



HOUSTON INDEPENDENT SCHOOL DISTRICT FINAL BUDGETARY REPORT 2007-2008



ASPIRE, ACT, ATTAIN: ALL TOGETHER

November 2008

HOUSTON INDEPENDENT SCHOOL DISTRICT

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FINAL BUDGETARY REPORT 2007-2008

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GENERAL FUND

The recommended budget for the General Fund for the 2007-2008 fiscal year was adopted on June 25, 2007. The appropriations were \$1,558,696,433, with corresponding estimated revenue of \$1,510,696,433.

Budget Adjustments

The adjusted budget for the General Fund includes revenue adjustments of \$32,988,760. Included in this adjustment are revenues of \$61,164,858 resulting from the increase in roll value from original budget, and a \$27,508,159 decrease in state aid due to an increase in local revenue and the over 65 adjustment for tax reduction, a decrease of \$2,000,000 due to federal rate adjustments. Increases include \$99,065 for premium on the sale of contractual obligations, \$18,514 from the leases, \$568,300 from revenues in lieu of taxes, \$569,482 from regular day tuition, and \$76,700 from rental of facilities.

The adjusted budget for the General Fund includes appropriation adjustments of \$22,368,913. Included in this adjustment was \$2,430,311 transferred to the Debt Service Fund, and \$547,679 was transferred to the Capital Renovation fund as part of the "Pay-as-you-Go" Capital Projects initiative, \$2,000,000 was for Targeted School Assistance, and \$3,429,034 for the school carryover fund from unspent funds in fiscal year 2007, \$99,065 in capital expenditures for the premium on the sale of contractual obligations, \$8,330,000 previously approved for academics and technology, \$5,155,110 from capital outlay reserves, \$371,503 in adjustments to appropriations from tuition revenues, and \$6,211 other miscellaneous adjustments.

Carryover Adjustments

The final budget for the General Fund includes carryover adjustments of \$22,268,688. The carryover obligation will be funded from the amounts recorded in the Reserve for Encumbrances as of June 30, 2007.

Final Budget

The appropriations budget for the General Fund is \$1,603,334,034, including carryover. The final budgeted revenue and other sources total \$1,543,685,193.

HOUSTON INDEPENDENT SCHOOL DISTRICT
STATEMENT OF OPERATIONS BY FUNCTION
GENERAL FUND
FINAL BUDGETARY UPDATE FISCAL YEAR 2007-2008 (as adjusted)

