

Houston Independent School District

Final Budgetary Update

2009–2010



Fiscal Year:
July 1, 2009–June 30, 2010
Houston, Texas



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HOUSTON INDEPENDENT SCHOOL DISTRICT

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FINAL BUDGETARY UPDATE 2009-2010

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GENERAL FUND

The recommended budget for the General Fund for the 2009-2010 fiscal year was adopted on June 25, 2009. The appropriations were \$1,626,457,168, with corresponding estimated revenues of \$1,574,402,251.

Budget Adjustments

The adjusted budget final budget for the General Fund revenues includes an increase of \$16,537,369. This includes adjustments to payments received from prior year TIRZ reimbursements which had an offsetting payment to the City of Houston for the TIRZ.

The adjusted budget for the General Fund includes appropriation increases of \$16,915,874. This includes adjustments for:

1. Payment to the City of Houston TIRZ in the amount of \$16,852,189.
2. Appropriation adjustments for tuition campuses in the amount of \$63,685

Final Budget

The appropriations budget for the General Fund is \$ \$1,701,865,767, including carryover. The final budgeted revenues and other sources total \$1,571,596,702. Year-end undesignated fund balance is estimated to be \$198,806,581 as compared to the June 30, 2009 undesignated fund balance of \$240,593,882.

HOUSTON INDEPENDENT SCHOOL DISTRICT
STATEMENT OF OPERATIONS BY FUNCTION
GENERAL FUND

FINAL BUDGETARY UPDATE FISCAL YEAR 2009-2010 (as adjusted)

	Adopted Budget	Carryover	Mid-Year Adjustments	Mid-Year Adjusted Budget	June Adjustments	June Adjusted Budget	Final Adjustments	Final Budget
REVENUES								
Local sources	\$ 1,080,254,667	\$ -	\$ (8,354,536)	1,071,900,131	\$ (3,576,162)	1,068,323,969	\$ -	1,068,323,969
State sources	455,140,803	-	(24,460,788)	430,680,015	2,419,256	433,099,271	14,401,023	447,500,294
Federal sources	5,163,139	-	3,524,737	8,687,876	-	8,687,876	-	8,687,876
Total Revenues	\$ 1,540,558,609	\$ -	\$ (29,290,587)	1,511,268,022	\$ (1,156,906)	1,510,111,116	\$ 14,401,023	1,524,512,139
EXPENDITURES								
Instruction	921,534,982	3,900,734	(11,349,842)	914,085,874	2,172,448	916,258,322	327,513	916,585,835
Instructional resources and media services	16,251,279	680,535	1,362,254	18,294,068	37,269	18,331,337	(6,942)	18,324,395
Instructional staff development	12,500,837	2,818,059	(92,769)	15,226,127	189,031	15,415,158	(59,935)	15,355,223
Curriculum development	4,558,811	62,571	61,069	4,682,451	36,766	4,719,217	4,020	4,723,237
Instructional leadership	25,370,049	98,350	(4,379,274)	21,089,125	(1,320,966)	19,768,159	(543,938)	19,224,221
School leadership	122,921,389	385,141	4,979,095	128,285,625	(175,059)	128,110,566	254,577	128,365,143
Guidance, counseling and evaluation services	37,114,664	212,900	812,003	38,139,567	2,883	38,142,450	24,137	38,166,587
Social work services	1,359,877	-	(49,854)	1,310,023	(37,193)	1,272,831	(458)	1,272,373
Health services	19,708,863	2,044	332,945	20,043,852	(399,546)	19,644,306	(1,822)	19,642,484
Student transportation	48,889,518	1,007,296	1,218,008	51,114,822	2,744,250	53,859,072	(69,729)	53,789,343
Food services	209,230	-	9,179,094	9,388,324	1,631,181	11,019,505	56,148	11,075,653
Co-Curricular/extracurricular activities	10,472,119	8,155,526	2,917,864	21,545,509	(8,190)	21,537,319	(21,341)	21,515,978
General administration	38,136,446	1,728,152	(259,572)	39,605,026	(1,635,763)	37,969,263	(548,558)	37,420,705
Plant maintenance and operations	188,354,910	8,812,370	(644,635)	196,522,645	(668,242)	195,854,403	548,507	196,402,910
Security and monitoring services	18,860,846	131,722	1,016,835	20,009,403	1,006,547	21,015,951	3,172	21,019,123
Data processing services	25,011,351	2,666,250	757,628	28,435,229	4,034,818	32,470,047	(500)	32,469,547
Community services	2,028,585	-	121,506	2,150,091	240,373	2,390,464	16,941	2,407,405
Debt service	59,772	-	120,711	180,483	2	180,485	81,890	262,375
Facilities acquisition and construction	-	165,417	(1,800)	163,617	(2,127)	161,490	0	161,490
Juvenile justice alternative education programs	2,990,080	-	-	2,990,080	-	2,990,080	-	2,990,080
TIRZ	37,780,666	-	-	37,780,666	-	37,780,666	16,852,189	54,632,855
Intergovernmental Charges	10,232,492	-	-	10,232,492	-	10,232,492	-	10,232,492
Total Expenditures	\$ 1,544,346,766	\$ 30,827,067	\$ 6,101,267	1,581,275,100	\$ 7,848,481	1,589,123,580	\$ 16,915,874	1,606,039,454
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ (3,788,157)	\$ (30,827,067)	\$ (35,391,854)	\$ (70,007,078)	\$ (9,005,386)	\$ (79,012,464)	\$ (2,514,851)	\$ (81,527,315)
OTHER FINANCING SOURCES (USES)								
Transfers-in	10,268,642	-	9,472,055	19,740,697	532,520	20,273,217	-	20,273,217
Transfers-out	(82,110,402)	-	(4,591,901)	(86,702,303)	(9,124,010)	(95,826,313)	-	(95,826,313)
Sale of contractual obligations	23,500,000	-	1,175,000	24,675,000	-	24,675,000	-	24,675,000
Proceeds, leases	-	-	-	-	-	-	2,136,346	2,136,346
Capital leases	75,000	-	-	75,000	(75,000)	-	-	-
Total Other Financing Sources (uses)	\$ (48,266,760)	\$ -	\$ 6,055,154	\$ (42,211,606)	\$ (8,666,490)	\$ (50,878,096)	\$ 2,136,346	\$ (48,741,750)
Net Excess (Deficiency) of Revenues Over (Under) Expenditures	(52,054,917)			(112,218,684)		(129,890,560)		(130,269,065)
Reserve Adjustment	15,000,000			66,354,206		38,481,764		38,481,764
Estimated Fallout	50,000,000			50,000,000		50,000,000		50,000,000
Undesignated Fund Balance, beginning	240,593,882			240,593,882		240,593,882		240,593,882
Undesignated Fund Balance, ending	\$ 253,538,965			244,729,404		\$ 199,185,086		198,806,581

