

HOUSTON INDEPENDENT SCHOOL DISTRICT
STATEMENT OF OPERATIONS BY FUNCTION
GENERAL FUND
BUDGET AMENDMENT FISCAL YEAR 2022-2023 (as adjusted)
For June 30, 2023

	2021-2022 Adopted Budget July 1, 2022	Approved Budget as of April 30, 2023	Proposed Budget Amendments June 30, 2023	Budget Neutral Amendments June 30, 2023	Proposed Budget as of June 30, 2023
ESTIMATED REVENUES					
Local sources	\$ 1,900,655,772	1,884,491,260	(11,917,301)	-	1,872,573,959
State sources	190,733,783	216,169,283	1,292,698	-	217,461,981
Federal sources	71,905,107	71,769,376	(2,249,274)	-	69,520,102
Total estimated revenues	\$ 2,163,294,662	2,172,429,919	(12,873,877)	-	2,159,556,042
APPROPRIATIONS					
11 Instruction	\$ 1,149,772,623	1,120,193,015	-	(15,526,130)	1,104,666,887
12 Instructional resources and media services	16,758,401	17,943,965	-	1,476,208	19,420,173
13 Curriculum and Instructional Staff Development	36,198,801	36,562,471	-	753,587	37,316,058
21 Instructional leadership	32,520,525	26,359,359	-	(423,156)	25,936,203
23 School leadership	165,393,715	167,655,117	-	958,367	168,613,485
31 Guidance, counseling and evaluation services	71,930,212	73,204,831	-	(743,837)	72,460,994
32 Social work services	9,974,809	10,808,541	-	(2,727)	10,805,813
33 Health services	25,434,832	26,885,081	-	186,603	27,071,683
34 Student transportation	54,462,909	58,107,411	-	4,902,834	63,010,245
35 Food services	-	62,573	-	33,956	96,529
36 Co-Curricular/extracurricular activities	12,316,171	17,585,565	-	5,037,743	22,623,308
41 General administration	47,841,669	49,695,618	-	(972,461)	48,723,157
51 Plant maintenance and operations	215,192,846	241,876,222	-	5,317,871	247,194,093
52 Security and monitoring services	30,294,544	32,769,207	-	1,400,788	34,169,995
53 Data processing services	64,673,294	82,687,518	-	(3,103,695)	79,583,824
61 Community services	1,946,674	2,137,476	-	151,564	2,289,039
71 Debt Service	-	-	20,848,017	-	20,848,017
81 Facilities acquisition and construction	-	1,044,915	-	556,352	1,601,267
91 Contracted Instructional Services Between Public Schools	247,439,733	295,834,930	(12,076,608)	-	283,758,322
95 Juvenile justice alternative education programs	792,000	792,000	-	-	792,000
97 Tax reinvestment zone payments	68,625,372	68,625,372	3,743,261	-	72,368,633
99 Tax appraisal and collection	16,108,790	16,108,790	(330,964)	(3,867)	15,773,959
Total estimated appropriations	\$ 2,267,677,919	2,346,939,978	12,183,706	-	2,359,123,686
Excess (deficiency) of estimated revenues over (under) appropriations	\$ (104,383,257)	(174,510,059)	(25,057,583)	-	(199,567,644)
OTHER FINANCING SOURCES (USES)					
Transfers-in	20,000,000	30,000,000	-	-	30,000,000
Proceeds from right to use SBITA	-	-	20,848,017	-	20,848,017
Transfers-out	(16,386,200)	(16,386,200)	175,500	-	(16,210,700)
Total other financing sources (uses)	\$ 3,613,800	13,613,800	21,023,517	-	34,637,317
Net change before anticipated unspent funds	(100,769,457)	(160,896,259)	-	-	(164,930,327)
Anticipated unspent funds	70,000,000	70,000,000	-	-	105,000,000
Re-establish reserve for encumbrances and ERP projects as of June 30, 2023	-	-	-	-	53,572,806
Net Change	(30,769,457)	(90,896,259)	-	-	(6,357,521)
Beginning Fund Balance July 1, 2022	852,224,713	1,126,908,568	-	-	1,126,908,568
Projected Ending Fund Balance June 30, 2023 ^{(1) (2)}	821,455,256	1,036,012,309	-	-	1,120,551,047
Nonspendable Fund Balance	20,562,375	16,488,097	-	-	16,488,097
Committed Fund Balance ⁽¹⁾	97,481,219	97,481,219	-	-	98,991,251
Assigned Fund Balance ⁽²⁾	147,088,893	257,874,465	-	-	347,626,954
Unassigned Fund Balance ⁽³⁾	556,322,769	664,168,529	-	-	662,658,497

(1) Includes the change to the committed fund balance reserve for operations based on the recommended 2023-2024 budget

(2) Reflects reestablishment of the reserve for carryover encumbrances at the same level as June 30, 2022. This will be updated once carryover into 2023-2024 is known.

