

Houston Independent School District

June Budgetary Update

2009–2010



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



HOUSTON INDEPENDENT SCHOOL DISTRICT

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MID-YEAR 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 for the General Fund revenues and other sources includes net reductions of \$699,386. This includes adjustments to property taxes, state aid, funds for the crossing guard program, transfers in from Professional Development year-end fund balance, and miscellaneous state revenues.

The adjusted budget for the General Fund includes appropriation increases of \$16,972,491. This includes adjustments for:

1. Reserve adjustment of \$7,127,558 from prior year capital outlay funds.
2. Texas Connections Academy contract payment from prior year operations in the amount of \$235,300, which has offsetting state revenues.
3. Transfers out in the amount of \$9,124,010. This includes an increase of 9,286,745 for transfers to the Food Services Fund for losses in the 2009-2010 fiscal year, and a decrease of \$162,735 for transfers to debt service.
4. Other adjustments in the amount of \$485,623 include revenue from tuition and rentals.

June Budget

The appropriations budget for the General Fund is \$ \$1,684,949,893, including carryover and fund balance contributions. The final budgeted revenues and other sources total \$1,555,059,333. Year-end undesignated fund balance is estimated to be \$199,185,086 as compared to the June 30, 2009 of \$240,593,882. Planned use of undesignated fund balance include \$35,000,000 for board member capital projects to be transferred a reserve for this purpose, \$5,000,000 for one-time PUA funds and \$1,461,186 for school reconstitution from the 2009-2010 original budget.

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

REVENUES	Adopted Budget	Carryover	Mid-Year Adjustments	Mid-Year Adjusted Budget	June Adjustments	June Adjusted Budget
Local sources	\$ 1,080,254,667	\$ -	\$ (8,354,536)	\$ 1,071,900,131	\$ (3,576,162)	\$ 1,068,323,969
State sources	455,140,803	-	(24,460,788)	430,680,015	2,419,256	433,099,271
Federal sources	5,163,139	-	3,524,737	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
EXPENDITURES	Adopted Budget	Carryover	Mid-Year Adjustments	Mid-Year Adjusted Budget	June Adjustments	June Adjusted Budget
Instruction	921,534,982	3,900,734	(11,349,842)	914,085,874	2,172,448	916,258,322
Instructional resources and media services	16,251,279	680,535	1,362,254	18,294,068	37,269	18,331,337
Instructional staff development	12,500,837	2,818,059	(92,769)	15,226,127	189,031	15,415,158
Curriculum development	4,558,811	62,571	61,069	4,682,451	36,766	4,719,217
Instructional leadership	25,370,049	98,350	(4,379,274)	21,089,125	(1,320,966)	19,768,159
School leadership	122,921,389	385,141	4,979,095	128,285,625	(175,059)	128,110,566
Guidance, counseling and evaluation services	37,114,664	212,900	812,003	38,139,567	2,883	38,142,450
Social work services	1,359,877	-	(49,854)	1,310,023	(37,193)	1,272,831
Health services	19,708,863	2,044	332,945	20,043,852	(399,546)	19,644,306
Student transportation	48,889,518	1,007,296	1,218,008	51,114,822	2,744,250	53,859,072
Food services	209,230	-	9,179,094	9,388,324	1,631,181	11,019,505
Co-Curricular/extracurricular activities	10,472,119	8,155,526	2,917,864	21,545,509	(8,190)	21,537,319
General administration	38,136,446	1,728,152	(259,572)	39,605,026	(1,635,763)	37,969,263
Plant maintenance and operations	188,354,910	8,812,370	(644,635)	196,522,645	(668,242)	195,854,403
Security and monitoring services	18,860,846	131,722	1,016,835	20,009,403	1,006,547	21,015,951
Data processing services	25,011,351	2,666,250	757,628	28,435,229	4,034,818	32,470,047
Community services	2,028,585	-	121,506	2,150,091	240,373	2,390,464
Debt service	59,772	-	120,711	180,483	2	180,485
Facilities acquisition and construction	-	165,417	(1,800)	163,617	(2,127)	161,490
Juvenile justice alternative education programs	2,990,080	-	-	2,990,080	-	2,990,080
TIRZ	37,780,666	-	-	37,780,666	-	37,780,666
Intergovernmental Charges	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
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)
OTHER FINANCING SOURCES (USES)						
Transfers-in	10,268,642	-	9,472,055	19,740,697	532,520	20,273,217
Transfers-out	(82,110,402)	-	(4,591,901)	(86,702,303)	(9,124,010)	(95,826,313)
Sale of contractual obligations	23,500,000	-	1,175,000	24,675,000	-	24,675,000
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)
Net Excess (Deficiency) of Revenues Over (Under) Expenditures	(52,054,917)	-	(60,163,767)	(112,218,684)	42,491,891	(129,890,560)
Reserve Adjustment	15,000,000	-	51,354,206	66,354,206	(27,872,442)	38,481,764
Estimated Fallout	50,000,000	-	-	50,000,000	-	50,000,000
Undesignated Fund Balance, beginning	240,593,882	-	-	240,593,882	-	240,593,882