HOUSTON INDEPENDENT SCHOOL DISTRICT

STATEMENT OF REVENUES BY OBJECT

GENERAL FUND

FINAL BUDGETARY UPDATE FISCAL YEAR 2009-2010 (as adjusted)

	Adopted Budget	Mid-Year Adjustments	Mid-Year Adjusted Budget	June Adjustments	June Adjusted Budget	Final Adjustments	Final Budget
REVENUES							
Taxes, current year	\$ 1,021,457,007	\$ 4,713,675	\$ 1,026,170,682	\$ (4,095,604)	\$ 1,022,075,078	\$ 47,251	\$ 1,022,122,329
Taxes, delinquent prior years	26,000,000	(13,000,000)	13,000,000	(2,000,000)	11,000,000	100,000	11,100,000
Taxes, penalty and interest	18,000,000	-	18,000,000	-	18,000,000	-	18,000,000
Revenue in lieu of taxes	1,350,000	914,929	2,264,929	47,251	2,312,180	(47,251)	2,264,929
Tuition, summer	850,000	(75,000)	775,000	-	775,000	-	775,000
Insurance Recovery Proceeds	-	2,739,520	2,739,520	(661,403)	2,078,117	3,033,594	5,111,711
Interest earnings	6,200,000	(4,000,000)	2,200,000	-	2,200,000	-	2,200,000
Rental of facilities	150,000	600,000	750,000	100,000	850,000	(100,000)	750,000
Miscellaneous revenues	3,000,000	-	3,000,000	-	3,000,000	-	3,000,000
Revenue other governments	3,247,660	(247,660)	3,000,000	3,033,594	6,033,594	(3,033,594)	3,000,000
Per capita state revenues	17,931,705	1,435,318	19,367,023	-	19,367,023	-	19,367,023
Foundation school program	369,209,098	(30,196,106)	339,012,992	2,419,256	341,432,248	14,401,023	355,833,271
Other state revenues	-	300,000	300,000	-	300,000	-	300,000
TRS on behalf of	68,000,000	4,000,000	72,000,000	-	72,000,000	-	72,000,000
Federal revenue through TEA	3,113,400	3,314,476	6,427,876	-	6,427,876	-	6,427,876
Army salary revenue	1,796,477	3,523	1,800,000	-	1,800,000	-	1,800,000
Air Force salary revenue	68,556	(8,556)	60,000	-	60,000	-	60,000
Navy salary revenue	184,706	15,294	200,000	-	200,000	-	200,000
Direct Federal Revenue	-	200,000	200,000	-	200,000	-	200,000
Total Revenue	\$ 1,540,558,609	\$ (29,290,587)	\$ 1,511,268,022	\$ (1,156,906)	\$ 1,510,111,116	\$ 14,401,023	\$ 1,524,512,139