REVENUES	Adopted Budget	Carryover	Mid-Year Adjustments	Mid-Year Adjusted Budget	June Adjustments	June Adjusted Budget	Final Adjustments	Final Budget	Revenue Realized
Local sources	\$ 916,553,841	\$ -	\$ 60,708,647	\$ 977,262,488	\$ (329,307)	\$ 976,933,181	\$ -	\$ 976,933,181	\$ 984,932,216
State sources	555,317,853	-	(16,601,177)	538,716,676	(14,020,382)	524,696,294	-	524,696,294	543,571,805
Federal sources	2,049,739	-	3,113,400	5,163,139	-	5,163,139	-	5,163,139	5,776,363
Total Revenues	\$ 1,473,921,433	\$ -	\$ 47,220,870	\$ 1,521,142,303	\$ (14,349,689)	\$ 1,506,792,614	\$ -	\$ 1,506,792,614	\$ 1,534,280,384
EXPENDITURES	Adopted Budget	Carryover	Mid-Year Adjustments	Mid-Year Adjusted Budget	June Adjustments	June Adjusted Budget	Final Adjustments	Final Budget	Expenditures
Instruction	895,596,010	1,781,474	(7,079,092)	890,298,392	3,550,998	893,849,390	(12,403,527)	881,445,863	849,732,803
Instructional resources and media services	17,049,424	153,069	(650,154)	16,552,339	9,241,983	25,794,322	2,801,138	28,595,460	13,969,591
Instructional staff development	9,054,782	138,067	5,345,635	14,538,484	2,128,930	16,667,414	(23,230)	16,644,184	12,951,385
Curriculum development	4,620,042	77,656	3,579	4,701,277	(52,178)	4,649,099	(247,675)	4,401,424	4,218,556
Instructional leadership	20,306,182	62,836	(1,222,935)	19,146,083	(3,218,384)	15,927,699	104,977	16,032,676	15,020,435
School leadership	118,125,064	209,291	4,555,429	122,889,784	(2,966,427)	119,923,357	1,143,342	121,066,699	120,966,699
Guidance, counseling and evaluation services	37,778,157	2,233,297	379,543	40,390,997	(637,685)	39,753,312	259,386	40,012,698	39,467,566
Social work services	1,325,624	-	328,372	1,653,996	(24,832)	1,629,164	(81,054)	1,548,110	1,272,704
Health services	19,285,984	11,447	167,447	19,464,878	(64,226)	19,400,653	(452,735)	18,947,918	18,340,351
Student transportation	49,901,829	834,514	(901,110)	49,835,233	(566,273)	49,268,959	(631,774)	48,637,185	40,866,838
Food services	269,309	-	22,654	291,963	100,278	392,241	(102,791)	289,450	172,373
Co-Curricular/extracurricular activities	9,589,514	18,071	216,299	9,823,884	9,935,825	19,759,710	(841,731)	18,917,979	11,364,981
General administration	33,892,406	3,687,829	345,405	37,925,640	(1,606,125)	36,319,515	658,740	36,978,255	32,512,122
Plant maintenance and operations	180,176,340	4,810,681	2,276,586	187,263,607	802,755	188,066,362	4,518,838	192,585,200	181,157,438
Security and monitoring services	17,950,349	394,805	981,002	19,326,156	115,587	19,441,743	(370,924)	19,070,819	18,970,819
Data processing services	28,602,738	7,771,635	419,394	36,793,767	(1,580,233)	35,213,534	4,775,381	39,988,915	28,417,659
Community services	2,342,032	43,590	120,292	2,505,914	69,625	2,575,539	(349,051)	2,226,488	2,156,951
Juvenile justice alternative education programs	2,990,050	-	-	2,990,050	(1,000,000)	1,990,050	1,000,000	2,990,050	762,071
Debt service	41,221	-	25,692	66,913	-	66,913	-	66,913	66,913
Facilities acquisition and construction	-	40,426	194,061	234,487	103,083	337,570	840	338,410	314,714
TIRZ	33,628,613	-	-	33,628,613	(830,611)	32,798,002	(43,400)	32,754,602	32,754,533
Intergovernmental Charges	-	-	-	-	-	-	-	-	-
Total Expenditures	\$ 1,482,525,670	\$ 22,268,688	\$ 5,528,099	\$ 1,510,322,457	\$ 13,502,090	\$ 1,523,824,547	\$ (285,249)	\$ 1,523,539,298	\$ 1,425,457,502
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ (8,604,237)	\$ (22,268,688)	\$ 41,692,771	\$ 10,819,846	\$ (27,851,779)	\$ (17,031,933)	\$ 285,249	\$ (16,746,684)	\$ 108,822,882
OTHER FINANCING SOURCES (USES)	Adopted Budget	Carryover	Mid-Year Adjustments	Mid-Year Adjusted Budget	June Adjustments	June Adjusted Budget	Final Adjustments	Final Budget	Expenditures
Transfers-in	13,200,000	-	-	13,200,000	-	13,200,000	-	13,200,000	13,200,000
Transfers-out	(76,170,763)	-	(3,018,376)	(79,189,139)	40,386	(79,148,753)	(645,983)	(79,794,736)	(79,794,735)
Sale of contractual obligations	23,500,000	-	99,065	23,599,065	-	23,599,065	-	23,599,065	23,599,065
Capital leases	75,000	-	-	75,000	18,514	93,514	-	93,514	93,514
Total Other Financing Sources (uses)	\$ (39,395,763)	\$ -	\$ (2,919,311)	\$ (42,315,074)	\$ 58,900	\$ (42,256,174)	\$ (645,983)	\$ (42,902,157)	\$ (42,902,156)
Net Excess (Deficiency) of Revenues Over (Under) Expenditures	(48,000,000)	-	-	-	-	-	-	(59,648,841)	65,920,726
Reserve Adjustment	-	-	-	-	-	-	-	-	(74,804,340)
Undesignated Fund Balance	233,041,676	-	-	-	-	-	-	233,041,676	233,041,676
Undesignated Fund Balance	\$ 185,041,676	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 173,392,835	\$ 224,158,062

HOUSTON INDEPENDENT SCHOOL DISTRICT
STATEMENT OF REVENUES BY OBJECT
GENERAL FUND
FINAL BUDGETARY UPDATE FISCAL YEAR 2007-2008 (as adjusted)

