

2012-2013
ADOPTED DISTRICT BUDGET

**FINANCIAL
SECTION**

HOUSTON INDEPENDENT SCHOOL DISTRICT





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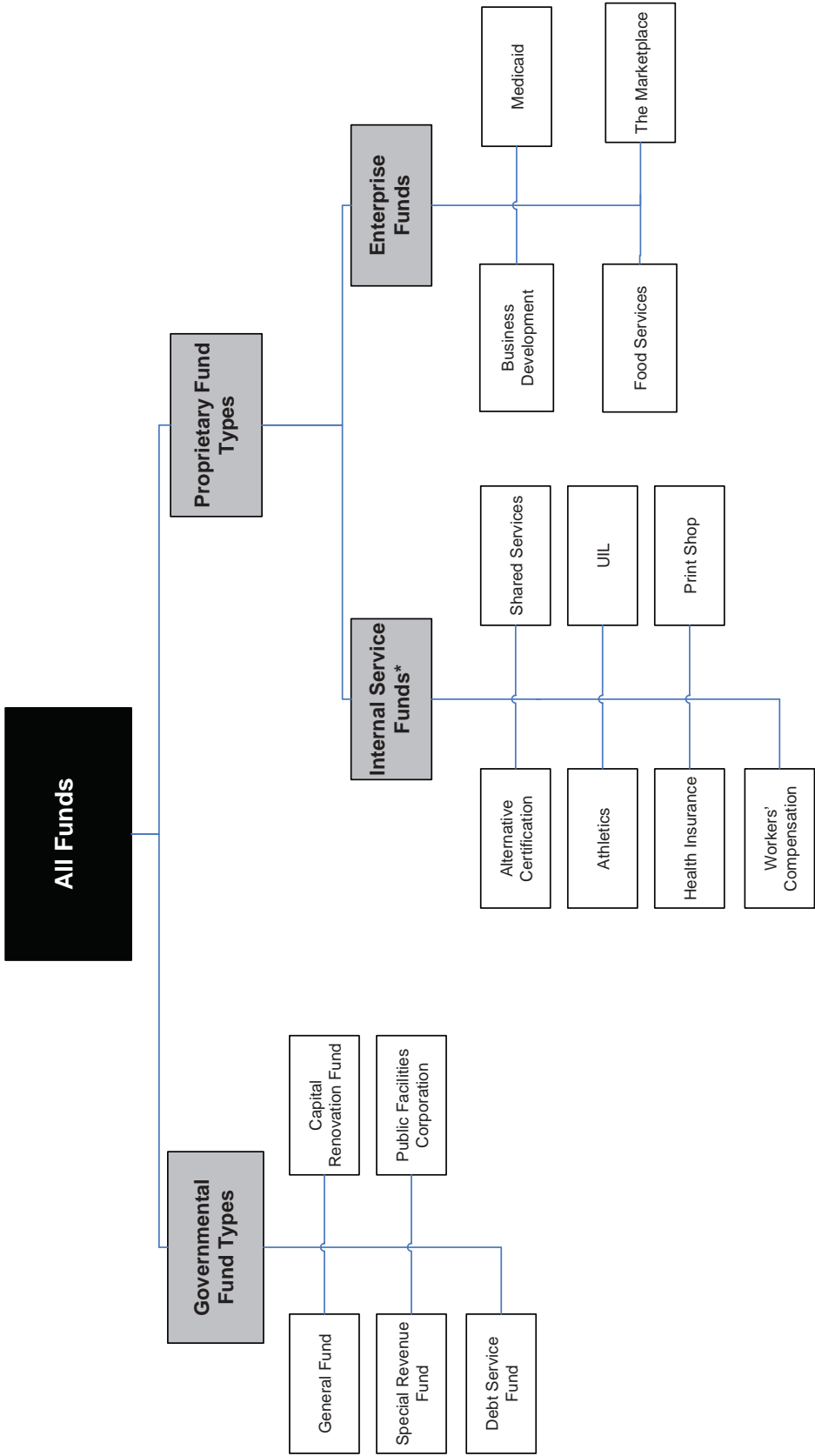
Houston Independent School District

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All Funds Structure Diagram / Summary

Houston Independent School District



*The Professional Development and Media Services Internal Service funds are not represented on this chart since they no longer exist. They are, however, represented in the financial schedules until the five year history is completed.

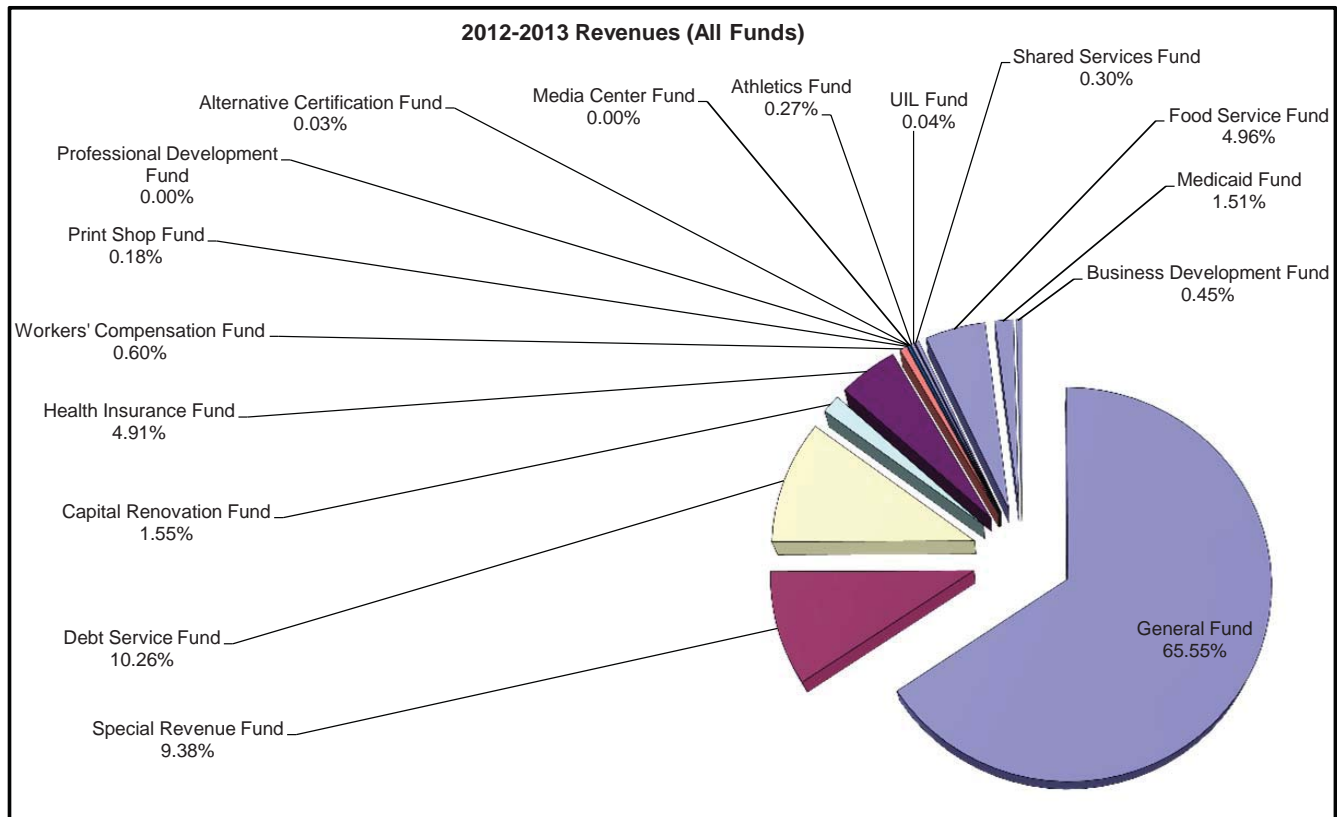
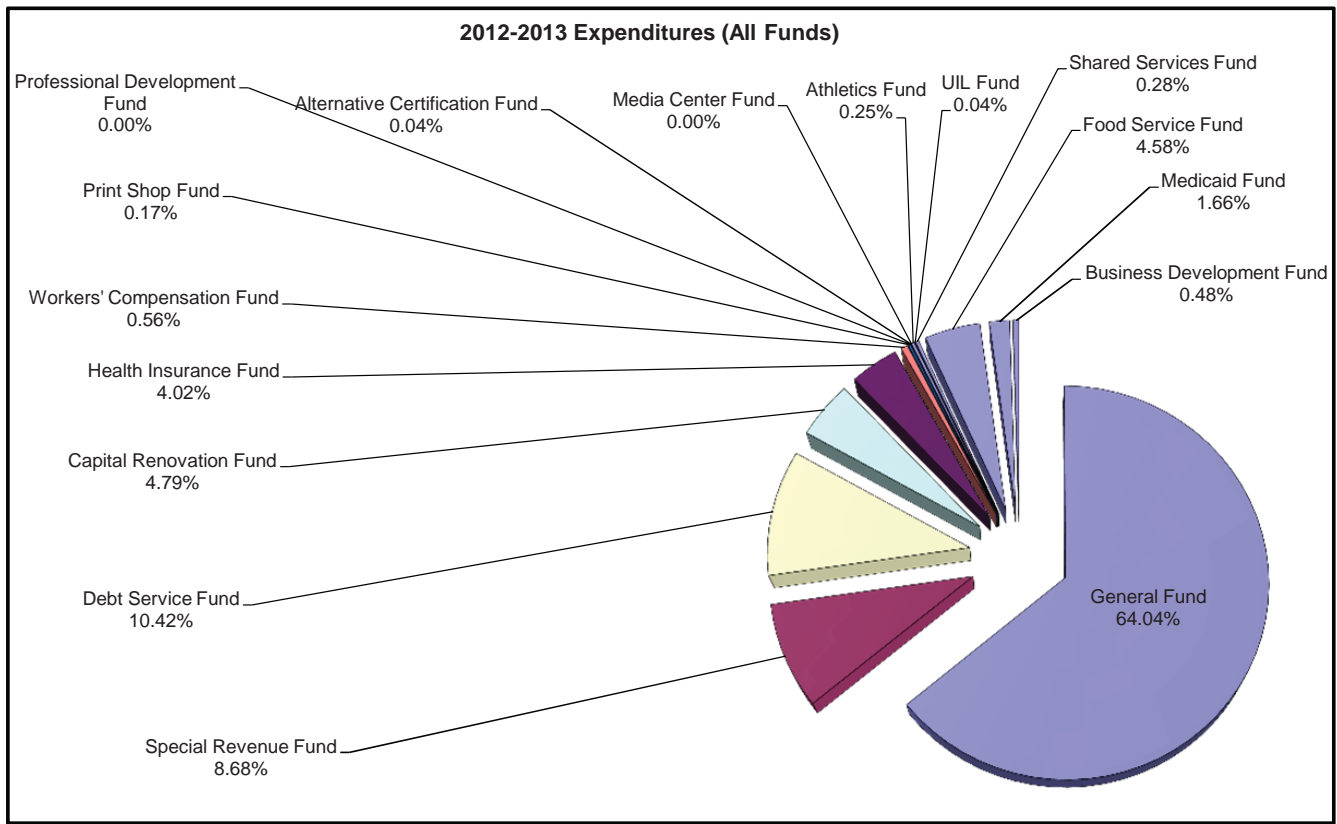
HOUSTON INDEPENDENT SCHOOL DISTRICT
GOVERNMENTAL AND PROPRIETARY FUNDS SELECTED ITEMS SUMMARY
FOR THE FISCAL YEAR ENDED JUNE 30, 2013

All Governmental and Proprietary Funds	Total/All Funds	General Fund	Special Revenue Fund	Debt Service Fund	Capital Renovation Fund	Public Facilities Corporation	Total Governmental Fund Types
Total revenue	2,012,256,082	1,442,596,788	214,180,532	167,499,638	19,790,636	95,400	1,844,162,594
Total expenditures	2,344,512,005	1,509,125,993	214,180,532	256,897,050	100,000,000	6,048,756	2,086,252,331
Excess (def.) revenues over (under) expenditures	(332,255,923)	(66,529,205)	-	(89,397,412)	(80,209,364)	(5,953,356)	(242,089,337)
Total other financing sources (uses)	272,234,989 (122,357,687)	54,460,550 (70,358,593)	-	66,847,137	15,550,000 (12,035,544)	-	138,857,687 (82,397,137)
Fund balances/Net assets, beginning	1,403,288,519	552,390,572	25,445,723	144,143,368	527,976,362	6,817,756	1,256,775,781
Anticipated unspent funds	55,000,000	55,000,000	-	-	-	-	55,000,000
Fund balances/Net assets, ending	1,275,909,898	524,963,324	25,445,723	121,593,093	451,280,454	864,400	1,124,146,994

Governmental Fund Types	Health Insurance Fund	Workers' Compensation Fund	Print Shop Fund	Professional Development Fund	Alternative Certification Fund	Media Center Fund	Athletics Fund	UIL Fund	Shared Services Fund	Total Internal Service Fund Types
Total revenue	112,095,000	13,666,295	4,106,000	-	786,500	-	6,092,873	961,584	6,921,856	144,630,108
Total expenditures	99,097,734	13,759,095	4,106,007	-	981,694	-	6,098,809	962,256	6,925,888	131,931,483
Excess (def.) revenues over (under) expenditures	12,997,266	(92,800)	(7)	-	(195,194)	-	(5,836)	(672)	(4,032)	12,698,625
Total other financing sources (uses)	116,000	92,800	7	-	560	-	5,836	672	4,032	220,007
Fund balances/Net assets, beginning	58,805,347	20,225,436	184,491	-	1,006,407	-	3,032,679	424,919	1,512,727	85,192,006
Fund balances/Net assets, ending	71,918,613	20,225,436	184,491	-	811,773	-	3,032,679	424,919	1,512,727	98,110,638

Proprietary Fund Types	Food Service Fund	The Market Place	Medicaid Fund	Business Development Fund	Total Enterprise Fund Types
Total revenue	10,041,259	509,100	2,550,621	10,362,000	23,462,980
Total expenditures	112,992,645	509,104	3,143,442	9,683,000	126,328,191
Excess (def.) revenues over (under) expenditures	(102,951,386)	(4)	(592,821)	679,000	(102,865,211)
Total other financing sources (uses)	103,166,542	278	31,986,075	4,400	135,157,295
Fund balances/Net assets, beginning	-	-	(37,860,550)	(2,100,000)	(39,960,550)
Fund balances/Net assets, ending	8,660,566	173,298	50,199,896	2,286,972	61,320,732
	8,875,722	173,572	43,732,600	870,372	53,652,266

