

**HOUSTON INDEPENDENT SCHOOL DISTRICT
BOARD OF EDUCATION**

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FINAL BUDGETARY UPDATE 2005-2006

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GENERAL FUND

The adopted budget for the General Fund for the 2005-2006 fiscal year was ratified on June 30, 2005. The appropriations were \$1,358,413,600, with corresponding estimated revenue of \$1,314,510,957.

Carryover and Budget Adjustments

The carryover for the General Fund from the 2005-2006 fiscal year totals \$15,670,910. Revenue has been adjusted to reflect changes in state aid and increases in tax collections. Functional appropriation changes to the General Fund reflect the redistribution of funds due to final school budget conferences, other discretionary fund transfers as requested by individual schools and departments, and budget amendments previously approved by the Board of Education. Normal budget transfers between functions were made in order to carryout the activities of schools, departments and regional offices.

Adjusted Budget

The adjusted budget for the General Fund as of June 21, 2006 (as adjusted) has appropriations of \$1,398,058,987, including carryover and budget adjustments. The adjusted estimated revenue and other sources total \$1,373,429,074.

Budget Projections

- Anticipated Revenue as of June 30, 2006
Current estimates for revenue and other sources total \$1,373,429,074. This amount assumes collecting approximately 99% of all revenue, including State Aid (Foundation School Fund and Available School Fund) of \$161,035,434.
- Anticipated Expenditures and Other Uses as of June 30, 2006
Current estimates assume spending \$1,376,548,487, which is approximately 98.46% of the adjusted budget.
- Anticipated Reserve Adjustment as of June 30, 2006
The reserve adjustment consist of the permanent fund adjustment in the amount of \$8,314,132, the designation for the incentive pay program of \$14,585,000, and the adjustment for carryover encumbrances of \$5,604,943.
- Undesignated Fund Balance as of June 30, 2006

Based upon anticipated revenues, expenditures, and the reserve adjustment, the undesignated fund balance is expected to be \$135,613,062. It has been recommended that \$25 million be transferred from fund balance to the Capital Projects Fund for the District's Capital Improvement Program. Approval of the annual budget will authorize this one time transfer.

HOUSTON INDEPENDENT SCHOOL DISTRICT
STATEMENT OF OPERATIONS BY FUNCTION
GENERAL FUND
AS OF June 21, 2006 (as adjusted)