REVENUES	Adopted Budget	Mid-Year Adjustments	Mid-Year Adjusted Budget	June Adjustments	June Adjusted Budget	Final Adjustments	Final Budget
Sale of bonds	\$ 23,500,000	\$ 99,065	\$ 23,599,065	\$ -	\$ 23,599,065	\$ -	\$ 23,599,065
Transfer from other funds	13,200,000	-	13,200,000	-	13,200,000	-	13,200,000
Proceeds, leases	75,000	-	75,000	18,514	93,514	-	93,514
Taxes, current year	840,456,181	62,708,647	903,164,828	(1,543,789)	901,621,039	-	901,621,039
Taxes, delinquent prior years	26,000,000	-	26,000,000	-	26,000,000	-	26,000,000
Taxes, penalty and interest	18,000,000	-	18,000,000	-	18,000,000	-	18,000,000
Revenue in lieu of taxes	1,350,000	-	1,350,000	568,300	1,918,300	-	1,918,300
Tuition, summer	225,000	-	225,000	-	225,000	-	225,000
Tuition, regular day	125,000	-	125,000	569,482	694,482	-	694,482
Interest earnings	24,000,000	(2,000,000)	22,000,000	-	22,000,000	-	22,000,000
Rental of facilities	150,000	-	150,000	76,700	226,700	-	226,700
Miscellaneous revenues	3,000,000	-	3,000,000	-	3,000,000	-	3,000,000
Revenue other governments	3,247,660	-	3,247,660	-	3,247,660	-	3,247,660
Per capita state revenues	62,330,303	(9,674,745)	52,655,558	-	52,655,558	-	52,655,558
Foundation school program	428,152,150	(3,813,032)	424,339,118	(14,020,382)	410,318,736	-	410,318,736
Other state revenues	3,835,400	(3,113,400)	722,000	-	722,000	-	722,000
TRS on behalf of	61,000,000	-	61,000,000	-	61,000,000	-	61,000,000
Federal revenue through TEA	-	3,113,400	3,113,400	-	3,113,400	-	3,113,400
Army salary revenue	1,796,477	-	1,796,477	-	1,796,477	-	1,796,477
Air Force salary revenue	68,556	-	68,556	-	68,556	-	68,556
Navy salary revenue	184,706	-	184,706	-	184,706	-	184,706
GRAND TOTAL	\$ 1,510,696,433	\$ 47,319,935	\$ 1,558,016,368	\$ (14,331,175)	\$ 1,543,685,193	\$ -	\$ 1,543,685,193

	Adopted Budget	Mid-Year Adjustments	Mid-Year Adjusted Budget	June Adjustments	June Adjusted Budget	Final Adjustments	Final Budget
Local	\$ 916,553,841	\$ 60,708,647	\$ 977,262,488	\$ (329,307)	\$ 976,933,181	\$ -	\$ 976,933,181
State	555,317,853	(16,601,177)	538,716,676	(14,020,382)	524,696,294	-	524,696,294
Federal	2,049,739	3,113,400	5,163,139	-	5,163,139	-	5,163,139
Other	36,775,000	99,065	36,874,065	18,514	36,892,579	-	36,892,579
Total Revenues	\$ 1,510,696,433	\$ 47,319,935	\$ 1,558,016,368	\$ (14,331,175)	\$ 1,543,685,193	\$ -	\$ 1,543,685,193

DEBT SERVICE FUND

The recommended budget for the Debt Service Fund for the 2007-2008 fiscal year was adopted on June 25, 2007. The appropriations were \$182,196,194, with corresponding estimated revenue being \$182,236,608.

Carryover and Budget Adjustments

As a result of the establishment of the pay-as-you go Capital Projects initiative, the Debt Service tax rate was reduced 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.

Therefore, Debt Service Fund appropriations have been increased for an additional payment of variable debt principal of \$16,000,000 and debt service interest is being decreased by \$423,555 due to the difference in the estimated payment at original budget and the actual payment schedule at the time of sale for contractual obligations, and a decrease of \$1,000,000 in other debt service fees.

Revenues have been increased by \$2,430,311 from an increase in the transfers-in related to the shift of the four cents and increase in the local roll value, and \$13,143,977 due to the increase in local roll value from original budget, \$890,000 in interest earnings, and \$1,000,000 in penalty and interest from tax collections.

Final Budget

The appropriations budget for the Debt Service Fund (as adjusted) is \$196,772,639, including budget adjustments. The adjusted revenue and other sources total \$197,270,585.

