

July 18, 2003

Financial Affairs
Eduardo A. Alfaro, Interim Chief Financial Officer

**SUBJECT: TENTATIVE ADOPTION OF MILLAGE LEVY RESOLUTION FOR
2003-04**

Florida Statutes prescribe that no millage shall be levied until a resolution or ordinance has been approved by the governing body of the taxing authority, which resolution must be approved by said taxing authority according to the following procedures:

- a. Each school district shall advertise its intent to adopt a tentative budget in a newspaper of general circulation within 29 days of certification of value which is July 1. (The advertisement will appear in the **Miami Herald** on July 19.)
- b. Two to five days thereafter, the district shall hold a public hearing on the tentative budget.
- c. Said hearing shall not be held earlier than 5:01 p.m. if scheduled on a day other than Saturday. No hearing shall be held on Sunday.
- d. Prior to the conclusion of said hearing, the governing body of the taxing authority shall amend the tentative budget as it sees fit, adopt a tentative budget, and adopt a resolution stating the millage rate to be levied. The resolution shall also state the percentage, if any, by which the recomputed millage rate exceeds the rollback rate. The percentage shall be characterized as the percentage increase in property taxes tentatively adopted by the governing body. **The Millage Levy Resolution must be adopted prior to adoption of the Tentative Budget.**
- e. The millage rate adopted at the final budget hearing shall not exceed the millage rate adopted at this tentative budget hearing unless each taxpayer within Miami-Dade County is sent notice by first-class mail of the tax levy to be proposed at the final budget hearing, except under specific conditions prescribed in 200.065(5), Florida Statutes.

**REPLACEMENT
SP-1**

- f. For fiscal year 2003-04, the maximum **non-voted tax millage as advertised** (exclusive of debt service) that may be levied by the Board, if approved by a vote of a majority of the membership of the Board, is calculated to be 8.418 mills.

The maximum non-voted millage levy consists of the following: (a) state-required levy of 5.760 mills* to participate in the Florida Education Finance Program; (b) a basic discretionary levy of .510 mills for additional operating costs; (c) a supplemental discretionary levy of .148 mills for additional operating cost; and (d) a discretionary levy of 2.000 mills for capital purposes. The **total recommended non-voted millage levy** for 2003-04 of 8.418 mills is **.064 mills less than 2002-03, but represents a tax increase of 9.72%, calculated pursuant to law.**

A **debt service levy** of .682 mills is required to fund the principal and interest payments for the \$980 million of bonds sold as authorized by referendum during March 1988. This represents a **reduction of .088 mills from 2002-03.**

The proposed non-voted tax levy for 2003-04 is \$1,103,768,882 compared to a tax levy for 2002-03 of \$976,380,001. A portion of the tax levy is required under state law in order for the school district to receive \$1,147,530,864 in state education grants. The required portion increased by 9.74% and represents approximately seven tenths of the total proposed non-voted millage.

The **attachment** to this agenda item reflects the proposed 2003-04 millage levy and actual millage levies for the three prior years and the tax effects on a typical homeowner. **The proposed total millage levy for 2003-04 is .152 mills lower than 2002-03 and is actually .517 mills lower than three years ago.** However, due to increases in the average assessed value, **annual taxes on the typical homestead will have increased only \$240.10 since 2000-01, an average increase of \$80.03 per year.**

- * The State Required Local Effort and Supplemental Discretionary Levies were certified by the Commissioner of Education on July 16, 2003, based upon an analysis of actual county tax rolls in the state. The actual net revenue results are unchanged.

RECOMMENDED: That The School Board of Miami-Dade County, Florida, tentatively adopt the millage resolution for 2003-04 for a total of 9.100 mills.

Please return completed form to:
 Florida Department of Education
 School Support Services
 Office of Funding & Financial Rpt.
 824 Turlington Building
 Tallahassee, Florida 32399-0400
 (850) 245-0405, SunCom 205-0405

FLORIDA DEPARTMENT OF EDUCATION

**RESOLUTION DETERMINING
 REVENUES AND MILLAGES LEVIED**

RESOLUTION OF THE DISTRICT SCHOOL BOARD OF MIAMI-DADE
 COUNTY, FLORIDA, DETERMINING THE AMOUNT OF REVENUES TO BE PRODUCED AND
 THE MILLAGE TO BE LEVIED FOR THE GENERAL FUND, FOR THE DISTRICT LOCAL CAPITAL
 IMPROVEMENT FUND, AND FOR EACH DISTRICT BOND INTEREST AND SINKING FUND FOR
 THE FISCAL YEAR BEGINNING JULY 1, 20 03, AND ENDING JUNE 30, 20 04.

