

Financial Affairs
Eduardo A. Alfaro, Interim Chief Financial Officer

SUBJECT: TENTATIVE ADOPTION OF THE 2003-04 BUDGET

The Board received the Tentative Budget Recommendation for fiscal year 2003-04 on July 7, 2003. That budget recommendation included proposed millage rates, projected revenues and recommended appropriations for the General Fund, Debt Service Funds, Capital Outlay Funds, Special Revenue Funds and Fiduciary Fund.

At the July 9, 2003 meeting, the Board authorized the Superintendent to advertise the tentative budget and property tax millage rates for these funds as well as all related public notices required by Chapter 200, Florida Statutes.

The Tentative Budget Recommendation consisted of the following documents:

- **2003-04 Tentative Budget, Executive Summary**, which identifies policy issues and summarizes and analyzes projected revenues and proposed appropriations for all parts (funds) of the budget.
- **2003-04 Tentative Budget Workpapers** (computer printout) which provides details of appropriations in the operating budget (General Fund).

As authorized by the Board, the budget advertisement was based upon the documents listed above, except that the millage rates for Required Local Effort and Supplemental Discretionary Operating have been adjusted to the level certified by the Commissioner of Education on July 16, 2003, based upon statewide assessed values of taxable property.

The 2003-04 budget consists of the documents listed above and the **School Allocation Plans** (for K-12 and Adult Centers) which identify the formulas used to develop personnel and materials, equipment and supplies allocations to the schools. For K-12 schools, many of these allocations are consolidated into a single revenue line from which these schools develop their own unique line-item budget.

Final adoption of the 2003-04 budget is scheduled for September 10, 2003. It is desirable, however, that minimal changes be made at final budget adoption, since schools and departments use the tentative adopted budget to hire personnel and complete ordering of materials for the opening of the 2003-04 fiscal year.

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The following documents are attached: } **REVISED**

- **Recommended changes to the budget** approved for advertisement (**Attachment A**)
- A **revised 2003-2004 Budget Summary**, similar to that advertised pursuant to the law (**Attachment B**)

The ***School Allocation Plans for K-12 and Adult Centers for 2003-04*** were distributed to Board Members and placed on file in the Office of the Recording Secretary to the Board and in the Citizen Information Center on July 18, 2003.

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RECOMMENDED: That The School Board of Miami-Dade County, Florida:

1. Tentatively adopt the 2003-04 Annual Budget, which consists of the budget approved for advertising on July 9, 2003, as adjusted for recommended changes included in Attachment A, and including any amendments approved by the Board following the public hearing on July 23, 2003; and
2. Approve the ***School Allocation Plans for K-12 and Adult Centers for 2003-04***.

**CHANGES INCORPORATED IN THE 2003-04 TENTATIVE BUDGET
RECOMMENDED FOR ADOPTION
JULY 23, 2003**

GENERAL FUND

Revenue Changes

1. Increase Florida Education Finance Program (FEFP) revenues due to a decrease in the Required Local Effort millage levy rate certified by the Commissioner of Education.	\$ 16,442,459
2. Decrease Property Taxes due to a decrease in the Required Local Effort (RLE) millage levy (from 5.892 to 5.760) certified by the Commissioner of Education on July 16, 2003.	(16,442,459)
3. Increase Fund Balance from prior year to conform to estimated year-end closing.	12,925,100
Total Revenue Changes	<u>\$ 12,925,100</u>

APPROPRIATIONS

1. Increase 2003-04 appropriations for rebudgets including encumbrances, commitments, selected school available balances, and state categorical available balances carried forward from the prior year. The original estimate was \$94,504,411; the estimated results are \$110,139,664.	\$ 15,635,253
2. Increase appropriations to provide assistance and intervention strategies in the four (4) senior high schools classified as "FF".	500,000
3. Decrease collective bargaining reserve (to be negotiated).	<u>(3,210,153)</u>
Total Appropriation Changes	<u>\$ 12,925,100</u>

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SUMMARY OF REVENUES & APPROPRIATIONS - ALL FUNDS
2003-04 TENTATIVE BUDGET