HOUSTON INDEPENDENT SCHOOL DISTRICT
 GOVERNMENTAL AND PROPRIETARY FUNDS SELECTED ITEMS SUMMARY
 FOR THE FISCAL YEAR ENDED JUNE 30, 2013





Governmental Fund Types

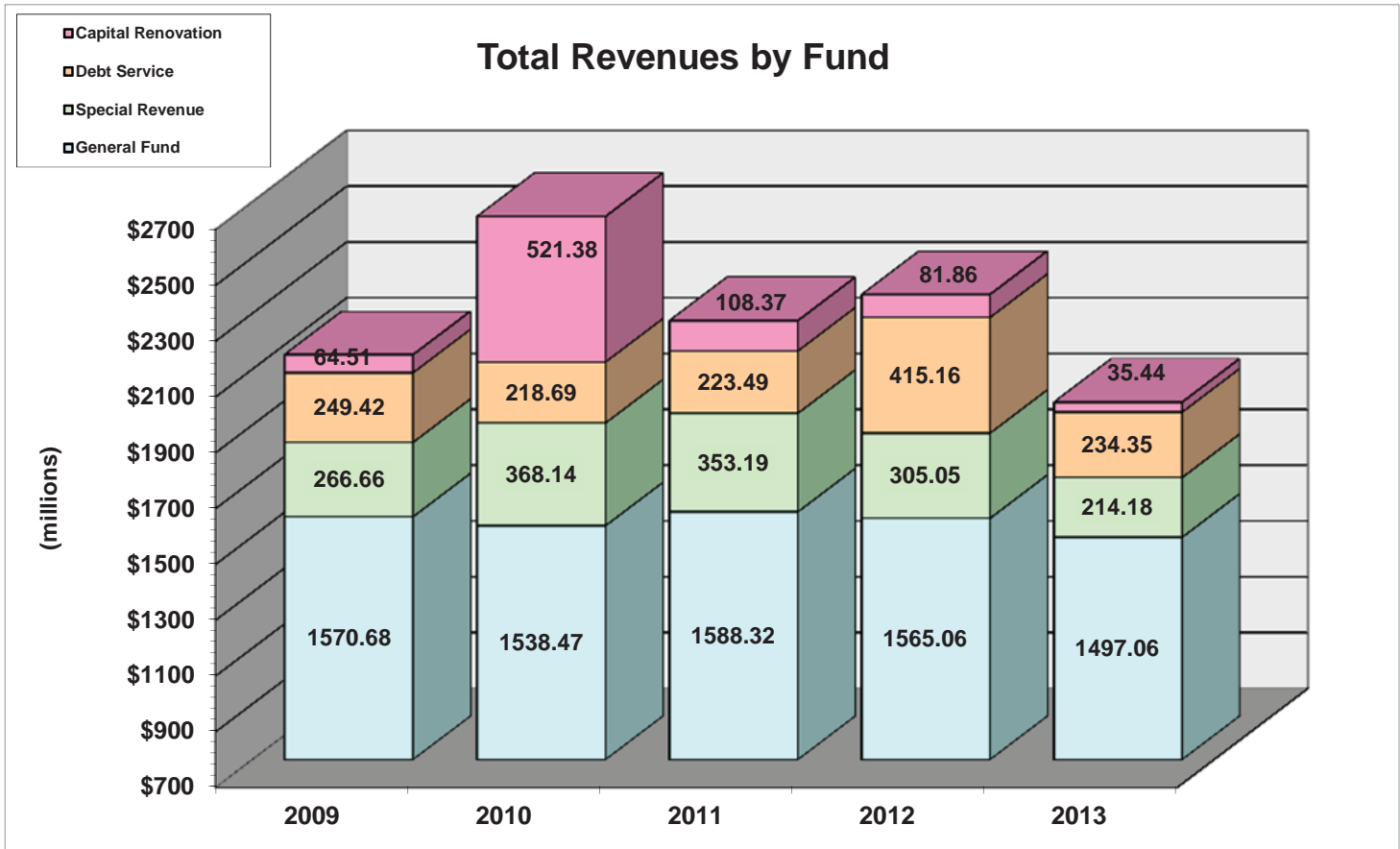
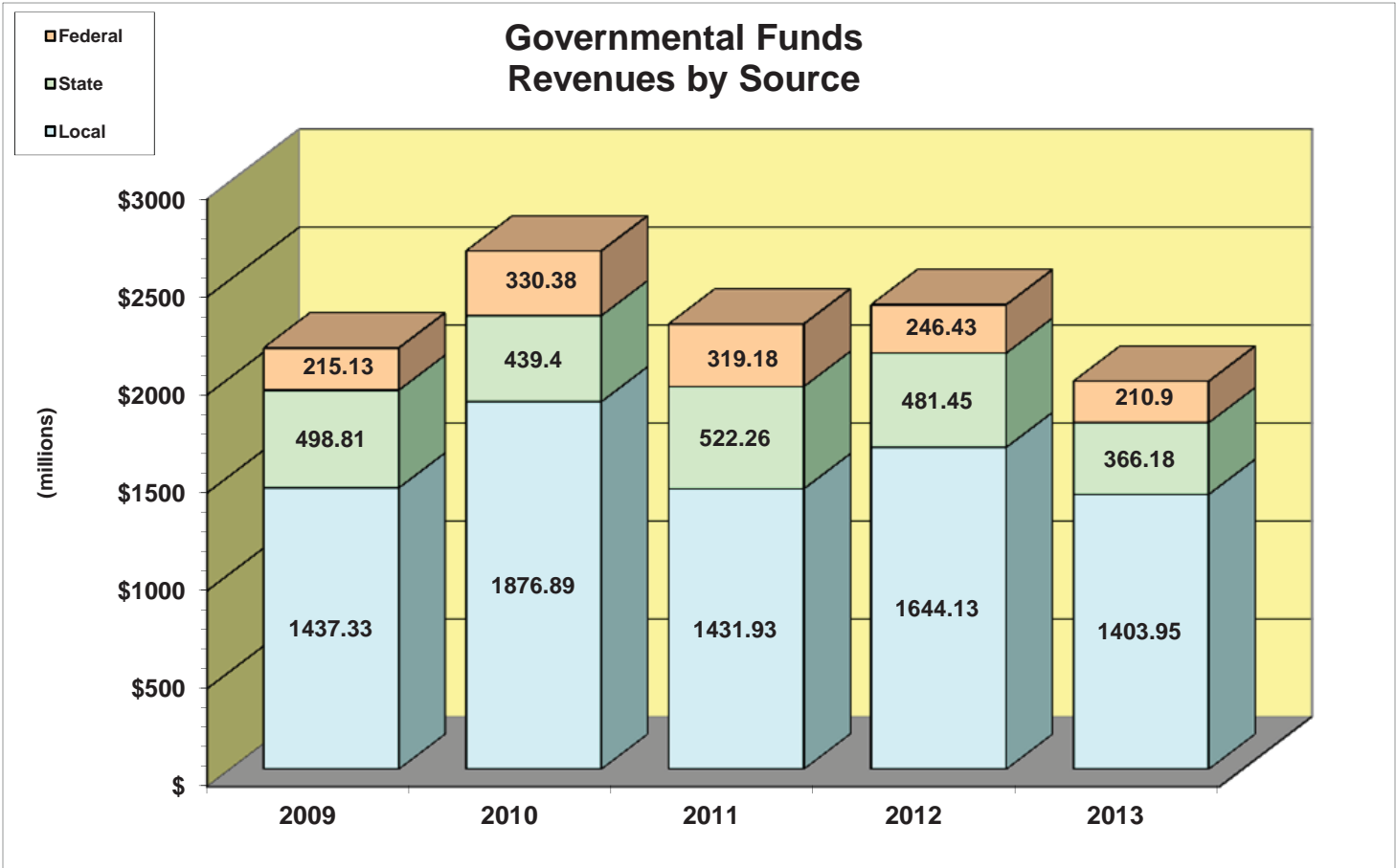
Houston Independent School District

Governmental Fund Types are those through which most governmental functions of the district are financed. The acquisition, use and balances of the district's expendable financial resources, and the related liabilities are accounted for through the Governmental Fund Types. The measurement focus is based upon determination of changes in financial position rather than upon net income determination. The following are the district's major governmental funds:

- **General Fund** – The *General Fund* is the general operating fund of the District and accounts for all revenues and expenditures of the District not encompassed within other funds.
- **Special Revenue Fund** – The *Special Revenue Fund* is used to account for the proceeds of specific revenue sources (other than private-purpose trust funds or capital projects) such as federal, state or locally financed programs where unused balances are returned to the grant or at the close of specified project periods. Funds are legally restricted to expenditures for specified purposes.
- **Debt Service Fund** – The *Debt Service Fund* is used to account for the accumulation of resources for and the retirement of, general long-term debt and related costs.
- **Capital Renovation Fund** – The *Capital Renovation Fund* is used to account for financial resources to be used for the acquisition, renovation or construction of major capital facilities other than those financed by proprietary funds.
- **Public Facilities Corporation (a non-major governmental fund)** – The *Public Facilities Corporation* is being used to fund two high schools: Westside and Chavez; four elementary schools: DeAnda, Roosevelt, Peck, and Cunningham; and the Food Services Warehouse.

HOUSTON INDEPENDENT SCHOOL DISTRICT
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2013 WITH COMPARATIVE DATA FOR PRIOR YEARS

	2008-2009 Actual	2009-2010 Actual	2010-2011 Actual	2011-2012 Projected	2012-2013 Budget
REVENUES					
Property taxes	1,210,370,148	1,223,132,904	1,188,465,129	1,199,168,635	1,236,375,479
Earnings on investments	24,159,405	6,459,794	3,976,620	3,405,057	2,562,900
Miscellaneous local sources	52,811,748	43,483,510	68,656,990	73,964,248	28,149,713
State sources	498,810,597	439,404,087	522,260,969	481,451,171	366,179,684
Federal sources	215,127,489	330,383,551	319,183,246	246,425,350	210,895,218
Total revenues	2,001,279,387	2,042,863,846	2,102,542,954	2,004,414,461	1,844,162,994
EXPENDITURES BY FUNCTION					
Current					
Instruction	1,078,428,648	1,107,406,037	1,101,162,131	1,013,494,213	1,022,408,352
Instructional resources and media services	23,903,416	17,801,466	16,381,158	11,555,276	10,981,790
Instructional staff development	66,082,633	66,800,270	54,612,392	63,882,422	64,676,203
Curriculum development	4,613,794	4,268,056	4,541,666	4,175,851	5,449,433
Instructional leadership	26,410,595	27,261,578	24,888,930	21,599,188	24,900,065
School leadership	130,502,940	130,265,164	128,698,374	119,183,528	119,498,496
Guidance, counseling, and evaluation services	48,002,187	61,156,891	57,677,493	56,123,250	50,148,777
Social work services	2,230,353	2,264,505	2,192,944	1,846,464	1,364,232
Health services	20,532,155	19,954,632	21,422,280	17,042,335	17,955,910
Student transportation	52,242,760	52,000,103	48,240,258	47,175,230	46,647,923
Food services	1,906,326	10,879,396	131,151	583,260	209,507
Co-Curricular/extracurricular activities	16,647,786	16,699,117	20,289,786	17,217,488	13,800,860
General administration	29,752,854	33,095,416	33,915,789	32,363,024	36,530,264
Plant maintenance and operations	198,821,677	173,340,380	175,450,003	172,762,187	183,195,564
Security and monitoring services	21,125,694	20,748,092	20,264,492	18,835,057	19,214,357
Data processing services	30,531,146	24,825,952	26,180,383	27,338,836	46,616,211
Community services	5,166,207	4,506,100	5,890,353	5,087,450	3,748,593
Juvenile justice alternative education programs	667,494	551,243	-	984,270	1,080,830
Tax reinvestment zone payments	35,104,450	54,620,528	49,634,345	52,834,027	44,085,062
Tax appraisal and collection	9,629,776	9,876,688	9,797,218	9,775,757	9,335,515
Debt service					
Principal	101,872,999	90,918,150	71,034,340	74,639,997	121,237,350
Interest and fiscal charges	113,535,871	114,632,129	141,891,751	142,211,510	135,659,700
Payment to escrow agents - current refunding	-	-	-	186,455,000	-
Capital outlay					
Facilities acquisition and construction	97,697,019	175,974,734	294,750,604	287,682,245	107,507,337
Intergovernmental charges					
Payments to fiscal agent/member districts of shared services	-	-	-	-	-
Total expenditures	2,115,408,780	2,219,846,627	2,309,047,841	2,384,847,865	2,086,252,331
Excess (deficiency) of revenues over (under) expenditures	(114,129,393)	(176,982,781)	(206,504,887)	(380,433,404)	(242,089,337)
OTHER FINANCING SOURCES (USES)					
Transfers in	103,858,212	112,085,429	150,794,392	144,071,182	122,357,687
Transfers out	(91,408,212)	(102,015,404)	(119,894,392)	(105,371,182)	(82,397,137)
Capital leases	62,307	-	55,772	-	-
Issuance of bonds and other debt	28,660,000	479,520,000	14,500,000	205,580,000	14,500,000
Premium on the sale of bonds	17,340,279	7,332,903	727,960	6,371,654	-
Discount on the sale of bonds	-	(115,214)	-	-	-
Proceeds from sale of capital assets	67,136	4,871,945	4,748,507	11,572,848	-
Payments to escrow agents	(30,958,706)	-	-	-	-
Total other financing sources (uses)	27,621,016	501,679,659	50,932,239	262,224,502	54,460,550
Net change in fund balances	(86,508,377)	324,696,878	(155,572,648)	(118,208,902)	(187,628,787)
Fund balances, beginning	1,292,344,830	1,205,836,453	1,530,533,331	1,374,960,683	1,256,751,781
Anticipated unspent funds	-	-	-	-	55,000,000
Fund balances, ending	1,205,836,453	1,530,533,331	1,374,960,683	1,256,751,781	1,124,122,994





General Fund

Houston Independent School District

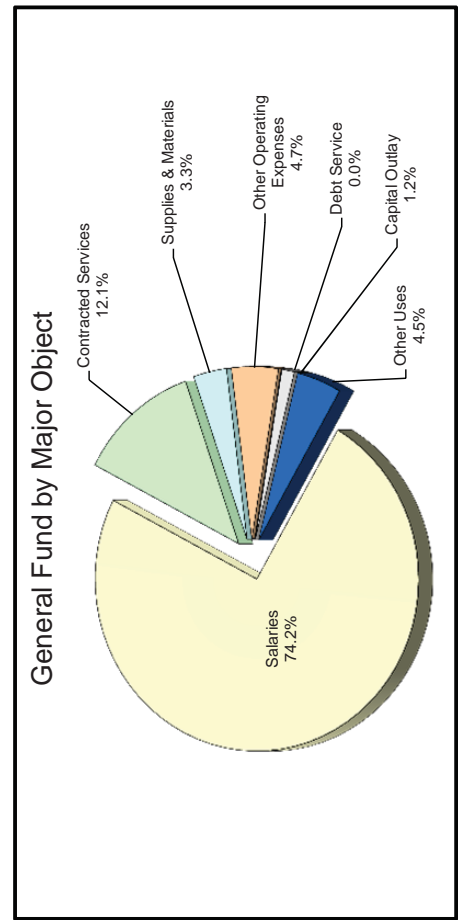
The **General Fund** is the District's principal fund, accounting for the majority of current operating expenditures. Recorded in the General Fund are transactions encompassing the approved current operating budget, related revenues, expenditures, assets, liabilities, and fund balance. Financial transactions of the District are recorded in detail in the general ledger by objects and functions within projects and programs. This fund has often been described as an operating or current fund and includes revenues from an ad valorem local maintenance tax, state funding, and other sources such as tuition, fees, and investment earnings.