WHEREAS, Section 1011.04, Florida Statutes, requires that upon receipt of the certificate of the property appraiser giving the assessed valuation of the county and of each of the special tax school districts, the school board shall determine by resolution the amounts necessary to be raised for the District School Fund, for the District Local Capital Improvement Fund, and for each District Bond Interest and Sinking Fund, and the millage to be levied for each such fund including the voted millage; and

WHEREAS, the certificate of the property appraiser has been received;

THEREFORE, BE IT RESOLVED by the District School Board that the amounts necessary to be raised as shown by the officially adopted budget and the millages necessary to be levied for each school fund of the district for the fiscal year are as follows:

1. DISTRICT SCHOOL FUND (nonvoted levy)

a) Nonexempt assessed valuation	b) Amount to be raised	c) Millage Levy
<p>\$ <u>131,120,085,729</u></p>	<p>Local Required Effort \$ <u>717,489,109</u></p> <p>Basic Discretionary \$ <u>63,527,682</u></p> <p>Supplemental Discretionary \$ <u>18,435,484</u></p>	<p><u>5.760</u> Mills</p> <p><u>.510</u> Mills</p> <p><u>.148</u> Mills</p>

2. ADDITIONAL MILLAGE (voted levy)

a) Nonexempt assessed valuation	b) Amount to be raised	c) Millage Levy
<p>\$ <u>N/A</u></p>	<p>Additional Operating \$ <u>N/A</u></p>	<p><u>N/A</u> Mills</p>

3. DISTRICT LOCAL CAPITAL IMPROVEMENT FUND (nonvoted levy)

a) Nonexempt assessed valuation	b) Amount to be raised	c) Millage Levy
<p>\$ <u>131,120,085,729</u></p>	<p>\$ <u>249,128,163</u></p>	<p><u>2.000</u> Mills</p>

3. DISTRICT LOCAL CAPITAL IMPROVEMENT FUND (voted levy)

a) Nonexempt assessed valuation	b) Amount to be raised	c) Millage Levy
\$ <u>N/A</u>	\$ <u>N/A</u>	<u>N/A</u> Mills

4. DISTRICT INTEREST AND SINKING FUND(S) (voted)

a) Nonexempt assessed valuation	b) Amount to be raised	c) Millage Levy
\$ <u>131,120,085,729</u>	\$ <u>84,952,704</u>	<u>.682</u> Mills
\$ _____	\$ _____	_____ Mills
\$ _____	\$ _____	_____ Mills
\$ _____	\$ _____	_____ Mills
\$ _____	\$ _____	_____ Mills

5. THE TOTAL MILLAGE RATE TO BE LEVIED EXCEEDS THE ROLL-BACK RATE
(Exceeds or is Less Than)
COMPUTED PURSUANT TO SECTION 200.065(1), F.S., BY 9.72 PERCENT.

STATE OF FLORIDA

COUNTY OF MIAMI-DADE

I, MERRETT R. STIERHEIM, Superintendent of Schools and ex officio Secretary of the District School Board of MIAMI-DADE County, Florida, do hereby certify that the above is a true and complete copy of a resolution passed and adopted by the District School Board of MIAMI-DADE County, Florida, JULY 23, 20 03.

Signature of Superintendent of Schools

JULY 23, 2003

Date of Signature

Note: Copies of this resolution shall be sent to the Florida Department of Education, School Support Services, Office of Funding and Financial Reporting, 824 Turlington Building, Tallahassee, Florida 32399-0400; county tax collector; and county property appraiser.

HISTORICAL MILLAGE ANALYSIS
Miami-Dade County Public Schools

MILLAGE

	<u>Actual</u> <u>2000-01</u>	<u>Actual</u> <u>2001-02</u>	<u>Actual</u> <u>2002-03</u>	<u>Proposed</u> <u>2003-04</u>
Required Local Effort	5.998	5.834	5.803	5.760
Discretionary Local Millage	0.704	0.694	0.679	0.658
Local Optional Millage (Capital)	2.000	2.000	2.000	2.000
Total Non-Voted Millage	8.702	8.528	8.482	8.418
Debt Service Millage (Voted)	0.915	0.848	0.770	0.682
TOTAL MILLAGE	9.617	9.376	9.252	9.100
Increase (Decrease) from Prior Year	(0.027)	(0.241)	(0.124)	(0.152)
Increase (Decrease) from 2000-01				(0.517)

TAX EFFECT ON TYPICAL HOMEOWNER

	<u>2000-01</u>	<u>2001-02</u>	<u>2002-03</u>	<u>Proposed</u> <u>2003-04</u>
Assessed Value-Typical Homestead *	\$ 108,000	\$ 116,780	\$ 126,630	\$ 139,100
Less: Homestead Exemption	\$ (25,000)	\$ (25,000)	\$ (25,000)	\$ (25,000)
Taxable Value	\$ 83,000	\$ 91,780	\$ 101,630	\$ 114,100
Total Millage Levy	9.617	9.376	9.252	9.100
Total Taxes	<u>\$ 798.21</u>	<u>\$ 860.53</u>	<u>\$ 940.28</u>	<u>\$ 1,038.31</u>
Increase (Decrease) from Prior Year	\$ 32.09	\$ 62.32	\$ 79.75	\$ 98.03
Average Tax Increase Since 2000-01				\$ 80.03

* Source: Miami-Dade County Tax Appraiser