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

REVENUES	Adopted Budget	Mid-Year Adjustments	Mid-Year Adjusted Budget	June Adjustments	June Adjusted Budget
Taxes, current year	1,021,457,007	4,713,675	1,026,170,682	(4,095,604)	1,022,075,078
Taxes, delinquent prior years	26,000,000	(13,000,000)	13,000,000	(2,000,000)	11,000,000
Taxes, penalty and interest	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
Tuition, summer	850,000	(75,000)	775,000	-	775,000
Insurance Recovery Proceeds	-	2,739,520	2,739,520	(661,403)	2,078,117
Interest earnings	6,200,000	(4,000,000)	2,200,000	-	2,200,000
Rental of facilities	150,000	600,000	750,000	100,000	850,000
Miscellaneous revenues	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
Per capita state revenues	17,931,705	1,435,318	19,367,023	-	19,367,023
Foundation school program	369,209,098	(30,196,106)	339,012,992	2,419,256	341,432,248
Other state revenues	-	300,000	300,000	-	300,000
TRS on behalf of	68,000,000	4,000,000	72,000,000	-	72,000,000
Federal revenue through TEA	3,113,400	3,314,476	6,427,876	-	6,427,876
Army salary revenue	1,796,477	3,523	1,800,000	-	1,800,000
Air Force salary revenue	68,556	(8,556)	60,000	-	60,000
Navy salary revenue	184,706	15,294	200,000	-	200,000
Direct Federal Revenue	-	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

OTHER FINANCING SOURCES

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

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

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 primarily for additional principal payments of District debt. For the 2009-2010 fiscal year the District made an additional variable debt payment in the amount of \$18,300,000, a redemption of \$13,990,000 in Series 1999A debt, and an open market purchase and cancellation of Series 2005B debt in the amount of \$1,500,000.

There are no adjustments to revenues or appropriations from the Mid-Year budgetary update..

June Budget

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

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

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

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

	Adopted Budget	Mid-Year Adjustments	Mid-Year Adjusted Budget	June Adjustments	June Adjusted Budget
Local	\$ 155,368,819	\$ 329,346	\$ 155,698,165	\$ -	\$ 155,698,165
Other	60,890,402	187,292	61,077,694	-	61,077,694
Total Revenues	\$ 216,259,221	\$ 516,638	\$ 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 \$34,552,618 as a result of additional grants new to the district and amendments to existing grants held by the district.

June Budget

The appropriations budget for the Special Revenue Fund is \$539,198,166, including carryover and budget adjustments.

The budgeted revenue and other sources total \$539,085,449.