	GENERAL FUND	DEBT SERVICE FUNDS	CAPITAL OUTLAY FUNDS	SPECIAL REVENUE FUNDS	FIDUCIARY FUND	TOTAL ALL FUNDS
REVENUES						
Federal	\$ 12,249,050	\$ -	\$ -	\$ 365,127,440	\$ -	\$ 377,376,490
State	\$ 1,443,178,791	\$ 15,124,264	\$ 210,459,156	\$ 3,141,305	\$ -	\$ 1,671,903,516
Local	\$ 853,307,629	\$ 85,474,704	\$ 306,303,068	\$ 40,032,518	\$ 2,890,113	\$ 1,288,008,032
TOTAL REVENUES	\$ 2,308,735,470	\$ 100,598,968	\$ 516,762,224	\$ 408,301,263	\$ 2,890,113	\$ 3,337,288,038
Transfers In	\$ 118,905,643	\$ 78,233,195	\$ 5,852,000	\$ -	\$ -	\$ 202,990,838
Non Revenue Sources	\$ -	\$ -	\$ 149,975,307	\$ -	\$ -	\$ 149,975,307
Beginning Fund Balance	\$ 139,101,948	\$ 67,298,342	\$ 798,015,151	\$ 11,888,018	\$ 27,497,434	\$ 1,043,800,893
TOTAL REVENUES & OTHER SOURCES	\$ 2,566,743,061	\$ 246,130,505	\$ 1,470,604,682	\$ 420,189,281	\$ 30,387,547	\$ 4,734,055,076
Less: Transfers						<u>\$ 202,990,838</u>
TOTAL ALL FUNDS						\$ 4,531,064,238
APPROPRIATIONS						
Instruction	\$ 1,640,000,811	\$ -	\$ -	\$ 190,074,009	\$ -	\$ 1,830,074,820
Pupil Personnel	116,077,132	-	-	18,325,180	-	134,402,312
Instructional Media Services	52,259,658	-	-	16,283,395	-	68,543,053
Instructional & Curriculum Dev.	23,099,100	-	-	22,914,199	-	46,013,299
Instructional Staff Training	5,493,059	-	-	22,744,992	-	28,238,051
Board of Education	5,666,817	-	-	-	-	5,666,817
General Administration	9,866,558	-	-	4,368,717	-	14,235,275
School Administration	140,117,508	-	-	-	-	140,117,508
Facilities - Other	505,548	-	1,207,565,834	-	-	1,208,071,382
Fiscal Services	13,278,303	-	-	-	-	13,278,303
Food Services	-	-	-	137,411,095	-	137,411,095
Central Services	79,194,044	-	-	-	-	79,194,044
Pupil Transportation Services	86,288,975	-	-	-	-	86,288,975
Operation of Plant	221,586,365	-	-	19,858	-	221,606,223
Maintenance of Plant	105,203,248	-	-	479,779	-	105,683,027
Community Services	28,105,935	-	-	690,173	3,527,953	32,324,061
Debt Services	-	177,448,377	-	-	-	177,448,377
TOTAL APPROPRIATIONS	\$ 2,526,743,061	\$ 177,448,377	\$ 1,207,565,834	\$ 413,311,397	\$ 3,527,953	\$ 4,328,596,622
Transfers to Other Funds	\$ -	\$ -	\$ 202,990,838	\$ -	\$ -	\$ 202,990,838
ENDING FUND BALANCE						
Undesignated Reserves	\$ 40,000,000	\$ -	\$ 60,048,010	\$ 6,877,884	\$ -	\$ 106,925,894
Designated Reserves	\$ -	\$ 68,682,128	\$ -	\$ -	\$ 26,859,594	\$ 95,541,722
TOTAL FUND BALANCE	\$ 40,000,000	\$ 68,682,128	\$ 60,048,010	\$ 6,877,884	\$ 26,859,594	\$ 202,467,616
TOTAL ALL FUNDS	\$ 2,566,743,061	\$ 246,130,505	\$ 1,470,604,682	\$ 420,189,281	\$ 30,387,547	\$ 4,734,055,076
						<u>\$ 202,990,838</u>
						<u>\$ 4,531,064,238</u>