAL
 REPORT
 (unaudited)
 GENERAL FUND

Balance Sheet as of December 31, 2020

	<u>ACTUAL</u>
<u>ASSETS</u>	
Cash and Temporary Investments	\$ 29,897,007
Property Taxes-Delinquent at September 1, 2020	817,041
Less: Allowances for Uncollectible Taxes	(16,341)
Due from Federal Agencies	984
Other Receivables	2,429,763
Inventories	175,235
Deferred Expenditures	12,075
Other Prepaid Items	34,606
TOTAL ASSETS:	<u><u>\$ 33,350,370</u></u>
<u>LIABILITIES</u>	
Accounts Payable	10,578
Bond Interest Payable	-
Due to Other Funds	-
Accrued Wages	-
Payroll Deductions	1,251,317
Due to Other Governments	6,234
Deferred Revenue	810,106
TOTAL LIABILITIES:	<u><u>\$ 2,078,235</u></u>
<u>FUND EQUITY</u>	
Unassigned Fund Balance	10,790,926
Non-Spendable Fund Balance	169,805
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	(2,916,937)
TOTAL FUND EQUITY:	<u><u>\$ 19,558,167</u></u>
Fund Balance Appropriated Year-To-Date	11,713,968
TOTAL LIABILITIES, FUND EQUITY, AND FUND BALANCE APPROPRIATED TO DATE:	<u><u>\$ 33,350,370</u></u>

INTERIM FINANCIAL REPORT (unaudited)

ASST. SUPERINTENDENT FOR BUSINESS SERVICES' MESSAGE

As of December 31, 2020

The **ESTIMATED** General Fund balance at 12/31/2020 is \$19,558,167 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 2021.

Description	Unaudited 9/1/2020	Appropriated YTD	Estimated Balance at Month End	Estimated Balance at Month End
Non-Spendable	\$ 169,805	\$ -	\$ 169,805	\$ 169,805
Restricted	-	-	-	-
Committed	2,014,976	-	2,014,976	2,014,976
Assigned	9,499,397	-	9,499,397	9,499,397
Unassigned	9,746,080	125,204	9,620,876	9,620,876
Total Fund Balance	\$ 21,430,258	\$ 125,204	\$21,305,054	\$ 21,305,054

Excess (Deficiency) of CURRENT Revenues and Other Resources (From 9/1/2020 to Date) **\$ (2,916,937)**

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 **\$ 19,558,167**

INTERIM FINANCIAL REPORT (unaudited)

As of December 31, 2020

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 December 31, 2020
Indicators of Financial Strength

Percent of Fund Balance to G/F Expenditures Ratio What is the percent of rainy fund balance? (*)Unadjusted	Working Capital Ratio What is the cash flow availability for the organization?																						
<table> <tr> <td>Unassigned Fund Balance</td> <td>\$ 10,790,926</td> </tr> <tr> <td colspan="2"><hr/></td> </tr> <tr> <td>Total G/F Expenditures</td> <td>\$ 15,226,676</td> </tr> <tr> <td>Goal :</td> <td>> 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>	Unassigned Fund Balance	\$ 10,790,926	<hr/>		Total G/F Expenditures	\$ 15,226,676	Goal :	> 30% of G/F Exp.	Benchmark:	10% to 29%	Danger:	Under 10%	<table> <tr> <td colspan="2">Total Current Assets Less Total Current Liabilities</td> </tr> <tr> <td colspan="2">\$33,350,370 - 2,078,235 = \$31,272,135</td> </tr> <tr> <td>Goal :</td> <td>>\$15,000,000</td> </tr> <tr> <td>Benchmark :</td> <td>\$10M to \$15M</td> </tr> <tr> <td>Danger :</td> <td>Under < \$10M</td> </tr> </table>	Total Current Assets Less Total Current Liabilities		\$33,350,370 - 2,078,235 = \$31,272,135		Goal :	>\$15,000,000	Benchmark :	\$10M to \$15M	Danger :	Under < \$10M
Unassigned Fund Balance	\$ 10,790,926																						
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\$33,350,370 - 2,078,235 = \$31,272,135																							
Goal :	>\$15,000,000																						
Benchmark :	\$10M to \$15M																						
Danger :	Under < \$10M																						

71% FY21

194% FY20

Budgeted 30%

Details on Schedule 3

\$31M FY21

\$32M FY20

Budgeted \$33M

Details on Schedule 1

INTERIM FINANCIAL REPORT (unaudited)

As of December 31, 2020

Indicators 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	\$ 10,790,926	Annual Principal and Interest Payments on Term Debt and Capital Leases	\$ 650,328
Total Fund Balance	\$ 31,272,135	G/F Revenue Less Facility Charges	\$ 12,309,738 – 2,002,830
Goal:	<75%	Goal:	<25% of annual revenue
Benchmark:	50% to 75%	Benchmark:	25% to <49%
Danger:	<50%	Danger:	Over > 50%

35% FY21

66% FY20

6% FY21

0% FY20

Budgeted 87%

Details on Schedule 1

Budgeted 6%

Details on Schedule 5

INTERIM FINANCIAL REPORT (unaudited)

As of December 31, 2020

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	\$ 2,537,475	Indirect Cost General Fund	\$ 490,681
Total Revenue	\$ 68,823,140	Total General Fund Revenues	\$ 12,309,738
Goal:	<20% of revenue	Goal:	> 5%
Benchmark:	20% to 30%	Benchmark:	2% to 5%
Danger:	Over > 30%	Danger:	Under < 2%

4% FY21

4% FY20

Budgeted 41%

Details on Schedule 2

4% FY21

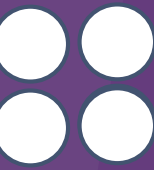
3% FY20

Budgeted 3%

Details on Schedule 3

INTERIM FINANCIAL REPORT (unaudited)

As of December 31, 2020
Indicators of Revenue Growth



Fee for Service Revenue Ratio

How are revenues spread across all Funds?