REVENUES	2004-2005			Adjusted Budget	Revenue Realized	Est. vs Realized	Anticipated Revenue
	Adopted Budget	Carryover	Adjustments		as of 06/21/06	Revenue as of 06/21/06	as of 6/30/06
Local sources	\$ 1,070,976,798	\$ -	\$ 10,000	\$ 1,070,986,798	\$ 1,106,309,392	\$ (35,322,594)	\$ 1,117,450,172
State sources	213,385,059	-	9,908,866	223,293,925	129,521,900	93,772,025	216,747,434
Federal sources	4,879,100	-	-	4,879,100	1,868,277	3,010,823	5,122,948
Total Revenue	\$ 1,289,240,957	\$ -	\$ 9,918,866	\$ 1,299,159,823	\$ 1,237,699,569	\$ 61,460,254	\$ 1,339,320,554
EXPENDITURES	2004-2005			Adjusted Budget	Expensed and	Available Balances	Anticipated
	Adopted Budget	Carryover	Adjustments		Encumbered as of 06/21/06	as of 06/21/06	Expenditures as of 6/30/06
Instruction	\$ 819,763,189	\$ 2,318,939	\$ (31,692,661)	\$ 790,389,467	\$ 764,472,960	\$ 25,916,507	\$ 782,926,960
Instructional resources and media services	16,849,406	149,759	(1,535,694)	15,463,471	14,720,620	742,851	15,463,471
Instructional staff development	10,290,663	279,627	699,166	11,269,456	9,264,845	2,004,611	9,757,465
Curriculum development	4,027,502	-	295,510	4,323,012	2,788,593	1,534,419	2,849,102
Instructional leadership	15,995,568	68,508	(601,288)	15,462,788	14,446,016	1,016,772	14,518,896
School leadership	105,050,637	142,387	91,180	105,284,204	100,778,723	4,505,481	103,730,531
Guidance, counseling and evaluation services	36,054,241	2,515,081	1,057,498	39,626,820	37,615,740	2,011,080	37,727,081
Social work services	1,439,269	8	(12,590)	1,426,688	1,270,682	156,006	1,278,394
Health services	17,072,234	9,865	168,220	17,250,319	17,036,256	214,063	17,250,319
Student transportation	38,536,562	1,253,199	9,816,326	49,606,087	46,332,270	3,273,817	46,859,120
Food services	90,559	46,417	160,626	297,602	178,675	118,927	206,441
Co-Curricular/extracurricular activities	10,431,529	133,475	940,455	11,505,459	11,230,319	275,140	11,482,187
General administration	33,993,495	236,150	3,983,367	38,213,012	32,224,315	5,988,697	32,606,332
Plant maintenance and operations	150,965,093	3,101,163	24,219,996	178,286,252	167,407,382	10,878,870	168,195,320
Security and monitoring services	14,668,424	18,044	2,476,068	17,162,536	15,313,092	1,849,444	15,485,037
Data processing services	24,433,557	4,786,707	12,291,482	41,511,746	32,521,448	8,990,298	32,925,328
Community services	2,456,311	12,781	608,377	3,077,469	2,304,096	773,373	2,311,184
Juvenile justice alternative education programs	2,990,050	-	-	2,990,050	1,759,380	1,230,670	1,759,380
Debt service	-	-	101,037	101,037	101,034	3	101,034
Facilities acquisition and construction	-	598,799	320,406	919,205	900,983	18,222	900,983
TIRZ	30,538,000	-	-	30,538,000	30,446,611	91,389	30,446,611
Total Expenditures	\$ 1,335,646,289	\$ 15,670,910	\$ 23,387,480	\$ 1,374,704,680	\$ 1,303,114,040	\$ 71,590,639	\$ 1,328,781,176
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ (46,405,332)	\$ (15,670,910)	\$ (13,468,614)	\$ (75,544,857)	\$ (65,414,471)	\$ (10,130,385)	\$ 10,539,378
OTHER FINANCING SOURCES (USES)							
Transfers-in	\$ 12,970,000	\$ -	\$ -	\$ 12,970,000	\$ 8,070,000	\$ 4,900,000	\$ 12,970,000
Transfers-out	(22,767,311)	-	-	(22,767,311)	(1,206,907)	(21,560,404)	(47,767,311)
Sale of contractual obligations	12,000,000	-	9,038,520	21,038,520	21,038,520	-	21,038,520
Capital leases	300,000	-	-	300,000	97,233	202,767	100,000
Total Other Financing Sources (uses)	\$ 2,502,689	\$ -	\$ 9,038,520	\$ 11,541,209	\$ 27,998,846	\$ (16,457,637)	\$ (13,658,791)
Net Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ (43,902,643)						\$ (3,119,413)
Reserve Adjustment	\$ -						\$ (11,875,811)
Undesignated Fund Balance 6/30/05	\$ 150,608,286						\$ 150,608,286
Undesignated Fund Balance	\$ 106,705,643						\$ 135,613,062

**HOUSTON INDEPENDENT SCHOOL DISTRICT
2005-2006 FINAL BUDGETARY UPDATE
GENERAL OPERATING FUND
PROJECTED YEAR-END FUND BALANCES**

	ENDING FUND BALANCE as of 6/30/2005	ADJUSTMENTS	ADJUSTED FUND BALANCE as of 12/7/2005	PROJECTED ADJUSTMENTS 6/21/2006	PROJECTED FUND BALANCE 6/30/2006
Undesignated	\$ 150,608,286	\$ -	\$ 150,608,286	\$ (14,995,224)	\$ 135,613,062
Permanent Fund	8,314,132	-	8,314,132	(8,314,132)	-
Insurance Fund	8,055,577	-	8,055,577	(2,226,298)	5,829,279
Encumbrances	15,657,744	-	15,657,744	29,036,133	19,693,877
Designated for Operations	65,000,000	-	65,000,000	-	65,000,000
School Carryover	5,000,000	-	5,000,000	-	5,000,000
Designated for Incentive Pay Program	-	-	-	14,585,000	14,585,000
Other Reserves	4,255,910	-	4,255,910	3,795,108	8,051,018
TOTAL	\$ 256,891,649	\$ -	\$ 256,891,649	\$ 21,880,587	\$ 253,772,236

DEBT SERVICE FUND

The adopted budget for the Debt Service Fund for the 2005-2006 fiscal year was ratified on June 30, 2005. The appropriations were \$136,142,434, with corresponding estimate revenue being \$143,990,495.

