

HOUSTON INDEPENDENT SCHOOL DISTRICT
STATEMENT OF OPERATIONS BY FUNCTION
GENERAL FUND
BUDGET AMENDMENT FISCAL YEAR 2022-2023 (as adjusted)
For February 28, 2023

	2021-2022 Adopted Budget July 1, 2022	Approved Budget as of January 31, 2023	Proposed Budget Amendments February 28, 2023	Budget Neutral Amendments February 28, 2023	Proposed Budget as of February 28, 2023
ESTIMATED REVENUES					
Local sources	\$ 1,900,655,772	1,900,655,772	(16,164,512)	-	1,884,491,260
State sources	190,733,783	190,733,783	25,435,500	-	216,169,283
Federal sources	71,905,107	71,905,107	(135,731)	-	71,769,376
Total estimated revenues	\$ 2,163,294,662	2,163,294,662	9,135,257	-	2,172,429,919
APPROPRIATIONS					
11 Instruction	\$ 1,149,772,623	1,164,659,314	(40,528,104)	(576,120)	1,123,555,090
12 Instructional resources and media services	16,758,401	17,961,346	-	7,579	17,968,925
13 Curriculum and Instructional Staff Development	36,198,801	35,853,410	-	110,184	35,963,594
21 Instructional leadership	32,520,525	27,374,159	-	(332,298)	27,041,861
23 School leadership	165,393,715	168,404,464	-	(214,806)	168,189,658
31 Guidance, counseling and evaluation services	71,930,212	73,533,570	-	(186)	73,533,384
32 Social work services	9,974,809	10,764,039	-	7,329	10,771,368
33 Health services	25,434,832	26,878,733	-	6,671	26,885,404
34 Student transportation	54,462,909	55,983,856	-	-	55,983,856
35 Food services	-	-	-	1,265	1,265
36 Co-Curricular/extracurricular activities	12,316,171	15,005,328	-	517,220	15,522,548
41 General administration	47,841,669	49,668,163	-	-	49,668,163
51 Plant maintenance and operations	215,192,846	224,354,249	-	230,883	224,585,132
52 Security and monitoring services	30,294,544	32,180,435	-	133,290	32,313,725
53 Data processing services	64,673,294	82,749,065	-	116,609	82,865,674
61 Community services	1,946,674	2,128,031	-	2,683	2,130,714
71 Debt Service	-	-	-	-	-
81 Facilities acquisition and construction	-	786,666	-	(10,303)	776,363
91 Contracted Instructional Services Between Public Schools	247,439,733	247,439,733	48,395,197	-	295,834,930
95 Juvenile justice alternative education programs	792,000	792,000	-	-	792,000
97 Tax reinvestment zone payments	68,625,372	68,625,372	-	-	68,625,372
99 Tax appraisal and collection	16,108,790	16,108,790	-	-	16,108,790
Total estimated appropriations	\$ 2,267,677,919	2,321,250,725	7,867,093	-	2,329,117,818
Excess (deficiency) of estimated revenues over (under) appropriations	\$ (104,383,257)	(157,956,063)	1,268,164	-	(156,687,899)
OTHER FINANCING SOURCES (USES)					
Transfers-in	20,000,000	20,000,000	10,000,000	-	30,000,000
Transfers-out	(16,386,200)	(16,386,200)	-	-	(16,386,200)
Total other financing sources (uses)	\$ 3,613,800	3,613,800	10,000,000	-	13,613,800
Net change before anticipated unspent funds	(100,769,457)	(154,342,263)			(143,074,099)
Anticipated unspent funds	70,000,000	70,000,000			70,000,000
Net Change	(30,769,457)	(84,342,263)			(73,074,099)
Beginning Fund Balance July 1, 2022	852,224,713	1,126,908,568			1,126,908,568
Projected Ending Fund Balance June 30, 2023	821,455,256	1,042,566,305			1,053,834,469
Nonspendable Fund Balance	20,562,375	16,488,097			16,488,097
Committed Fund Balance	97,481,219	97,481,219			97,481,219
Assigned Fund Balance ⁽¹⁾	147,088,893	264,428,461			275,696,625
Unassigned Fund Balance ⁽²⁾	556,322,769	664,168,529			664,168,529

(1) Reflects liquidation of carryover encumbrances.