Total Fee for Service Revenues (G/F) \$ 7,436,722

—————
Total Revenues \$ 68,823,140

Goal: >30% of annual revenue
Benchmark: 10% to 29%
Danger: Under 10%

11% FY21

41% FY20

Budgeted 44%

Details on Schedule 14

Fee for Service Revenue Growth Ratio

What is the market growth for fee on services?

Fee for Service Current Year Less Fee for Services Last Year

—————
\$ 7,436,722 – 8,952,678

Fees for Service Last Year \$ 8,952,678

Goal: >3% + growth
Benchmark: 0% to 3%
Danger: Under <0%

-17% FY21

-2% FY20

Budgeted 4%

Details on Schedule 14

FUND BALANCE CATEGORY	Sept 1, 2020 Beginning Unaudited	September - December	January - May	July	
Inventory	131,949				131,949
Prepaid Items	37,856				37,856
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:	11,684,178				11,684,178
Unassigned	9,746,080	125,204			9,620,876
Total Est. Fund Balance:	21,430,258	125,204	-	-	21,305,054


FY 2020-2021
Fund Balance
-
Budgeted Activity

INTERIM FINANCIAL REPORT (unaudited)

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

REVENUES

Budget to Actual at December 31, 2020


Fund	Budget	Received/Billed	%
General Fund	\$57,623,191	\$12,309,738	21%
December is the end of the 4th month or approximately 25% of the fiscal year.			
(1) This amount includes accounts receivable billed.			
Special Revenue Funds	38,910,983	5,052,511	13%
Most grant periods differ from fiscal year.			
(2) Grants are on monthly reimbursement basis; subsequently billed			
Debt Service Fund	6,169,043	737,233	12%
(3) This fund has activity in February, May (interest and principal payments), and August (interest only payment).			
Capital Projects Fund	52,446,770	46,456,971	89%
Trust and Agency Fund	0	1,277	0%
Choice Partners Fund (Enterprise Fund)	5,228,380	2,144,942	41%
Worker's Comp. Fund (Internal Service Fund)	475,000	117,638	25%
Facilities Fund (Internal Service Fund)	5,792,422	2,002,830	35%
Total as of the end of the month	\$166,645,789	\$68,823,140	41%

INTERIM FINANCIAL REPORT (unaudited)

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

Expenditures

Budget to Actual at December 31, 2020

Fund	Budget	Encumbered/Spent	%
General Fund	\$69,337,158	\$15,226,676	25%
(1) Encumbrances as of the end of the month total.		\$ 1,832,486	Encumbrances
December is the end of the 4th month or approximately 25% of the fiscal year.			
Special Revenue Funds	38,910,983	7,090,346	32%
(2) Encumbrances as of the end of the month total.		5,292,698	Encumbrances
Most grant periods differ from the fiscal year.			
Debt Service Fund	6,169,043	651,934	11%
(3) This fund has activity in February, May (interest and principal			
Capital Projects Fund	53,095,907	4,418,070	8%
Trust and Agency Fund	2,800.00	2,800	0%
Choice Partners Fund (Enterprise Fund)	5,728,380	2,255,982	39%
Worker's Comp. Fund (Internal Service Fund)	475,000	339,958	72%
Facilities Fund (Internal Service Fund)	5,806,832	2,535,337	44%
Total as of the end of the month	\$179,526,103	\$39,646,286	22%

INTERIM FINANCIAL REPORT (unaudited)
 FY 2020&21 COVID19 Expenditures
 as of December 31, 2020

COVID19 Fund Cumulative Disaster Relief				
Object Code	BUDGET	YTD Expenditures	Encumbrances Outstanding	Available Balance
61xx-xxxx Technology Allowances	\$ 74,152	\$ 74,152	\$ -	\$ 0
62xx-xxxx Prof. & Other Contracted Svcs	\$ 947,180	\$ -	\$ -	\$ 947,180
63xx-xxxx Supplies & Materials	\$ 316,956	\$ 209,064	\$ 106,392	\$ 1,500
64xx-xxxx Misc. Operating Costs	\$ 161,712	\$ 118,506	\$ 42,206	\$ 1,000
Total General Fund:	\$ 1,500,000	\$ 401,722	\$ 148,598	\$ 949,679
Object Code	BUDGET	YTD Expenditures	Encumbrances Outstanding	Available Balance
61xx-xxxx Technology Allowances	\$ 87,155	\$ 73,284	\$ -	\$ 13,871
62xx-xxxx Prof. & Other Contracted Svcs	\$ 42,700	\$ 3,269	\$ 39,431	\$ -
63xx-xxxx Supplies & Materials	\$ 853,882	\$ 391,444	\$ 91,007	\$ 371,431
64xx-xxxx Misc. Operating Costs	\$ 146,844	\$ 39,987	\$ 106,858	\$ (0)
Total Head Start:	\$ 1,130,581	\$ 507,983	\$ 237,296	\$ 385,302
Total COVID19 Expenditures	\$ 2,630,581	\$ 909,705	\$ 385,894	\$ 1,334,981