Carryover and Budget Adjustments

Debt Service Fund appropriations have been adjusted for the payment of variable debt principal of \$4,515,000. Additionally, refundings in the amounts of \$272,900,000 and \$186,412,039 were transacted in 2005 for the purpose of reducing long-term debt principal.

Adjusted Budget

The adjusted budget for the Debt Service Fund as of June 21, 2006 (as adjusted) has appropriations and other uses of \$599,557,434, including carryover and budget adjustments. The adjusted revenue and other sources total \$602,890,495.

Budget Projections

- Anticipated Revenue as of June 30, 2006
Current estimates for revenue and other sources total \$607,881,873. This assumes collecting of all revenue budgeted.
- Anticipated Expenditures as of June 30, 2006
Current estimates assume spending \$604,141,772 which is representative of 100% of the adjusted budget.
- Reserved for Retirement of Funded Indebtedness as of June 30, 2006
Based upon anticipated expenditures exceeding anticipated revenues by \$3,740,101, the reserve for retirement of funded indebtedness would decrease to \$83,292,073.

HOUSTON INDEPENDENT SCHOOL DISTRICT
STATEMENT OF OPERATIONS BY FUNCTION
DEBT SERVICE FUND
AS OF JUNE 21, 2006 (as adjusted)

REVENUES	Adopted Budget	2004-2005 Carryover	Adjustments	Adjusted Budget	Revenue Realized as of 06/21/06	Est. vs Realized Revenue as of 06/21/06	Anticipated Revenue as of 6/30/06
Local sources	\$ 122,123,095	\$ -	\$ -	\$ 122,123,095	\$ 126,812,692	\$ 4,689,597	126,812,692
State sources	-	-	-	\$ -	-	-	-
Federal sources	-	-	-	\$ -	-	-	-
Total Revenue	\$ 122,123,095	\$ -	\$ -	\$ 122,123,095	\$ 126,812,692	\$ 4,689,597	\$ 126,812,692
EXPENDITURES	Adopted Budget	2004-2005 Carryover	Adjustments	Adjusted Budget	Expensed and Encumbered as of 06/21/06	Available Balances as of 06/21/06	Anticipated Expenditures as of 6/30/06
Debt service	\$ 136,142,434	\$ -	\$ 4,515,000	\$ 140,657,434	\$ 102,112,713	\$ 38,544,721	\$ 146,395,862
Total Expenditures	\$ 136,142,434	\$ -	\$ 4,515,000	\$ 140,657,434	\$ 102,112,713	\$ 38,544,721	\$ 146,395,862
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ (14,019,339)	\$ -	\$ (4,515,000)	\$ (18,534,339)	\$ 24,699,979	\$ (33,855,124)	\$ (19,583,170)
OTHER FINANCING SOURCES (USES)							
Issuance of bonds and other debt	\$ -	\$ -	\$ 458,900,000	\$ 458,900,000	\$ 459,201,781	\$ (301,781)	\$ 459,201,781
Payments to escrow agents	-	-	(458,900,000)	(458,900,000)	(457,745,910)	1,154,090	(457,745,910)
Transfers in	21,867,400	-	-	21,867,400	150,000	21,717,400	21,867,400
Total Other Financing Sources (Uses)	\$ 21,867,400	\$ -	\$ -	\$ 21,867,400	\$ 1,605,871	\$ 22,569,709	\$ 23,323,271
Net Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ 7,848,061			\$ 3,333,061			\$ 3,740,101
Reserved for retirement of funded indebtedness 6/30/04	\$ 79,551,972			\$ 79,551,972			\$ 79,551,972
Reserved for retirement of funded indebtedness	\$ 87,400,033			\$ 82,885,033			\$ 83,292,073

SPECIAL REVENUE FUND

The adopted budget for the Special Revenue Fund for the 2005-2006 fiscal year was ratified on June 30, 2005. The appropriations were \$227,120,753, with corresponding revenue being \$227,120,753.

Carryover and Budget Adjustments

The Special Revenue Fund is being increased by \$128,034,157 as a result of the 2004-2005 carryover of prior year grants, additional grants new to the district, and amendments to existing grants held by the district.

Adjusted Budget

The adjusted budget for the Special Revenue Fund as of June 21, 2006 (as adjusted) has appropriations of \$355,155,270, including carryover and budget adjustments.

The adjusted estimated revenue and other sources total \$355,155,270.

