

Business Operations
Ofelia San Pedro, Deputy Superintendent

SUBJECT: RESOLUTION NO. 1, 2005-06 CAPITAL OUTLAY FUNDS MID-YEAR BUDGET REVIEW

COMMITTEE: INNOVATION, EFFICIENCY & GOVERNMENTAL RELATIONS

This Capital Outlay Resolution will recognize new revenues, changes to appropriations, and various changes in object codes made since budget adoption.

I. REVENUES AND OTHER SOURCES	Increase (Decrease)
A. Local Revenues – Other	1,030,528
Recognize increases in revenue as follows:	
Developmental Impact Contributions (DIC)*	\$ 1,028,000
Class Action Settlement - Roofing	<u>2,528</u>
	\$ 1,030,528
*These are voluntary developer contributions in addition to impact fees.	
B. Non-Revenue Source – Line of Credit	(25,000,000)
Decrease Line of Credit to reflect the actual sale. This decrease will be absorbed by the Equipment Master Lease Agreement in item C.	
C. Non-Revenue Source – Equipment Master Lease Agreement	63,000,000
Recognize the proceeds from the issuance of an Equipment Master Lease Agreement.	
D. Non-Revenue Source – Certificates of Participation (COPs) repaid from Local Optional Millage Levy (LOML)	(303,843,989)
Decrease sale of LOML COPs to reflect the scheduled sale for the 2005-06 fiscal year.	
E. Non-Revenue Source – Certificates of Participation (COPs) repaid from Impact Fees.	54,903,500
Recognize the sale of Impact Fee COPs scheduled for the 2005-06 fiscal year.	

REVENUES AND OTHER SOURCES *(continued)***Increase
(Decrease)**

F. Non-Revenue Source – Qualified Zone Academy Bonds (QZABs) 2,599,392

Recognize the allocation of QZABs by the Florida Department of Education.

G. Non-Revenue Source – Interfund Transfer (55,000,000)

Decrease the Interfund transfer due to a change in the source of funding for RANs repayment.

TOTAL DECREASE IN REVENUES AND OTHER SOURCES **\$ (262,310,569)**

II. APPROPRIATIONS

A. Reclassify appropriations from non-DIC to DIC funds in the amount of increased DIC revenues recognized in this resolution. (See Attachment A). 0

B. Decrease Program 0150, Purchase School Buses to reflect the actual sale for the Line of Credit. This appropriation is re-established in item C below. (25,000,000)

C. Establish the following appropriations to reflect the Equipment Master Lease Agreement. (See Attachment B). 63,000,000

D. Non-Revenue Source – Certificates of Participation (COPs) repaid from Local Optional Millage Levy (LOML). (303,843,989)

A portion of the appropriations totaling \$706,968,989 will be funded with other sources. The remaining appropriations will be deferred to fiscal year 2006-07. (See Attachment C).

Original COPs Sale	\$ 706,968,989
Adjustments	<u>(303,843,989)</u>
New COPs Sales (2006A & 2006B)	\$ 403,125,000

E. Non-Revenue Source–Certificates of Participation (COPs) repaid from Impact Fees. (See Attachment D). 54,903,500

F. Establish Program 2817, QZAB 4th Round Technology. 2,599,392

G. Increase Program 0927, RANs Debt Service. 45,112

H. Increase Program 0001, Undistributed Capital Contingency. 585,416

APPROPRIATIONS *(continued)*

**Increase
(Decrease)**

- | | |
|--|--------------|
| I. Increase Program 0810, Purchase Instructional Equipment to cover projected eligible equipment expenditures. This increase will be used to purchase fingerprinting equipment for the Office of Professional Standards. | 400,000 |
| J. Decrease the Interfund transfer. | (55,000,000) |
-

TOTAL DECREASE IN APPROPRIATIONS

\$(262,310,569)

III. DOCUMENTED CHANGES IN OBJECT CODES

- A. Transfers between objects within central accounts, reserves and site specific projects from September 7, 2005 to January 3, 2006 as a result of the Technical Review Committee meetings, object changes within programs.
- B. Appropriations for approval this Board Meeting.
- C. Net effect of total changes to Appropriations.