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

BUDGETED REVENUES	Adopted Budget	Carryover	Mid-Year Adjustments	Mid-Year Adjusted Budget	June Adjustments	June Adjusted Budget
Local sources	\$ 30,067,270	\$ 14,590,815	\$ (25,545,434)	\$ 19,112,651	\$ (8,256,334)	\$ 10,856,317
State sources	63,246,572	18,704,374	(41,291,181)	40,659,765	32,311,174	72,970,939
Federal sources	266,009,490	4,864,036	173,886,889	444,760,415	10,497,778	455,258,193
Total Budgeted Revenues	\$ 359,323,332	\$ 38,159,225	\$ 107,050,274	\$ 504,532,831	\$ 34,552,618	\$ 539,085,449
BUDGETED EXPENDITURES	Adopted Budget	Carryover	Mid-Year Adjustments	Mid-Year Adjusted Budget	June Adjustments	June Adjusted Budget
Instruction	\$ 210,268,061	\$ 7,589,842	\$ (41,208,959)	\$ 176,648,944	78,957,493	255,606,437
Instructional resources and media services	739,875	71,661	106,226	917,762	124,846	1,042,608
Instructional staff development	75,226,885	14,154,445	172,048,738	261,430,068	(55,652,611)	205,777,457
Curriculum development	-	11,196	367,311	378,507	112,717	362,987
Instructional leadership	11,560,544	432,203	(519,048)	11,473,699	(57,109)	11,416,590
School leadership	3,517,255	846,012	(1,132,329)	3,230,938	3,054,033	6,284,971
Guidance, counseling and evaluation services	13,475,118	682,121	1,558,343	15,715,582	9,337,646	25,053,228
Social work services	1,397,978	95,133	106,924	1,600,035	23,677	1,623,712
Health services	2,239,839	28,924	(1,163,697)	1,105,066	180,691	1,285,757
Student transportation	1,842,783	229,293	(778,640)	1,293,436	4,564,217	5,857,653
Food services	71,268	141,405	96,760	309,433	934,053	1,243,486
Co-Curricular/extracurricular activities	4,436,128	587,535	(1,942,154)	3,081,509	62,449	3,143,958
General administration	4,771,135	(179,516)	531,520	5,123,139	510,808	5,633,947
Plant maintenance and operations	2,711,149	2,839,387	(3,118,636)	2,431,900	201,316	2,633,216
Security and monitoring services	893,768	37,616	(411,962)	519,422	425,743	945,165
Data processing services	30,839,123	10,016,392	(17,780,523)	23,074,992	(17,427,549)	5,647,443
Community services	4,421,886	409,200	(1,372,421)	3,458,665	279,016	3,737,681
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
TIRZ	-	-	-	-	-	-
Intergovernmental Charges	-	-	-	-	-	-
Total Budgeted Expenditures	\$ 368,665,965	\$ 38,159,225	\$ 107,050,274	\$ 513,875,464	\$ 25,450,939	\$ 539,198,166
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ (9,342,633)			\$ (9,342,633)	\$ 9,101,679	\$ (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
JUNE BUDGETARY UPDATE FOR FISCAL YEAR 2009-2010 (as adjusted)

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

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.

June Budget

The appropriations budget for the Food Service Fund (as adjusted) has appropriations of \$110,323,802 with corresponding estimated revenue of \$101,037,057. Based on Texas Department of Agriculture regulations and the deficit position of the Food Service Fund, it will be necessary for the final project deficit as of June 30, 2010 to be funded through a transfer of fund balance from the General Operating Fund.