Budget Projections

- Anticipated Revenue as of June 30, 2006
Additional grants from the State of Texas and the U.S. Government are expected to be granted and expended by June 30, 2006, totaling \$281,124,003. These grants reflect summer school and extended year funds.
- Anticipated Expenditures as of June 30, 2006
Grants from the State of Texas and the U.S. Government are expected to be granted and expended by June 30, 2006, totaling \$281,124,003. These grants reflect summer school and extended year funds.
- Undesignated Fund Balance
The Special Revenue Fund does not maintain fund balances.

HOUSTON INDEPENDENT SCHOOL DISTRICT
STATEMENT OF OPERATIONS BY FUNCTION
SPECIAL REVENUE FUND
AS OF JUNE 21, 2006 (as adjusted)

REVENUES	2004-2005				Revenue Realized as of 06/21/06	Est. vs Realized Revenue as of 06/21/06	Anticipated Revenue as of 6/30/06
	Adopted Budget	Carryover	Adjustments	Adjusted Budget			
Local sources	\$ 11,921,236	\$ 1,982,945	\$ 5,516,935	\$ 19,421,116	\$ 17,492,919	\$ 1,928,197	\$ 17,243,935
State sources	33,836,864	5,628,330	8,743,942	48,209,136	39,110,144	9,098,992	35,514,319
Federal sources	181,362,653	30,167,359	75,995,006	287,525,018	134,488,788	153,036,230	228,365,749
Total Revenue	\$ 227,120,753	\$ 37,778,634	\$ 90,255,883	\$ 355,155,270	\$ 191,091,851	\$ 164,063,419	\$ 281,124,003
EXPENDITURES	2004-2005				Expensed and Encumbered as of 06/21/06	Available Balances as of 06/21/06	Anticipated Expenditures as of 6/30/06
	Adopted Budget	Carryover	Adjustments	Adjusted Budget			
Instruction	\$ 134,255,350	\$ 11,749,551	\$ 56,830,300	\$ 202,835,201	\$ 132,807,190	\$ 70,028,012	\$ 149,550,720
Instructional resources and media services	438,425	103,294	142,736	684,455	439,862	244,593	607,326
Instructional staff development	60,193,513	15,469,591	2,251,641	77,914,745	47,267,000	30,647,745	73,112,961
Curriculum development	-	-	336	336	42	294	201
Instructional leadership	4,731,138	939,179	3,918,919	9,589,236	7,495,670	2,093,566	9,330,614
School leadership	2,073,700	600,139	1,021,462	3,695,301	2,569,114	1,126,187	2,397,373
Guidance, counseling and evaluation services	4,304,449	548,264	14,661,641	19,514,354	5,245,235	14,269,120	18,680,040
Social work services	638,420	110,375	1,166,693	1,915,488	896,752	1,018,737	947,002
Health services	710,706	59,270	68,538	838,514	661,647	176,867	698,610
Student transportation	1,045,496	33,323	795,609	1,874,428	1,874,428	-	1,343,477
Food services	84,592	61,019	521,736	667,347	667,347	-	69,519
Co-Curricular/extracurricular activities	79,161	48,114	1,260,706	1,387,981	872,112	515,869	657,806
General administration	2,725,163	405,798	1,604,792	4,735,753	3,074,526	1,661,227	3,684,419
Plant maintenance and operations	1,006,769	186,016	1,165,641	2,358,426	2,214,497	143,929	582,278
Security and monitoring services	866,979	214,434	578,927	1,660,340	966,563	693,777	989,411
Data processing services	9,055,584	5,970,081	3,313,113	18,338,778	7,924,304	10,414,473	12,668,598
Community services	4,578,135	1,117,741	962,958	6,658,834	4,103,018	2,555,816	5,601,569
Juvenile justice alternative education programs	-	-	-	-	-	-	-
Debt service	113,216	11,204	(116,373)	8,047	8,041	6	4
Facilities acquisition and construction	219,957	151,241	106,507	477,705	186,853	290,852	202,075
Total Expenditures	\$ 227,120,753	\$ 37,778,634	\$ 90,255,883	\$ 355,155,270	\$ 219,274,201	\$ 135,881,069	\$ 281,124,003
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
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	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Undesignated Fund Balance 6/30/04	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Undesignated Fund Balance	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

FOOD SERVICE FUND

The adopted budget for the Food Service Fund for 2005-2006 fiscal year was ratified on June 30, 2005. The appropriations were \$98,937,910, with corresponding estimated revenue being \$97,575,314.