HOUSTON INDEPENDENT SCHOOL DISTRICT
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - GENERAL FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2013 WITH COMPARATIVE DATA FOR PRIOR YEARS

	2008-2009 Actual	2009-2010 Actual	2010-2011 Actual	2011-2012 Projected	2012-2013 Budget
REVENUES					
Property taxes	1,053,654,683	1,065,699,696	1,035,766,479	1,044,127,686	1,076,711,675
Earnings on investments	9,815,303	2,412,649	1,070,512	1,445,075	1,273,000
Miscellaneous local sources	19,349,256	15,336,503	14,231,759	19,225,868	8,963,577
State sources	449,836,776	401,700,370	482,279,403	431,238,072	349,810,817
Federal sources	9,909,547	7,884,349	8,792,450	5,700,141	5,837,719
Total revenues	1,542,565,565	1,493,033,567	1,542,140,603	1,501,736,842	1,442,596,788
EXPENDITURES					
Current					
Instruction	910,002,627	870,482,894	886,470,970	829,076,484	909,842,440
Instructional resources and media services	23,305,585	17,078,700	15,675,589	11,070,865	10,648,485
Instructional staff development	15,302,067	12,585,537	8,895,622	18,431,308	10,447,411
Curriculum development	4,613,794	4,268,056	4,541,666	4,175,851	5,449,433
Instructional leadership	19,041,634	17,560,023	17,390,061	14,067,402	20,792,738
School leadership	127,529,085	124,511,904	123,096,849	110,115,488	117,589,180
Guidance, counseling, and evaluation services	36,935,653	33,265,615	35,606,698	34,238,875	34,311,709
Social work services	1,192,653	1,066,811	1,112,394	717,002	747,766
Health services	18,623,301	18,160,519	18,253,689	15,708,067	17,045,737
Student transportation	50,224,051	48,138,888	44,185,333	42,867,338	44,447,445
Food services	1,800,807	10,874,773	130,328	581,427	203,941
Co-Curricular/extracurricular activities	13,024,730	14,279,463	17,355,421	13,900,181	11,881,172
General administration	26,198,983	28,983,316	28,301,819	26,854,596	32,982,212
Plant maintenance and operations	194,368,627	160,575,224	142,832,503	170,741,024	182,111,639
Security and monitoring services	20,072,076	20,072,076	20,029,446	18,603,259	19,103,355
Data processing services	25,615,417	21,527,370	23,357,382	24,487,550	35,124,214
Community services	2,345,609	2,094,549	2,017,290	2,084,277	1,915,709
Juvenile justice alternative education programs	667,494	551,243	-	984,270	1,080,850
Tax reinvestment zone payments	35,104,450	54,620,528	49,634,345	52,834,027	44,085,062
Contracted Instructional Services Between Public Schools	-	-	-	-	-
Tax appraisal and collection	9,629,776	9,876,688	9,797,218	9,775,757	9,335,515
Debt service					
Principal	68,916	78,604	32,070	27,504	-
Interest and fiscal charges	159,765	183,292	368,617	395,729	-
Capital outlay					
Facilities acquisition and construction	461,523	157,133	13,569	64,513	-
Total expenditures	1,536,587,433	1,470,993,206	1,449,098,879	1,401,802,794	1,509,125,993
Excess (deficiency) of revenues over (under) expenditures	5,978,132	22,040,361	93,041,724	99,934,048	(66,529,205)
OTHER FINANCING SOURCES (USES)					
Transfers in	13,200,000	20,674,634	30,900,000	38,700,000	39,960,550
Transfers out	(80,390,219)	(92,735,404)	(108,765,916)	(93,477,638)	(70,358,593)
Capital leases	62,307	-	55,772	-	-
Issuance of bonds and other debt	14,500,000	23,500,000	14,500,000	23,500,000	14,500,000
Premium on the sale of bonds	355,616	1,256,931	727,960	1,123,064	-
Proceeds from sale of capital assets	24,000	-	-	-	-
Total other financing sources (uses)	(52,248,096)	(47,303,839)	(62,582,184)	(30,154,574)	(15,898,043)
Net change in fund balances	(46,269,964)	(25,263,478)	30,459,540	69,779,474	(82,427,248)
Fund balances, beginning	523,885,000	477,415,036	452,151,558	482,611,098	552,390,572
Anticipated unspent funds and reserve adjustments	-	-	-	-	55,000,000
Fund balances, ending	477,415,036	452,151,558	482,611,098	552,390,572	524,963,324

HOUSTON INDEPENDENT SCHOOL DISTRICT
 EXPENDITURES BY FUNCTION AND MAJOR OBJECT - GENERAL FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2013

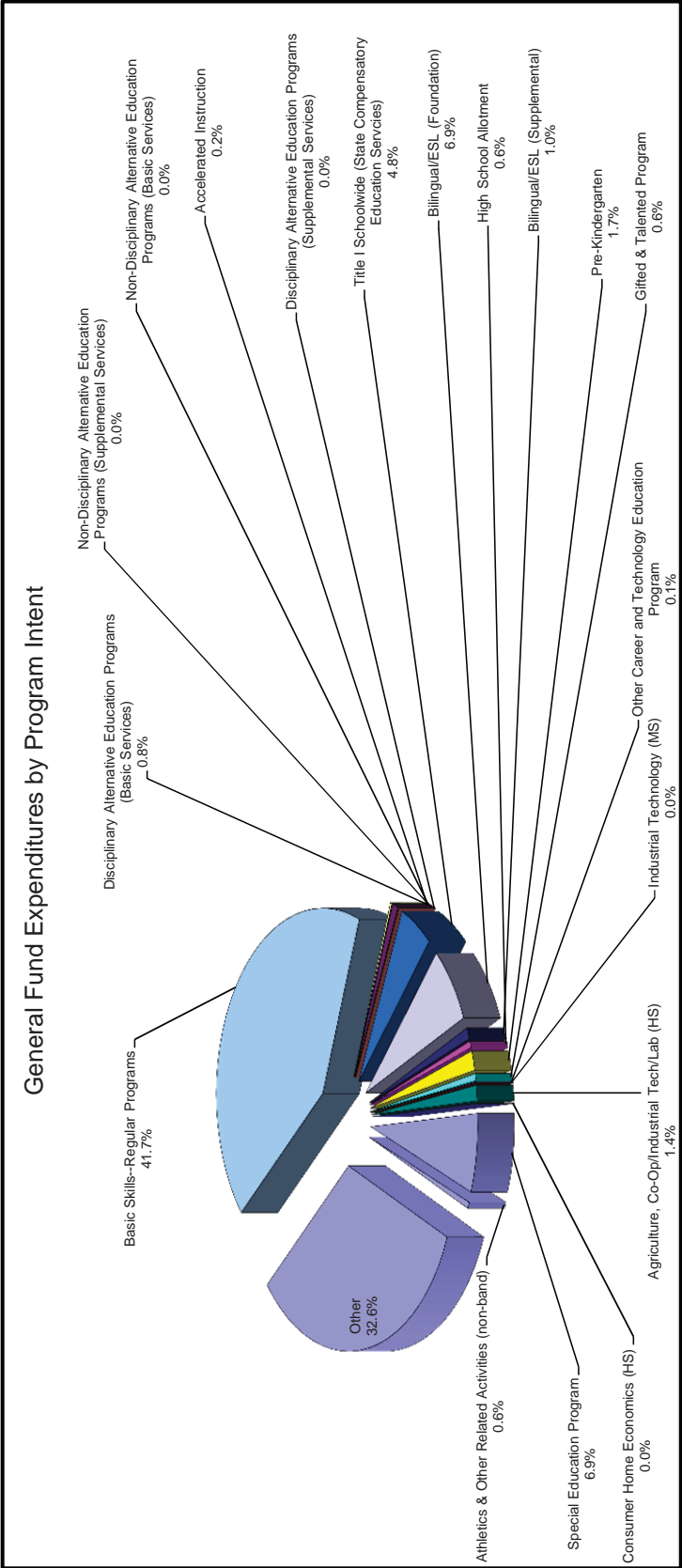
Function	Function Name	Salaries 6100	Contracted Services 6200	Supplies & Materials 6300	Other Operating Expenses 6400	Debt Service 6500	Capital Outlay 6600	Other Uses 6900	Function Totals
11	Instruction	807,497,288	58,526,080	29,030,067	8,585,256	-	6,203,749	-	909,842,440
12	Instructional resources and media services	9,810,719	79,317	201,193	11,500	-	545,756	-	10,648,485
13	Instructional staff development	6,864,145	1,325,507	798,982	1,458,777	-	-	-	10,447,411
14	Curriculum development	4,800,681	519,000	71,106	15,739	-	42,907	-	5,449,433
21	Instructional leadership	14,738,848	3,407,849	466,415	2,008,477	-	171,149	-	20,792,738
23	School leadership	114,320,415	946,913	1,713,101	371,536	-	217,215	-	117,569,180
31	Guidance, counseling, and evaluation services	20,383,328	11,916,177	1,879,712	132,492	-	-	-	34,311,709
32	Social work services	746,766	-	1,000	-	-	-	-	747,766
33	Health services	16,679,861	162,387	193,989	9,500	-	-	-	17,045,737
34	Student transportation	36,637,895	719,642	6,314,188	61,135	-	714,585	-	44,447,445
35	Food services	180,716	-	-	-	-	23,225	-	203,941
36	Co-curricular/extracurricular activities	4,613,582	6,455,469	270,848	505,120	-	36,153	-	11,881,172
41	General administration	20,755,033	6,914,672	393,711	1,937,894	-	2,980,902	-	32,982,212
51	Plant maintenance and operations	73,996,521	81,252,407	10,545,783	13,836,293	-	2,480,635	-	182,111,639
52	Security and monitoring services	18,145,257	533,301	172,566	28,000	-	224,231	-	19,103,355
53	Data processing services	20,517,347	7,971,710	137,686	481,163	-	6,016,308	-	35,124,214
61	Community services	1,747,701	47,924	93,705	25,443	-	936	-	1,915,709
71	Debt service	-	-	-	-	-	-	-	-
81	Facilities acquisition and construction	-	-	-	-	-	-	-	-
91	Contracted Instructional Services Between Public Schools	-	-	-	-	-	-	-	-
95	Juvenile justice alternative education programs	-	1,080,830	-	-	-	-	70,358,593	70,358,593
96	Other financing sources (uses)	-	-	-	-	-	-	-	-
97	Tax Increment Relief Zone (TIRZ) payments	-	-	-	44,085,062	-	-	-	44,085,062
99	Other Intergovernmental Charges	-	9,335,515	-	-	-	-	-	9,335,515
Major Object Totals		1,172,436,103	191,194,700	52,284,052	73,553,387	-	19,657,751	70,358,593	1,579,484,586



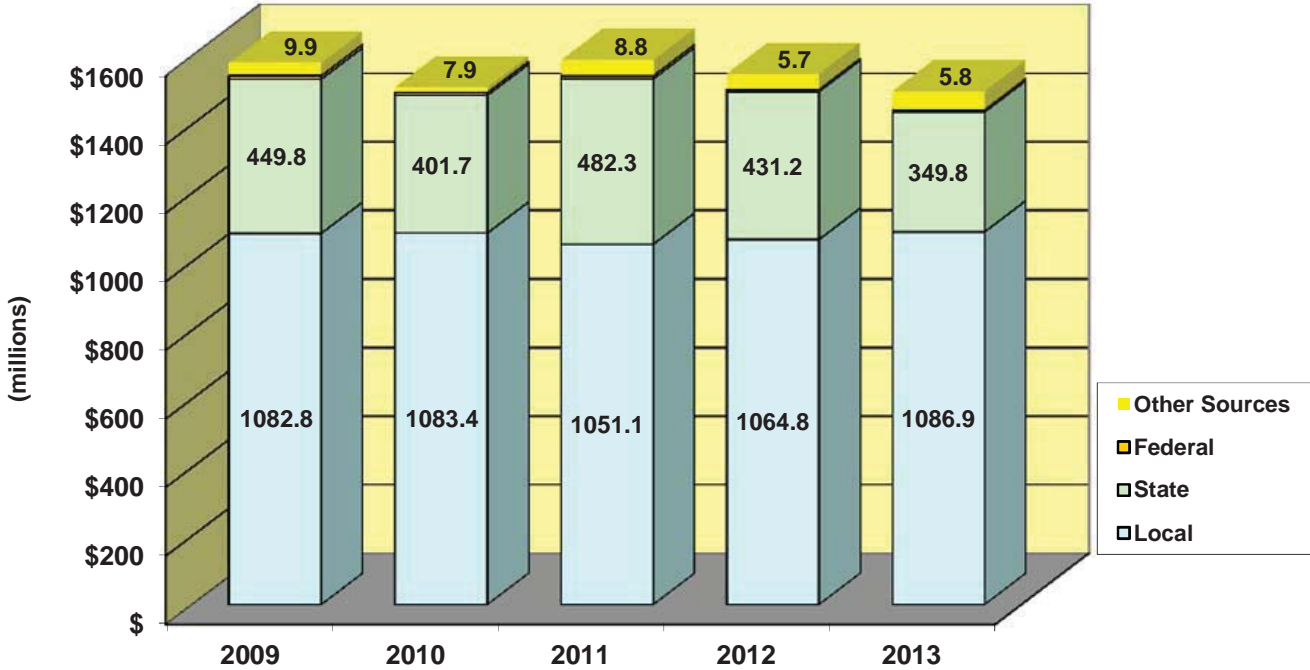
* Chart may not add to 100% due to rounding

Houston Independent School District
 GENERAL FUND EXPENDITURES BY PROGRAM INTENT & MAJOR OBJECT
 FOR THE FISCAL YEAR ENDED JUNE 30, 2013