OTHER FINANCING SOURCES

Sale of bonds	\$ 23,500,000	\$ 1,175,000	\$ 24,675,000	\$ -	\$ 24,675,000	\$ -	\$ 24,675,000
Transfer from other funds	10,268,642	9,472,055	19,740,697	532,520	20,273,217	-	20,273,217
Proceeds, leases	75,000	-	75,000	(75,000)	-	2,136,346	2,136,346
	\$ 33,843,642	\$ 10,647,055	\$ 44,490,697	\$ 457,520	\$ 44,948,217	\$ 2,136,346	\$ 47,084,563

	Adopted Budget	Mid-Year Adjustments	Mid-Year Adjusted Budget	June Adjustments	June Adjusted Budget	Final Adjustments	Final Budget
Local	\$ 1,080,254,667	\$ (8,354,536)	\$ 1,071,900,131	\$ (3,576,162)	\$ 1,068,323,969	\$ -	\$ 1,068,323,969
State	455,140,803	(24,460,788)	430,680,015	2,419,256	433,099,271	14,401,023	447,500,294
Federal	5,163,139	3,524,737	8,687,876	-	8,687,876	-	8,687,876
Other	33,843,642	10,647,055	44,490,697	457,520	44,948,217	2,136,346	47,084,563
Total Revenues	\$ 1,574,402,251	\$ (18,643,532)	\$ 1,555,758,719	\$ (699,386)	\$ 1,555,059,333	\$ 16,537,369	\$ 1,571,596,702

DEBT SERVICE FUND

The recommended budget for the Debt Service Fund for the 2009-2010 fiscal year was adopted on June 25, 2009. The appropriations were \$215,669,657, with corresponding estimated revenue being \$216,259,221.

Budget Adjustments

As a result of the establishment of the pay-as-you-go Capital Projects initiative, the Debt Service tax rate was reduced in the 2006-2007 school year by four cents resulting in a reduction of current tax revenues generated by the Debt Service tax rate. To make up for the reduction of local tax revenue, a transfer of funds from the General Fund to Debt Service was established.

Revenues in excess of appropriations are used to pay down the district's outstanding variable debt resulting in the reduction of future debt costs.

The Debt Service Fund has no change in appropriations for the final budget.

Revenues have no change for final budget.

Final Budget

The appropriations budget for the Debt Service Fund (as adjusted) is \$206,559,459, including budget adjustments. The adjusted revenue and other sources total \$216,775,859.

HOUSTON INDEPENDENT SCHOOL DISTRICT
STATEMENT OF OPERATIONS BY FUNCTION
DEBT SERVICE FUND
FINAL BUDGETARY UPDATE FISCAL YEAR 2009-2010 (as adjusted)

REVENUES	<u>Adopted Budget</u>	<u>Carryover</u>	<u>Mid-Year Adjustments</u>	<u>Mid-Year Adjusted Budget</u>	<u>June Adjustments</u>	<u>June Adjusted Budget</u>	<u>Final Adjustments</u>	<u>Final Budget</u>
Local sources	\$ 155,368,819	\$ -	\$ 329,346	\$ 155,698,165	\$ -	\$ 155,698,165	\$ -	\$ 155,698,165
Total Revenues	\$ 155,368,819	\$ -	\$ 329,346	\$ 155,698,165	\$ -	\$ 155,698,165	\$ -	\$ 155,698,165
EXPENDITURES	<u>Adopted Budget</u>	<u>Carryover</u>	<u>Mid-Year Adjustments</u>	<u>Mid-Year Adjusted Budget</u>	<u>June Adjustments</u>	<u>June Adjusted Budget</u>	<u>Final Adjustments</u>	<u>Final Budget</u>
Debt principal	91,049,547	-	-	91,049,547	-	91,049,547	-	91,049,547
Debt interest	123,120,110	-	(9,110,198)	114,009,912	-	114,009,912	109,073	114,118,985
Debt service fees	1,500,000	-	-	1,500,000	-	1,500,000	(109,073)	1,390,927
Total Expenditures	\$ 215,669,657	\$ -	\$ (9,110,198)	\$ 206,559,459	\$ -	\$ 206,559,459	\$ -	\$ 206,559,459
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ (60,300,838)	\$ -	\$ 9,439,544	\$ (50,861,294)	\$ -	\$ (50,861,294)	\$ -	\$ (50,861,294)
OTHER FINANCING SOURCES (USES)	<u>Adopted Budget</u>	<u>Carryover</u>	<u>Mid-Year Adjustments</u>	<u>Mid-Year Adjusted Budget</u>	<u>June Adjustments</u>	<u>June Adjusted Budget</u>	<u>Final Adjustments</u>	<u>Final Budget</u>
Transfers In	60,890,402	-	187,292	61,077,694	-	61,077,694	-	61,077,694
Total Other Financing Sources (uses)	\$ 60,890,402	\$ -	\$ 187,292	\$ 61,077,694	\$ -	\$ 61,077,694	\$ -	\$ 61,077,694
Net Excess (Deficiency) of Revenues Over (Under) Expenditures	589,564			10,216,400		10,216,400		10,216,400
Reserve Adjustment	-			-		-		-
Beginning Fund Balance	107,500,267			107,500,267		107,500,267		107,500,267
Ending Fund Balance	\$ 108,089,831			\$ 117,716,667		117,716,667		\$ 117,716,667