INTERIM FINANCIAL REPORT (unaudited)

FY 2020-21 Donations Report

All Funds as of December 31, 2020

Month 2020-2021	CASH	IN-KIND	TOTAL
September	58.00	1,350.00	1,408.00
October	-	-	-
November	300.00	3,658.55	3,958.55
December	-	1,490.55	1,490.55
January			-
February			-
March			-
April			-
May			-
June			-
July			-
August			
Total:			6,857.10
2021 YTD Total:	16,915.00	44,184.20	61,099.20

INTERIM FINANCIAL REPORT (unaudited)
 FY 2020-21 Donations Report
 All Funds as of December 31, 2020

CENTER FOR GRANTS DEVELOPMENT ON BEHALF OF HCDE DIVISIONS								
December 1st - 31st, 2020								
<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>
Simmons	Lawrance		HCDE	Head Start	Classroom Supplies		\$ 68.28	\$ 68.28
Delcampo	Donathan		HCDE	Head Start	Classroom Supplies		\$ 151.07	\$ 151.07
		Houston ISD	HCDE	Head Start	Classroom Supplies		\$ 364.20	\$ 364.20
		City of Houston Health Department	HCDE	Head Start	PPE supplies		\$ 452.00	\$ 452.00
LeJeune	Cathy	Hand2Mind	HCDE	TLC - ECWC	Fluency Sampler w/ 3 Manipulatives		\$ 455.00	\$ 455.00
							\$ 1,490.55	\$ 1,490.55
						\$ -	\$ 1,490.55	\$ 1,490.55

Legend: ECWC=Early Childhood Winter Conference; TLC=Teaching and Learning Center

INTERIM FINANCIAL REPORT (unaudited)

TAX COLLECTIONS COMPARATIVE ANALYSIS

Fiscal Year-To-Date at December 31, 2020

	Adopted	September	October	November	December
	ADOPTED	ADOPTED	ADOPTED	ADOPTED	ADOPTED
	TAX RATE	TAX RATE	TAX RATE	TAX RATE	TAX RATE
Proposed Collections Tax Year 2020	0.004993	0.004993	0.004993	0.004993	0.004993
Certified Taxable Value per HCAD (\$000)	392,595,710,238	478,763,407,047	493,351,970,696	502,389,166,676	508,015,051,446
Values under protest or not certified (\$000)	118,420,401,768	32,944,809,656	18,728,498,019	9,646,625,044	3,886,282,211
	511,016,112,006	511,708,216,703	512,080,468,715	512,035,791,720	511,901,333,657
/ Rate per Taxable \$100	5,110,161,120	5,117,082,167	5,120,804,687	5,120,357,917	5,119,013,337
X Tax Rate	25,515,034	25,549,591	25,568,178	25,565,947	25,559,234
Estimated collection rate	98.07%	98.07%	98.07%	98.07%	98.07%
X Estimated Collection Rate	25,023,000	25,056,890	25,075,119	25,072,931	25,066,347
	-	-	-	-	-
+Delinquent Tax Collections	150,000	150,000	288,432	288,432	288,432
+Special Assessments	15,000	15,000	15,000	15,000	15,000
+ Penalty & Interest	-	-	-	-	-
Estimated Tax Available Operations:	\$ 25,188,000	\$ 25,221,890	\$ 25,378,551	\$ 25,376,363	\$ 25,369,779
Net Gain or Loss on values	\$ -	\$ 33,890	\$ 156,660	\$ 188,363	\$ 181,779

\$508 B

See Tax Calculator at:
<https://hcde.texas.org/transparency/tax-rate/>

INTERIM FINANCIAL REPORT (unaudited)

TAX COLLECTIONS Fiscal Year-To-Date at December 31, 2020 (4th month / 12 months)