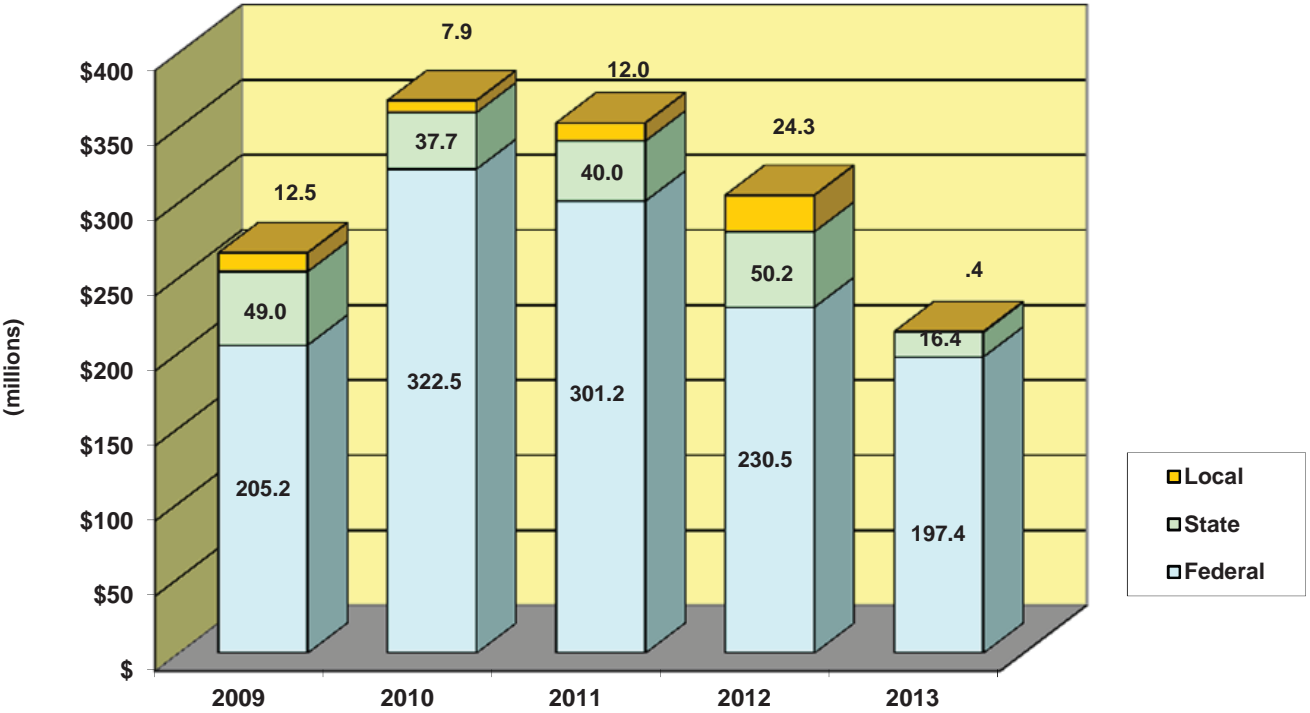
Program Intent Code	Program Intent Code Description	Salaries 6100	Contracted Services 6200	Supplies & Materials 6300	Other Operating Expenses 6400	Debt Service 6500	Capital Outlay 6600	Transfers Out 6900	Program Intent Totals
10	Basic Skills--Regular Programs	594,243,223	27,791,956	23,082,702	8,453,799	-	4,771,482	-	\$ 688,333,162
24	Accelerated Instruction	2,432,587	1,120,330	91,944	29,107	-	14,000	-	3,687,968
26	Non-Disciplinary Alternative Education Programs (Basic Services)	1,488	-	-	-	-	-	-	1,488
27	Non-Disciplinary Alternative Education Programs (Supplemental Services)	-	-	-	-	-	-	-	-
28	Disciplinary Alternative Education Programs (Basic Services)	1,260,342	11,954,500	16,000	-	-	5,000	-	13,235,842
29	Disciplinary Alternative Education Programs (Supplemental Services)	8,420	-	-	-	-	-	-	8,420
30	Title I Schoolwide (State Compensatory Education Services)	54,684,787	18,918,896	2,087,049	56,362	-	230,204	-	75,977,298
31	Bilingual/ESL (Foundation)	109,696,681	-	-	-	-	-	-	109,696,681
32	Bilingual/ESL (Supplemental)	14,415,091	56,537	1,275,773	37,710	-	118,708	-	15,903,819
33	High School Allotment	8,782,352	189,611	267,116	20,245	-	64,540	-	9,323,864
34	Pre-Kindergarten	25,353,353	1,620,815	181,248	26,990	-	84,960	-	27,267,366
50	Gifted & Talented Program	7,614,314	637,102	1,408,533	171,187	-	13,750	-	9,844,886
70	Other Career and Technology Education Program	1,415,868	39,000	12,356	18,786	-	-	-	1,486,010
73	Industrial Technology (MS)	325,946	-	-	-	-	-	-	325,946
74	Agriculture, Co-Op/Industrial Tech/Lab (HS)	19,336,523	191,500	958,027	206,612	-	831,832	-	21,524,494
75	Consumer Home Economics (HS)	512,974	-	20,325	-	-	-	-	533,299
80	Special Education Program	98,285,683	7,770,512	1,810,101	199,175	-	296,688	-	108,362,159
91	Athletics & Other Related Activities (non-band)	3,230,863	5,067,717	135,600	319,950	-	-	-	8,754,130
99	Other	230,835,608	115,846,224	20,937,278	64,013,464	-	13,226,587	70,358,593	515,217,754
Major Object Totals		\$ 1,172,436,103	\$ 191,194,700	\$ 52,284,052	\$ 73,553,387	\$ -	\$ 19,657,751	\$ 70,358,593	\$ 1,579,484,586



General Fund Revenues by Source



Special Revenue Funding by Source





Special Revenue Fund

Houston Independent School District

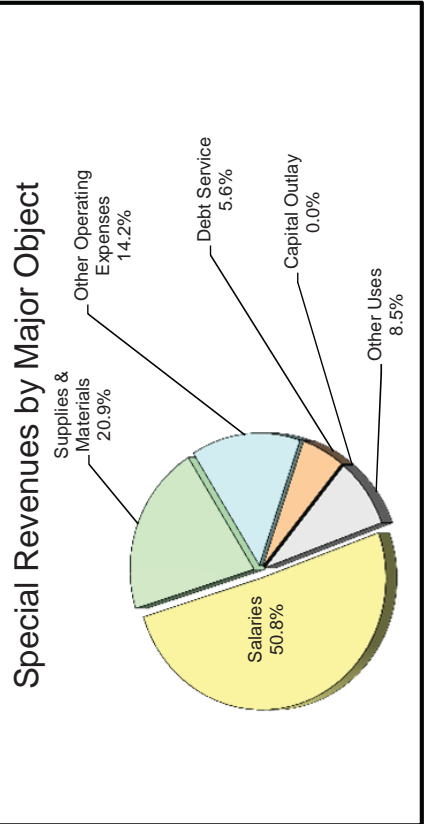
The **Special Revenue Fund** accounts for all designated-purpose monies received in the form of federal, state or local grants. These grants, referred to as projects, are awarded to the Houston Independent School District for the purpose of accomplishing specified educational tasks; therefore, revenues and expenditures are recorded by project or similar groups of projects related by funding to accomplish the purpose of accounting for each grant.

HOUSTON INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2013 WITH COMPARATIVE DATA FOR PRIOR YEARS

	2008-2009 Actual	2009-2010 Actual	2010-2011 Actual	2011-2012 Projected	2012-2013 Budget
REVENUES					
Miscellaneous local sources	12,469,187	7,933,915	11,972,936	24,287,570	368,000
State sources	48,973,821	37,703,717	39,981,566	50,213,099	16,368,867
Federal sources	205,217,942	322,499,202	301,230,502	230,549,183	197,443,665
Total revenues	266,660,950	368,136,834	353,185,004	305,049,852	214,180,532
EXPENDITURES					
Current					
Instruction	168,426,021	236,923,143	214,691,161	184,417,729	112,565,912
Instructional resources and media services	597,831	722,766	705,569	484,411	333,305
Curriculum development and instructional staff development	50,780,566	54,214,733	45,716,770	45,451,114	54,228,792
Instructional leadership	7,368,961	9,701,555	7,498,869	7,531,786	4,107,327
School leadership	2,973,855	5,753,260	5,601,525	9,068,040	1,929,316
Guidance, counseling, and evaluation services	11,066,534	27,891,276	22,070,795	21,884,375	15,837,068
Social work services	1,037,700	1,197,694	1,080,550	1,129,462	616,466
Health services	1,908,854	1,794,113	3,168,591	1,334,268	910,173
Student transportation	2,018,709	3,861,215	4,054,925	4,307,892	2,200,478
Food services	105,519	4,623	823	1,833	5,566
Co-Curricular/extracurricular activities	3,623,056	2,419,654	2,934,365	3,317,307	1,919,688
General administration	3,553,871	4,112,100	5,613,970	5,508,428	3,548,052
Plant maintenance and operations	4,453,050	12,765,156	32,617,500	2,021,163	1,083,925
Security and monitoring services	754,808	676,016	235,046	231,798	111,002
Data processing services	4,915,729	3,298,582	2,823,001	2,851,286	11,491,997
Community services	2,820,598	2,411,551	3,873,063	3,003,173	1,832,884
Debt service					
Principal	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-
Capital outlay					
Facilities acquisition and construction	364,573	494,681	32,235	1,640,345	1,458,581
Total expenditures	266,770,235	368,242,118	352,718,758	294,184,410	214,180,532
Excess (deficiency) of revenues over (under) expenditures	(109,285)	(105,284)	466,246	10,865,442	-
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	4,876,686	-
Transfers out	-	-	-	-	-
Capital leases	-	-	-	-	-
Issuance of bonds and other debt	-	-	-	-	-
Premium on the sale of bonds	-	-	-	-	-
Proceeds from sale of capital assets	-	-	-	-	-
Total other financing sources (uses)	-	-	-	4,876,686	-
Net change in fund balances	(109,285)	(105,284)	466,246	15,742,128	-
Fund balances, beginning	9,451,918	9,342,633	9,237,349	9,703,595	25,445,723
Change in beginning fund balances - Prior Period Adj.	-	-	-	-	-
Fund balances, ending	9,342,633	9,237,349	9,703,595	25,445,723	25,445,723

HOUSTON INDEPENDENT SCHOOL DISTRICT
 EXPENDITURES BY FUNCTION AND MAJOR OBJECT - SPECIAL REVENUE FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2013

Function	Function Name	Salaries	Contracted Services	Supplies & Materials	Other Operating Expenses	Debt Service	Capital Outlay	Function Totals
		6100	6200	6300	6400	6500	6600	
11	Instruction	70,280,524	11,075,739	22,777,772	4,504,161	-	3,927,716	112,565,912
12	Instructional resources and media services	92,797	291	15,608	1,275	-	223,334	333,305
13	Curriculum development/instructional staff development	25,284,015	14,415,036	6,082,844	6,285,252	-	2,161,645	54,228,792
21	Instructional leadership	2,860,088	291,173	144,921	82,780	-	728,365	4,107,327
23	School leadership	1,571,642	812	14,727	335,535	-	6,600	1,929,316
31	Guidance, counseling, and evaluation services	3,920,168	11,043,030	839,461	28,219	-	6,190	15,837,068
32	Social work services	595,321	17,214	664	2,538	-	729	616,466
33	Health services	560,576	294,830	42,982	6,656	-	5,129	910,173
34	Student transportation	494,349	14,838	-	408,073	-	1,283,218	2,200,478
35	Food services	-	-	5,566	-	-	-	5,566
36	Co-curricular/extracurricular activities	397,160	1,310,232	86,851	26,630	-	98,815	1,919,688
41	General administration	1,282,477	1,973,118	38,895	250,980	-	2,582	3,548,052
51	Plant maintenance and operations	129,027	892,303	48,384	971	-	13,240	1,083,925
52	Security and monitoring services	97,327	2,518	6,332	4,825	-	-	111,002
53	Data processing services	245,880	2,942,362	-	-	-	8,303,755	11,491,997
61	Community services	911,788	454,524	349,703	81,057	-	35,812	1,832,884
71	Debt service	-	-	-	-	-	-	-
81	Facilities acquisition and construction	-	-	-	-	-	1,458,581	1,458,581
93	Payments to fiscal agent/member districts	-	-	-	-	-	-	-
00	Other financing sources (uses)	-	-	-	-	-	-	-
Major Object Totals		108,723,139	44,728,020	30,454,710	12,018,952	-	18,255,711	214,180,532



* Chart may not add to 100% due to rounding

HOUSTON INDEPENDENT SCHOOL DISTRICT
STATEMENT OF GRANT SOURCES
SPECIAL REVENUE FUND
For Fiscal Year 2012-2013 with Comparative Data for Prior Year

	<u>2011-2012</u> <u>Budget</u>	<u>2012-2013</u> <u>Budget</u>	<u>2012-2013</u> <u>% Change</u>
<u>Local sources</u>			
ANNENBERG GRANT	-	-	0.00%
HOUSTON KATRINA/ RITA FUND	-	-	0.00%
BROAD FOUNDATION	-	-	0.00%
MISC PROJECT GRANTS	5,970,000	368,000	-93.84%
Total Local Sources	<u>5,970,000</u>	<u>368,000</u>	<u>-93.84%</u>
<u>State Sources</u>			
OPTIONAL EXTENDED YEAR	-	-	0.00%
LIFE SKILLS PROGRAMS	-	-	0.00%
STATE TECHNOLOGY	-	-	0.00%
PRE K & KINDERGARTEN	-	-	0.00%
INSTRUCTIONAL MATERIALS ALLOTMENT	-	9,339,679	0.00%
ONLINE COLLEGE AND CAREER PREP TECH	-	472,096	0.00%
DATE GRANT	13,923,104	4,202,184	-69.82%
MISC STATE GRANTS	4,709,815	2,354,908	-50.00%
Total State Sources	<u>18,632,919</u>	<u>16,368,867</u>	<u>-12.15%</u>
<u>Federal Sources</u>			
TITLE I - PART A	113,032,804	103,082,376	-8.80%
TITLE I - MIGRANT	54,670	545,698	898.17%
TITLE II - PART A	16,186,787	11,687,484	-27.80%
TITLE II - PART D	-	-	0.00%
TITLE III - PART A - LEP	6,163,037	66,163,538	973.55%
TITLE IV - PART A	-	-	0.00%
SPECIAL ED	42,500,000	37,396,137	-12.01%
SPECIAL ED-PRESCHOOL	-	471,675	0.00%
TITLE I-STIMULUS	-	-	0.00%
SPECIAL ED STIMULUS	-	-	0.00%
STATE FISCAL STABILIZATION FUNDS	-	-	0.00%
CARL PERKINS	3,373,950	2,967,552	-12.05%
E-RATE	9,352,899	11,647,135	100.00%
21ST CENTURY	7,064,964	3,414,516	-51.67%
USDE MAGNET GRANT	3,741,658	3,954,157	100.00%
TTIPS	9,779,854	6,729,722	-31.19%
ED JOBS FUNDING	33,855,783	-	100.00%
TEACHER INCENTIVE	-	5,630,766	0.00%
GEAR UP	1,600,000	-	-100.00%
MISC FEDERAL GRANTS	7,257,483	3,752,909	-48.29%
Total Federal Sources	<u>253,963,889</u>	<u>257,443,665</u>	<u>1.37%</u>
TOTAL BUDGET AND REVENUES	<u><u>278,566,808</u></u>	<u><u>274,180,532</u></u>	<u><u>-1.57%</u></u>

Note: 2011-2012 Budget includes all grants received including carryover funding from prior years. Fiscal year 2012-2013 only includes those grants that the district received NOGA's or pre-award notifications as of June 1, 2012. The budget will be adjusted throughout 2012-2013 as grants awards are received.