HOUSTON INDEPENDENT SCHOOL DISTRICT
STATEMENT OF OPERATIONS BY FUNCTION
DEBT SERVICE FUND
FINAL BUDGETARY UPDATE FISCAL YEAR 2007-2008 (as adjusted)

REVENUES	Adopted Budget	Carryover	Mid-Year Adjustments	Mid-Year Adjusted Budget	June Adjustments	June Adjusted Budget	Final Adjustments	Final Budget	Revenue Realized
Local sources	\$ 129,929,391	\$ -	\$ 10,043,693	\$ 139,973,084	\$ 2,559,973	\$ 142,533,057	\$ -	\$ 142,533,057	\$ 144,259,374
Total Revenues	\$ 129,929,391	\$ -	\$ 10,043,693	\$ 139,973,084	\$ 2,559,973	\$ 142,533,057	\$ -	\$ 142,533,057	\$ 144,259,374
EXPENDITURES	Adopted Budget	Carryover	Mid-Year Adjustments	Mid-Year Adjusted Budget	June Adjustments	June Adjusted Budget	Final Adjustments	Final Budget	Expenditures
Debt principal	80,119,258	-	13,000,000	93,119,258	3,000,000	96,119,258	1	96,119,259	96,119,258
Debt interest	100,576,936	-	(423,555)	100,153,381	-	100,153,381	-	100,153,381	98,289,521
Debt service fees	1,500,000	-	-	1,500,000	(1,000,000)	500,000	(1)	499,999	-
Total Expenditures	\$ 182,196,194	\$ -	\$ 12,576,445	\$ 194,772,639	\$ 2,000,000	\$ 196,772,639	\$ -	\$ 196,772,639	\$ 194,408,779
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ (52,266,803)	\$ -	\$ (2,532,752)	\$ (54,799,555)	\$ 559,973	\$ (54,239,582)	\$ -	\$ (54,239,582)	\$ (50,149,405)
OTHER FINANCING SOURCES (USES)									
Issuance of bonds and other debt	-	-	-	-	-	-	-	-	-
Payments to escrow agents	-	-	-	-	-	-	-	-	-
Transfers In	52,307,217	-	2,491,652	54,798,869	(61,341)	54,737,528	-	54,737,528	54,737,528
Total Other Financing Sources (uses)	\$ 52,307,217	\$ -	\$ 2,491,652	\$ 54,798,869	\$ (61,341)	\$ 54,737,528	\$ -	\$ 54,737,528	\$ 54,737,528
Net Excess (Deficiency) of Revenues Over (Under) Expenditures	40,414							497,946	4,588,123
Reserve Adjustment	-							-	-
Undesignated Fund Balance	99,635,998							99,635,998	99,635,998
Undesignated Fund Balance	\$ 99,676,412							\$ 100,133,944	\$ 104,224,121

HOUSTON INDEPENDENT SCHOOL DISTRICT
STATEMENT OF REVENUES BY OBJECT
DEBT SERVICE FUND
FINAL BUDGETARY UPDATE FISCAL YEAR 2007-2008 (as adjusted)

REVENUES	Adopted Budget	Mid-Year Adjustments	Mid-Year Adjusted Budget	June Adjustments	June Adjusted Budget	Final Adjustments	Final Budget
Transfer from other funds	52,307,217	2,491,652	54,798,869	(61,341)	54,737,528	-	54,737,528
Taxes, current year	125,229,391	9,343,693	134,573,084	(230,027)	134,343,057	-	134,343,057
Taxes, delinquent prior years	1,400,000	-	1,400,000	1,600,000	3,000,000	-	3,000,000
Taxes, penalty and interest	1,000,000	-	1,000,000	1,000,000	2,000,000	-	2,000,000
Interest earnings	2,300,000	700,000	3,000,000	190,000	3,190,000	-	3,190,000
GRAND TOTAL	\$ 182,236,608	\$ 12,535,345	\$ 194,771,953	\$ 2,498,632	\$ 197,270,585	\$ -	\$ 197,270,585

	Adopted Budget	Mid-Year Adjustments	Mid-Year Adjusted Budget	June Adjustments	June Adjusted Budget	Final Adjustments	Final Budget
Local	\$ 129,929,391	\$ 10,043,693	\$ 139,973,084	\$ 2,559,973	\$ 142,533,057	\$ -	\$ 142,533,057
Other	52,307,217	2,491,652	54,798,869	(61,341)	54,737,528	-	54,737,528
Total Revenues	\$ 182,236,608	\$ 12,535,345	\$ 194,771,953	\$ 2,498,632	\$ 197,270,585	\$ -	\$ 197,270,585

SPECIAL REVENUE FUND

The recommended budget for the Special Revenue Fund for the 2007-2008 fiscal year was adopted on June 25, 2007. The appropriations were \$282,592,998, with corresponding revenue being \$282,592,998.

Carryover and Budget Adjustments

The Special Revenue Fund is being increased by \$81,032,555 as a result of the 2006-2007 carryover of prior year grants, 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 \$363,625,553, including carryover and budget adjustments.