(2) Unspent funds at the end of 2022-2023 will flow into the assigned fund balance (Instructional Stabilization) or the unassigned fund balance

CAMPUS AND DEPARTMENT TRANSFERS BY FUNCTION

For February 28, 2023

Function	Function Description	Budget Amendment	Campus Funds	Department Funds
11	Instruction	(\$576,120)	(\$576,120)	\$0
12	Instructional resources and media services	\$7,579	\$7,579	\$0
13	Curriculum and Instructional Staff Development	\$110,184	\$113,233	(\$3,049)
21	Instructional leadership	(\$332,298)	(\$102,436)	(\$229,862)
23	School leadership	(\$214,806)	(\$219,806)	\$5,000
31	Guidance, counseling and evaluation services	(\$186)	(\$7,896)	\$7,710
32	Social work services	\$7,329	\$7,329	\$0
33	Health services	\$6,671	\$6,671	\$0
34	Student transportation	\$0	\$0	\$0
35	Food services	\$1,265	\$1,265	\$0
36	Co-Curricular/extracurricular activities	\$517,220	\$517,220	\$0
41	General administration	\$0	\$0	\$0
51	Plant maintenance and operations	\$230,883	\$228,001	\$2,882
52	Security and monitoring services	\$133,290	\$25,260	\$108,030
53	Data processing services	\$116,609	\$7,320	\$109,289
61	Community services	\$2,683	\$2,683	\$0
71	Debt Service	\$0	\$0	\$0
81	Facilities acquisition and construction	(\$10,303)	(\$10,303)	\$0
		<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

HOUSTON INDEPENDENT SCHOOL DISTRICT
 PROPOSED BUDGET AMENDMENTS
 GENERAL FUND
 BUDGET AMENDMENT FISCAL YEAR 2022-2023 (as adjusted)
 For February 28, 2023

		Revenue Amendment Reason									Proposed Budget Amendments February 28, 2022
PROPOSED ESTIMATED REVENUE AMENDMENTS	REASON	Property Taxes	Interest Earnings	Revenue from other Governments	Rental of Facilities	Per Capita Rate Change State Revenues	Revenue In Lieu of Taxes	Foundation School Program State Revenues	Fed Revenue Other Agencies (BABS)	Army Salary Revenue	
Local sources		(28,113,851)	13,632,515	(756,764)	(300,000)		(626,412)				(16,164,512)
State sources						31,497,861		(6,062,361)			25,435,500
Federal sources									164,269	(300,000)	(135,731)
Total proposed estimated revenue amendments		(28,113,851)	13,632,515	(756,764)	(300,000)	31,497,861	(626,412)	(6,062,361)	164,269	(300,000)	9,135,257
		Appropriations Amendment Reason									Proposed Budget Amendments February 28, 2022
PROPOSED APPROPRIATION AMENDMENTS		Recapture	Performance Contract Schools	PUA Budget Settle-Up	DW Stipends (Paid from ESSER)						
11 Instruction			(20,269,549)	(6,381,904)	(13,876,651)						(40,528,104)
12 Instructional resources and media services											-
13 Curriculum and Instructional Staff Development											-
21 Instructional leadership											-
23 School leadership											-
31 Guidance, counseling and evaluation services											-
32 Social work services											-
33 Health services											-
34 Student transportation											-
35 Food services											-
36 Co-Curricular/extracurricular activities											-
41 General administration											-
51 Plant maintenance and operations											-
52 Security and monitoring services											-
53 Data processing services											-
61 Community services											-
71 Contracted Instructional Services Between Public Schools											-
81 Facilities acquisition and construction											-
91 Contracted Instructional Services Between Public Schools		48,395,197									48,395,197
95 Juvenile justice alternative education programs											-
97 Tax reinvestment zone payments											-
99 Tax appraisal and collection											-
Total proposed appropriation amendments		48,395,197	(20,269,549)	(6,381,904)	(13,876,651)	-	-	-	-	-	7,867,093
		TRANSFER FROM MEDICAID FUND									Proposed Budget Amendments February 28, 2022
PROPOSED OTHER FINANCING SOURCES (USES)											
Proceeds from the sale of capital leases											
Transfers-in											10,000,000
Transfers-out											
Proposed total other financing sources (uses) amendments		10,000,000									10,000,000

HOUSTON INDEPENDENT SCHOOL DISTRICT
STATEMENT OF OPERATIONS BY FUNCTION
NUTRITION SERVICES
BUDGET AMENDMENT FISCAL YEAR 2021-2022 (as adjusted)
AS OF February 28, 2023