Debt Service Fund

Houston Independent School District

The **Debt Service Fund** includes all accounts necessary to record transactions reflecting revenues collected from taxes and investment earnings and expenditures made for the payment of interest and principal on long-term, general debt obligations

As of June 30, 2012, the District had net bonded debt outstanding of \$2.295 billion. The district debt totals included \$182.1 million in Variable Rate Bonds outstanding at fiscal year end. The ratio of net bonded debt to assessed valuation and the amount of net bonded debt per capita are useful indicators of the District's debt position.

The district's ratings include the "Aaa" long-term rating on the District's bonds by Moody's Investors Services, Inc. and "AAA" rating by Standard and Poor's Corporation as enhanced by the Texas Permanent Fund guarantee. The unenhanced ratings by Moody's and Standard and Poor's are "Aaa" and "AA+" respectively. The latest review by the rating agencies was completed in May, 2012.

HOUSTON INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - DEBT SERVICE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2013 WITH COMPARATIVE DATA FOR PRIOR YEARS

	2008-2009 Actual	2009-2010 Actual	2010-2011 Actual	2011-2012 Projected	2012-2013 Budget
REVENUES					
Local maintenance taxes	156,715,465	157,433,208	152,698,650	155,040,949	159,663,804
Earnings on investments	1,386,603	342,170	249,182	241,363	222,000
Federal sources	-	-	9,160,294	10,176,026	7,613,834
Total revenues	158,102,068	157,775,378	162,108,126	165,458,338	167,499,638
EXPENDITURES					
Debt service					
Principal	101,804,083	90,839,546	71,002,270	74,612,493	121,237,350
Interest and fiscal charges	113,376,106	114,448,837	141,523,134	141,815,781	135,659,700
Payment to escrow agents-current refunding	-	-	-	186,455,000	-
Total expenditures	215,180,189	205,288,383	212,525,404	402,883,274	256,897,050
Excess (deficiency) of revenues over (under) expenditures	(57,078,121)	(47,513,005)	(50,417,278)	(237,424,936)	(89,397,412)
OTHER FINANCING SOURCES (USES)					
Transfers in	60,168,510	60,914,959	61,381,815	62,372,956	66,847,137
Issuance of bonds and other debt	14,160,000	-	-	182,080,000	-
Premium on the sale of bonds	16,984,463	-	-	5,248,590	-
Payments to escrow agents	(30,958,706)	-	-	-	-
Total other financing sources (uses)	60,354,267	60,914,959	61,381,815	249,701,546	66,847,137
Net change in fund balances	3,276,146	13,401,954	10,964,537	12,276,610	(22,550,275)
Fund balances, beginning	104,224,121	107,500,267	120,902,221	131,866,758	144,143,368
Fund balances, ending	107,500,267	120,902,221	131,866,758	144,143,368	121,593,093

HOUSTON INDEPENDENT SCHOOL DISTRICT
 EXPENDITURES BY FUNCTION AND MAJOR OBJECT - DEBT SERVICE FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2013

Function	Function Name	Salaries	Contracted Services	Supplies & Materials	Other Operating Expenses	Debt Service	Capital Outlay	Function Totals
		6100	6200	6300	6400	6500	6600	
11	Instruction	-	-	-	-	-	-	-
12	Instructional resources and media services	-	-	-	-	-	-	-
13	Curriculum development/instructional staff development	-	-	-	-	-	-	-
21	Instructional leadership	-	-	-	-	-	-	-
23	School leadership	-	-	-	-	-	-	-
31	Guidance, counseling, and evaluation services	-	-	-	-	-	-	-
32	Social work services	-	-	-	-	-	-	-
33	Health services	-	-	-	-	-	-	-
34	Student transportation	-	-	-	-	-	-	-
35	Food services	-	-	-	-	-	-	-
36	Co-curricular/extracurricular activities	-	-	-	-	-	-	-
41	General administration	-	-	-	-	-	-	-
51	Plant maintenance and operations	-	-	-	-	-	-	-
52	Security and monitoring services	-	-	-	-	-	-	-
53	Data processing services	-	-	-	-	-	-	-
61	Community services	-	-	-	-	-	-	-
71	Debt service	-	-	-	-	256,897,050	-	256,897,050
81	Facilities acquisition and construction	-	-	-	-	-	-	-
95	Juvenile justice alternative education program	-	-	-	-	-	-	-
00	Other financing sources (uses)	-	-	-	-	-	-	-
Major Object Totals		-	-	-	-	256,897,050	-	256,897,050

VALUATION, EXEMPTIONS, AND TAX-SUPPORTED DEBT

2012 Fiscal Year Assessed Valuation (100% of estimated market valuation)	\$105,895,088,157 ⁽¹⁾
2013 Fiscal Year Assessed Valuation (100% of estimated market valuation)	\$112,214,832,635 ⁽¹⁾
General Obligation Bonded Debt at June 30, 2012	\$2,230,594,347 ⁽²⁾
Plus: Contractual Obligations at June 30, 2012	\$76,525,910 ⁽²⁾
Plus: Notes Payable at June 30, 2012	\$59,448,724 ⁽²⁾
Plus: Houston Independent School District Public Facility Corporation Debt as of June 30, 2012	\$144,760,203 ⁽²⁾
Plus: Capital leases payable as of June 30, 2012	\$28,268 ⁽³⁾
Less Debt Service Fund Balance restricted for principal payments as of June 30, 2012	<u>(\$80,021,059) ⁽⁴⁾</u>
Total Primary Debt	\$2,431,336,393
Ratio of Net Debt to Fiscal Year 2012 Taxable Assessed Valuation	2.30%
Ratio of Net Debt to Fiscal Year 2013 Taxable Assessed Valuation	2.17%
Fiscal Year 2013 District Tax Rate (per \$100 T.A.V.):	
Local Maintenance	\$1.006700
Debt Service	<u>\$0.150000</u>
Total	\$1.156700
Tax Rate Limitation (per \$100 T.A.V.)	\$1.70000
Average percentage of current tax collections for Fiscal Years 2003-2012	96.22% ⁽⁵⁾
Average Percentage of total (current and delinquent) tax collections for Fiscal Years 2003 through 2012	98.44% ⁽⁶⁾
Student Peak Enrollment	201,594 ⁽⁷⁾
District Population Estimate	6,415,838 ⁽⁸⁾

(1) Source: The District. Net of exemptions.

(2) Totals for each type of debt are net of principal balance, accretions on capital accretion bonds, unamortized premiums/discounts, and unamortized deferred gains or losses on refundings. See CAFR statistical schedule "Outstanding Debt By Type".

(3) Source: CAFR statistical schedule "Outstanding Debt By Type". Capital Leases are not paid out of the Debt Service Fund but have been included in this schedule in order to tie with CAFR reported totals.

(4) Includes the portion of the \$144,143,368 Debt Service Fund Balance available for principal payments. The remaining fund balance total of \$64,122,309 will be utilized for interest and other costs.



Capital Renovation Fund

Houston Independent School District

The **Capital Renovation Fund** is being used to account for all capital program projects on an individual project basis. The primary source of funds include Pay-As-You-Go funds, Tax Increment Re-Investment Zones (TIRZ) funds, voter approved funds including the \$805 million dollar bond referendum approved in November 2007 (the major element of the 2007 Facilities Capital Program), and the recent \$1.89 billion bond referendum recently approved in November 2012.

More detail about the Capital Renovation Fund and the Facilities Bond Program can be found in the Capital Renovation Section of this document.

**HOUSTON INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - CAPITAL RENOVATION FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2013 WITH COMPARATIVE DATA FOR PRIOR YEARS**

	2008-2009 Actual	2009-2010 Actual	2010-2011 Actual	2011-2012 Projected	2012-2013 Budget
REVENUES					
Earnings on investments	12,911,112	3,624,599	2,434,265	1,657,745	973,000
Miscellaneous local sources	20,993,032	20,213,092	42,452,295	30,450,810	18,817,636
Total revenues	33,904,144	23,837,691	44,886,560	32,108,555	19,790,636
EXPENDITURES					
Capital outlay					
Facilities acquisition and construction	96,727,041	174,055,690	257,823,251	274,876,313	100,000,000
Total expenditures	96,727,041	174,055,690	257,823,251	274,876,313	100,000,000
Excess (deficiency) of revenues over (under) expenditures	(62,822,897)	(150,217,999)	(212,936,691)	(242,767,758)	(80,209,364)
OTHER FINANCING SOURCES (USES)					
Transfers in	30,489,702	30,495,836	58,512,577	38,121,540	15,550,000
Transfers out	(9,145,000)	(9,280,000)	(11,125,872)	(11,893,544)	(12,038,544)
Issuance of bonds and other debt	-	401,520,000	-	-	-
Premium on the sale of bonds	-	6,075,972	-	-	-
Proceeds from sale of capital assets	67,136	4,871,945	4,748,507	11,572,848	-
Total other financing sources (uses)	21,411,838	433,683,753	52,135,212	37,800,844	3,511,456
Net change in fund balances	(41,411,059)	283,465,754	(160,801,479)	(204,966,914)	(76,697,908)
Fund balances, beginning	651,692,060	610,281,001	893,746,755	732,945,276	527,978,362
Fund balances, ending	610,281,001	893,746,755	732,945,276	527,978,362	451,280,454

HOUSTON INDEPENDENT SCHOOL DISTRICT
 EXPENDITURES BY FUNCTION AND MAJOR OBJECT - CAPITAL RENOVATION FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2013

Function	Function Name	Salaries 6100	Contracted Services 6200	Supplies & Materials 6300	Other Operating Expenses 6400	Debt Service 6500	Capital Outlay 6600	Other Uses 6900	Function Totals
11	Instruction	-	-	-	-	-	-	-	-
12	Instructional resources and media services	-	-	-	-	-	-	-	-
13	Curriculum development/instructional staff development	-	-	-	-	-	-	-	-
21	Instructional leadership	-	-	-	-	-	-	-	-
23	School leadership	-	-	-	-	-	-	-	-
31	Guidance, counseling, and evaluation services	-	-	-	-	-	-	-	-
32	Social work services	-	-	-	-	-	-	-	-
33	Health services	-	-	-	-	-	-	-	-
34	Student transportation	-	-	-	-	-	-	-	-
35	Food services	-	-	-	-	-	-	-	-
36	Co-curricular/extracurricular activities	-	-	-	-	-	-	-	-
41	General administration	-	-	-	-	-	-	-	-
51	Plant maintenance and operations	-	-	-	-	-	-	-	-
52	Security and monitoring services	-	-	-	-	-	-	-	-
53	Data processing services	-	-	-	-	-	-	-	-
61	Community services	-	-	-	-	-	-	-	-
71	Debt service	-	-	-	-	-	-	-	-
81	Facilities acquisition and construction	3,987,412	38,500	21,000	35,500	-	95,917,588	-	100,000,000
95	Juvenile justice alternative education program	-	-	-	-	-	-	-	-
00	Other financing sources (uses)	-	-	-	-	-	-	12,038,544	12,038,544
Major Object Totals		3,987,412	38,500	21,000	35,500	-	95,917,588	12,038,544	112,038,544



Public Facilities Corporation Houston Independent School District

The Public Facility Corporation fund was established by the Houston Independent School District Public Facility Corporation (HISDPFC) in 1998. Currently it funds two high schools: Westside and Chavez; four elementary schools: DeAnda, Roosevelt, Peck, and Cunningham; and the Food Services Warehouse.

**HOUSTON INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - PUBLIC FACILITIES CORPORATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2013 WITH COMPARATIVE DATA FOR PRIOR YEARS**

	2008-2009 Actual	2009-2010 Actual	2010-2011 Actual	2011-2012 Projected	2012-2013 Budget
REVENUES					
Earnings on investments	46,387	80,376	222,661	60,874	94,900
Miscellaneous local sources	273	-	-	-	500
Total revenues	46,660	80,376	222,661	60,874	95,400
EXPENDITURES					
Capital outlay					
Facilities acquisition and construction	143,882	1,267,230	36,881,549	11,101,074	6,048,756
Total expenditures	143,882	1,267,230	36,881,549	11,101,074	6,048,756
Excess (deficiency) of revenues over (under) expenditures	(97,222)	(1,186,854)	(36,658,888)	(11,040,200)	(5,953,356)
OTHER FINANCING SOURCES (USES)					
Transfers in	-	-	-	-	-
Transfers out	(1,872,993)	-	(2,604)	-	-
Issuance of bonds and other debt	-	54,500,000	-	-	-
Premium on the sale of bonds	-	-	-	-	-
Discount on the sale of bonds	-	(115,214)	-	-	-
Proceeds from sale of capital assets	-	-	-	-	-
Total other financing sources (uses)	(1,872,993)	54,384,786	(2,604)	-	-
Net change in fund balances	(1,970,215)	53,197,932	(36,661,492)	(11,040,200)	(5,953,356)
Fund balances, beginning	3,291,731	1,321,516	54,519,448	17,857,956	6,817,756
Fund balances, ending	1,321,516	54,519,448	17,857,956	6,817,756	864,400



Internal Service Funds

Houston Independent School District

The **Health Insurance Fund** is used to account for the health insurance plan administered by the District. The plan is a self-insured plan requiring the District and its employees to contribute to the cost.

The **Workers' Compensation Fund** is used to account for risk financing activities related to the Workers' Compensation Program. All employees of the District are covered by this plan for injuries occurring on the job. The District contributes 100% of the funding for this program.