The budgeted revenue and other sources total \$363,625,553.

HOUSTON INDEPENDENT SCHOOL DISTRICT
STATEMENT OF OPERATIONS BY FUNCTION
SPECIAL REVENUE FUND
FISCAL YEAR 2007-2008 (as adjusted)

BUDGETED REVENUES	Adopted Budget	Carryover	Mid-Year Adjustments	Mid-Year Adjusted Budget	June Adjustments	June Adjusted Budget	Final Adjustments	Final Budget	Revenues Realized
Local sources	\$ 17,927,481	\$ 11,334,793	\$ (5,725,061)	\$ 23,537,213	\$ 1,137,283	\$ 24,674,496	\$ 537,414	\$ 25,211,910	\$ 13,348,464
State sources	48,500,714	2,522,174	4,981,411	56,004,299	13,052,509	69,056,808	(445,573)	68,611,235	43,877,647
Federal sources	216,164,803	18,427,579	(49,379,229)	185,213,153	79,191,915	264,405,068	5,397,340	269,802,408	190,391,239
Total Budgeted Revenues	\$ 282,592,998	\$ 32,284,546	\$ (50,122,879)	\$ 264,754,665	\$ 93,381,707	\$ 358,136,372	\$ 5,489,181	\$ 363,625,553	\$ 247,617,350
BUDGETED EXPENDITURES	Adopted Budget	Carryover	Mid-Year Adjustments	Mid-Year Adjusted Budget	June Adjustments	June Adjusted Budget	Final Adjustments	Final Budget	Expenditures
Instruction	161,518,023	5,420,788	(28,480,760)	138,458,051	59,811,161	198,269,212	4,766,236	203,035,448	156,392,700
Instructional resources and media services	579,629	288,184	(71,755)	796,058	158,784	954,842	29,578	984,420	606,504
Instructional staff development	63,653,533	9,341,342	(5,243,023)	67,751,852	10,478,340	78,230,192	(2,573,960)	75,656,232	45,832,790
Curriculum development	-	-	7,500	7,500	-	7,500	2	7,502	4,899
Instructional leadership	6,964,254	317,317	3,117,835	10,399,406	(207,274)	10,192,132	2,259,849	12,451,981	7,936,175
School leadership	2,395,097	74,593	(328,725)	2,140,965	1,543,612	3,684,577	116,274	3,800,851	2,595,934
Guidance, counseling and evaluation services	10,848,311	850,936	(3,266,624)	8,432,623	7,329,889	15,762,512	198,296	15,960,808	9,916,757
Social work services	1,217,437	(51,255)	(30,716)	1,135,466	(12,148)	1,123,318	(38,311)	1,085,007	891,303
Health services	1,324,345	79,671	(507,942)	896,074	331,607	1,227,681	130,466	1,358,147	1,005,640
Student transportation	1,010,291	132,440	(593,022)	549,709	865,647	1,415,356	627,639	2,042,995	1,575,375
Food services	171,968	28,935	(164,932)	35,971	155,409	191,380	155	191,535	39,795
Co-Curricular/extracurricular activities	3,547,013	1,907,246	(1,294,010)	4,160,249	489,664	4,649,913	255,788	4,905,701	3,408,427
General administration	7,224,548	175,164	(3,750,595)	3,649,117	9,122,569	12,771,686	(318,949)	12,452,737	3,052,263
Plant maintenance and operations	1,981,754	112,685	(1,583,269)	511,170	2,130,405	2,641,575	22,262	2,663,837	2,024,249
Security and monitoring services	974,209	200,880	(475,670)	699,419	478,881	1,178,300	(95,080)	1,083,220	580,201
Data processing services	14,724,776	12,626,658	(7,368,656)	19,982,778	(83,985)	19,898,793	8,045	19,906,838	5,274,699
Community services	4,051,002	531,919	(544,367)	4,038,554	740,928	4,779,482	100,891	4,880,373	3,274,583
Juvenile justice alternative education programs	-	-	-	-	-	-	-	-	-
Debt service	9,761	2	2,776	12,539	-	12,539	-	12,539	12,215
Facilities acquisition and construction	397,047	247,041	453,076	1,097,164	48,218	1,145,382	-	1,145,382	903,119
TIRZ	-	-	-	-	-	-	-	-	-
Intergovernmental Charges	-	-	-	-	-	-	-	-	-
Total Budgeted Expenditures	\$ 282,592,998	\$ 32,284,546	\$ (50,122,879)	\$ 264,754,665	\$ 93,381,707	\$ 358,136,372	\$ 5,489,181	\$ 363,625,553	\$ 245,327,628
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,289,722
OTHER FINANCING SOURCES (USES)									
Transfers-in	-	-	-	-	-	-	-	-	-
Transfers-out	-	-	-	-	-	-	-	-	-
Sale of contractual obligations	-	-	-	-	-	-	-	-	-
Capital leases	-	-	-	-	-	-	-	-	-
Total Other Financing Sources (uses)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	-	-	-	-	-	-	2,289,722
Change in beginning fund balance - Prior Period Adjustment	-	-	-	-	-	-	-	-	7,162,196
Undesignated Fund Balance	-	-	-	-	-	-	-	-	-
Undesignated Fund Balance	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 9,451,918

