

Business Operations
Ofelia San Pedro, Deputy Superintendent

**SUBJECT: AUTHORIZATION TO ADVERTISE PROPOSED TENTATIVE
BUDGET AND MILLAGE LEVIES FOR 2005-06**

COMMITTEE: INNOVATION, EFFICIENCY & GOVERNMENTAL RELATIONS

Florida Statutes require that the Superintendent submit a tentative budget and millage levy recommendation to the Board no later than 24 days after certification of the tax roll or by July 24, 2005.

Statutes also prescribe that each school board shall advertise its intent to adopt a tentative budget and millage levy within 29 days of certification of the tax roll or by July 29, 2005. No less than 2 days or more than 5 days thereafter, the district shall hold a public hearing on the tentative budget and millage levy. The School Board must advise the property appraiser of its proposed millage rates within 35 days of certification of the roll or by August 4, 2005.

Due to these requirements, as well as the sequence of Board meeting dates, the following schedule has been developed:

<u>Date</u>	<u>Event</u>
July 13	Board authorizes Superintendent to advertise tentative budget and proposed millage levies.
23	Advertisement appears in newspaper of general circulation.
26	First Public Hearing. Board tentatively adopts millage levies and budget.
28	Proposed millage levies sent to property appraiser.

The budget cycle culminates with a second public hearing and final adoption on September 7, 2005.

**REVISED
E-13**

The millage levies for Required Local Effort is mandated by the Florida Department of Education and the levies for Discretionary Operating and Discretionary Capital are the maximum permitted under current State law. A Debt Service levy is included which is required to service the district's outstanding bond series. The 2005 Legislature revised the law to permit a maximum of \$100 per unweighted FTE (from \$50 per unweighted FTE) for Supplemental Discretionary Millage. We are recommending that the Board levy the full amount permissible, as long as it does not exceed last year's millage in total.

Revised

The levies recommended for advertising are shown below:

	2004-05 Adopted Levy	2005-06 Recommended Levy *	Increase (Decrease)
State Required Local Effort	5.452	5.458	.006
Discretionary Operating	.510	.510	-
Supplemental Discretionary	<u>.128</u>	<u>.216</u>	<u>.088</u>
Sub-Total Operating Millage	6.090	6.184	.094
Discretionary Capital	<u>2.000</u>	<u>2.000</u>	-
Sub-Total Non Voted-Millage**	8.090	8.184	.094
Debt Service (Voted)	<u>.597</u>	<u>.491</u>	<u>(.106)</u>
Total Millage Levy	<u>8.687</u>	<u>8.675</u>	<u>(.012)</u>

Revised

* The State Required Local Effort Levy is subject to modification by the Commissioner of Education based upon an analysis of actual county tax rolls in the state. The actual levy will be certified by the Commissioner no later than July 19. The change in the Required Local Effort millage will be offset in the FEFP revenue resulting in no change to total revenues.

Revised

** The recommended non-voted millage levy is .094 mills or 1.2% higher than 2004-05. However, the percentage increase to be advertised pursuant to Florida Statutes cannot be calculated prior to receipt of the required local effort millage to be received on July 19.

Revised

Board authorization to advertise the tentative budget **does not** represent tentative adoption by the Board. This requested Board authorization only determines the information as to millage levy, tentative budget and list of capital projects funded by the Capital Millage Levy which will be included in the advertisement. The official millage levies and the tentative budget will not be voted on by the Board **until** July 26, 2005.

The Board, by law, may not authorize a millage levy higher than that which is advertised and/or tentatively adopted, unless it later informs every taxpayer by mailed notice of the higher rate. The only exception is that the Board may administratively adjust the millage without notifying each taxpayer only if the non-exempt property tax roll changes by 1% or more from the roll certified by the Property Appraiser on July 1.

Attached are the following materials:

} Revised

Attachment A - Summary of Revenues & Appropriations by Function – All Funds 2005-06 Tentative Budget.

Attachment B - List of Capital Projects to be funded from the 2005-06 Capital Millage Levy.

On July 14, 2005, Board Members will receive a copy of the 2005-06 Tentative Budget - Executive Summary and a copy of the detailed General Fund budget workpapers under separate cover. Copies of each will be placed on file in the Citizen Information Center and in the Office of the Recording Secretary to the Board.

} Revised

RECOMMENDED: That The School Board of Miami-Dade County, Florida, authorize the Superintendent to:

- 1) advertise a proposed operating millage levy of 6.184 mills, a proposed capital outlay millage levy of 2.000 mills, and a proposed debt service levy of .491 mills, subject to certification of the State Required Local Effort Millage Levy. } Revised
- 2) advertise the Tentative Budget (Attachment A);
- 3) advertise the listing and description of capital projects to be funded from the 2005-06 Capital Millage Levy (Attachment B);
- 4) modify the advertised State Required Local Effort Millage Levy pursuant to official notification by the Commissioner of Education; and
- 5) amend for the purpose of advertisement portions of the Florida Education Finance Program (FEFP) pursuant to official notification by the Commissioner of Education.

