

Financial Affairs
Edward Marquez, Chief Financial Officer

SUBJECT: RESOLUTION NO. 3, 2003-04 GENERAL FUND SPRING BUDGET REVIEW

COMMITTEE: BUSINESS AND FINANCIAL SERVICES

The Office of Budget Management has completed its review of actual receipts and expenditures through April 30, 2004 and updated entitlement notices from the Department of Education (DOE). Based on that review, the budget adjustments outlined below are recommended for approval. In summary, the Florida Education Finance Program was reduced due to a reduction in the Principal School State Trust Fund and to statewide increases in prior year adjustments. As a result, the state prorated calculated funds down to the level of the 2003-04 Legislative appropriation. However, the Class Size Reduction penalty reflected in the last budget resolution was nearly restored in full. This resolution increases revenues and appropriations by \$8.37 million resulting in an increase in ending fund balance of \$12,321,240.

REVENUE CHANGES **Increase
(Decrease)**

- I. Increase **State Revenues** due to the following:
 - a. Reduce Florida Education Finance Program as follows: \$ (3,100,523)

Increase of 142 unweighted FTE	\$ 142,810
Safe Schools	4,225
Declining Enrollment Supplement	(292,283)
Prior Year Adjustment	(154,231)
State Proration*	(2,605,435)
Opportunity Scholarships	29,480
McKay Scholarships	(242,526)
Discretionary Lottery	<u>17,437</u>
	\$ (3,100,523)

*Total statewide FEFP in excess of statewide appropriation.

REVENUE CHANGES *(continued)*

**Increase
(Decrease)**

1. Increase **State Revenues** due to the following: *(continued)*

b. Increase Categorical Programs as follows: \$ 8,084,274

Transportation	\$ (1,534,195)	
Instructional Technology	9,021	*
Teacher Training	6,515	
Class Size Reduction	<u>9,602,933</u>	**
Total	\$ 8,084,274	

* Requires offsetting appropriation increases.

** Resolution No. 2, General Fund Mid-Year Budget Review reduced Class Size Reduction program by \$1.1 million for lower FTE and the potential penalty of \$9.5 million for failing to meet Class Size Reduction in grades 9-12. Through the appeal process, updated files were submitted to the Department of Education and were accepted. The penalty is now estimated to be \$323,778 and will result in a decrease in the General Fund and an increase in the Capital Outlay Fund pursuant to law. It is anticipated that a notification letter will be provided to the district in the near future and will be reflected in the year-end budget resolution.

c. Increase Miscellaneous State Revenue. These revenues require offsetting appropriations. 2,960,452

2. Increase other **Miscellaneous Local Revenues** offset by appropriation increases. 406,126

3. Increase **Non-revenue sources** for Sale of Equipment. 37,335

NET REVENUE INCREASE (DECREASE) \$ 8,387,664

APPROPRIATION CHANGES DUE TO PROJECTIONS	Increase (Decrease)
1. Increase salary appropriations due to the following:	\$ 7,273,124
a. Increase hourly/overtime/temporary instructor accounts primarily from non-salary accounts by \$7,509,555.	
b. Increase new state and local grants by \$2,208,549, offset by a revenue increases.	
c. Decrease full-time salary appropriations due to projections by (\$2,444,980).	
2. Decrease employee benefits as follows:	(2,124,729)
a. Decrease retirement/FICA and workers' compensation based on projections by (\$1,436,059).	
b. Decrease group insurance based on projections by (\$459,477).	
c. Decrease unemployment compensation and/or tuition reimbursement based on projections by (\$229,193).	
3. Increase energy services appropriations based on projections.	892,715
4. Decrease non-salary accounts due primarily to the following:	(9,974,686)
a. Increase state and local grants by \$678,961, offset by revenue increases.	
b. Decrease appropriations by (\$8,848,509) due primarily to transfers to hourly/overtime/temporary instructor accounts with related fringe benefits.	
c. Decrease utilities (telephone, water/sewer, waste, etc.) by (\$3,244,966).	
d. Increase other non-salary due to projections by \$1,439,828.	
TOTAL APPROPRIATIONS DECREASE	<u>\$ (3,933,576)</u>

RESERVE CHANGES	Increase (Decrease)
Increase Contingency Reserve from \$24,859,170 to \$37,180,410 balance. Excludes the Reserve for Capital Outlay of \$8,000,000.	\$ 12,321,240
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TOTAL INCREASE IN APPROPRIATIONS AND RESERVES	<u>\$ 8,387,664</u>

- RECOMMENDED:** That The School Board of Miami-Dade County, Florida:
- a. Adopt Resolution No. 3, 2003-04 General Fund Spring Budget Review, increasing revenues and appropriations and reserves by \$8,387,664.
 - b. Adopt the Summary of Revenues and Appropriations and the Summary of Appropriations by Function.