HOUSTON INDEPENDENT SCHOOL DISTRICT
STATEMENT OF ESTIMATED REVENUE AND BUDGETED APPROPRIATIONS BY GRANT
SPECIAL REVENUE FUND
FISCAL YEAR 2007-2008 (as adjusted)

APPROPRIATIONS	Mid-Year Budget	June Adjustments	June Budget	Final Adjustments	Final Budget
<u>Local sources</u>					
ANNENBERG GRANT	\$ 3,877,947	\$ (1,200,072)	\$ 2,677,875	\$ 153,000	\$ 2,830,875
BILL & MELINDA GATES	2,535,875	(100,875)	2,435,000	100,875	2,535,875
HISD FOUNDATION	100,874	(86,704)	14,170	-	14,170
SEQUOIA FOUNDATION	33,031	-	33,031	-	33,031
BUSH - CLINTON HURRICANE RELIEF	15,025	-	15,025	397,230	412,255
HOUSTON KATRINA/ RITA FUND	366,849	-	366,849	-	366,849
HOUSTON LIVESTOCK SHOW & RODEO	1,067,673	-	1,067,673	-	1,067,673
MCNAIR FOUNDATION	227,335	132,270	359,605	(125,670)	233,935
E-RATE	9,306,042	-	9,306,042	-	9,306,042
TX MUSIC PROJECT - SOUND INVESTMEN5T	378,520	29,465	407,985	-	407,985
THE 100% CAMPAIGN	210,300	1,000	211,300	-	211,300
BROAD FOUNDATION	1,818,040	(1,733,263)	84,777	-	84,777
MICHAEL & SUSAN DELL	400,000	-	400,000	-	400,000
MISC PROJECT GRANTS	3,199,702	4,095,462	7,295,164	11,979	7,307,143
Total Local Sources	<u>\$ 23,537,213</u>	<u>\$ 1,137,283</u>	<u>\$ 24,674,496</u>	<u>\$ 537,414</u>	<u>\$ 25,211,910</u>
<u>State Sources</u>					
HOUSE BILL ONE	\$ 11,188,984	\$ 359,416	\$ 11,548,400	\$ -	\$ 11,548,400
INVESTMENT CAPITAL FUNDS	430,582	548,806	979,388	-	979,388
OPTIONAL EXTENDED YEAR	775,950	508,577	1,284,527	170,000	1,454,527
LIFE SKILLS PROGRAMS	389,080	1,591	390,671	-	390,671
SPECIAL ED - STATE PROGRAMS	2,350,843	-	2,350,843	-	2,350,843
INTENSIVE MATH INITIATIVE	302,004	1	302,005	-	302,005
INTENSIVE READING INITIATIVE	573,215	-	573,215	-	573,215
STATE TECHNOLOGY	12,171,003	(5,015,255)	7,155,748	5,111,796	12,267,544
PROJECT GRAD	1,500,000	-	1,500,000	-	1,500,000
TX FITNESS NOW	1,052,132	10,611,461	11,663,593	(10,500,000)	1,163,593
TX REDESIGN & RESTRUCTURING	627,995	-	627,995	-	627,995
PRE K & KINDERGARTEN	8,936,738	(249,999)	8,686,739	171,027	8,857,766
ACCELERATED MATH INTERVENTION	4,744,968	270	4,745,238	-	4,745,238
ACCELERATED READING INTERVENTION	3,364,450	-	3,364,450	-	3,364,450
TX EDUCATORS EXCELLENCE AWARD GRANT	4,513,046	9,021,459	13,534,505	(282)	13,534,223
MISC STATE GRANTS	3,083,309	(2,733,818)	349,491	4,601,886	4,951,377
Total State Sources	<u>\$ 56,004,299</u>	<u>\$ 13,052,509</u>	<u>\$ 69,056,808</u>	<u>\$ (445,573)</u>	<u>\$ 68,611,235</u>
<u>Federal Sources</u>					
TITLE I - PART A	\$ 98,513,702	\$ 11,223,927	\$ 109,737,629	\$ (8,149,851)	\$ 101,587,778
TITLE II - PART A	24,763,232	779,922	25,543,154	-	25,543,154
TITLE III - PART A - LEP	6,587,836	(5,907,521)	680,315	6,122,699	6,803,014
TITLE IV - PART A	1,658,822	50,628	1,709,450	-	1,709,450
SPECIAL ED	31,328,037	42,745,615	74,073,652	-	74,073,652
TX READ FIRST - K-3	9,770,797	4	9,770,801	-	9,770,801
GEAR UP	4,109,697	(26,854)	4,082,843	26,855	4,109,698
STAR GRANT	493,366	-	493,366	-	493,366
MISC FEDERAL GRANTS	7,987,664	30,326,194	38,313,858	7,397,637	45,711,495
Total Federal Sources	<u>\$ 185,213,153</u>	<u>\$ 79,191,915</u>	<u>\$ 264,405,068</u>	<u>\$ 5,397,340</u>	<u>\$ 269,802,408</u>
TOTAL BUDGET AND REVENUES	<u>\$ 264,754,665</u>	<u>\$ 93,381,707</u>	<u>\$ 358,136,372</u>	<u>\$ 5,489,181</u>	<u>\$ 363,625,553</u>