HARRIS COUNTY DEPARTMENT OF EDUCATION Tax Year 2020 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
Property Use Category Recap-Certified To Date-Report:			
Taxable value	\$508,015,051,446	\$508,015,051,446	\$508,015,051,446
PLUS: Uncertified Roll Summary Report:			
Scenario (1) Appraised value	6,598,759,719	-	-
Scenario (2) Owner's value	-	6,082,236,478	-
Scenario (3) Estimated final value	-	-	3,886,282,211
Total taxable value, Certified and Uncertified:	<u>\$514,613,811,165</u> (A)	<u>\$514,097,287,924</u> (A)	<u>\$511,901,333,657</u> (A)
Calculate Interim Current Tax Revenue Estimate:			
1) (A) divided by 100	\$5,146,138,112 (B)	\$5,140,972,879 (B)	\$5,119,013,337 (B)
2) Current Tax Rate	X 0.004993 (C)	X 0.004993 (C)	X 0.004993 (C)
3) 2020 Interim Current Tax Revenue Estimate, at 100% Collection Rate, (B) X (C)	<u>\$25,694,668</u> (D)	<u>\$25,668,878</u> (D)	<u>\$25,559,234</u> (D)
4) Interim Tax Rev Estimate @ 98.07159% Collection Rate:	<u>\$25,199,169</u> (E)	<u>\$25,173,876</u> (E)	<u>\$25,066,347</u> (E)
Comparison of Interim Tax Rev Estimate @ 98.07% 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)	\$25,199,169 (E)	\$25,173,876 (E)	\$25,066,347 (E)
LESS: Tax Revenue, Currently Budgeted	<u>\$25,023,000</u> (F)	<u>\$25,023,000</u> (F)	<u>\$25,023,000</u> (F)
Total Interim Current Tax Revenue Estimate Over/(Under) Current Tax Revenue, Currently Budgeted, (E) - (F):	<u>\$176,169</u>	<u>\$150,876</u>	<u>\$43,347</u>
Total Current Tax Revenue Received, Accumulated from September 1 to December 31, 2020, 1990-571100**:	<u><u>\$2,536,015</u></u>	<u><u>\$2,536,015</u></u>	<u><u>\$2,536,015</u></u>

INTERIM FINANCIAL REPORT (unaudited)
 TAX COLLECTIONS Fiscal Year-To-Date at December 31, 2020
 (4th month / 12 month)

TAX YEAR 2020 COLLECTION SUMMARY					
DESCRIPTION	BUDGET	CURRENT MONTH	Y-T-D	BALANCE (OVER) / UNDER	Y-T-D % OF BUDGET
REVENUES:					
Current Tax	\$ 25,023,000	\$ 2,498,089	\$ 2,536,015	\$ 22,486,985	10.1%
Delinquent Tax	288,432	16,661	1,532	286,900	1%
Penalty & Interest	-	9,272	35,654	(35,654)	0%
Special Assessments and Miscellaneous	15,000	240	1,460	13,540	10%
Subtotal Revenues:	\$ 25,326,432	\$ 2,524,262	\$ 2,574,662	\$ 22,751,770	10.2%
DESCRIPTION	BUDGET	CURRENT MONTH	Y-T-D	BALANCE (OVER) / UNDER	Y-T-D % OF BUDGET
EXPENDITURES:					
LESS: HCAD Fees	\$ 180,000	\$ 45,232	\$ 89,460	\$ 90,540	50%
LESS: HCTO Fees	525,000	63,100	64,327	460,673	12%
Subtotal Expenditures:	\$ 705,000	\$ 108,332	\$ 153,787	\$ 551,213	22%
Net Tax Collections:	\$ 24,621,432	\$ 2,415,930	\$ 2,420,875	\$ 22,200,557	9.8%



a) 2020 Tax Rate = \$0.004993/\$100 Property Assessment/Appraisal - --> Annual Tax on a \$249,978 - \$67,494 = \$182,484/100 x .004993 = Residential Property = \$9.11 (net of 27% homestead exception.)
 b) \$705,000/\$25,188,000 = 2.80% Collection and assessment costs

INTERIM FINANCIAL REPORT (unaudited)
 TAX COLLECTIONS Fiscal Year-To-Date at December 31, 2020
 (4th month / 12 month)

	FY 21	FY 20
<u>CURRENT TAX REVENUES</u>		
Year-to-date (Y-T-D) Budgeted:	\$ 25,023,000	\$ 24,279,517
Year-to-date (Y-T-D) Collections:	2,536,015	3,734,685
Collections as a Percent of Budgeted:	10.1%	15.4%
<u>Y-T-D TAX APPRAISAL AND COLLECTIONS FEES</u>		
Appraisal fees paid to Harris County Appraisal District:	\$ 89,460	\$ 86,818
Tax collection fees paid to Harris County Tax Office:	64,327	33,812
<u>TOTAL TAX REVENUES</u>		
Budgeted:	\$ 25,326,432	\$ 24,444,517
Current Month's Collections:	\$ 2,524,262	\$ 2,942,235
Y-T-D Collections:	\$ 2,574,662	\$ 3,691,540
Y-T-D Collection Rate, Budgeted:	98.1%	98.4%
Y-T-D Collection Rate, Actual:	10.2%	15.1%

- a) 2020 Tax Rate = \$0.004993/\$100 Property Assessment/Appraisal - --> Annual Tax on a \$249,978 - \$67,494 = \$182,484/100 x .004993 = Residential Property = \$9.11 (net of 27% homestead exception.)
- b) \$705,000/\$25,188,000 = 2.80% Collection and assessment costs

INTERIM FINANCIAL REPORT (unaudited)

DISBURSEMENT – ALL FUNDS

December 31, 2020

DESCRIPTION	DISBURSEMENTS	AMOUNT
All Funds	345 Checks	\$1,638,227
P Card - December 2020	288 Transactions	\$49,978
Bank ACH	6 Transfers	\$1,757,736
	Total:	\$3,445,941