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 \$1,800,000. There were no adjustments to the estimated revenue.

Adjusted Budget

The adjusted budget for the Food Service Fund as of June 21, 2006 (as adjusted) has appropriations of \$100,737,910, with corresponding estimated revenue of \$97,573,314.

Budget Projections

- Anticipated Revenue as of June 30, 2006
Current estimates of total revenue are \$89,133,002, which reflects collecting 91.2% of estimated revenue.
- Anticipated Expenditures as of June 30, 2006
Current anticipated expenditures are \$96,286,184, reflecting 95.6% of appropriations.
- Anticipated Total Net Assets for Food Service Fund as of June 30, 2006
Current estimated expenditures exceeding anticipated revenue by \$7,153,182, results in a decrease to the Total Net Assets to \$40,755,938.

HOUSTON INDEPENDENT SCHOOL DISTRICT
STATEMENT OF OPERATIONS BY FUNCTION
FOOD SERVICE FUND
AS OF JUNE 21, 2006 (as adjusted)

REVENUES	Adopted Budget	2004-2005 Carryover	Adjustments	Adjusted Budget	Revenue Realized as of 06/21/06	Est. vs Realized Revenue as of 06/21/06	Anticipated Revenue as of 6/30/06
Local sources	\$ 18,588,456	\$ -	\$ -	\$ 18,588,456	\$ 17,879,541	\$ 708,915	\$ 17,879,541
State sources	698,000	-	-	698,000	698,000	-	\$ 698,000
Federal sources	78,288,858	-	-	78,288,858	70,555,461	7,733,397	\$ 70,555,461
Miscellaneous other sources	-	-	-	-	-	-	-
Total Revenue	\$ 97,575,314	\$ -	\$ -	\$ 97,575,314	\$ 89,133,002	\$ 8,442,312	\$ 89,133,002
EXPENDITURES	2004-2005 Carryover	Adjustments	Adjusted Budget	Expensed and Encumbered as of 06/21/06	Available Balances as of 06/21/06	Anticipated Expenditures as of 6/30/06	
Food Services	\$ 94,183,736	\$ -	\$ (1,262,035)	\$ 92,921,701	\$ 89,770,428	\$ 3,151,273	\$ 89,770,428
General Administration	1,680,162	-	\$ 201,125	1,881,287	1,202,353	678,934	\$ 1,202,353
Plant Maintenance and Operations	3,074,012	-	\$ 1,060,910	4,134,922	3,513,403	621,519	\$ 3,513,403
Data Processing Services	-	-	\$ 1,800,000	1,800,000	1,800,000	-	\$ 1,800,000
Total Expenditures	\$ 98,937,910	\$ -	\$ 1,800,000	\$ 100,737,910	\$ 96,286,184	\$ 4,451,726	\$ 96,286,184
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ (1,362,596)	\$ -	\$ (1,800,000)	\$ (3,162,596)	\$ (7,153,182)	\$ 3,990,586	\$ (7,153,182)
OTHER FINANCING SOURCES (USES)							
Transfers in	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transfers out	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total Other Financing Sources (Uses)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ (1,362,596)			\$ (3,162,596)			\$ (7,153,182)
Total Net Assets 6/30/05	\$ 47,909,120			\$ 47,909,120			\$ 47,909,120
Total Net Assets	\$ 46,546,524			\$ 44,746,524			\$ 40,755,938

CAPITAL PROJECTS FUND

The adopted budget for the Capital Projects Fund for 2005-2006 fiscal year was ratified on June 30, 2005. The appropriations were \$258,220,000, with corresponding estimated revenues being \$126,222,012.

Carryover and Budget Adjustments

The Capital Projects Fund carryover totals \$261,387,891 from the 2004-2005 fiscal year.

Adjusted Budget

The adjusted budget for the Capital Projects Fund as of June 21, 2006 (as adjusted) has appropriations of \$647,585,718, including carryover and budget adjustments. The adjusted estimated revenues and other sources total \$126,222,012.

Budget Projections

- Anticipated Revenues as of June 30, 2006
Current estimates for Revenues and other sources total \$209,459,044. This assumes collecting of all revenue and other sources.
- Anticipated Expenditures as of June 30, 2006
Current estimates assume spending \$298,220,000, which is approximately 46.05% of the adjusted budget.
- Designated for Authorized Construction
Based upon anticipated expenditures exceeding anticipated revenues by \$88,760,956, the fund balance would be \$430,873,025.