HOUSTON INDEPENDENT SCHOOL DISTRICT
STATEMENT OF REVENUES BY OBJECT
DEBT SERVICE FUND
FINAL BUDGETARY UPDATE FISCAL YEAR 2009-2010 (as adjusted)

REVENUES	<u>Adopted Budget</u>	<u>Mid-Year Adjustments</u>	<u>Mid-Year Adjusted Budget</u>	<u>June Adjustments</u>	<u>June Adjusted Budget</u>	<u>Final Adjustments</u>	<u>Final Budget</u>
Transfer from other funds	\$ 60,890,402	\$ 187,292	\$ 61,077,694	\$ -	\$ 61,077,694	\$ -	\$ 61,077,694
Taxes, current year	152,198,819	702,346	152,901,165	-	152,901,165	-	152,901,165
Taxes, delinquent prior years	1,400,000	-	1,400,000	-	1,400,000	-	1,400,000
Taxes, penalty and interest	1,000,000	-	1,000,000	-	1,000,000	-	1,000,000
Interest earnings	770,000	(373,000)	397,000	-	397,000	-	397,000
GRAND TOTAL	\$ 216,259,221	\$ 516,638	\$ 216,775,859	\$ -	\$ 216,775,859	\$ -	\$ 216,775,859

	<u>Adopted Budget</u>	<u>Mid-Year Adjustments</u>	<u>Mid-Year Adjusted Budget</u>	<u>June Adjustments</u>	<u>June Adjusted Budget</u>	<u>Final Adjustments</u>	<u>Final Budget</u>
Local	\$ 155,368,819	\$ 329,346	\$ 155,698,165	\$ -	\$ 155,698,165	\$ -	\$ 155,698,165
Other	60,890,402	187,292	61,077,694	-	61,077,694	-	61,077,694
Total Revenues	\$ 216,259,221	\$ 516,638	\$ 216,775,859	\$ -	\$ 216,775,859	\$ -	\$ 216,775,859

SPECIAL REVENUE FUND

The recommended budget for the Special Revenue Fund for the 2009-2010 fiscal year was adopted on June 25, 2009. The appropriations were \$368,665,965, with corresponding revenue being \$359,323,332.

Budget Adjustments

The Special Revenue Fund is being increased by \$9,774,327 as a result of additional grants new to the district and amendments to existing grants held by the district.

Final Budget

The appropriations budget for the Special Revenue Fund is \$548,972,493, including carryover and budget adjustments.

The budgeted revenue and other sources total \$548,972,493.

HOUSTON INDEPENDENT SCHOOL DISTRICT
STATEMENT OF AVAILABLE BALANCES BY FUNCTION
SPECIAL REVENUE FUND
FINAL BUDGETARY UPDATE FOR FISCAL YEAR 2009-2010 (as adjusted)