	2022-2022 Adopted Budget July 1, 2022	Approved Budget as of January 31, 2023	Carryover from Prior Year Encumbrances	Proposed Budget Amendments February 28, 2023	Budget Neutral Amendments February 28, 2023	Proposed Budget as of February 28, 2023
ESTIMATED REVENUES						
Local sources	\$ 3,925,452	3,925,452	-	2,066,390	-	5,991,842
State sources	537,594	537,594	-	-	-	537,594
Federal sources	129,011,655	129,011,655	-	7,219,210	-	136,230,865
Total estimated revenues	\$ 133,474,701	133,474,701	-	9,285,600	-	142,760,301
APPROPRIATIONS						
35 Food services	124,573,839	124,573,839	5,206,432	9,200,621	(42,000)	138,938,892
51 Plant maintenance and operations	1,221,952	1,221,952	-	56,107	42,000	1,320,059
Total estimated appropriations	\$ 125,795,791	125,795,791	5,206,432	9,256,728	-	140,258,951
Excess (deficiency) of estimated revenues over (under) appropriations	\$ 7,678,910	7,678,910	(5,206,432)	28,872	-	2,501,350
OTHER FINANCING SOURCES (USES)						
Transfers-in	-	-	-	-	-	-
Total other financing sources (uses)	\$ -	-	-	-	-	-
Net excess (deficiency) before adjustments	\$ 7,678,910	7,678,910	(5,206,432)	28,872	-	2,501,350
Restricted Fund Balance, Beginning	\$ 13,462,047	55,389,882				55,389,882
Contracted Instructional Services Between Public Schools	\$ 21,140,957	63,068,792				57,891,232

HOUSTON INDEPENDENT SCHOOL DISTRICT
PROPOSED BUDGET AMENDMENTS
NUTRITION SERVICES
BUDGET AMENDMENT FISCAL YEAR 2022-2023 (as adjusted)
AS OF February 28, 2023

PROPOSED ESTIMATED REVENUE AMENDMENTS	REASON	Proposed Budget Amendments February 28, 2023
		\$
Local sources		2,066,390
State sources		0
Federal sources		7,219,210
Total proposed estimated revenue amendments		\$ 9,285,600
PROPOSED APPROPRIATION AMENDMENTS		
35 Food services	Increase in Cost of Goods	9,200,621
51 Plant maintenance and operations		56,107
Total proposed appropriation amendments		\$ 9,256,728
PROPOSED OTHER FINANCING SOURCES (USES)		
Transfers-in		-
Proposed total other financing sources (uses) amendments		\$ -

HOUSTON INDEPENDENT SCHOOL DISTRICT
STATEMENT OF OPERATIONS BY FUNCTION
DEBT SERVICE FUND
BUDGET AMENDMENT FISCAL YEAR 2020-2021 (as adjusted)
AS OF February 28, 2023

	2022-2022 Adopted Budget July 1, 2022	Approved Budget as of January 31, 2023	Proposed Budget Amendments February 28, 2023	Proposed Budget as of February 28, 2023
ESTIMATED REVENUES				
Local sources	\$ 349,306,871	349,306,871	2,403,577	354,211,580
State sources	3,262,825	3,262,825	2,573,838	5,836,663
Total estimated revenues	\$ 352,569,696	352,569,696	4,977,415	360,048,243
APPROPRIATIONS				
71 Debt Service	374,724,771	374,724,771	(4,324,618)	370,400,153
Total estimated appropriations	\$ 374,724,771	374,724,771	(4,324,618)	370,400,153
Excess (deficiency) of estimated revenues over (under) appropriations	\$ (22,155,075)	(22,155,075)	9,302,033	(10,351,910)
OTHER FINANCING SOURCES (USES)				
Transfers-in	22,155,075	22,155,075	-	22,155,075
Total other financing sources (uses)	\$ 22,155,075	22,155,075	-	22,155,075
Net excess (deficiency) before adjustments	\$ -	-	9,302,033	11,803,165
Unassigned Fund Balance, Beginning	\$ 117,531,592	115,547,958		115,547,958
Unassigned Fund Balance, Ending	\$ 117,531,592	115,547,958		127,351,123

HOUSTON INDEPENDENT SCHOOL DISTRICT
PROPOSED BUDGET AMENDMENTS
DEBT SERVICE FUND
BUDGET AMENDMENT FISCAL YEAR 2020-2021 (as adjusted)
AS OF February 28, 2023