FOOD SERVICE FUND

The recommended budget for the Food Services Fund for the 2007-2008 fiscal year was adopted on June 25, 2007. The appropriations were \$105,569,797 with corresponding estimated revenue being \$93,882,061.

Carryover and Budget Adjustments

Functional changes and budget amendments previously approved by the Board of Education to the Food Service Fund and other discretionary fund transfers increased appropriations by \$8,583,230 primarily for the payment for Cybersoft, the new point of sale system, closing of positions, and adjustments in depreciation expense. Revenues decreased by \$233,150 due to lower cash sales and \$682,611 in reduced interest earnings.

Final Budget

The appropriations budget for the Food Service Fund (as adjusted) is \$114,153,027, including budget adjustments. The adjusted revenue is \$92,966,299.

HOUSTON INDEPENDENT SCHOOL DISTRICT
STATEMENT OF OPERATIONS BY FUNCTION
FOOD SERVICE FUND
FINAL BUDGETARY UPDATE FISCAL YEAR 2007-2008 (as adjusted)

REVENUES	Adopted Budget	Carryover	Mid-Year Adjustments	Mid-Year Adjusted Budget	June Adjustments	June Adjusted Budget	Final Adjustments	Final Budget	Revenue Realized
Sales to customers	\$ 16,650,898	\$ -	\$ (155,000)	\$ 16,495,898	\$ (2,650,028)	\$ 13,845,870	\$ 2,650,028	\$ 16,495,898	\$ 14,512,444
Miscellaneous other sources	762,499	-	376,353	1,138,852	-	1,138,852	-	1,138,852	981,646
Total Revenues	\$ 17,413,397	\$ -	\$ 221,353	\$ 17,634,750	\$ (2,650,028)	\$ 14,984,722	\$ 2,650,028	\$ 17,634,750	\$ 15,494,090
EXPENDITURES	Adopted Budget	Carryover	Mid-Year Adjustments	Mid-Year Adjusted Budget	June Adjustments	June Adjusted Budget	Final Adjustments	Final Budget	Expenses
Payroll costs	42,664,912	-	23,000	42,687,912	-	42,687,912	1,854,695	44,542,607	41,947,043
Purchased and contracted services	12,129,336	-	(599,040)	11,530,296	-	11,530,296	1,685,665	13,215,961	12,318,987
Supplies and materials	43,568,539	-	6,468,992	50,037,532	3,739,721	53,777,253	1,178,857	54,956,110	50,546,369
Other operating expenses	6,303,582	-	(5,614,538)	689,043	-	689,043	3,550	692,593	1,770,225
Depreciation	903,428	-	2,142,043	3,045,471	-	3,045,471	(2,299,715)	745,756	2,601,581
Total Expenditures	\$ 105,569,797	\$ -	\$ 2,420,457	\$ 107,990,254	\$ 3,739,721	\$ 111,729,975	\$ 2,423,052	\$ 114,153,027	\$ 109,184,205
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ (88,156,400)	\$ -	\$ (2,199,104)	\$ (90,355,503)	\$ (6,389,749)	\$ (96,745,253)	\$ 226,976	\$ (96,518,277)	\$ (93,690,115)
OTHER FINANCING SOURCES (USES)									
Earnings on investments	1,032,611	-	(682,610)	350,000	-	350,000	-	350,000	334,691
Grants from federal agencies									
Child nutrition program	65,058,910	-	(1,500,000)	63,558,910	3,110,009	66,668,919	(2,064,513)	64,604,406	66,742,268
Summer food program	5,157,649	-	-	5,157,649	-	5,157,649	-	5,157,649	4,447,518
Donated commodities	4,555,907	-	-	4,555,907	-	4,555,907	-	4,555,907	4,460,139
State matching and other	663,587	-	-	663,587	-	663,587	-	663,587	625,151
Total non-operating revenue	\$ 76,468,664	\$ -	\$ (2,182,610)	\$ 74,286,053	\$ 3,110,009	\$ 77,396,062	\$ (2,064,513)	\$ 75,331,549	\$ 76,609,767
Income before transfers	(11,687,736)							(21,186,728)	(17,080,348)
Transfers out	-							-	-
Change in net assets	(11,687,736)							(21,186,728)	(17,080,348)
Total net assets, beginning	34,759,344							34,759,344	34,759,344
Total net assets, ending	\$ 23,071,608							13,572,616	17,678,996