BUDGETED REVENUES	<u>Adopted Budget</u>	<u>Carryover</u>	<u>Mid-Year Adjustments</u>	<u>Mid-Year Adjusted Budget</u>	<u>June Adjustments</u>	<u>June Adjusted Budget</u>	<u>Final Adjustments</u>	<u>Final Budget</u>
Local sources	\$ 30,067,270	\$ 14,590,815	\$ (25,545,434)	\$ 19,112,651	\$ (8,256,334)	\$ 10,856,317	\$ 9,815,303	\$ 20,671,620
State sources	63,246,572	18,704,374	(41,291,181)	40,659,765	32,311,174	72,970,939	186,361	73,157,300
Federal sources	266,009,490	4,864,036	173,886,889	444,760,415	10,497,778	455,258,193	(114,620)	455,143,573
Total Budgeted Revenues	\$ 359,323,332	\$ 38,159,225	\$ 107,050,274	\$ 504,532,831	\$ 34,552,618	\$ 539,085,449	\$ 9,887,044	\$ 548,972,493
BUDGETED EXPENDITURES	<u>Adopted Budget</u>	<u>Carryover</u>	<u>Mid-Year Adjustments</u>	<u>Mid-Year Adjusted Budget</u>	<u>June Adjustments</u>	<u>June Adjusted Budget</u>	<u>Final Adjustments</u>	<u>Final Budget</u>
Instruction	\$ 210,268,061	\$ 7,589,842	\$ (41,208,959)	\$ 176,648,944	\$ 78,957,493	\$ 255,606,437	\$ 7,847,035	263,453,472
Instructional resources and media services	739,875	71,661	106,226	917,762	124,846	1,042,608	4,567	1,047,175
Instructional staff development	75,226,885	14,154,445	172,048,738	261,430,068	(55,652,611)	205,777,457	(23,811,158)	181,966,299
Curriculum development	-	11,196	367,311	378,507	112,717	362,987	(23)	362,964
Instructional leadership	11,560,544	432,203	(519,048)	11,473,699	(57,109)	11,416,590	(190,646)	11,225,944
School leadership	3,517,255	846,012	(1,132,329)	3,230,938	3,054,033	6,284,971	(1,554)	6,283,417
Guidance, counseling and evaluation services	13,475,118	682,121	1,558,343	15,715,582	9,337,646	25,053,228	5,598,107	30,651,335
Social work services	1,397,978	95,133	106,924	1,600,035	23,677	1,623,712	(28,473)	1,595,239
Health services	2,239,839	28,924	(1,163,697)	1,105,066	180,691	1,285,757	550,025	1,835,782
Student transportation	1,842,783	229,293	(778,640)	1,293,436	4,564,217	5,857,653	(27,939)	5,829,714
Food services	71,268	141,405	96,760	309,433	934,053	1,243,486	(168,028)	1,075,458
Co-Curricular/extracurricular activities	4,436,128	587,535	(1,942,154)	3,081,509	62,449	3,143,958	97	3,144,055
General administration	4,771,135	(179,516)	531,520	5,123,139	510,808	5,633,947	73,949	5,707,896
Plant maintenance and operations	2,711,149	2,839,387	(3,118,636)	2,431,900	201,316	2,633,216	10,535,266	13,168,482
Security and monitoring services	893,768	37,616	(411,962)	519,422	425,743	945,165	31,555	976,720
Data processing services	30,839,123	10,016,392	(17,780,523)	23,074,992	(17,427,549)	5,647,443	9,229,916	14,877,359
Community services	4,421,886	409,200	(1,372,421)	3,458,665	279,016	3,737,681	127,831	3,865,512
Juvenile justice alternative education programs	-	-	-	-	-	-	-	-
Debt service	1,808	-	(1,808)	-	-	-	-	-
Facilities acquisition and construction	251,362	166,376	1,664,629	2,082,367	(180,497)	1,901,870	3,800	1,905,670
TIRZ	-	-	-	-	-	-	-	-
Intergovernmental Charges	-	-	-	-	-	-	-	-
Total Budgeted Expenditures	\$ 368,665,965	\$ 38,159,225	\$ 107,050,274	\$ 513,875,464	\$ 25,450,939	\$ 539,198,166	\$ 9,774,327	\$ 548,972,493
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ (9,342,633)			(9,342,633)	9,101,679	(112,717)	112,717	\$ -
Beginning fund balance	9,342,633			9,342,633		9,342,633		-
Ending Fund Balance	\$ -			-		9,229,916		\$ -

HOUSTON INDEPENDENT SCHOOL DISTRICT
STATEMENT OF AVAILABLE BALANCES BY FUNCTION
SPECIAL REVENUE FUND
FINAL BUDGETARY UPDATE FOR FISCAL YEAR 2009-2010 (as adjusted)