OBJECT OF EXPENDITURE	A	B	C
Library Books	\$ 1,023,646	\$ 0	\$ 1,023,646
A/V Materials	430,187	0	430,187
Building and Additions	1,006,645	(248,940,489)	(247,933,844)
Equipment	7,870,355	40,599,392	48,469,747
Motor Vehicles and Buses	25,093,089	0	25,093,089
Sites	(11,579,787)	0	(11,579,787)
Site Improvements	9,301,142	0	9,301,142
Remodeling and Renovations	21,322,732	0	21,322,732
Software	950,153	0	950,153
Redemption of Principal*	(35,419,780)	0	(35,419,780)
Cost of Debt Issuance	0	45,112	45,112
Transfer to General Fund	0	400,000	400,000
Transfer to Debt Service	0	0	0
Interfund Transfer (Capital Projects only)	0	(55,000,000)	(55,000,000)
Undistributed Contingency/Reserves	<u>(19,998,382)</u>	<u>585,416</u>	<u>(19,412,966)</u>
NET CHANGE	\$ 0	\$ (262,310,569)	\$ (262,310,569)

*Beginning year fund balance adjustment due to the elimination of Revenue Anticipation Notes (RANs) which were reclassified as a short-term liability as required by Generally Accepted Accounting Principles.

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

1. Approve Resolution No. 1, 2005-06 Capital Outlay Budget Funds Mid-Year Budget Review, (a) recognizing new revenues and other sources, (b) amending appropriations, and (c) documenting changes in object codes, as described above and summarized on page 5.
2. Authorize changes to the Five-Year Facilities Work Program which result from Resolution No. 1, 2005-06 Capital Outlay Funds Mid-Year Budget Review.

**2005-06 CAPITAL OUTLAY FUNDS BUDGET
RESOLUTION NO. 1**

	ADOPTED BUDGET 09/27/05	RESOLUTION No. 1 INCREASE (DECREASE)	AMENDED BUDGET 02/15/06
REVENUES			
STATE			
Public Education Capital Outlay (PECO)	\$ 33,236,755	\$ 0	\$ 33,236,755
Classrooms for Kids	4,116,344	0	4,116,344
Deferred - Classrooms for Kids	5,308,442	0	5,308,442
Deferred - Class Size Reduction-Effort Recognition	4,290,320	0	4,290,320
Deferred - Effort Index Grants	16,182,924	0	16,182,924
Deferred - Hurricane Retrofit Grant - Myers Tele. Ctr.	171,094	0	171,094
Deferred - Hurricane Retrofit Grant - Jefferson Bldg.	654,599	0	654,599
Deferred - Hurricane Shelter Retrofit Grant	1,213,396	0	1,213,396
CO & DS Distribution	1,500,000	0	1,500,000
Total State	\$ 66,673,874	\$ 0	\$ 66,673,874
LOCAL			
Optional Millage Levy	\$ 335,121,111	\$ 0	\$ 335,121,111
Interest on Investments	25,774,000	0	25,774,000
Gifts/Contributions/Settlements	0	1,030,528	1,030,528
Impact Fees	45,554,000	0	45,554,000
Auditorium Grant - Hialeah Senior High	345,675	0	345,675
Total Local	\$ 406,794,786	\$ 1,030,528	\$ 407,825,314
TOTAL REVENUES	\$ 473,468,660	\$ 1,030,528	\$ 474,499,188
INTERFUND (CAPITAL PROJECTS ONLY)	60,875,000	(55,000,000)	5,875,000
FUND BALANCES FROM PRIOR YEAR	782,545,500	0	782,545,500
NON-REVENUE SOURCES			
Line of Credit	125,000,000	(25,000,000)	100,000,000
Equipment Master Lease Agreement	0	63,000,000	63,000,000
Certificates of Participation (LOML)	706,968,989	(303,843,989)	403,125,000
Certificates of Participation (Impact Fees)	0	54,903,500	54,903,500
Qualified Zone Academy Bonds	0	2,599,392	2,599,392
TOTAL REVENUES & OTHER SOURCES	\$ 2,148,858,149	\$ (262,310,569)	\$ 1,886,547,580
APPROPRIATIONS			
Library Books	\$ 10,722,036	\$ 1,023,646	\$ 11,745,682
A/V Materials	1,925,491	430,187	2,355,678
Building and Additions	1,267,970,487	(247,933,844)	1,020,036,643
Equipment	54,012,205	48,469,747	102,481,952
Motor Vehicles and Buses	481,201	25,093,089	25,574,290
Site Purchase	33,935,404	(11,579,787)	22,355,617
Site Improvements	17,923,295	9,301,142	27,224,437
Remodeling and Renovations	415,650,534	21,322,732	436,973,266
Computer Software	6,039,674	950,153	6,989,827
Redemption of Principal	36,460,780	(35,419,780)	1,041,000
Interest Expense on RANs	259,000	0	259,000
Dues and Fees on Line of Credit/RANs/GOBs	1,327	45,112	46,439
Reserves/Contingencies	20,703,153	(19,412,966)	1,290,187
TOTAL APPROPRIATIONS	\$ 1,866,084,587	\$ (207,710,569)	\$ 1,658,374,018
TRANSFERS			
Transfer to General Fund	\$ 128,632,388	\$ 400,000	\$ 129,032,388
Transfer to Debt Service	93,266,174	0	93,266,174
Interfund (Capital Projects Only)	60,875,000	(55,000,000)	5,875,000
TOTAL APPROPRIATIONS & TRANSFERS	\$ 2,148,858,149	\$ (262,310,569)	\$ 1,886,547,580

DETAILS OF DEVELOPMENTAL IMPACT CONTRIBUTIONS (DIC'S)

The following appropriations will be reclassified from non-DIC to DIC to reflect voluntary developer contributions in addition to impact fees.