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 December 31, 2020

<u>GENERAL FUND - Governmental</u>						
Budget Manager Title	Revenues	Tax Subsidy	Expenditure and Encumbrances	Includes Tax Subsidy Variance	W/o tax Benefit Ratio	Benefit Variance
			<i>Includes Encumbrances</i>			
Educator Certification and Prof Adv	201,128	-	251,418	(50,290)	-25%	(50,290)
Records Management	457,746	-	667,189	(209,443)	-46%	(209,443)
School Based Therapy Services	3,044,821	-	3,880,550	(835,730)	-27%	(835,729)
Schools	3,444,065	-	4,428,213	(984,149)	-29%	(984,149)
<u>ENTERPRISE FUND-CHOICE PARTNERS COOPERATIVE</u>						
Budget Manager Title	Revenues	Expenditures	Transfer Out To General Fund	Benefit Ratio	Benefit Variance	
Choice Partners Cooperative (Enterprise)	2,144,942	2,255,982	1,529,812	68%	1,529,812	

HIGHLIGHTS OF BUDGET AMENDMENT REPORT

January 20, 2021 Board Meeting
(unaudited)

Amendments

General Fund = \$0 net impact

Special Revenue Fund = \$43,216

INTERIM FINANCIAL REPORT (unaudited)

FY 2020-21 BUDGET AMENDMENT REPORT

January 20, 2021

General Fund

Budget Rationale	Changes to Revenues	Changes to Appropriations	Changes Impacting F/Bal	Total Net Change
GENERAL FUND				
INCREASES				
Increase expenditures in the General Fund (1991) Budget Manager (920) Education Foundation budget to fund operational expenditure needs. The expenditure budget will increase by \$7,829 and will be funded through a transfer from Department Wide Budget Manager (098). This is a transfer with no effect on fund balance.	\$ -	\$ -		<3>
Increase expenditures in the General Fund (1991) Budget Manager (050) Business Services and Budget Manager (950) Purchasing Division budget to fund additional temporary services expenditure needs. The expenditure budget will increase by \$40,000 for each division and will be funded through a transfer from Department Wide Budget Manager (098) of (\$80,000). This is a transfer with no effect on fund balance.	\$ -	\$ -		<4>
DECREASES				
Total GENERAL FUND:	\$ -	\$ -	\$ -	\$ -

INTERIM FINANCIAL REPORT (unaudited)

FY 2020-21 BUDGET AMENDMENT REPORT

January 20, 2021

Special Revenue Fund

Budget Rationale	Changes to Revenues	Changes to Appropriations	Changes Impacting F/Bal	Total Net Change
SPECIAL REVENUE FUND				
INCREASES				
Increase revenue and expenditure budget within Special Revenue Fund (4981) Local Revenues, Budget Manager (922) CASE by \$1,000. The purpose of this budget amendment is to reflect a new donation received by the Hendersen Foundation for the Ecobot program.	\$ 1,000	\$ 1,000		<1>
Increase revenue and expenditure budget within Special Revenue Fund (2131) TECQ/Audobon, Budget Manager (303) Teaching and Learning Center - Science by \$42,216. The purpose of this budget amendment is to reflect the award of a new grant reflected on the NOGA.	\$ 42,216	\$ 42,216		<2>
DECREASES				
Total SPECIAL REVENUE FUND:	\$ 43,216	\$ 43,216	\$ -	\$ -



Education Foundation Update

December 31, 2020

Education Foundation of Harris County
Statement of Financial Position
As of December 31, 2020



	Dec 31, 20	Nov 30, 20
ASSETS		
Current Assets		
Checking/Savings		
1005 · Chase Operating Fund	4,269	4,299
1011 · Chase Restricted Fund	886,288	905,526
1015 · Chase Operating Savings	123	123
Total Checking/Savings	890,680	909,948
Accounts Receivable		
1100 · Accounts Receivable	-1,908	-1,908
Total Accounts Receivable	-1,908	-1,908
Total Current Assets	888,772	908,040
TOTAL ASSETS	888,772	908,040
LIABILITIES & EQUITY		
Liabilities		
Current Liabilities		
Other Current Liabilities		
2100 · Payroll Liabilities	0	0
Total Other Current Liabilities	0	0
Total Current Liabilities	0	0
Total Liabilities	0	0
Equity		
3200 · Temp Restricted Net Asset	73,709	73,709
3900 · Unrestricted Net Asset	1,005,855	1,005,855
Net Income	-190,792	-171,525
Total Equity	888,772	908,040
TOTAL LIABILITIES & EQUITY	888,772	908,040

Statement of Financial Position

Statement of Activities Classified

Education Foundation of Harris County Statement of Activities Classified September through December 2020

Accrual Basis

	HeadStart (Restricted)	EcoBot (Restricted)	Other (Restricted)	Total Restricted	Other (Unrestricted)	Total Unrestricted	Operating (Management)	Total Management	Unclassified	TOTAL
Income										
4000 · Contributed Support										
4200 · Corporate Contributions	7,020	1,000	800	8,820	8	8	0	0	0	8,828
Total 4000 · Contributed Support	7,020	1,000	800	8,820	8	8	0	0	0	8,828
Total Income	7,020	1,000	800	8,820	8	8	0	0	0	8,828
Gross Profit	7,020	1,000	800	8,820	8	8	0	0	0	8,828
Expense										
7000 · Grant & Contributions										
7010 · Program Contracts	0	0	199,513	199,513	0	0	0	0	0	199,513
Total 7000 · Grant & Contributions	0	0	199,513	199,513	0	0	0	0	0	199,513
8100 · Operating Expenses										
8170 · Other	0	0	0	0	0	0	108	108	0	108
Total 8100 · Operating Expenses	0	0	0	0	0	0	108	108	0	108
Total Expense	0	0	199,513	199,513	0	0	108	108	0	199,621
Net Income	7,020	1,000	-198,713	-190,693	8	8	-108	-108	0	-190,792