APPROPRIATIONS	Revised Adopted Budget	Mid-Year Adjustments	Mid-Year Budget	June Adjustments	June Budget	Final Adjustments	Final Budget
<u>Local sources</u>							
ANNENBERG GRANT	\$ 359,590	\$ (13,473)	\$ 346,117	\$ 5,395	\$ 351,512	\$ 100,000	\$ 451,512
BILL & MELINDA GATES	-	1,913,596	1,913,596	-	1,913,596	-	1,913,596
HISD FOUNDATION	-	6,767	6,767	-	6,767	-	6,767
SEQUOIA FOUNDATION	-	33,000	33,000	-	33,000	-	33,000
BUSH - CLINTON HURRICANE RELIEF	-	15,025	15,025	-	15,025	-	15,025
HOUSTON KATRINA/ RITA FUND	15,000	267,049	282,049	-	282,049	-	282,049
HOUSTON LIVESTOCK SHOW & RODEO	-	642,008	642,008	14,932	656,940	21,609	678,549
MCNAIR FOUNDATION	-	68,068	68,068	(11,037)	57,031	-	57,031
E-RATE	-	9,342,633	9,342,633	(9,229,916)	112,717	9,229,916	9,342,633
TX MUSIC PROJECT - SOUND INVESTMEN5T	-	94,245	94,245	2,000	96,245	-	96,245
THE 100% CAMPAIGN	-	-	-	100,800	100,800	-	100,800
BROAD FOUNDATION	-	5,315	5,315	-	5,315	-	5,315
MICHAEL & SUSAN DELL	-	1,625,703	1,625,703	-	1,625,703	-	1,625,703
MISC PROJECT GRANTS	10,617,785	(5,879,660)	4,738,125	974,209	5,712,334	351,061	6,063,395
Total Local Sources	\$ 10,992,375	\$ 8,120,276	\$ 19,112,651	\$ (8,143,617)	\$ 10,969,034	\$ 9,702,586	\$ 20,671,620
<u>State Sources</u>							
HOUSE BILL ONE	\$ -	\$ 1,200,751	\$ 1,200,751	\$ -	\$ 1,200,751	\$ -	\$ 1,200,751
INVESTMENT CAPITAL FUNDS	-	464,340	464,340	549,787	1,014,127	-	1,014,127
OPTIONAL EXTENDED YEAR	1,168,788	(710,790)	457,998	1,030,776	1,488,774	-	1,488,774
LIFE SKILLS PROGRAMS	228,701	111,155	339,856	-	339,856	5,647,443	339,856
SPECIAL ED - STATE PROGRAMS	-	678,566	678,566	51,100	729,666	-	729,666
INTENSIVE MATH INITIATIVE	-	56,916	56,916	-	56,916	-	56,916
INTENSIVE READING INITIATIVE	-	74,528	74,528	-	74,528	-	74,528
STATE TECHNOLOGY	6,146,175	5,727,665	11,873,840	(53,286)	11,820,554	-	11,820,554
PROJECT GRAD	-	3,432	3,432	-	3,432	-	3,432
TX FITNESS NOW	-	563,421	563,421	450,736	1,014,157	-	1,014,157
TX REDESIGN & RESTRUCTURING	605,000	(605,000)	-	-	-	-	-
PRE K & KINDERGARTEN	1,400,992	6,197,901	7,598,893	(1)	7,598,892	1	7,598,893
ACCELERATED MATH INTERVENTION	-	529,807	529,807	-	529,807	-	529,807
ACCELERATED READING INTERVENTION	-	862,163	862,163	1,995,041	2,857,204	(45,427)	2,811,777
TX EDUCATORS EXCELLENCE AWARD GRANT	-	6,946,749	6,946,749	-	6,946,749	-	6,946,749
MISC STATE GRANTS	41,174,011	(32,165,506)	9,008,505	28,287,021	37,295,526	231,787	37,527,313
Total State Sources	\$ 50,723,667	\$ (10,063,902)	\$ 40,659,765	\$ 32,311,174	\$ 72,970,939	\$ 5,833,804	\$ 73,157,300
<u>Federal Sources</u>							
TITLE I - PART A	\$ 97,263,639	\$ 20,252,375	\$ 117,516,014	\$ (1,757)	\$ 117,514,257	\$ (68,941)	\$ 117,445,316
TITLE II - PART A	15,671,459	1,562,001	17,233,460	6,251	17,239,711	(107,429)	17,132,282
TITLE III - PART A - LEP	6,606,378	412,883	7,019,261	169,973	7,189,234	48,092	7,237,326
TITLE IV - PART A	975,033	473,266	1,448,299	137,328	1,585,627	(116,068)	1,469,559
SPECIAL ED	32,989,000	30,609,318	63,598,318	5,886,577	69,484,895	-	69,484,895
TX READ FIRST - K-3	-	6,484,325	6,484,325	-	6,484,325	-	6,484,325
GEAR UP	-	3,122,400	3,122,400	-	3,122,400	-	3,122,400
STAR GRANT	-	2,233	2,233	-	2,233	-	2,233
TITLE I-STIMULUS	85,504,909	5,112,150	90,617,059	-	90,539,177	-	90,539,177
TITLE II - PART A-STIMULUS	-	-	-	-	-	-	-
TITLE II - PART D-STIMULUS	-	2,718,049	2,718,049	-	2,718,049	-	2,718,049
SPECIAL ED STIMULUS	43,503,927	-	43,503,927	-	43,503,927	-	43,503,927
MISC STIMULUS	-	227,723	227,723	-	1,525,123	(168,028)	1,357,095
STATE FISCAL STABILIZATION FUNDS	9,662,000	46,636,007	56,298,007	-	56,298,007	-	56,298,007
PROJECT GRAD	-	1,528,300	1,528,300	-	1,528,300	-	1,528,300
CARL PERKINS	3,614,352	142,201	3,756,553	-	3,875,010	-	3,875,010
TITLE I -MIGRANT	560,594	162,606	723,200	-	723,200	79,590	802,790
TITLE II PART D	939,575	675,374	1,614,949	-	1,614,949	(300,207)	1,314,742
MISC FEDERAL GRANTS	316,424	27,031,914	27,348,338	2,961,431	30,309,769	518,371	30,828,140
Total Federal Sources	\$ 297,607,290	\$ 147,153,125	\$ 444,760,415	\$ 9,159,803	\$ 455,258,193	\$ (114,620)	\$ 455,143,573
TOTAL BUDGET AND REVENUES	\$ 359,323,332	\$ 145,209,499	\$ 504,532,831	\$ 33,327,360	\$ 539,198,166	\$ 15,421,770	\$ 548,972,493