(3) 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 June 30, 2023

Function	Function Description	Budget Amendment	Campus Funds	Department Funds
11	Instruction	(\$15,526,130)	(\$10,523,342)	(\$5,002,789)
12	Instructional resources and media services	\$1,476,208	\$767,520	\$708,688
13	Curriculum and Instructional Staff Development	\$753,587	\$34,902	\$718,686
21	Instructional leadership	(\$423,156)	\$0	(\$423,156)
23	School leadership	\$958,367	(\$422,099)	\$1,380,467
31	Guidance, counseling and evaluation services	(\$743,837)	(\$307,927)	(\$435,909)
32	Social work services	(\$2,727)	(\$3,527)	\$799
33	Health services	\$186,603	(\$31,705)	\$218,308
34	Student transportation	\$4,902,834	\$1,700,000	\$3,202,834
35	Food services	\$33,956	\$8,956	\$25,000
36	Co-Curricular/extracurricular activities	\$5,037,743	\$5,046,604	(\$8,860)
41	General administration	(\$972,461)	\$0	(\$972,461)
51	Plant maintenance and operations	\$5,317,871	\$1,964,632	\$3,353,239
52	Security and monitoring services	\$1,400,788	\$1,171,034	\$229,755
53	Data processing services	(\$3,103,695)	\$140,326	(\$3,244,020)
61	Community services	\$151,564	\$26,160	\$125,404
71	Debt Service	\$0	\$0	\$0
81	Facilities acquisition and construction	\$556,352	\$428,468	\$127,884
91	Contracted Instructional Services Between Public Schools	\$0	\$0	\$0
99	Tax appraisal and collection	(\$3,867)	(\$0)	(\$3,867)
		(\$0)	(\$0)	(\$0)

HOUSTON INDEPENDENT SCHOOL DISTRICT
 PROPOSED BUDGET AMENDMENTS
 GENERAL FUND
 BUDGET AMENDMENT FISCAL YEAR 2022-2023 (as adjusted)
 For June 30, 2023

PROPOSED ESTIMATED REVENUE AMENDMENTS	REASON	Revenue Amendment Reason									Proposed Budget Amendments June 30, 2023	
		Property Taxes	Interest Earnings	Insurance Proceeds	Rental of Facilities	Revenue In Lieu of Taxes	Foundation School Program State Revenues	Indirect Cost	ROTC Revenue	GASB 96 SBITA		
Local sources		(16,884,212)	3,763,063	684,075	334,848	184,925						(11,917,301)
State sources							1,292,698					1,292,698
Federal sources								(2,421,798)	172,524			(2,249,274)
Total proposed estimated revenue amendments		(16,884,212)	3,763,063		334,848	184,925	1,292,698	(2,421,798)	172,524			(12,873,877)

PROPOSED APPROPRIATION AMENDMENTS	Recapture	Tax Increment Reinvestment Zone (TIRZ)	Harris Central Appraisal District (HCAD)	Proposed Budget Amendments June 30, 2023
11 Instruction				-
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 Debt Service				-
81 Facilities acquisition and construction				20,848,017
91 Contracted Instructional Services Between Public Schools	(12,076,608)			(12,076,608)
95 Juvenile justice alternative education programs				-
97 Tax reinvestment zone payments		3,743,261		3,743,261
99 Tax appraisal and collection			(330,964)	(330,964)
Total proposed appropriation amendments	(12,076,608)	3,743,261	(330,964)	12,183,706

PROPOSED OTHER FINANCING SOURCES (USES)	Transfers Out		Proposed total other financing sources (uses) amendments
Proceeds from the sale of capital leases			-
Proceeds from right to use SBITA			20,848,017
Transfers-in			-
Transfers-out	175,500		175,500
Proposed total other financing sources (uses) amendments	175,500	-	21,023,517

HOUSTON INDEPENDENT SCHOOL DISTRICT
STATEMENT OF OPERATIONS BY FUNCTION
NUTRITION SERVICES
BUDGET AMENDMENT FISCAL YEAR 2021-2022 (as adjusted)
For June 30, 2023