Transaction Detail by Account

Education Foundation of Harris County Transaction Detail by Account September through December 2020

Type	Date	Num	Name	Memo	Class	Clr	Split	Amount	Balance
1005 - Chase Operating Fund									
Check	09/02/2020			Service Charge	Managem...	X	8170 - Other	-30.00	-30.00
Check	10/05/2020			Service Charge	Managem...	X	8170 - Other	-30.00	-60.00
Check	11/03/2020			Service Charge	Managem...	X	8170 - Other	-18.24	-78.24
Deposit	11/10/2020			Deposit		X	4200 - Corpora...	8.28	-69.96
Check	12/18/2020			Service Charge	Managem...	X	8170 - Other	-29.51	-99.47
Total 1005 - Chase Operating Fund								-99.47	-99.47
1011 - Chase Restricted Fund									
Deposit	09/15/2020			Deposit		X	4200 - Corpora...	7,020.00	7,020.00
Check	09/25/2020	1547	Houston Independen...	VOID: HCDE ...		X	7010 - Progra...	0.00	7,020.00
Check	09/25/2020	1549	Crosby Education F...	HCDE Partner...		X	7010 - Progra...	-15,000.00	-7,980.00
Check	09/25/2020	1550	La Porte Education ...	HCDE Partner...		X	7010 - Progra...	-4,950.00	-12,930.00
Check	09/25/2020	1551	Stafford Municipal S...	HCDE Partner...		X	7010 - Progra...	-7,000.00	-19,930.00
Check	09/25/2020	1552	Humble ISD Educati...	HCDE Partner...		X	7010 - Progra...	-15,000.00	-34,930.00
Check	09/25/2020	1553	Goose Creek CISD ...	HCDE Partner...		X	7010 - Progra...	-14,000.00	-48,930.00
Check	09/25/2020	1554	Spring Branch Educ...	HCDE Partner...		X	7010 - Progra...	-15,000.00	-63,930.00
Check	09/25/2020	1555	Pasadena ISD Educ...	HCDE Partner...		X	7010 - Progra...	-15,000.00	-78,930.00
Check	09/25/2020	1556	Spring ISD Educati...	HCDE Partner...		X	7010 - Progra...	-15,000.00	-93,930.00
Check	09/25/2020	1548	Houston Independen...	HCDE Partner...		X	7010 - Progra...	-15,000.00	-108,930.00
General Journal	09/25/2020	2018-26	Houston Independen...	For CHK 1547...		X	7010 - Progra...	-15,000.00	-123,930.00
General Journal	09/25/2020	2018-...	Houston Independen...	Reverse of GJ...		X	7010 - Progra...	15,000.00	-108,930.00
Check	10/09/2020	1557	Clear Creek ISD Ed...	VOID: HCDE ...		X	7010 - Progra...	0.00	-108,930.00
Check	10/09/2020	1558	Clear Creek ISD Ed...	HCDE Partner...		X	7010 - Progra...	-7,690.00	-116,620.00
General Journal	10/09/2020	2018-29	Clear Creek ISD Ed...	For CHK 1557...		X	7010 - Progra...	-7,690.00	-124,310.00
General Journal	10/09/2020	2018-...	Clear Creek ISD Ed...	Reverse of GJ...		X	7010 - Progra...	7,690.00	-116,620.00
Check	10/12/2020	1559	Aldine ISD	HCDE Partner...		X	7010 - Progra...	-14,835.00	-131,455.00
Check	10/14/2020	1560	Katy ISD Education ...	HCDE Partner...		X	7010 - Progra...	-10,000.00	-141,455.00
Check	10/23/2020	1561	Channelview ISD	HCDE Partner...		X	7010 - Progra...	-15,000.00	-156,455.00
Check	10/23/2020	1562	Galena Park ISD	HCDE Partner...		X	7010 - Progra...	-15,000.00	-171,455.00
Check	12/01/2020	1563	Sheldon ISD	HCDE Partner...		X	7010 - Progra...	-13,538.00	-184,993.00
Deposit	12/07/2020			Deposit		X	-SPLIT-	1,800.00	-183,193.00
Check	12/16/2020		Aldine ISD	HCDE Spons...			7010 - Progra...	-5,000.00	-188,193.00
Check	12/16/2020		Pasadena ISD Educ...	HCDE Spons...			7010 - Progra...	-2,500.00	-190,693.00
Total 1011 - Chase Restricted Fund								-190,693.00	-190,693.00
4000 - Contributed Support									
4200 - Corporate Contributions									
Deposit	09/15/2020		Bank of Texas	Head Start Su...	Restrict...		1011 - Chase ...	-7,020.00	-7,020.00
Deposit	11/10/2020		Amazon Smile	Amznc8PO7G...	Unrestrict...		1005 - Chase ...	-8.28	-7,028.28
Deposit	12/07/2020	595721	Henderson Engineer...	EcoBot Chk# ...	Restrict...		1011 - Chase ...	-1,000.00	-8,028.28
Deposit	12/07/2020	1513615	HCDE	Briton Edu LL...	Restrict...		1011 - Chase ...	-800.00	-8,828.28
Total 4200 - Corporate Contributions								-8,828.28	-8,828.28
Total 4000 - Contributed Support								-8,828.28	-8,828.28

Transaction Detail by Account Continued....