**MIAMI-DADE COUNTY PUBLIC SCHOOLS
2003-04 GENERAL FUND BUDGET
SUMMARY OF REVENUES & APPROPRIATIONS
RESOLUTION NO. 3**

	AMENDED BUDGET 02/11/04	RESOLUTION NO. 3	AMENDED BUDGET 06/16/04
REVENUES & BEGINNING BALANCES			
REVENUES			
Federal	\$ 12,249,050	\$ -	\$ 12,249,050
State	1,406,723,374	7,944,203	1,414,667,577
Local	845,206,958	406,126	845,613,084
Interest	6,025,000	-	6,025,000
TOTAL REVENUES	\$ 2,270,204,382	\$ 8,350,329	\$ 2,278,554,711
TRANSFERS FROM CAPITAL OUTLAY	\$ 127,056,128	\$ -	\$ 127,056,128
BEGINNING FUND BALANCE	133,801,056	-	133,801,056
SUBTOTAL REVENUES & BEGINNING BALANCES	\$ 2,531,061,566	\$ 8,350,329	\$ 2,539,411,895
NON-REVENUE SOURCES - Other	\$ -	\$ 37,335	\$ 37,335
TOTAL REVENUES & BEGINNING BALANCES	\$ 2,531,061,566	\$ 8,387,664	\$ 2,539,449,230
APPROPRIATIONS & RESERVES			
APPROPRIATIONS			
Salaries	\$ 1,554,838,448	\$ 7,273,124	\$ 1,562,111,572
Employee Benefits	469,872,445	(2,124,729)	467,747,716
Liability Insurance	7,457,000	-	7,457,000
Energy Services	49,225,339	892,715	50,118,054
Other Non-salary	416,809,164	(9,974,686)	406,834,478
TOTAL APPROPRIATIONS	\$ 2,498,202,396	\$ (3,933,576)	\$ 2,494,268,820
RESERVES			
Contingency/Unreserved Fund Balance	\$ 24,859,170	\$ 12,321,240	\$ 37,180,410
Designated Reserves	8,000,000	-	8,000,000
TOTAL RESERVES	\$ 32,859,170	\$ 12,321,240	\$ 45,180,410
TOTAL APPROPRIATIONS & RESERVES	\$ 2,531,061,566	\$ 8,387,664	\$ 2,539,449,230

**SUMMARY OF REVENUES & OTHER SOURCES
RESOLUTION NO. 3
2003-04**

	AMENDED BUDGET 2/11/04	RESOLUTION NO. 3	AMENDED BUDGET 6/16/04
FEDERAL SOURCES			
Impact Aid	\$ 50,000	\$ -	\$ 50,000
R.O.T.C.	1,000,000	-	1,000,000
Medicaid Reimbursement	9,000,000	-	9,000,000
Community Schools Other Fed. Through State	2,199,050	-	2,199,050
Total Federal	\$ 12,249,050	\$ -	\$ 12,249,050
STATE SOURCES			
Florida Education Finance Program	\$ 841,165,564	\$ 142,810	\$ 841,308,374
Safe Schools (B)	12,689,993	4,225	12,694,218
Supplemental Academic Instruction	136,062,180	-	136,062,180
Summer Reading Allocation	3,625,322	-	3,625,322
ESE Guarantee	138,755,764	-	138,755,764
Declining Enrollment Supplement	3,033,615	(292,283)	2,741,332
Prior Year Adjustment	9,883,869	(154,231)	9,729,638
Final Proration to Funds	(999,824)	(2,605,435)	(3,605,259)
Opportunity Scholarship Adjustment	(1,543,111)	29,480	(1,513,631)
McKay Scholarship Adjustment	(19,728,048)	(242,526)	(19,970,574)
McKay Scholarship Prior Year	38,625	-	38,625
Workforce Development	96,977,162	-	96,977,162
Adults with Disabilities	2,229,829	-	2,229,829
Discretionary Lottery Fund	19,121,183	17,437	19,138,620
Sch. Recognition/Merit School (A)	14,929,125	-	14,929,125
Categorical Programs:			
Teachers Lead Program (A)	2,334,669	-	2,334,669
Instructional Materials (A)	30,485,053	-	30,485,053
Transportation (B)	28,953,288	(1,534,195)	27,419,093
Instructional Technology (A)	7,125,806	9,021	7,134,827
Teacher Training (B)	5,138,194	6,515	5,144,709
Charter Schools Capital Outlay (A)	6,900,117	-	6,900,117
Class Size Reduction	61,789,689	9,602,933	71,392,622
Miscellaneous State	7,755,310	2,960,452	10,715,762
TOTAL STATE	\$1,406,723,374	\$ 7,944,203	\$1,414,667,577

- (A) Revenue for which appropriations equal revenue.
 (B) Revenue for which appropriations exceed revenue.