	2022-2022 Adopted Budget July 1, 2022	Approved Budget as of May 31, 2023	Proposed Budget Amendments June 30, 2023	Budget Neutral Amendments June 30, 2023	Proposed Budget as of June 30, 2023
ESTIMATED REVENUES					
Local sources	\$ 3,925,452	5,991,842	2,078,079	-	8,069,921
State sources	537,594	537,594	7,080,538	-	7,618,132
Federal sources	129,011,655	136,230,865	(166,404)	-	136,064,461
Total estimated revenues	\$ 133,474,701	142,760,301	8,992,213	-	151,752,514
APPROPRIATIONS					
35 Food services	124,573,839	138,938,892	1,248,114	(2,242,155)	137,944,851
41 General administration	-	-	-	109,943	109,943
51 Plant maintenance and operations	1,221,952	1,320,059	-	2,388,828	3,708,887
Total estimated appropriations	\$ 125,795,791	140,258,951	1,248,114	256,616	141,763,681
Excess (deficiency) of estimated revenues over (under) appropriations	\$ 7,678,910	2,501,350	7,744,099	(256,616)	9,988,833
OTHER FINANCING SOURCES (USES)					
Transfers-in	-	-	-	-	-
Total other financing sources (uses)	\$ -	-	-	-	-
Net excess (deficiency) before adjustments	\$ 7,678,910	2,501,350	7,744,099	(256,616)	9,988,833
Restricted Fund Balance, Beginning	\$ 13,462,047	55,389,882			55,389,882
Restricted Fund Balance, Projected Ending	\$ 21,140,957	57,891,232			65,378,715

HOUSTON INDEPENDENT SCHOOL DISTRICT
PROPOSED BUDGET AMENDMENTS
NUTRITION SERVICES
BUDGET AMENDMENT FISCAL YEAR 2022-2023 (as adjusted)
For June 30, 2023

PROPOSED ESTIMATED REVENUE AMENDMENTS	REASON	Proposed Budget Amendments June 30, 2022
		\$
Local sources		2,078,079
State sources		7,080,538
Federal sources		(166,404)
Total proposed estimated revenue amendments		\$ 8,992,213
PROPOSED APPROPRIATION AMENDMENTS		
35 Food services	Increase in Cost of Goods	1,248,114
51 Plant maintenance and operations		-
Total proposed appropriation amendments		\$ 1,248,114
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)
For June 30, 2023

	2022-2022 Adopted Budget July 1, 2022	Approved Budget as of April 30, 2023	Proposed Budget Amendments June 30, 2023	Proposed Budget as of June 30, 2023
ESTIMATED REVENUES				
Local sources	\$ 349,306,871	354,211,580	(2,091,354)	352,120,226
State sources	3,262,825	5,836,663	(3,926,583)	1,910,080
Total estimated revenues	\$ 352,569,696	360,048,243	(6,017,937)	354,030,306
APPROPRIATIONS				
71 Debt Service	374,724,771	370,400,153	82,317,023	452,717,176
Total estimated appropriations	\$ 374,724,771	370,400,153	82,317,023	452,717,176
Excess (deficiency) of estimated revenues over (under) appropriations	\$ (22,155,075)	(10,351,910)	(88,334,960)	(98,686,870)
OTHER FINANCING SOURCES (USES)				
Transfers-in	22,155,075	22,155,075	-	22,155,075
Issuance of bonds and other debt	-	-	185,040,000	185,040,000
Premium on the sale of bonds	-	-	7,782,644	7,782,644
Payments to escrow agents	-	-	(109,953,369)	(109,953,369)
Transfers-out	-	-	-	-
Total other financing sources (uses)	\$ 22,155,075	22,155,075	82,869,275	105,024,350
Net excess (deficiency) before adjustments	\$ -	11,803,165	(5,465,685)	6,337,480
Unassigned Fund Balance, Beginning	\$ 117,531,592	115,547,958		115,547,958
Unassigned Fund Balance, Projected Ending	\$ 117,531,592	127,351,123		121,885,438

HOUSTON INDEPENDENT SCHOOL DISTRICT
PROPOSED BUDGET AMENDMENTS
DEBT SERVICE FUND
BUDGET AMENDMENT FISCAL YEAR 2020-2021 (as adjusted)
For June 30, 2023