The **Print Shop Fund** is used to account for all the printing and distribution activities of the District's two print shop facilities. Schools and departments are charged for the costs of printing and distribution requests. During non-peak times, the Print Shop takes in work from other governmental agencies requiring assistance during their peak period. The District also has reciprocal agreements with other governmental agencies in the event a backlog of jobs is experienced by District users.

The **Professional Development Fund** is used to account for the training that enables district administrators, teachers and support staff to develop or enhance effective skills to increase student achievement. The department provides the coordination of office services for the leadership and teacher training activities in the district. This fund was eliminated beginning in 2010-2011.

The **Alternative Certification Fund** is used to account for the recruiting, training, and supporting of qualified, degreed professionals. The program provides coaching and professional development services to degreed interns so that they are successful in their classrooms and fulfill the requirements of SBEC (State Board for Educator Certification) of Texas teacher certification; and for other professional certifications.

The **Media Services Fund** is used to account for the media, audiovisual and radio products and services to students, teachers, administrators, parents and the community which supports the district's core curriculum and school-based programs in increasing student achievement. This fund was eliminated beginning in 2010-2011.

The **UIL Fund** is used to account for the UIL activities. It provides for schools to participate in One Act Play, Solo/Ensemble, Academics, Debate Cross-Examination, Marching Band, Concert Band, Choir, Orchestra, National Spelling Bee, Robotics Competition, Science Fair, and History Fair.

The **Athletics Fund** is used to account for the educational, social, moral and athletic skills of the student athlete. It provides a comprehensive High School and Middle School program for male and female athletes in areas such as football, basketball, volleyball, baseball, cross country, softball, swimming, tennis, golf, cheer/drill team, wrestling, track/field and soccer. The Athletics Fund provides police security at game events and is also used to schedule athletic activities, transportation trips, game officials, and to efficiently operate Sports Complex Venues for HISD athletics competitions and events.

The **Shared Services** is used to account for the special education support services. These buy back services include instructional support, special education, compliance, and crisis intervention.

**HOUSTON INDEPENDENT SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS - INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013 WITH COMPARATIVE DATA FOR PRIOR YEARS**

	2008-2009 Actual	2009-2010 Actual	2010-2011 Actual	2011-2012 Projected	2012-2013 Budget
OPERATING REVENUES:					
Charges for sales and services					
Sales to customers	27,421,765	27,775,695	20,684,367	18,559,996	18,858,813
Charges to employees or other funds	116,010,798	132,106,611	130,062,342	125,184,516	124,627,295
Miscellaneous	799,566	1,356,807	1,051,297	1,245,183	1,144,000
Total operating revenues	<u>144,232,129</u>	<u>161,239,113</u>	<u>151,798,006</u>	<u>144,989,695</u>	<u>144,630,108</u>
OPERATING EXPENSES:					
Payroll costs	21,663,694	19,835,774	13,334,461	12,346,214	13,357,423
Purchased and contracted services	6,312,473	5,344,769	4,931,856	5,225,695	5,544,625
Supplies and materials	2,685,683	3,590,959	3,602,210	2,346,384	2,345,392
Other operating expenses	1,867,253	1,743,232	1,331,724	1,480,559	3,237,084
Claims and judgements	127,506,004	142,478,854	129,136,249	98,026,343	107,284,087
Depreciation	86,896	76,300	137,422	133,300	142,438
Capital assets	82,049	13,078	64,050	-	20,434
Total operating expenses	<u>160,204,052</u>	<u>173,082,966</u>	<u>152,537,972</u>	<u>119,558,495</u>	<u>131,931,483</u>
Operating income (loss)	<u>(15,971,923)</u>	<u>(11,843,853)</u>	<u>(739,966)</u>	<u>25,431,200</u>	<u>12,698,625</u>
NONOPERATING REVENUES (EXPENSES)					
Earnings on investments	2,768,186	667,451	278,927	375,085	220,007
Total nonoperating revenue	<u>2,768,186</u>	<u>667,451</u>	<u>278,927</u>	<u>375,085</u>	<u>220,007</u>
Income (loss) before transfers	<u>(13,203,737)</u>	<u>(11,176,402)</u>	<u>(461,039)</u>	<u>25,806,285</u>	<u>12,918,632</u>
Transfers in	750,000	213,771	-	2,369,744	-
Transfers out	-	(1,147,708)	(500,000)	(2,369,744)	-
Change in net assets	<u>(12,453,737)</u>	<u>(12,110,339)</u>	<u>(961,039)</u>	<u>25,806,285</u>	<u>12,918,632</u>
Total net assets, beginning	<u>84,910,836</u>	<u>72,457,099</u>	<u>60,346,760</u>	<u>59,385,721</u>	<u>85,192,006</u>
Change in beginning net assets	-	-	-	-	-
Total net assets, ending	<u>72,457,099</u>	<u>60,346,760</u>	<u>59,385,721</u>	<u>85,192,006</u>	<u>98,110,638</u>

HOUSTON INDEPENDENT SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS - PRINT SHOP
FOR THE FISCAL YEAR ENDED JUNE 30, 2013 WITH COMPARATIVE DATA FOR PRIOR YEARS

	2008-2009 Actual	2009-2010 Actual	2010-2011 Actual	2011-2012 Projected	2012-2013 Budget
OPERATING REVENUES:					
Charges for sales and services					
Sales to customers	4,753,937	4,925,779	5,238,924	4,840,122	4,106,000
Miscellaneous	468	3,047	5,942	-	-
Total operating revenues	4,754,405	4,928,826	5,244,866	4,840,122	4,106,000
OPERATING EXPENSES:					
Payroll costs	1,718,045	1,758,017	1,943,515	1,607,689	1,707,158
Purchased and contracted services	2,022,492	1,361,418	1,527,358	1,620,861	1,114,248
Supplies and materials	935,623	1,565,295	1,762,718	1,545,563	1,162,060
Other operating expenses	15,135	23,611	3,626	3,876	8,850
Depreciation	66,853	62,066	111,647	90,404	113,691
Total operating expenses	4,758,148	4,770,407	5,348,864	4,868,393	4,106,007
Operating income (loss)	(3,743)	158,419	(103,998)	(28,271)	(7)
NONOPERATING REVENUES (EXPENSES)					
Earnings on investments	223	26	43	5	7
Total nonoperating revenue	223	26	43	5	7
Income (loss) before transfers	(3,520)	158,445	(103,955)	(28,266)	-
Transfers in	200,000	84,155	-	-	-
Transfers out	-	-	-	-	-
Change in net assets	196,480	242,600	(103,955)	(28,266)	-
Total net assets, beginning	(122,368)	74,112	316,712	212,757	184,491
Total net assets, ending	74,112	316,712	212,757	184,491	184,491

HOUSTON INDEPENDENT SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS - HEALTH INSURANCE
FOR THE FISCAL YEAR ENDED JUNE 30, 2013 WITH COMPARATIVE DATA FOR PRIOR YEARS

	2008-2009 Actual	2009-2010 Actual	2010-2011 Actual	2011-2012 Projected	2012-2013 Budget
OPERATING REVENUES:					
Charges for sales and services	105,821,262	122,181,716	120,291,971	114,822,665	111,311,000
Charges to employees other funds	371,292	605,608	682,160	763,122	784,000
Miscellaneous	106,192,554	122,787,324	120,974,131	115,585,787	112,095,000
Total operating revenues					
OPERATING EXPENSES:					
Payroll costs	750,196	999,572	737,589	699,614	745,647
Purchased and contracted services	204,205	51,767	28,323	18,167	17,500
Supplies and materials	8,521	16,953	19,836	5,163	8,000
Other operating expenses	30,553	4,934	30,613	10,492	9,500
Claims and judgements	116,121,509	130,888,203	116,476,303	89,002,272	98,317,087
Total operating expenses	117,114,984	131,961,429	117,292,664	89,735,708	99,097,734
Operating income (loss)	(10,922,430)	(9,174,105)	3,681,467	25,850,079	12,997,266
NONOPERATING REVENUES (EXPENSES)					
Earnings on investments	1,665,908	257,587	119,716	254,198	116,000
Total nonoperating revenue	1,665,908	257,587	119,716	254,198	116,000
Income (loss) before transfers	(9,256,522)	(8,916,518)	3,801,183	26,104,277	13,113,266
Transfer in	-	-	-	-	-
Transfer out	-	-	-	(2,369,744)	-
Change in net assets	(9,256,522)	(8,916,518)	3,801,183	23,734,533	13,113,266
Total net assets, beginning	49,442,671	40,186,149	31,269,631	35,070,814	58,805,347
Total net assets, ending	40,186,149	31,269,631	35,070,814	58,805,347	71,918,613

HOUSTON INDEPENDENT SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS - WORKERS COMPENSATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2013 WITH COMPARATIVE DATA FOR PRIOR YEARS

	2008-2009 Actual	2009-2010 Actual	2010-2011 Actual	2011-2012 Projected	2012-2013 Budget
OPERATING REVENUES:					
Charges for sales and services					
Charges to employees other funds	10,189,536	9,924,895	9,770,371	10,361,851	13,316,295
Miscellaneous	427,806	738,122	279,994	448,962	350,000
Total operating revenues	10,617,342	10,663,017	10,050,365	10,810,813	13,666,295
OPERATING EXPENSES:					
Payroll costs	1,194,396	1,298,539	1,317,196	1,286,004	1,250,966
Purchased and contracted services	1,170,812	1,305,092	1,687,346	2,648,605	3,163,789
Supplies and materials	27,260	15,427	27,995	23,551	23,500
Other operating expenses	362,013	464,777	417,037	309,667	353,840
Claims and judgements	11,384,495	11,590,651	12,659,946	9,024,071	8,967,000
Depreciation	-	-	-	97	-
Total operating expenses	14,138,976	14,674,486	16,109,520	13,291,995	13,759,095
Operating income (loss)	(3,521,634)	(4,011,469)	(6,059,155)	(2,481,182)	(92,800)
NONOPERATING REVENUES (EXPENSES)					
Earnings on investments	1,006,623	397,009	143,960	111,438	92,800
Total nonoperating revenue	1,006,623	397,009	143,960	111,438	92,800
Income (loss) before transfers	(2,515,011)	(3,614,460)	(5,915,195)	(2,369,744)	-
Transfer in	-	-	-	2,369,744	-
Transfer out	-	-	-	-	-
Change in net assets	(2,515,011)	(3,614,460)	(5,915,195)	-	-
Total net assets, beginning	32,270,102	29,755,091	26,140,631	20,225,436	20,225,436
Total net assets, ending	29,755,091	26,140,631	20,225,436	20,225,436	20,225,436

HOUSTON INDEPENDENT SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS - PROFESSIONAL DEVELOPMENT
FOR THE FISCAL YEAR ENDED JUNE 30, 2013 WITH COMPARATIVE DATA FOR PRIOR YEARS

	2008-2009 Actual	2009-2010 Actual	2010-2011 Actual	2011-2012 Projected	2012-2013 Budget
OPERATING REVENUES:					
Charges for sales and services					
Sales to customers	5,488,184	6,041,509	-	-	-
Total operating revenues	<u>5,488,184</u>	<u>6,041,509</u>	<u>-</u>	<u>-</u>	<u>-</u>
OPERATING EXPENSES:					
Payroll costs	4,900,020	5,004,449	-	-	-
Purchased and contracted services	293,182	244,283	-	-	-
Supplies and materials	269,083	395,134	-	-	-
Other operating expenses	317,694	133,886	-	-	-
Depreciation	-	2,640	-	-	-
Total operating expenses	<u>5,779,979</u>	<u>5,780,392</u>	<u>-</u>	<u>-</u>	<u>-</u>
Operating income (loss)	<u>(291,795)</u>	<u>261,117</u>	<u>-</u>	<u>-</u>	<u>-</u>
NONOPERATING REVENUES (EXPENSES)					
Earnings on investments	667	1,303	-	-	-
Total nonoperating revenue	<u>667</u>	<u>1,303</u>	<u>-</u>	<u>-</u>	<u>-</u>
Income (loss)	<u>(291,128)</u>	<u>262,420</u>	<u>-</u>	<u>-</u>	<u>-</u>
Transfers in	145,965	-	-	-	-
Transfers out	-	(1,063,553)	-	-	-
Change in net assets	<u>(145,163)</u>	<u>(801,133)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total net assets, beginning	946,296	801,133	-	-	-
Total net assets, ending	<u>801,133</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

HOUSTON INDEPENDENT SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS - ALTERNATIVE CERTIFICATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2013 WITH COMPARATIVE DATA FOR PRIOR YEARS

	2008-2009 Actual	2009-2010 Actual	2010-2011 Actual	2011-2012 Projected	2012-2013 Budget
OPERATING REVENUES:					
Charges for sales and services					
Sales to customers	3,010,185	2,481,505	2,094,467	973,130	786,500
Miscellaneous	-	-	76,465	-	-
Total operating revenues	3,010,185	2,481,505	2,170,932	973,130	786,500
OPERATING EXPENSES:					
Payroll costs	2,144,036	1,202,059	910,801	689,824	861,194
Purchased and contracted services	1,425,481	949,436	445,863	15,846	62,000
Supplies and materials	13,857	3,403	10,916	24,907	25,500
Other operating expenses	41,411	18,019	16,910	23,852	33,000
Capital assets	4,605	-	-	-	-
Total operating expenses	3,629,390	2,172,917	1,384,490	754,429	981,694
Operating income (loss)	(619,205)	308,588	786,442	218,701	(195,194)
NONOPERATING REVENUES (EXPENSES)					
Earnings on investments	1,364	200	642	622	560
Total nonoperating revenue	1,364	200	642	622	560
Income (loss) before transfers	(617,841)	308,788	787,084	219,323	(194,634)
Transfers In	70,976	129,616	-	-	-
Transfers out	-	-	-	-	-
Change in net assets	(546,865)	438,404	787,084	219,323	(194,634)
Total net assets, beginning	108,461	(438,404)	-	787,084	1,006,407
Total net assets, ending	(438,404)	-	787,084	1,006,407	811,773

HOUSTON INDEPENDENT SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS - MEDIA SERVICES
FOR THE FISCAL YEAR ENDED JUNE 30, 2013 WITH COMPARATIVE DATA FOR PRIOR YEARS