PROPOSED ESTIMATED REVENUE AMENDMENTS	REASON	Proposed Budget Amendments February 28, 2023
		\$
Local sources	Property Taxes	2,403,577
State sources	EDA Funding Increase	2,573,838
Total proposed estimated revenue amendments		\$ 4,977,415
PROPOSED APPROPRIATION AMENDMENTS		
71 Debt Service	Lower debt payments from Debt Defeasance	(4,324,618)
Total proposed appropriation amendments		\$ (4,324,618)
PROPOSED OTHER FINANCING SOURCES (USES)		
Transfers-in		-
Transfers-out		-
Proposed total other financing sources (uses) amendments		\$ -

General Fund:

Revenues:

Please use page 3 of the budget amendment to follow to this explanation.

Property Taxes are decreasing due to a lower adopted tax rate.

Interest earnings increase due to increases in the Federal funds rate.

Revenue from other governments decreasing from declines in local government purchasing cooperative payments.

Rental of Facilities revenue is decreasing due to fewer facility rentals.

Per Capita State revenue increase is from a rate increase since budget adoption. This is not an increase in revenue that the district retains. We pay it back through recapture since our tax collections plus our Per Capita revenue exceed our entitlement.

Revenue in lieu of Taxes is decreasing due to the closure of one of foreign trade zone agreements.

Foundation School Program State revenues is decreasing due to a decline in enrollment and therefore average daily attendance.

Appropriations:

Recapture increase due to a decrease in enrollment therefore average daily attendance.

Performance Contract Schools budget decrease is from lower enrollment at Texas Connections Academy.

Campus budget decreases due to enrollment declines.

General fund districtwide teacher stipends is a one-time decrease for 2022-2023 as they will be paid using ESSER funds.

Budget neutral amendments are budget transfers between functions and do not impact the bottom-line district budget. The total for this column is zero. Transfers are a result of positions changes, supplies, contracted services, capital, and other operating expenses with varying reasons specific to each campus and department. February budget transfers included:

- School transferring funds from function 11 (Instruction) supplies for athletic stipends in function 36 (Co-Curricular/extracurricular activities).
- School transferring funds from function 11 (Instruction) supplies for position actions in function 13 (Curriculum and Instructional Staff Development).
- School transferring funds from function 11 (Instruction) supplies for extra pay and maintenance supplies and materials in function 51 (Plant maintenance and operations).
- School transferring funds from function 13 (Curriculum and Instructional Staff Development) supplies for athletic stipends in function 36 (Co-Curricular/extracurricular activities).
- School transferring funds from function 21 (Instructional leadership) payroll for general supplies in function 11 (Instruction).
- School transferring funds from function 23 (School leadership) position actions general supplies in function 11 (Instruction).
- Department transferring funds from function 21 (Instructional Leadership) to function 52 (Data processing services) for safety equipment.
- Department transferring funds from function 21 (Instructional Leadership) to function 53 (Data processing services) for position actions.

Nutrition Services:

Please use page 5 of the budget amendment to follow to this explanation.

Revenue:

Increases in revenue are expected in Federal Sources due to temporary increases in reimbursement rates for school meals. Growth in Local Sources is primarily due to increase in à la carte meal sales and investment earnings. Specific program revenues are listed below:

- Lunch, breakfast, and charter school meal sales - \$1,207,631
- Nutrition – Catering - \$156,000
- School Breakfast Program - \$904,756
- National School Lunch Program - \$3,496,418
- Fresh Fruit and Vegetable Program – (\$202,544)
- Child and Adult Care Program - \$1,885,183
- USDA Foods - \$1,135,396
- Investment earnings - \$702,760

Appropriations:

Appropriations are increasing by \$14,463,160 due to increase in cost of goods and operational costs (\$9,256,728) and prior year carryover purchase orders (\$5,206,432).

Budget neutral amendments –Transferring funds from function 35 (Food Services) to function 51 (Plant maintenance and operations) for utilities.

Debt Service Fund

Please use page 7 of the budget amendment to follow to this explanation.

Revenues:

Local revenues are increasing due to an increase in property taxes from the certified estimated revenues in April 2022 to December 2022.

State sources is increasing due to an increase in the Existing Debt Allotment funding hold harmless for the increase in the state mandated homestead exemption from \$25,000 to \$40,000.

Appropriations:

Decrease in debt service principal payment based on the planned defeasance of \$110 million approved by the board in December 2022.