Education Foundation of Harris County Transaction Detail by Account September through December 2020

Type	Date	Num	Name	Memo	Class	Clr	Split	Amount	Balance
7010 - Program Contracts									
Check	09/25/2020	1547	Houston Independen...	HCDE Partner...	Restrict...	X	1011 - Chase ...	0.00	0.00
Check	09/25/2020	1549	Crosby Education F...	HCDE Partner...	Restrict...		1011 - Chase ...	15,000.00	15,000.00
Check	09/25/2020	1550	La Porte Education ...	HCDE Partner...	Restrict...		1011 - Chase ...	4,950.00	19,950.00
Check	09/25/2020	1551	Stafford Municipal S...	HCDE Partner...	Restrict...		1011 - Chase ...	7,000.00	26,950.00
Check	09/25/2020	1552	Humble ISD Educati...	HCDE Partner...	Restrict...		1011 - Chase ...	15,000.00	41,950.00
Check	09/25/2020	1553	Goose Creek CISD ...	HCDE Partner...	Restrict...		1011 - Chase ...	14,000.00	55,950.00
Check	09/25/2020	1554	Spring Branch Educ...	HCDE Partner...	Restrict...		1011 - Chase ...	15,000.00	70,950.00
Check	09/25/2020	1555	Pasadena ISD Educ...	HCDE Partner...	Restrict...		1011 - Chase ...	15,000.00	85,950.00
Check	09/25/2020	1556	Spring ISD Educatio...	HCDE Partner...	Restrict...		1011 - Chase ...	15,000.00	100,950.00
Check	09/25/2020	1548	Houston Independen...	HCDE Partner...	Restrict...		1011 - Chase ...	15,000.00	115,950.00
General Journal	09/25/2020	2018-26	Houston Independen...	For CHK 1547...			1011 - Chase ...	15,000.00	130,950.00
General Journal	09/25/2020	2018-...	Houston Independen...	Reverse of GJ...			1011 - Chase ...	-15,000.00	115,950.00
Check	10/09/2020	1557	Clear Creek ISD Ed...	HCDE Partner...	Restrict...	X	1011 - Chase ...	0.00	115,950.00
Check	10/09/2020	1558	Clear Creek ISD Ed...	HCDE Partner...	Restrict...		1011 - Chase ...	7,690.00	123,640.00
General Journal	10/09/2020	2018-29	Clear Creek ISD Ed...	For CHK 1557...			1011 - Chase ...	7,690.00	131,330.00
General Journal	10/09/2020	2018-...	Clear Creek ISD Ed...	Reverse of GJ...			1011 - Chase ...	-7,690.00	123,640.00
Check	10/12/2020	1559	Aldine ISD	HCDE Partner...	Restrict...		1011 - Chase ...	14,835.00	138,475.00
Check	10/14/2020	1560	Katy ISD Education ...	HCDE Partner...	Restrict...		1011 - Chase ...	10,000.00	148,475.00
Check	10/23/2020	1561	Channelview ISD	HCDE Partner...	Restrict...		1011 - Chase ...	15,000.00	163,475.00
Check	10/23/2020	1562	GalenaPark ISD	HCDE Partner...	Restrict...		1011 - Chase ...	15,000.00	178,475.00
Check	12/01/2020	1563	Sheldon ISD	HCDE Partner...	Restrict...		1011 - Chase ...	13,538.00	192,013.00
Check	12/16/2020		Aldine ISD	HCDE Spons...	Restrict...		1011 - Chase ...	5,000.00	197,013.00
Check	12/16/2020		Pasadena ISD Educ...	HCDE Spons...	Restrict...		1011 - Chase ...	2,500.00	199,513.00
Total 7010 - Program Contracts								199,513.00	199,513.00
Total 7000 - Grant & Contributions								199,513.00	199,513.00
8100 - Operating Expenses									
8170 - Other									
Check	09/02/2020			Service Charge	Managem...		1005 - Chase ...	30.00	30.00
Check	10/05/2020			Service Charge	Managem...		1005 - Chase ...	30.00	60.00
Check	11/03/2020			Service Charge	Managem...		1005 - Chase ...	18.24	78.24
Check	12/18/2020			Service Charge	Managem...		1005 - Chase ...	29.51	107.75
Total 8170 - Other								107.75	107.75
Total 8100 - Operating Expenses								107.75	107.75
TOTAL								0.00	0.00

PFC & Lease Revenue Projects Update

December 31, 2020

HCDE Capital Projects

Cash Balance-Project Acquisition Account

As of December 31, 2020 (Unaudited)