PROPOSED ESTIMATED REVENUE AMENDMENTS	REASON	Proposed Budget Amendments June 30, 2022
		\$
Local sources	Property Taxes & Interest	(2,091,354)
State sources	Earnings	(3,926,583)
Total proposed estimated revenue amendments	EDA Funding Decrease	<u>(6,017,937)</u>
		\$
 PROPOSED APPROPRIATION AMENDMENTS		
71 Debt Service		82,317,023
Total proposed appropriation amendments		<u>82,317,023</u>
 PROPOSED OTHER FINANCING SOURCES (USES)		
Payments to escrow agents		(109,953,369)
Issuance of bonds and other debt		185,040,000
Premium on the sale of bonds		7,782,644
Proposed total other financing sources (uses) amendments		<u>82,869,275</u>

General Fund:

Revenues:

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

Property tax collections are changing due to a decrease in current year tax collections and an increase in prior year refunds.

Interest earnings change is from increases in the Federal funds rate.

Insurance proceeds change is from increases in insurance claim settlements.

Foundation School Program is changing from an increase in average daily attendance.

Federal revenues have decreased due to reduction in Elementary and Secondary School Emergency Relief Fund (ESSER) indirect costs.

Appropriations:

Recapture has decreased due to an increase in average daily attendance.

Increase in Tax Reinvestment Zone Payments resulting from zone property value increases and zone project plan increases.

Increase in Subscription Based Information technology arrangements, SBITA expenditures due to a recent governmental accounting standard board pronouncement (GASB 96).

Other Financing sources:

Increase in proceeds from right to use Subscription Based Information technology arrangements, SBITA due to a recent governmental accounting standard board pronouncement (GASB 96).

Budget Neutral Amendments

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 position changes, supplies, contracted services, capital, and other operating expenses with varying reasons specific to each campus and department. Budget transfers included:

- Schools transferring funds from function 11 (Instruction) to function 12 (Instructional resources and media services) for substitute pay.
- Schools transferring funds from function 11 (Instruction) to function 13 (Curriculum and Instructional Staff Development) for professional development fees.

- Schools transferring funds from function 11 (Instruction) to function 13 (Curriculum and Instructional Staff Development) for staff development fees and materials.
- Schools transferring funds from function 11 (Instruction) to function 36 (Co-Curricular/extracurricular activities) for athletic stipends and transportation rentals.
- Schools transferring funds from function 11 (Instruction) to function 51 (Plant maintenance and operations) for maintenance repairs and supplies.
- Schools transferring funds from function 23 (School leadership) to function 36 (Co-Curricular/extracurricular activities) for extra duty pay and athletic stipends.
- Departments transferring from function 31 (Guidance, counseling, and evaluation services) to function 51 (Plant maintenance and operations) for contracted maintenance and repairs.
- Departments transferring from function 11 (Instruction) to function 12 (Instructional resources and media services) for TRS on behalf benefits.
- Departments transferring from function 11 (Instruction) to function 13 (Curriculum and Instructional Staff Development) for TRS on behalf benefits.
- Departments transferring from function 11 (Instruction) to function 23 (School leadership) for TRS on behalf benefits.
- Departments transferring from function 11 (Instruction) to function 33 (Health services) for TRS on behalf benefits.
- Departments transferring from function 11 (Instruction) to function 51 (Plant maintenance and operations) for utilities.
- Departments transferring from function 41 (General administration), function 51 (Plant maintenance and operations) and function 53 (Data processing services) to Function 34 (student transportation) for bus purchases. The Environmental Protection Agency (EPA) awarded the district a Clean School Bus (CSB) rebates grant. The district will receive reimbursement in Fiscal year 2024.

Nutrition Service Fund

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

Revenues:

The Federal Programs Assistance Relief will have an adjusted increase for supply chain assistance. Interest earnings are increasing due to increases in the Federal funds rate.

Appropriations:

Appropriations are increasing from utilities and cost of goods increases.

Budget Neutral Amendments

Budget neutral amendments are budget transfers between functions and do not impact the bottom-line district budget. The total for this column is zero. Budget transfers included:

- Department transferring funds from function 35 (food services) to function 41 (General administration) for audit services.
- Department transferring funds from function 35 (food services) to function 51 (Plant maintenance and operations) for facilities and maintenance position actions.

Debt Service Fund

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

Revenues:

Local revenues are decreasing due to a decrease in current year tax collections and an increase in prior year refunds.

State sources is decreasing due to a decrease in the Existing Debt Allotment funding.

Appropriations:

Increase in debt service from bond defeasance.

Other Financing Sources:

Increase in Other Financing Sources resulting from refunding of variable rate bonds.