CAPITAL RENOVATION FUND (INCLUDING PUBLIC FACILITY CORPORATION)

The recommended budget for the Capital Renovation Fund including the Public Facility Corporation (PFC) for the 2007-2008 fiscal year was adopted on June 25, 2007. The appropriations were \$138,192,083, with corresponding estimated revenues and other uses of \$55,765,457.

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 2008-2009 for completion of ongoing projects.

Final Budget

The appropriations budget for the Capital Renovation Fund, including the PFC has appropriations and transfers out of \$790,148,054, including carryover and budget adjustments for construction projects. The budgeted revenues and other sources total \$464,763,252. This includes an increase in revenues from interest earnings, increase to transfers in from the General Fund from the .04 pennies committed to the Capital Projects Pay-As-You-Go program, as well as the sale of bonds in the amount of \$401,800,015.

HOUSTON INDEPENDENT SCHOOL DISTRICT
STATEMENT OF OPERATIONS BY FUNCTION
CAPITAL RENOVATION FUND AND PUBLIC FACILITIES CORPORATION
FINAL BUDGETARY UPDATE FISCAL YEAR 2007-2008 (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>	<u>Revenue Realized</u>
Local sources	\$ 24,655,438	\$ -	\$ 2,500,000	\$ 27,155,438	\$ 2,995,920	\$ 30,151,358	\$ -	\$ 30,151,358	\$ 34,820,147
Total Revenues	\$ 24,655,438	\$ -	\$ 2,500,000	\$ 27,155,438	\$ 2,995,920	\$ 30,151,358	\$ -	\$ 30,151,358	\$ 34,820,147
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>	<u>Expenditures</u>
Facilities acquisition and construction	129,502,083	142,689,367	39,857,163	312,048,613	414,239,022	726,287,636	55,170,418	781,458,054	126,474,257
Total Expenditures	\$ 129,502,083	\$ 142,689,367	\$ 39,857,163	\$ 312,048,613	\$ 414,239,022	\$ 726,287,636	\$ 55,170,418	\$ 781,458,054	\$ 126,474,257
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ (104,846,645)	\$ (142,689,367)	\$ (37,357,163)	\$ (284,893,175)	\$ (411,243,102)	\$ (696,136,278)	\$ (55,170,418)	\$ (751,306,696)	\$ (91,654,110)
OTHER FINANCING SOURCES (USES)									
Transfers in	31,110,019	-	526,724	31,636,743	20,955	31,657,698	-	31,657,698	32,303,680
Transfers out	(8,690,000)	-	-	(8,690,000)	-	(8,690,000)	-	(8,690,000)	(8,690,000)
Sale of bonds and contractual obligations	-	-	-	-	401,800,015	401,800,015	-	401,800,015	401,800,015
Proceeds from sale of capital assets	-	-	-	-	1,154,181	1,154,181	-	1,154,181	1,204,181
Capital leases	-	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	\$ 22,420,019	\$ -	\$ 526,724	\$ 22,946,743	\$ 402,975,151	\$ 425,921,894	\$ -	\$ 425,921,894	\$ 426,617,876
Net Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ (82,426,626)							\$ (325,384,802)	\$ 334,963,766
Designated for Authorized Construction 06/30/07	320,020,025							320,020,025	320,020,025
Designated for Authorized Construction 6/30/08	\$ 237,593,399							\$ (5,364,777)	\$ 654,983,791