HOUSTON INDEPENDENT SCHOOL DISTRICT
STATEMENT OF OPERATIONS BY FUNCTION
CAPITAL PROJECTS FUND
AS OF JUNE 21, 2006 (as adjusted)

REVENUES	Adopted Budget	2004-2005 Carryover	Adjustments	Adjusted Budget	Revenue Realized as of 06/21/06	Est. vs Realized Revenues as of 06/21/06	Anticipated Revenues as of 6/30/06
Local sources	\$ 18,222,012	\$ -	\$ -	\$ 18,222,012	\$ 35,991,424	\$ (17,769,412)	\$ 75,730,770
State sources	-	-	-	-	-	-	-
Federal sources	-	-	-	-	-	-	-
Total Revenue	\$ 18,222,012	\$ -	\$ -	\$ 18,222,012	\$ 35,991,424	\$ (17,769,412)	\$ 75,730,770
EXPENDITURES	Adopted Budget	2004-2005 Carryover	Adjustments	Adjusted Budget	Expensed and Encumbered as of 06/21/06	Available Balances as of 06/21/06	Anticipated Expenditures as of 6/30/06
Facilities acquisition and construction	\$ 250,000,000	\$ 261,387,891	\$ 127,977,827	\$ 639,365,718	\$ 485,776,942	\$ 153,588,777	\$ 290,000,000
Total Expenditures	\$ 250,000,000	\$ 261,387,891	\$ 127,977,827	\$ 639,365,718	\$ 485,776,942	\$ 153,588,777	\$ 290,000,000
Excess (Deficiency) of Revenue Over (Under) Expenditures	\$ (231,777,988)	\$ (261,387,891)	\$ (127,977,827)	\$ (621,143,706)	\$ (449,785,518)	\$ (171,358,189)	\$ (214,269,230)
OTHER FINANCING SOURCES (USES)							
Transfers in	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 25,000,000
Transfers out	(8,220,000)	-	-	(8,220,000)	(8,220,000)	-	(8,220,000)
Sale of bonds and contractual obligations	108,000,000	-	-	108,000,000	108,728,274	(728,274)	108,728,274
Capital leases	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	\$ 99,780,000	\$ -	\$ -	\$ 99,780,000	\$ 100,508,274	\$ (728,274)	\$ 125,508,274
Net Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ (131,997,988)			\$ (521,363,706)			\$ (88,760,956)
Designated for Authorized Construction & Arbitrage 06/30/05	\$ 519,633,981			\$ 519,633,981			\$ 519,633,981
Designated for Authorized Construction	\$ 387,635,993			\$ (1,729,725)			\$ 430,873,025

**HOUSTON INDEPENDENT SCHOOL DISTRICT
2005 - 2006 TAX UPDATE
As Of June 21, 2006**

2005 Tax Roll (As of 05/13/06)	\$	77,762,749,945
Tax Levy Based on 2005 Tax Roll, Net of Frozen Over 65 Tax Levies of \$45,130,934	\$	1,214,625,615
HISD Levy Based on Expected 95.3% Collection	\$	1,157,538,211

	Per 2005-2006 Budget <u>12 Months</u>		Per 2004-2005 Budget <u>12 Months</u>
<u>ESTIMATED REVENUE</u>			
Current Year Levy	\$ 1,139,848,893		\$ 1,083,028,675
Prior Year's Levy	19,400,000		19,400,000
Penalty and Interest	14,400,000		14,400,000
 Total All Revenue	 \$ <u>1,173,648,893</u>		 \$ <u>1,116,828,675</u>

	<u>2005-2006 11 Months</u>	<u>2004-2005 11 Months</u>	<u>2004-2005 Entire Year</u>
Current Year Levy:			
Current Year Collections	\$ 1,145,836,964	\$ 1,072,683,504	\$ 1,092,080,191
Percent of Budgeted Amount Collected	100.53%	99.04%	100.84%
 Prior Year's Levy:			
Delinquent Collections, Adjusted	27,631,701	23,638,207	31,280,175
Percent of Budgeted Amount Collected	142.43%	121.85%	161.24%
 Penalty and Interest:			
Penalty and Interest Collections	23,179,643	19,248,194	21,919,037
Percent of Budgeted Amount Collected	160.97%	133.67%	152.22%