FOOD SERVICE FUND

The recommended budget for the Food Service Fund for the 2009-2010 fiscal year was adopted on June 16, 2009. The appropriations were \$97,293,765, with corresponding estimated revenue being \$98,224,956.

Budget Adjustments

Functional changes and budget amendments previously approved by the Board of Education to the Food Service Fund increased appropriations by \$1,185,776 from a shift in appropriations from capital outlay to other spending categories. Revenues had no changes.

Final Budget

The appropriations budget for the Food Service Fund (as adjusted) has appropriations of \$111,509,578 with corresponding estimated revenue of \$101,037,057. Based on Texas Department of Agriculture regulations, \$10,604,609 was transferred from fund balance in the General Operating Fund to clear out the Food Service Fund deficit as of June 30, 2010.

HOUSTON INDEPENDENT SCHOOL DISTRICT
STATEMENT OF OPERATIONS BY MAJOR OBJECT
FOOD SERVICE FUND
FINAL BUDGETARY UPDATE FISCAL YEAR 2009-2010 (as adjusted)

REVENUES	<u>Adopted Budget</u>	<u>Mid-Year Adjusted Budget</u>	<u>June Adjustments</u>	<u>June Adjusted Budget</u>	<u>Final Adjustments</u>	<u>Final Budget</u>
Sales to customers	\$ 15,865,690	\$ 10,978,673	\$ (458,673)	\$ 10,520,000	\$ -	\$ 10,520,000
Miscellaneous other sources	404,359	330,790	345,828	676,618	-	676,618
Total Revenues	\$ 16,270,049	\$ 11,309,463	\$ (112,845)	\$ 11,196,618	\$ -	\$ 11,196,618
EXPENDITURES	<u>Adopted Budget</u>	<u>Mid-Year Adjusted Budget</u>	<u>June Adjustments</u>	<u>June Adjusted Budget</u>	<u>Final Adjustments</u>	<u>Final Budget</u>
Payroll costs	39,290,166	44,240,039	369,356	44,609,395	(19,118)	44,590,277
Purchased and contracted services	13,972,497	13,438,788	-	13,438,788	(59,621)	13,379,167
Supplies and materials	42,825,505	50,645,577	999,998	51,645,575	902,207	52,547,782
Other operating expenses	265,584	999,402	(369,358)	630,044	103,232	733,276
Depreciation	940,013	3,396,954	(3,396,954)	-	259,076	259,076
Total Expenditures	\$ 97,293,765	\$ 112,720,760	\$ (2,396,958)	\$ 110,323,802	\$ 1,185,776	\$ 111,509,578
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ (81,023,716)	\$ (101,411,297)	\$ 2,284,113	\$ (99,127,184)	\$ (1,185,776)	\$ (100,312,960)
OTHER FINANCING SOURCES (USES)						
Earnings on investments	28,218	2,351	221	2,572	-	2,572
Grants from federal agencies						
Child nutrition program	72,569,586	77,396,209	908,941	78,305,150	-	78,305,150
Summer food program	4,504,852	4,866,474	-	4,866,474	-	4,866,474
Donated commodities	4,188,664	5,236,841	839,157	6,075,998	-	6,075,998
State matching and other	663,587	625,000	(34,755)	590,245	-	590,245
Total non-operating revenue	\$ 81,954,907	\$ 88,126,875	\$ 1,713,564	\$ 89,840,439	\$ -	\$ 89,840,439
Income before transfers	931,191	(13,284,422)		(9,286,745)		(10,472,521)
Transfers out	-	-		9,286,745		-
Change in net assets	931,191	(13,284,422)		-		(10,472,521)
Total net assets, beginning	746,616	746,616		746,616		746,616
Total net assets, ending	\$ 1,677,807	(12,537,806)		\$ 746,616		(9,725,905)