	<u>PFC</u>	<u>MTN</u>	<u>Total CIP</u>
Assets:			
Cash/Bank of Texas 2020 Payment Account	\$ 1,606		\$ 1,606
Cash/Bank of Texas 2020 Redemption Account			\$ -
Cash/Bank of Texas 2020 Project Account	\$ 74,996		\$ 74,996
Cash/LSIP 2020 MTN	\$ -	\$ 15,884,200	\$ 15,884,200
Cash/Texpool Investment Pool-PFC	\$ 30,583,049		\$ 30,583,049
Total Assets	\$ 30,659,650	\$ 15,884,200	\$ 46,543,850
Liabilities:			
Current Payables	-	-	-
Bond Interest Payable			
Retainage			
Total Liabilities	-	-	-
Total Equity Balance @ 12-31-2020	\$ 30,659,650	\$ 15,884,200	\$ 46,543,850
** Note 1:			
Total Assets from LoneStar MTN Proceeds	\$ -	\$ 15,884,200	\$ 15,884,200
Total Assets from Cash BOK 2020	\$ 30,659,650	\$ -	\$ 30,659,650
	\$ 30,659,650	\$ 15,884,200	\$ 46,543,850

**Cash Balance –
Project
Acquisition
Account
As of December
31, 2020**

MOODY'S

INVESTORS SERVICE

Rating Action: Moody's assigns Aaa to Harris Co. Dept. of Ed., TX's Series 2020 Maintenance Tax Notes; Aa1 to lease revenue bonds; stable outlook assigned

05 Oct 2020

New York, October 05, 2020 -- Moody's Investors Service has assigned a Aaa rating to Harris County Department of Education, TX's \$13.7 million Maintenance Tax Notes, Series 2020. We have also assigned a Aa1 rating to the Harris County Department of Education Public Facilities Corporation's \$27.7 million Lease Revenue Bonds, Series 2020. Moody's has affirmed the outstanding Aaa issuer rating (general obligation unlimited tax equivalent). Moody's has also affirmed the outstanding Aaa limited tax rating affecting \$1.3 million of outstanding debt. A stable outlook has been assigned.

**Bond rating received from Moody's
Investor Service**

Capital Program Proposal from Aug 3, 2020

	Sq Footage	Amount		Adjust Contingency Reduction	Revised	For Calc.	Revised PFC	\$ 5,000,000 Cost from HCDE	2 yrs Interest Earnings	Maint Tax Notes
Highpoint East	13,750	7,916,645	15%		7,916,645	7,916,645	4,909,645	1,870,000	47,500	1,089,500
AB East Addition	43,605	17,705,875	34%	500,000	17,205,875	17,205,875	12,943,640	2,000,000	103,235	2,159,000
Adult Ed NEW Building	40,500	17,558,750	34%	700,000	16,858,750	16,858,750	12,728,598	1,870,000	101,153	2,159,000
Admin Bdlg - Renovation	60,000	8,365,500	16%		8,365,500	8,365,500				8,365,500
AB East Addition						600,000				600,000
PHASE One		51,546,770		1,200,000	50,346,770	50,946,770	30,581,882	5,740,000	251,888	14,373,000
		Per LAN Report			600,000					
					50,946,770		50,946,770			
Workforce Development	TB Funded	3,000,000			2,000,000	1,000,000				
Equine Therapy	TB Funded	1,500,000			1,500,000	1,000,000				
PHASE Two		4,500,000		-	3,500,000	2,000,000	-	5,740,000	251,888	14,373,000
TOTAL		56,046,770						HCDE Projections		

2020 Projected Capital Improvement Program

Project	Substantial Completion Date	Project Budget	Maintenance Notes Projected	Revenue Bonds Proceeds	General Funds Use of Fund Bal.	Interest Earnings Projection
Reagan Adm Bldg.	Feb 9, 2023	\$8,365,500	\$ 8,365,500	N/A	N/A	
Adult Ed Building	Oct 25, 2022	\$18,358,750	\$ 3,659,000	\$12,728,598	\$1,870,000	\$101,153
HP East Middle	Oct 25, 2022	\$7,916,645	\$ 1,089,500	\$4,909,645	\$1,870,000	\$47,500
Ab East Campus	Aug 16, 2022	\$17,805,875	\$ 2,759,000	\$12,943,640	\$2,000,000	103,235
	Total	\$52,446,770	\$15,873,000	\$30,581,882	\$5,740,000	\$251,888
		Closed on 12-2-20	Invested in pools.			

Note: The Total Public Notice was \$54,000,000. (\$35,000,000 for Revenue bonds and \$19,000,000 for Maintenance Notes) on August 10, 2020. A transfer of \$1,350,000 plus \$50,000 in reimbursable expenditures was made from AB East to allocate Program Manager costs to establish the budgets.

Based on Pricing the principal amount will vary due to the premium projected in the bond sale. Revenues Bonds estimated at \$27,730,000 and Maintenance Notes for \$13,695,000

Other capital projects underway and projected

- ▶ Coolwood Head Start Center to be funded by federal grant \$9.5M Est.
 - ▶ Funded through a series of HHS Grants - NOGA Land funded, and Construction pending NOGA
- ▶ La Porte Head Start Center to be funded by federal grant and 2020 Construction Funds. \$600,000 est.
- ▶ Pending Maintenance Projects pending completion:
 - ▶ NPO Elevator
 - ▶ Fortis HVAC and Fence
 - ▶ AB West Playground

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/ Stephanie Barnett, CPA, Chief Accounting Officer

/s/ Stephanie Ritchie, Senior Accountant