<u>Project Description</u>	<u>Amount</u>
Miami Springs Sr. (non-DIC)	\$ (800,000)
Miami Springs Sr. (non-DIC)	(36,000)
Miami Springs Sr. (non-DIC)	(74,400)
Centennial Md. (non-DIC)	(110,400)
Miami Palmetto Sr. (non-DIC)	(7,200)
Total (non-DIC)	<u>\$ (1,028,000)</u>
Miami Springs Sr. (DIC)	\$ 800,000
Miami Springs Sr. (DIC)	36,000
Miami Springs Sr. (DIC)	74,400
Centennial Md. (DIC)	110,400
Miami Palmetto Sr. (DIC)	7,200
Total (DIC)	<u>\$ 1,028,000</u>

DETAILS OF EQUIPMENT MASTER LEASE AGREEMENT

The following appropriations will be included in the anticipated Equipment Master Lease Agreement.

Equipment Master Lease Agreement
\$63,000,000

- School Buses
- Air Conditioning Systems
- Security Cameras
- PC's Technology Upgrade

DETAILS OF CERTIFICATES OF PARTICIPATION SALE (LOML)

The originally anticipated COPs (LOML) sale will be amended as follows:

COP Series 2006A
\$207,989,000

S/S CCC - 1 - South Dade Sr. Replacement
 New Modular – Palm Lakes El.
 Modular Addition at Coral Reef Sr.
 Modular Addition at Miami Palmetto Sr.
 Modular Addition at Pinecrest El.
 Winston K8 Conversion – Winston Park
 Comprehensive Needs*

COP Series 2006B
\$195,136,000

Modular Addition at South Hialeah El.
 South Miami K-8 Conversion
 Early Childhood Center. (Jane Roberts K-8, Foster Ashe El relief.)
 Early Child Center. (Joella Good El., C. Wyche El relief)
 Early Childhood Center.(M.S. Douglas El. relief)
 New El (S/S A1) (Chapman, Naranja, Redland El. relief)
 S/S U1 - (Joella Good El., Palm Springs North El. relief)
 S/S V1 - (E.R. Graham El., B. Sheppard El. relief)
 Ponce de Leon Md. Renovations
 Comprehensive Needs*

***Comprehensive needs are projects that do not add student stations. A portion of comprehensive needs will be deferred to fiscal year 2006-07 due to scheduled project award dates.**

Reclassified to other sources for the 2005-06 fiscal year

Leased Space (VB Highland Oaks Mid relief) (K-mart conversion)
S/S "P1" (JI Smith, EB Thomas Elementary relief)
Modular Addition at Kennedy Md.
Modular Addition at Miami Springs Md.
Modular at Ferguson Sr.
S/S "WWW" (Miami Springs Sr. relief)
S/S SS1 (Redland, Hammocks, Ammons Mid relief)
S/S HH1 K-8 (JI Smith, EB Thomas El., Doral Md. relief)
Miami Central Sr. Renovations
2005 Revenue Anticipation Notes (RANs) **

*****Projects deferred to the 2006-07 fiscal year.**

MacArthur North Sr Replacement
Modular Addition at W. Lehman El.
Modular Addition at Miami Lakes El.
Holmes El. (partial replacement)
S/S BBB1 (North Miami Sr. Replacement)****
S/S "JJJ" Sr. High
Comprehensive Needs

****RAN repayment will no longer be posted in the COP fund.**

*****Projects will be deferred according to their scheduled award date in fiscal year 2006-07. Deferring the construction funding will not affect the timely delivery of these projects. The planning and design funds are budgeted in fiscal year 2005-06.**

******S/S "BBB1" will be constructed by the City of North Miami. MDCPS will reimburse the City of North Miami in the year 2008.**

DETAILS OF CERTIFICATES OF PARTICIPATION SALE (IMPACT FEES)

The following appropriations will be included in the scheduled sale of COPs (Impact Fees).

**COPs Sale (Impact Fees) for the 2005-06 fiscal year
\$54,903,500**

New Modular- Caribbean El.
New Modular-Flagler El.
New Modular-Hurston El.
New Modular-Kendale Lakes El.
New Modular-Redland El.
New Modular-Citrus Grove Md.
New Modular-Kennedy Md.
New Modular-Rockway Md.
Ojus El.