HOUSTON INDEPENDENT SCHOOL DISTRICT
STATEMENT OF OPERATIONS BY MAJOR OBJECT
FOOD SERVICE FUND
JUNE 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>
Sales to customers	\$ 15,865,690	\$ (4,887,017)	\$ 10,978,673	\$ (458,673)	\$ 10,520,000
Miscellaneous other sources	404,359	(73,569)	330,790	345,828	676,618
Total Revenues	\$ <u>16,270,049</u>	\$ <u>(4,960,586)</u>	\$ <u>11,309,463</u>	\$ <u>(112,845)</u>	\$ <u>11,196,618</u>
EXPENDITURES	<u>Adopted Budget</u>	<u>Mid-Year Adjustments</u>	<u>Mid-Year Adjusted Budget</u>	<u>June Adjustments</u>	<u>June Adjusted Budget</u>
Payroll costs	39,290,166	4,949,873	44,240,039	369,356	44,609,395
Purchased and contracted services	13,972,497	(533,709)	13,438,788	-	13,438,788
Supplies and materials	42,825,505	7,820,072	50,645,577	999,998	51,645,575
Other operating expenses	265,584	733,818	999,402	(369,358)	630,044
Depreciation	940,013	2,456,941	3,396,954	(3,396,954)	-
Total Expenditures	\$ <u>97,293,765</u>	\$ <u>15,426,995</u>	\$ <u>112,720,760</u>	\$ <u>(2,396,958)</u>	\$ <u>110,323,802</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ <u>(81,023,716)</u>	\$ <u>(20,387,581)</u>	\$ <u>(101,411,297)</u>	\$ <u>2,284,113</u>	\$ <u>(99,127,184)</u>
OTHER FINANCING SOURCES (USES)					
Earnings on investments	28,218	(25,867)	2,351	221	2,572
Grants from federal agencies					
Child nutrition program	72,569,586	4,826,623	77,396,209	908,941	78,305,150
Summer food program	4,504,852	361,622	4,866,474	-	4,866,474
Donated commodities	4,188,664	1,048,177	5,236,841	839,157	6,075,998
State matching and other	663,587	(38,587)	625,000	(34,755)	590,245
Total non-operating revenue	\$ <u>81,954,907</u>	\$ <u>6,171,968</u>	\$ <u>88,126,875</u>	\$ <u>1,713,564</u>	\$ <u>89,840,439</u>
Income before transfers	931,191		(13,284,422)		(9,286,745)
Transfers in	-		-		9,286,745
Change in net assets	\$ <u>931,191</u>		\$ <u>(13,284,422)</u>		\$ <u>-</u>
Total net assets, beginning	746,616		746,616		746,616
Total net assets, ending	\$ <u>1,677,807</u>		\$ <u>(12,537,806)</u>		\$ <u>746,616</u>

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.

June Available Funds

The available funds for the Capital Renovation Fund, including the PFC, have \$1,129,671,352, including carryover and budget adjustments for construction projects. The budgeted revenues and other sources total \$518,068,830. There is a net increase of \$58,147,598 in both available funds and revenues to reflect an increase in the sale of bonds of \$54,500,000, an increase of \$4,662,482 for the sale of capital assets and a net decrease of \$1,014,884 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
JUNE 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>
Local sources	\$ 21,825,260	\$ -	\$ 21,825,260	\$ (1,014,884)	\$ 20,810,376
Total Revenues	\$ 21,825,260	\$ -	\$ 21,825,260	\$ (1,014,884)	\$ 20,810,376
EXPENDITURES					
	<u>Adopted Budget</u>	<u>Mid-Year Adjustments</u>	<u>Mid-Year Adjusted Budget for Future Authorized Projects</u>	<u>June Adjustments</u>	<u>June Adjusted Budget for Future Authorized Projects</u>
Facilities acquisition and construction	176,440,633	407,595,972	1,062,243,754	58,147,598	1,120,391,352
Total Expenditures	\$ 176,440,633	\$ 407,595,972	\$ 1,062,243,754	\$ 58,147,598	\$ 1,120,391,352
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ (154,615,373)	\$ (407,595,972)	(1,040,418,494)	\$ (59,162,482)	\$ (1,099,580,976)
OTHER FINANCING SOURCES (USES)					
Transfers-in	30,500,000	-	30,500,000	-	30,500,000
Transfers-out	(9,280,000)	-	(9,280,000)	-	(9,280,000)
Sale of bonds and contractual obligations	-	407,595,972	407,595,972	54,500,000	462,095,972
Proceeds from sale of capital assets	-	-	-	4,662,482	4,662,482
Total Other Financing Sources (Uses)	\$ 21,220,000	\$ 407,595,972	\$ 428,815,972	\$ 59,162,482	\$ 487,978,454
Net Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ (133,395,373)				\$ (611,602,522)
Designated for Authorized Construction 06/30/09	\$ 611,602,522				\$ 611,602,522
Designated for Authorized Construction 06/30/10	\$ 478,207,149				\$ -