	2008-2009 Actual	2009-2010 Actual	2010-2011 Actual	2011-2012 Projected	2012-2013 Budget
OPERATING REVENUES:					
Charges for sales and services					
Sales to customers	377,856	315,441	-	-	-
Total operating revenues	<u>377,856</u>	<u>315,441</u>	<u>-</u>	<u>-</u>	<u>-</u>
OPERATING EXPENSES:					
Payroll costs	396,956	321,636	-	-	-
Purchased and contracted services	27,464	13,440	-	-	-
Supplies and materials	48,855	31,337	-	-	-
Other operating expenses	-	-	-	-	-
Total operating expenses	<u>473,275</u>	<u>366,413</u>	<u>-</u>	<u>-</u>	<u>-</u>
Operating income (loss)	<u>(95,419)</u>	<u>(50,972)</u>	<u>-</u>	<u>-</u>	<u>-</u>
NONOPERATING REVENUES (EXPENSES)					
Earnings on investments	1,897	176	-	-	-
Total nonoperating revenue	<u>1,897</u>	<u>176</u>	<u>-</u>	<u>-</u>	<u>-</u>
Income (loss)	<u>(93,522)</u>	<u>(50,796)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Transfers in	24,136	-	-	-	-
Transfers out	-	(84,155)	-	-	-
Change in net assets	(69,386)	(134,951)	-	-	-
Total net assets, beginning	204,337	134,951	-	-	-
Total net assets, ending	<u>134,951</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

HOUSTON INDEPENDENT SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS - ATHLETICS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013 WITH COMPARATIVE DATA FOR PRIOR YEARS

	2008-2009 Actual	2009-2010 Actual	2010-2011 Actual	2011-2012 Projected	2012-2013 Budget
OPERATING REVENUES:					
Charges for sales and services					
Sales to customers	6,494,662	6,621,427	6,712,393	6,359,050	6,082,873
Miscellaneous	-	10,030	6,736	33,099	10,000
Total operating revenues	6,494,662	6,631,457	6,719,129	6,392,149	6,092,873
OPERATING EXPENSES:					
Payroll costs	2,889,459	2,952,445	2,766,811	2,793,954	2,917,768
Purchased and contracted services	1,099,425	1,310,755	1,180,867	874,316	1,114,734
Supplies and materials	1,222,537	1,347,633	1,559,251	652,862	980,714
Other operating expenses	981,458	934,407	773,786	1,043,023	1,049,490
Capital assets	34,002	-	64,050	-	20,434
Depreciation	20,043	11,594	12,697	29,721	15,669
Total operating expenses	6,246,924	6,556,834	6,357,462	5,393,876	6,098,809
Operating income (loss)	247,738	74,623	361,667	998,273	(5,936)
NONOPERATING REVENUES (EXPENSES)					
Earnings on investments	42,667	6,017	7,328	5,144	5,936
Total nonoperating revenue	42,667	6,017	7,328	5,144	5,936
Income (loss)	290,405	80,640	368,995	1,003,417	-
Transfers In	112,838	-	-	-	-
Transfers Out	-	-	-	-	-
Change in net assets	403,243	80,640	368,995	1,003,417	-
Total net assets, beginning	1,176,384	1,579,627	1,660,267	2,029,262	3,032,679
Total net assets, ending	1,579,627	1,660,267	2,029,262	3,032,679	3,032,679

HOUSTON INDEPENDENT SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS - UIL
FOR THE FISCAL YEAR ENDED JUNE 30, 2013 WITH COMPARATIVE DATA FOR PRIOR YEARS

	2008-2009 Actual	2009-2010 Actual	2010-2011 Actual	2011-2012 Projected	2012-2013 Budget
OPERATING REVENUES:					
Charges for sales and services					
Sales to customers	559,000	719,132	682,563	594,100	961,584
Total operating revenues	<u>559,000</u>	<u>719,132</u>	<u>682,563</u>	<u>594,100</u>	<u>961,584</u>
OPERATING EXPENSES:					
Payroll costs	157,675	274,668	304,172	319,236	589,196
Purchased and contracted services	57,996	97,686	62,099	36,500	52,354
Supplies and materials	108,276	163,236	93,035	86,443	85,618
Other operating expenses	93,164	114,293	89,752	89,649	222,010
Depreciation	43,442	13,078	13,078	13,078	13,078
Total operating expenses	<u>460,553</u>	<u>662,961</u>	<u>562,136</u>	<u>544,906</u>	<u>962,256</u>
Operating income (loss)	98,447	56,171	120,427	49,194	(672)
NONOPERATING REVENUES (EXPENSES)					
Earnings on investments	4,802	966	1,026	550	672
Total nonoperating revenue	<u>4,802</u>	<u>966</u>	<u>1,026</u>	<u>550</u>	<u>672</u>
Income (loss)	<u>103,249</u>	<u>57,137</u>	<u>121,453</u>	<u>49,744</u>	<u>-</u>
Change in net assets	103,249	57,137	121,453	49,744	-
Total net assets, beginning	93,336	196,585	253,722	375,175	424,919
Total net assets, ending	<u>196,585</u>	<u>253,722</u>	<u>375,175</u>	<u>424,919</u>	<u>424,919</u>

HOUSTON INDEPENDENT SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS - SHARED SERVICES
FOR THE FISCAL YEAR ENDED JUNE 30, 2013 WITH COMPARATIVE DATA FOR PRIOR YEARS

	2008-2009 Actual	2009-2010 Actual	2010-2011 Actual	2011-2012 Projected	2012-2013 Budget
OPERATING REVENUES:					
Charges for sales and services					
Sales to customers	6,737,941	6,670,902	5,956,020	5,793,594	6,921,856
Total operating revenues	<u>6,737,941</u>	<u>6,670,902</u>	<u>5,956,020</u>	<u>5,793,594</u>	<u>6,921,856</u>
OPERATING EXPENSES:					
Payroll costs	7,512,911	6,024,389	5,354,377	4,949,893	5,285,494
Purchased and contracted services	11,416	10,892	-	11,400	20,000
Supplies and materials	51,671	52,541	128,459	7,895	60,000
Other operating expenses	25,825	49,305	-	-	1,560,394
Total operating expenses	<u>7,601,823</u>	<u>6,137,127</u>	<u>5,482,836</u>	<u>4,969,188</u>	<u>6,925,888</u>
Operating income (loss)	<u>(863,882)</u>	<u>533,775</u>	<u>473,184</u>	<u>824,406</u>	<u>(4,032)</u>
NONOPERATING REVENUES (EXPENSES)					
Earnings on investments	44,035	4,167	6,212	3,128	4,032
Total nonoperating revenue	<u>44,035</u>	<u>4,167</u>	<u>6,212</u>	<u>3,128</u>	<u>4,032</u>
Income (loss)	<u>(819,847)</u>	<u>537,942</u>	<u>479,396</u>	<u>827,534</u>	<u>-</u>
Transfers In	196,085	-	-	-	-
Transfers Out	-	-	(500,000)	-	-
Change in net assets	<u>(623,762)</u>	<u>537,942</u>	<u>(20,604)</u>	<u>827,534</u>	<u>-</u>
Total net assets, beginning	791,617	167,855	705,797	685,193	1,512,727
Total net assets, ending	<u>167,855</u>	<u>705,797</u>	<u>685,193</u>	<u>1,512,727</u>	<u>1,512,727</u>



Enterprise Funds

Houston Independent School District

The **Food Service Fund** is used to account for the financial operations of the breakfast, lunch, and snack programs offered and managed through the district's own Food Services Department. The District currently operates nearly 300 school cafeterias and satellite programs serving an average of over 255,000 meals a day.

The District participates in the federally funded National School Breakfast and Lunch Program which provides partial reimbursement of the cost of meals served to children. The remaining costs of preparing and serving these meals are covered by the price of the meals for students and staff. The District's Food Service Department also participates in the Summer Food Service as well as the Fresh Fruit and Vegetable Programs.

The **Marketplace Fund** is used to account for the financial operation of the restaurant-style cafeteria on the first level of the Hattie Mae White (HMW) Educational Support Center. The District established the Marketplace years ago as a benefit to employees working in the HMW building. The Marketplace currently serves approximately 300 employees on a daily basis as well as provides catering services to departments within and outside of HMW.

The **Medicaid Fund** is used to account for the financial operation of special reimbursement programs offered by the District. For several years, the District has participated in a Medicaid reimbursement program, which is a federal program to provide partial reimbursement for health care services to eligible children. The District currently provides Medicaid advisory services to over 300 schools in 40 Texas school districts.

The **Business Development Fund** is used to account for the financial operations of the District's Marketing Office. The Marketing Office was organized to help develop and coordinate the District's efforts in marketing and the sale of goods and services to other school districts. Primary relationships between HISD and other school districts are through cooperative purchasing programs or inter-local agreements, both of which are statutorily authorized ways for governmental entities to acquire goods or services. Activities involve the marketing and development of business relationships, both directly related to district products such as curriculum and virtual schools material, and products/services developed through vendor/HISD partnerships such as benefits programs and Job Order Contract programs. The Marketing Office also assists other HISD departments in their marketing efforts and schools in fundraising activities. The Marketing Office manages contracts related to marketing and sales activities and participates actively in the development of entrepreneurial approaches to securing funding for various innovative district activities.

**HOUSTON INDEPENDENT SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS - ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2013 WITH COMPARATIVE DATA FOR PRIOR YEARS**

	2008-2009 Actual	2009-2010 Actual	2010-2011 Actual	2011-2012 Projected	2012-2013 Budget
OPERATING REVENUES:					
Charges for sales and services:					
Sales to customers	12,814,355	10,632,279	9,645,209	10,448,016	9,621,979
Consulting services	11,955,604	12,502,883	13,970,565	13,289,788	12,912,621
Miscellaneous	842,237	938,247	762,895	1,518,159	928,380
Total operating revenues	<u>25,612,196</u>	<u>24,073,409</u>	<u>24,378,669</u>	<u>25,255,963</u>	<u>23,462,980</u>
OPERATING EXPENSES:					
Payroll costs	42,614,668	44,390,690	45,273,521	42,871,385	44,988,473
Purchased and contracted services	23,293,626	22,283,689	22,532,073	21,453,594	20,958,486
Supplies and materials	49,567,182	50,980,963	58,469,639	54,487,257	58,938,134
Other operating expenses	929,486	604,477	1,205,755	991,053	1,301,528
Claims and judgements	-	-	-	-	-
Depreciation	3,290,141	179,666	65,764	101,971	141,570
Capital assets	-	-	-	-	-
Total operating expenses	<u>119,695,103</u>	<u>118,439,485</u>	<u>127,546,752</u>	<u>119,905,260</u>	<u>126,328,191</u>
Operating income (loss)	<u>(94,082,907)</u>	<u>(94,366,076)</u>	<u>(103,168,083)</u>	<u>(94,649,297)</u>	<u>(102,865,211)</u>
NONOPERATING REVENUES (EXPENSES)					
Earnings on investments	219,246	58,983	88,424	109,681	69,978
Grants from federal agencies					
Child nutrition program	68,037,995	78,450,154	93,012,516	92,583,980	95,074,096
Summer food program	4,376,793	6,106,843	3,331,248	1,975,461	2,203,121
Donated Commodities	5,036,012	4,801,361	6,056,919	5,495,082	5,294,334
School health services (SHARS)	6,841,465	25,091,669	38,628,429	61,840,617	31,921,575
Medicaid claim program (MACM)	-	-	-	-	-
Star health	4,480,444	-	-	-	-
State matching and other	619,644	590,245	594,190	621,963	594,191
Total nonoperating revenue	<u>89,611,599</u>	<u>115,099,255</u>	<u>141,711,726</u>	<u>162,626,784</u>	<u>135,157,295</u>
Income (loss) before transfers	(4,471,308)	20,733,179	38,543,643	67,977,487	32,292,084
Transfers in	-	10,604,609	-	274,994	-
Transfers out	(13,200,000)	(19,740,697)	(30,400,000)	(38,974,994)	(39,960,550)
Change in net assets	(17,671,308)	992,482	8,143,643	29,277,487	(7,668,466)
Total net assets, beginning	29,973,819	12,302,511	23,899,602	32,043,245	61,320,732
Total net assets, ending	<u>12,302,511</u>	<u>13,294,993</u>	<u>32,043,245</u>	<u>61,320,732</u>	<u>53,652,266</u>

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND NET ASSETS - FOOD SERVICE FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2013 WITH COMPARATIVE DATA FOR PRIOR YEARS

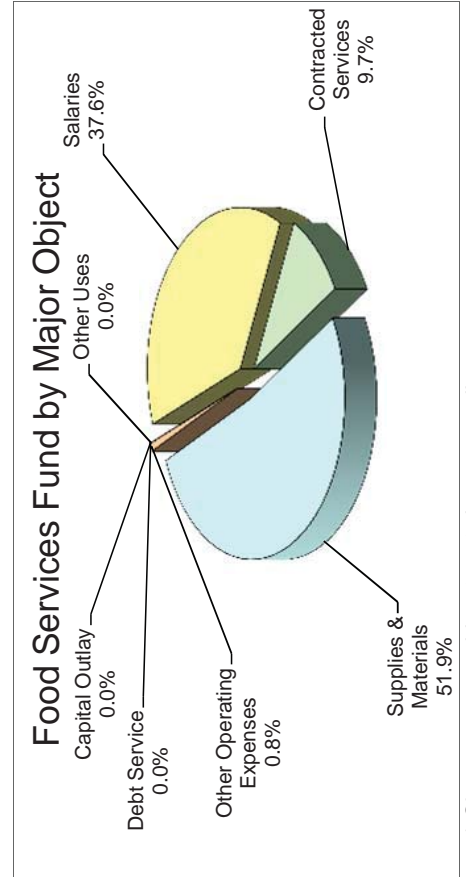
	2008-2009 Actual	2009-2010 Actual	2010-2011 Actual	2011-2012 Projected	2012-2013 Budget
OPERATING REVENUES					
Food sales	12,814,355	10,632,279	9,645,209	10,347,193	9,621,979
Miscellaneous local sources	842,237	937,992	762,895	1,122,208	419,280
Total revenues	13,656,592	11,570,271	10,408,104	11,469,401	10,041,259
OPERATING EXPENSES					
Payroll costs	41,418,417	43,058,616	43,815,423	40,934,204	42,515,709
Purchased and contracted services	13,673,583	12,794,417	11,769,804	11,182,217	10,938,661
Supplies and materials	49,516,286	50,916,413	58,405,732	54,079,681	58,632,334
Other operating expenses	784,410	454,111	1,019,853	749,320	833,371
Depreciation	3,277,039	166,316	53,094	94,100	72,570
Total operating expenses	108,669,735	107,389,873	115,063,906	107,039,522	112,992,645
NONOPERATING REVENUES (EXPENSES)					
Earnings on investments	10,319	3,076	4,758	2,064	800
Grants from federal agencies					
Child nutrition program	68,037,995	78,450,154	93,012,516	92,583,980	95,074,096
Summer food program	4,376,793	6,106,843	3,331,248	1,975,461	2,203,121
Donated Commodities	5,036,012	4,801,361	6,056,919	5,495,082	5,294,334
State matching and other	619,644	590,245	594,190	621,963	594,191
Total nonoperating revenue	78,080,763	89,951,679	102,999,631	100,678,550	103,166,542
Income (loss) before transfers	(16,932,380)	(5,867,923)	(1,656,171)	5,108,429	215,156
Transfer in	-	10,604,609	-	-	-
Transfer out	-	-	-	(274,994)	-
Change in net assets	(16,932,380)	4,736,686	(1,656,171)	4,833,435	215,156
Total net assets, beginning	17,678,996	746,616	5,483,302	3,827,131	8,660,566
Total net assets, ending	746,616	5,483,302	3,827,131	8,660,566	8,875,722