} Revised

SUMMARY OF REVENUES & APPROPRIATIONS - ALL FUNDS
2005-06 TENTATIVE BUDGET

	GENERAL FUND	DEBT SERVICE FUNDS	CAPITAL OUTLAY FUNDS	SPECIAL REVENUE FUNDS	FIDUCIARY FUND	TOTAL ALL FUNDS
REVENUES						
Federal	\$ 16,987,400	\$ -	\$ -	\$ 399,864,737	\$ -	\$ 416,852,137
State	1,371,890,080	13,839,044	63,958,341	2,834,000	-	1,452,521,465
Local:						
Property Taxes	1,036,194,475	78,250,779	335,121,111	-	-	1,449,566,365
Other	67,398,633	1,739,000	71,673,675	39,458,177	3,969,185	184,238,670
Total Revenues	\$ 2,492,470,588	\$ 93,828,823	\$ 470,753,127	\$ 442,156,914	\$ 3,969,185	\$ 3,503,178,637
TRANSFERS FROM OTHER FUNDS	\$ 131,568,083	\$ 93,266,174	\$ 5,875,000	\$ -	\$ -	\$ 230,709,257
NON-REVENUE SOURCES	-	-	831,968,989	-	-	831,968,989
FUND BALANCE FROM PRIOR YEAR	208,789,927	75,696,832	930,725,249	7,103,355	30,900,259	1,253,215,622
TOTAL REVENUES & OTHER SOURCES	\$ 2,832,828,598	\$ 262,791,829	\$ 2,239,322,365	\$ 449,260,269	\$ 34,869,444	\$ 5,819,072,505
Less: Transfers						230,709,257
TOTAL ALL FUNDS						\$ 5,588,363,248
APPROPRIATIONS						
Instructional	\$ 1,828,647,114	\$ -	\$ -	\$ 199,695,700	\$ -	\$ 2,028,342,814
Instructional Support	393,698,014	-	-	77,418,067	-	471,116,081
Other	546,224,196	188,146,261	1,987,909,955	166,055,555	4,027,714	2,892,363,681
Total Appropriations	\$ 2,768,569,324	\$ 188,146,261	\$ 1,987,909,955	\$ 443,169,322	\$ 4,027,714	\$ 5,391,822,576
TRANSFERS TO OTHER FUNDS	\$ -	\$ -	\$ 230,709,257	\$ -	\$ -	\$ 230,709,257
FUND BALANCE - End of Year						
Undesignated/Appropriated Contingency	\$ 64,259,274	\$ -	\$ 20,703,153	\$ 6,090,947	\$ -	\$ 91,053,374
Designated Reserves	-	74,645,568	-	-	30,841,730	105,487,298
Total Fund Balance	\$ 64,259,274	\$ 74,645,568	\$ 20,703,153	\$ 6,090,947	\$ 30,841,730	\$ 196,540,672
TOTAL APPROPRIATIONS, TRANSFERS & FUND BALANCE	\$ 2,832,828,598	\$ 262,791,829	\$ 2,239,322,365	\$ 449,260,269	\$ 34,869,444	\$ 5,819,072,505
Less: Transfers						230,709,257
TOTAL ALL FUNDS						\$ 5,588,363,248

The School Board of Miami-Dade County, Florida will soon consider a measure to continue to impose a 2.0 mill property tax for the capital outlay projects listed herein.

This tax is in addition to the school board's proposed tax of 6.184 mills for operating expenses and is proposed solely at the discretion of the school board.

The proposed combined School Board tax increase for both operating expenses and capital outlay is shown in the adjacent notice.

The capital outlay tax will generate \$335,121,111 to be used for the following projects:

CONSTRUCTION & REMODELING:

Capital Outlay Administration
 New Instructional Facilities
 Additions/Remodeling of Instructional Facilities
 Sites/Site Improvements

MOTOR VEHICLE PURCHASES (cont)

Annual Master Lease Payments for Motor Vehicles Used for the Maintenance or Operations of Plant & Equipment
 Annual Master Lease Payments for Vehicles Used in Storing/Distributing Materials and Equipment
 Annual Master Lease payments for security vehicles

MAINTENANCE, RENOVATION & REPAIR:

Maintenance Services
 Instructional Facilities Renovations
 Roof Repair & Replacement
 Support Services Renovations
 Portable/Relocatable Moves
 Safety to Life Repairs
 Renovations for Handicapped

NEW AND REPLACEMENT EQUIPMENT:

Annual Master Lease Payments for New/Replacement Equipment
 Instructional Program Equipment
 Support Services Equipment

PAYMENT FOR EDUCATIONAL FACILITIES & SITES DUE UNDER A LEASE PURCHASE AGREEMENT:

Annual Lease/Purchase Payment for Braddock Senior High
 Annual Master Lease Payments for Various Facilities/Renovations
 Annual Lease Payment for Qualified Zone Academy Bonds for Various Facilities Renovations and Technology
 Annual Master Lease Payments for Site Purchases

PAYMENTS OF COSTS IN COMPLIANCE WITH ENVIRONMENTAL STATUTES AND REGULATIONS:

Environmental Hazards/Asbestos Abatement
 Sewer Connections as Required by Miami-Dade County Environmental Resources Management (DERM)

MOTOR VEHICLE PURCHASES:

Lease Purchase Payments for 1,332 School Buses
 Annual Master Lease Payments for Drivers' Education Vehicles

All concerned citizens are invited to a public hearing to be held on July 26, 2005 at 5:01 p.m. at the Board Auditorium, Miami-Dade County School Board Administration Building, 1450 N. E. Second Avenue, Miami, Florida.

A DECISION on the proposed CAPITAL OUTLAY TAXES will be made at this hearing.

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