CAPITAL RENOVATION FUND (INCLUDING PUBLIC FACILITY CORPORATION)

The recommended budget for the Capital Renovation Fund including the Public Facility Corporation (PFC) for the 2009-2010 fiscal year was adopted on June 25, 2009. The appropriations were \$185,720,633, with corresponding estimated revenues and other sources of \$52,325,260.

Carryover and Budget Adjustments

The Capital Renovation Fund was adjusted to show all funds available including those from prior year carryover funds, new revenues anticipated at the start of the year adjusted by additional revenues or appropriations identified since budget adoption. Unspent funds will be carried over to 2010-2011 for completion of ongoing projects.

Final Available Funds

The available funds for the Capital Renovation Fund, including the PFC, have \$1,132,869,127, including carryover and budget adjustments for construction projects. The budgeted revenues and other sources total \$521,266,605. There is a net increase of \$3,197,775 in both appropriations and revenues to reflect an increase in the sale of capital assets of \$209,463, a decrease of \$4,164 in the transfers-in for CP1, a decrease of \$115,214 in the sale of bonds for PFC, and a net increase of \$3,107,690 due to a change in interest projections and TIRZs.

HOUSTON INDEPENDENT SCHOOL DISTRICT
STATEMENT OF AVAILABLE FUNDS BY FUNCTION
CAPITAL RENOVATION FUND AND PUBLIC FACILITIES CORPORATION
FINAL BUDGETARY UPDATE FISCAL YEAR 2009-2010 (as adjusted)

REVENUES	<u>Adopted Budget</u>	<u>Mid-Year Adjusted Budget</u>	<u>June Adjustments</u>	<u>June Adjusted Budget</u>	<u>Final Adjustments</u>	<u>Final Budget</u>	
Local sources	\$ 21,825,260	\$ 21,825,260	\$ (1,014,884)	\$ 20,810,376	\$ 3,107,690	\$ 23,918,066	
Total Revenues	\$ 21,825,260	\$ 21,825,260	\$ (1,014,884)	\$ 20,810,376	\$ 3,107,690	\$ 23,918,066	
		<u>Adopted Budget</u>	<u>Mid-Year Adjusted Budget for Future Authorized Projects</u>	<u>June Adjustments</u>	<u>June Adjusted Budget for Future Authorized Projects</u>	<u>Final Adjustments</u>	<u>Final Adjusted Budget for Future Authorized Projects</u>
EXPENDITURES							
Facilities acquisition and construction	176,440,633	1,062,243,754	58,147,598	1,120,391,352	3,197,775	1,123,589,127	
Total Expenditures	\$ 176,440,633	\$ 1,062,243,754	\$ 58,147,598	\$ 1,120,391,352	\$ 3,197,775	\$ 1,123,589,127	
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ (154,615,373)	\$ (1,040,418,494)	\$ (59,162,482)	\$ (1,099,580,976)	\$ (90,085)	\$ (1,099,671,061)	
OTHER FINANCING SOURCES (USES)							
Transfers-in	30,500,000	30,500,000	-	30,500,000	(4,164)	30,495,836	
Transfers-out	(9,280,000)	(9,280,000)	-	(9,280,000)	-	(9,280,000)	
Sale of bonds and contractual obligations	-	407,595,972	54,500,000	462,095,972	(115,214)	461,980,758	
Proceeds from sale of capital assets	-	-	4,662,482	4,662,482	209,463	4,871,945	
Total Other Financing Sources (Uses)	\$ 21,220,000	\$ 428,815,972	\$ 59,162,482	\$ 487,978,454	\$ 90,085	\$ 488,068,539	
Net Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ (133,395,373)			\$ (611,602,522)		\$ (611,602,522)	
Designated for Authorized Construction 06/30/09	\$ 611,602,522			\$ 611,602,522		\$ 611,602,522	
Designated for Authorized Construction 06/30/10	\$ 478,207,149			\$ -		\$ -	