**SUMMARY OF REVENUES & OTHER SOURCES
RESOLUTION NO. 3
2003-04**

	AMENDED BUDGET 2/11/04	RESOLUTION NO. 3	AMENDED BUDGET 6/16/04
LOCAL SOURCES			
FEFP Required Local Effort	\$ 715,125,367	\$ -	\$ 715,125,367
Local Discretionary Millage	81,693,141	-	81,693,141
Sub - Total	\$ 796,818,508	\$ -	\$ 796,818,508
Miscellaneous Local:			
Tax Redemptions	\$ 8,700,000	\$ -	\$ 8,700,000
Rent	200,000	-	200,000
Interest	6,025,000	-	6,025,000
Gifts Grants and Bequests	-	-	-
Vocational Fees	5,500,000	-	5,500,000
Financial Aid Fees	550,000	-	550,000
Community Schools-Contributions (A)	48,540	-	48,540
Community Schools - Internal (A)	12,934,285	-	12,934,285
Community Schools-Fringe Charges(B)	1,866,664	-	1,866,664
Driver Education	1,644,300	-	1,644,300
Fed. Indirect Cost Reimbursement	3,600,000	-	3,600,000
Universal Services (E-Rate)	3,000,000	-	3,000,000
Misc. School Receipts (A)	3,000,000	-	3,000,000
Food Service Indirect Costs	2,421,033	-	2,421,033
Other Miscellaneous Local	4,923,628	406,126	5,329,754
Total Local	\$ 851,231,958	\$ 406,126	\$ 851,638,084
TOTAL REVENUES	\$2,270,204,382	\$ 8,350,329	\$2,278,554,711
TRANSFERS			
From Capital Outlay	\$ 127,056,128	\$ -	\$ 127,056,128
FUND BALANCE FROM PRIOR YEAR	133,801,056	-	133,801,056
NON REVENUE SOURCES			
Sale of Equipment	-	37,335	37,335
TOTAL REVENUES & OTHER SOURCES	\$2,531,061,566	\$ 8,387,664	\$2,539,449,230

- (A) Revenue for which appropriations equal revenue.
 (B) Revenue for which appropriations exceed revenue.

**MISCELLANEOUS STATE REVENUES
RESOLUTION NO. 3
2003-04**

	AMENDED BUDGET 2/11/04	RESOLUTION NO. 3	AMENDED BUDGET 6/16/04
CO & DS Withheld For Adm.	\$ 145,000	\$ -	\$ 145,000
State License Tax	150,000	-	150,000
Health Service	76,000	-	76,000
SFW Individual Training Account	597,700	247,812	845,512
Full Service Schools	800,000	-	800,000
Excellent Teaching	-	2,682,640	2,682,640
I Care 09/04	1,393,497	-	1,393,497
Assesment Project 06/04	16,500	-	16,500
FDLRS General Revenue 08/04	113,083	-	113,083
IDEA Part B General Revenue 08/04	33,312	-	33,312
Radio Reading Service 06/04	45,323	-	45,323
Secondary Reading Coaches 06/04	272,918	-	272,918
FL Communication Service FM 06/04	106,614	-	106,614
Boys and Girls Club 06/04	118,270	-	118,270
FL Communication Service TV 06/04	557,675	-	557,675
Miami Film Festival I 06/04	4,995	-	4,995
Miami Film Festival II 06/04	3,472	-	3,472
Reading Coach 06/04	2,587,951	-	2,587,951
Learning for Life 06/04	158,000	-	158,000
Research Based RDG 06/04	125,000	-	125,000
Gov. Mentor School Based	-	30,000	30,000
FI Mentor Teacher School Pilot Pgm-Downtown	150,000	-	150,000
FI Mentor Teacher School Pilot Pgm-N County	150,000	-	150,000
FI Mentor Teacher School Pilot Pgm-Ryder	150,000	-	150,000
Total Miscellaneous State	\$ 7,755,310	\$ 2,960,452	\$ 10,715,762

**MISCELLANEOUS LOCAL REVENUES
RESOLUTION NO. 3
2003-04**

	AMENDED BUDGET 2/11/04	RESOLUTION NO. 3	AMENDED BUDGET 6/16/04
Fee Supported Pre-K	\$ 4,723,628	\$ -	\$ 4,723,628
Safe Schools-Fees	200,000	-	200,000
Optional State Textbooks		103,837	103,837
Pre-K Sliding Fee Scale		11,938	11,938
Readiness Coalition/Student Assoc.		250,862	250,862
Josten Learning Corp. Royalty		1,098	1,098
Credit Card Rebate		38,391	38,391
Total Miscellaneous Local	\$ 4,923,628	\$ 406,126	\$ 5,329,754