HOUSTON INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND NET ASSETS - FOOD SERVICE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2013 WITH COMPARATIVE DATA FOR PRIOR YEARS

	2008-2009 Actual	2009-2010 Actual	2010-2011 Actual	2011-2012 Projected	2012-2013 Budget
REVENUES:					
Food sales	12,814,355	10,632,279	9,645,209	10,347,193	9,621,979
Miscellaneous local sources	842,237	937,992	762,895	1,122,208	419,280
Total revenues	13,656,592	11,570,271	10,408,104	11,469,401	10,041,259
EXPENDITURES					
Current					
Food services	102,844,562	101,216,987	109,066,503	101,199,001	107,061,705
General administration	622,894	713,827	907,092	939,771	941,337
Plant maintenance and operations	5,202,279	5,459,059	5,090,311	4,900,750	4,989,603
Total expenditures	108,669,735	107,389,873	115,063,906	107,039,522	112,992,645
NONOPERATING REVENUES (EXPENSES)					
Earnings on investments	10,319	3,076	4,758	2,064	800
Grants from federal agencies					
Child nutrition program	68,037,995	78,450,154	93,012,516	92,583,980	95,074,096
Summer food program	4,376,793	6,106,843	3,331,248	1,975,461	2,203,121
Donated Commodities	5,036,012	4,801,361	6,056,919	5,495,082	5,294,334
State matching and other	619,644	590,245	594,190	621,963	594,191
Total nonoperating revenue	78,080,763	89,951,679	102,999,631	100,678,550	103,166,542
Transfers in	-	10,604,609	-	-	-
Transfers out	-	-	-	(274,994)	-
Change in net assets	(16,932,360)	4,736,686	(1,656,171)	4,833,435	215,156
Total net assets, beginning	17,678,996	746,616	5,483,302	3,827,131	8,660,566
Total net assets, ending	746,616	5,483,302	3,827,131	8,660,566	8,875,722

**HOUSTON INDEPENDENT SCHOOL DISTRICT
EXPENDITURES BY FUNCTION AND MAJOR OBJECT - FOOD SERVICE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2013**

Function	Function Name	Salaries 6100	Contracted Services 6200	Supplies & Materials 6300	Other Operating Expenses 6400	Debt Service 6500	Capital Outlay 6600	Function Totals
11	Instruction	-	-	-	-	-	-	-
12	Instructional resources and media services	-	-	-	-	-	-	-
13	Curriculum development/instructional staff development	-	-	-	-	-	-	-
21	Instructional leadership	-	-	-	-	-	-	-
23	School leadership	-	-	-	-	-	-	-
31	Guidance, counseling, and evaluation services	-	-	-	-	-	-	-
32	Social work services	-	-	-	-	-	-	-
33	Health services	-	-	-	-	-	-	-
34	Student transportation	-	-	-	-	-	-	-
35	Food services	39,180,410	8,349,096	58,632,334	899,865	-	-	107,061,705
36	Co-curricular/extracurricular activities	-	-	-	-	-	-	-
41	General administration	935,261	-	-	6,076	-	-	941,337
51	Plant maintenance and operations	2,400,038	2,589,565	-	-	-	-	4,989,603
52	Security and monitoring services	-	-	-	-	-	-	-
53	Data processing services	-	-	-	-	-	-	-
61	Community services	-	-	-	-	-	-	-
71	Debt service	-	-	-	-	-	-	-
81	Facilities acquisition and construction	-	-	-	-	-	-	-
95	Juvenile justice alternative education program	-	-	-	-	-	-	-
	<i>Major Object Totals</i>	42,515,709	10,938,661	58,632,334	905,941	-	-	112,992,645

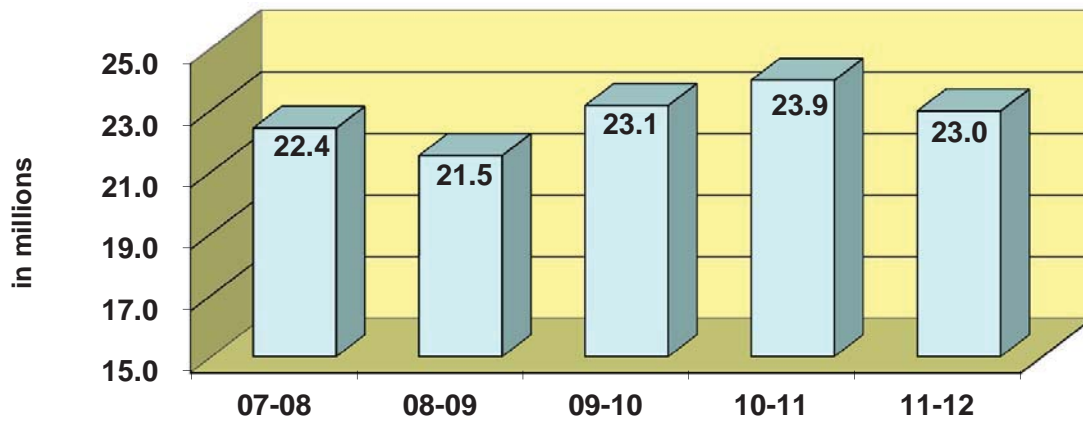


* Chart may not add to 100% due to rounding

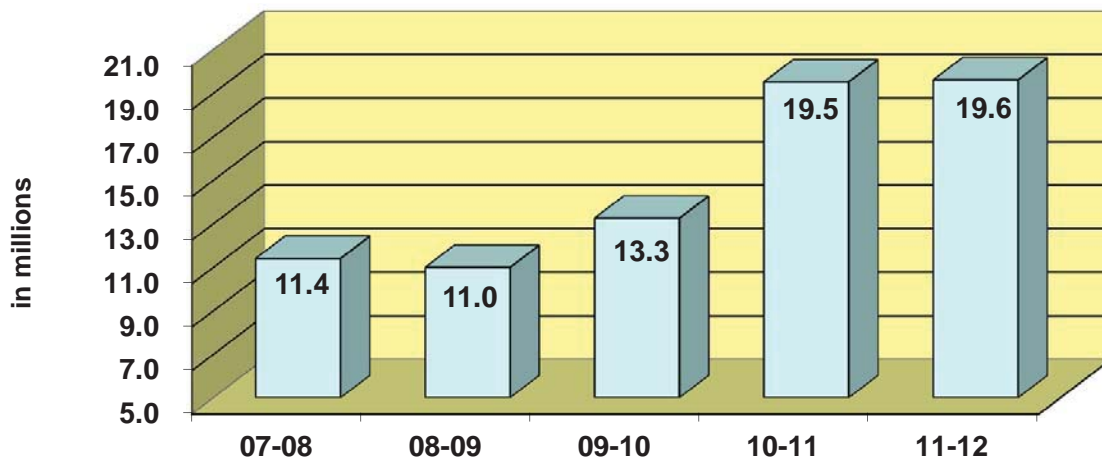
Food Service Statistics

		07-08	08-09	09-10	10-11	11-12	FY12 Percent Change
Lunch	Paid	2,497,781	2,124,012	2,365,836	2,065,478	1,797,022	-13.0%
	Reduced	2,207,142	1,896,932	1,868,717	1,523,083	1,436,248	-5.7%
	Free	17,694,534	17,491,929	18,898,650	20,356,662	19,724,488	-3.1%
	Total	22,399,457	21,512,873	23,133,203	23,945,223	22,957,758	-4.1%
Breakfast	Paid	1,524,348	1,346,584	1,512,693	2,202,566	2,233,604	1.4%
	Reduced	1,060,803	948,031	1,056,637	1,326,416	1,322,212	-0.3%
	Free	8,815,173	8,693,864	10,683,194	15,988,129	16,055,519	0.4%
	Total	11,400,324	10,988,479	13,252,524	19,517,111	19,611,335	0.5%

Total Lunches Served 2008-2012



Total Breakfasts Served 2008-2012



SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND NET ASSETS - THE MARKETPLACE
 FOR THE FISCAL YEAR ENDED JUNE 30, 2013 WITH COMPARATIVE DATA FOR PRIOR YEARS

	2008-2009 Actual	2009-2010 Actual	2010-2011 Actual	2011-2012 Projected	2012-2013 Budget*
OPERATING REVENUES					
Food sales	-	-	-	100,823	-
Miscellaneous local sources	-	-	-	395,951	509,100
Total revenues	-	-	-	496,774	509,100
OPERATING EXPENSES					
Payroll costs	-	-	-	252,450	260,246
Purchased and contracted services	-	-	-	-	-
Supplies and materials	-	-	-	337,775	244,358
Other operating expenses	-	-	-	8,816	4,500
Depreciation	-	-	-	-	-
Total operating expenses	-	-	-	599,041	509,104
NONOPERATING REVENUES (EXPENSES)					
Earnings on investments	-	-	-	571	278
Grants from federal agencies	-	-	-	-	-
Child nutrition program	-	-	-	-	-
Summer food program	-	-	-	-	-
Donated Commodities	-	-	-	-	-
State matching and other	-	-	-	-	-
Total nonoperating revenue	-	-	-	571	278
Transfers in	-	-	-	274,994	-
Transfers out	-	-	-	-	-
Change in net assets	-	-	-	173,298	274
Total net assets, beginning	-	-	-	-	173,298
Total net assets, ending	-	-	-	173,298	173,572

HOUSTON INDEPENDENT SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS - MEDICAID
FOR THE FISCAL YEAR ENDED JUNE 30, 2013 WITH COMPARATIVE DATA FOR PRIOR YEARS

	2008-2009 Actual	2009-2010 Actual	2010-2011 Actual	2011-2012 Projected	2012-2013 Budget
OPERATING REVENUES:					
Charges for sales and services:					
Consulting services	1,366,900	1,984,651	2,719,083	2,282,917	2,550,621
Total operating revenues	<u>1,366,900</u>	<u>1,984,651</u>	<u>2,719,083</u>	<u>2,282,917</u>	<u>2,550,621</u>
OPERATING EXPENSES:					
Payroll costs	1,049,949	1,185,730	1,307,440	1,687,739	2,212,518
Purchased and contracted services	240,017	292,946	121,590	187,980	337,325
Supplies and materials	50,310	62,265	61,895	67,407	60,942
Other operating expenses	77,292	98,040	133,722	179,064	463,657
Depreciation	13,102	13,350	12,670	7,871	69,000
Total operating expenses	<u>1,430,670</u>	<u>1,652,331</u>	<u>1,637,317</u>	<u>2,130,061</u>	<u>3,143,442</u>
Operating income (loss)	<u>(63,770)</u>	<u>332,320</u>	<u>1,081,766</u>	<u>152,856</u>	<u>(592,821)</u>
NONOPERATING REVENUES (EXPENSES)					
Earnings on investments	179,759	52,216	77,738	101,064	64,500
Grants from federal agencies:					
School health services (SHARS)	6,841,465	25,091,669	38,628,429	61,840,617	31,921,575
Star health	4,480,444	-	-	-	-
Total nonoperating revenue	<u>11,501,668</u>	<u>25,143,885</u>	<u>38,706,167</u>	<u>61,941,681</u>	<u>31,986,075</u>
Income (loss) before transfers	11,437,898	25,476,205	39,787,933	62,094,537	31,393,254
Transfers in	-	-	-	-	-
Transfers out	<u>(12,000,000)</u>	<u>(19,740,697)</u>	<u>(30,000,000)</u>	<u>(38,300,000)</u>	<u>(37,860,550)</u>
Change in net assets	(562,102)	5,735,508	9,787,933	23,794,537	(6,467,296)
Total net assets, beginning	11,444,020	10,881,918	16,617,426	26,405,359	50,199,896
Total net assets, ending	<u>10,881,918</u>	<u>16,617,426</u>	<u>26,405,359</u>	<u>50,199,896</u>	<u>43,732,600</u>

HOUSTON INDEPENDENT SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS - BUSINESS DEVELOPMENT
FOR THE FISCAL YEAR ENDED JUNE 30, 2013 WITH COMPARATIVE DATA FOR PRIOR YEARS

	2008-2009 Actual	2009-2010 Actual	2010-2011 Actual	2011-2012 Projected	2012-2013 Budget
OPERATING REVENUES:					
Charges for sales and services:					
Consulting services	10,588,704	10,518,232	11,251,482	11,006,871	10,362,000
Miscellaneous	-	255	-	-	-
Total operating revenues	<u>10,588,704</u>	<u>10,518,487</u>	<u>11,251,482</u>	<u>11,006,871</u>	<u>10,362,000</u>
OPERATING EXPENSES:					
Payroll costs	146,302	146,344	150,658	(3,008)	-
Purchased and contracted services	9,380,026	9,196,326	10,640,679	10,083,397	9,682,500
Supplies and materials	586	2,285	2,012	2,394	500
Other operating expenses	67,784	52,326	52,180	53,853	-
Total operating expenses	<u>9,594,698</u>	<u>9,397,281</u>	<u>10,845,529</u>	<u>10,136,636</u>	<u>9,683,000</u>
Operating income (loss)	<u>994,006</u>	<u>1,121,206</u>	<u>405,953</u>	<u>870,235</u>	<u>679,000</u>
NONOPERATING REVENUES (EXPENSES)					
Earnings on investments	29,168	3,691	5,928	5,982	4,400
Total nonoperating revenue	<u>29,168</u>	<u>3,691</u>	<u>5,928</u>	<u>5,982</u>	<u>4,400</u>
Income before transfers	1,023,174	1,124,897	411,881	876,217	683,400
Transfers in	-	-	-	-	-
Transfers out	<u>(1,200,000)</u>	<u>-</u>	<u>(400,000)</u>	<u>(400,000)</u>	<u>(2,100,000)</u>
Change in net assets	(176,826)	1,124,897	11,881	476,217	(1,416,600)
Total net assets, beginning	850,803	673,977	1,798,874	1,810,755	2,286,972
Total net assets, ending	<u>673,977</u>	<u>1,798,874</u>	<u>1,810,755</u>	<u>2,286,972</u>	<u>870,372</u>

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