MIAMI-DADE COUNTY PUBLIC SCHOOLS
2003-04 GENERAL FUND BUDGET
SUMMARY OF APPROPRIATIONS BY FUNCTION
RESOLUTION NO. 3
 June 16, 2004

FUNCTION	TOTAL BUDGET	SALARIES (51XX)	EMPLOYEE BENEFITS (52XX)	PURCHASED SERVICES (53XX)	ENERGY SERVICES (54XX)	MATERIALS AND SUPPLIES (55XX)	CAPITAL OUTLAY (56XX)	OTHER EXPENSES (57XX)
INSTRUCTIONAL SERVICES	\$ 1,440,214,538	\$ 1,005,867,292	\$ 239,319,098	\$ 94,712,565	\$ 526,509	\$ 83,409,991	\$ 13,874,402	\$ 2,504,681
SUPPORT SERVICES:								
Pupil Personnel Services	\$ 123,794,647	\$ 92,837,140	\$ 25,772,144	\$ 4,767,436	\$ -	\$ 198,275	\$ 189,652	\$ 30,000
Instructional Media Services	\$ 57,215,522	\$ 37,406,243	\$ 11,690,359	\$ 1,017,333	\$ -	\$ 1,431,112	\$ 5,645,475	\$ 25,000
Instruction & Curriculum Development	\$ 25,026,019	\$ 17,410,727	\$ 4,459,377	\$ 2,217,525	\$ 2,300	\$ 407,992	\$ 375,917	\$ 152,181
Instructional Staff Training	\$ 13,818,059	\$ 8,178,167	\$ 3,443,629	\$ 1,804,088	\$ -	\$ 364,596	\$ 27,600	\$ -
Board of Education	\$ 6,086,817	\$ 3,457,273	\$ 872,924	\$ 1,304,254	\$ 3,000	\$ 188,800	\$ 150,000	\$ 110,566
General Administration	\$ 13,517,890	\$ 6,064,158	\$ 1,501,637	\$ 4,184,564	\$ 16,000	\$ 1,441,919	\$ 250,000	\$ 59,612
School Administration	\$ 159,726,508	\$ 115,325,579	\$ 32,818,543	\$ 1,704,000	\$ 11,000	\$ 3,119,386	\$ 3,750,000	\$ 2,998,000
Facilities Acquisition & Construction	\$ 10,535,531	\$ 6,047,696	\$ 2,513,721	\$ 1,386,614	\$ 7,500	\$ 200,000	\$ 375,000	\$ 5,000
Fiscal Services	\$ 13,498,303	\$ 8,534,262	\$ 2,439,851	\$ 940,293	\$ 1,100	\$ 110,152	\$ 300,000	\$ 1,172,645
Central Services	\$ 146,580,827	\$ 41,926,263	\$ 66,279,345	\$ 30,967,414	\$ 153,695	\$ 2,719,425	\$ 4,438,345	\$ 96,340
Transportation Services	\$ 91,788,975	\$ 49,180,555	\$ 20,185,641	\$ 13,673,947	\$ 5,599,814	\$ 2,080,060	\$ 1,068,958	\$ -
Operation of Plant	\$ 241,803,439	\$ 91,641,412	\$ 33,991,968	\$ 65,533,458	\$ 42,756,201	\$ 3,607,397	\$ 4,234,144	\$ 38,859
Maintenance of Plant	\$ 113,393,830	\$ 53,542,369	\$ 17,060,333	\$ 24,666,577	\$ 1,040,935	\$ 12,531,733	\$ 4,549,883	\$ 2,000
Community Services	\$ 37,267,915	\$ 24,142,436	\$ 5,399,146	\$ 3,516,264	\$ -	\$ 3,038,295	\$ 605,000	\$ 566,774
Debt Services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total Instructional & Support Services	\$ 2,494,268,820	\$1,561,561,572	\$467,747,716	\$252,396,312	\$50,118,054	\$114,849,132	\$39,834,376	\$7,761,658
Transfers to Other Funds								
Debt Service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Capital Outlay	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special Revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Internal Service	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Trust & Agency	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Total Appropriations & Transfers	\$ 2,494,268,820							
Fund Balance:								
Reserved Fund Balance	\$ 8,000,000							
Unreserved Fund Balance	\$ 37,180,410							
Total Fund Balance	\$ 45,180,410							
Total Appropriations, Transfers and Fund Balance	\$ 2,539,449,230							