

Business Operations
Ofelia San Pedro, Deputy Superintendent

SUBJECT: FINAL ADOPTION OF THE 2006-07 BUDGET

COMMITTEE: INNOVATION, EFFICIENCY & GOVERNMENTAL RELATIONS

On August 2, 2006, the Board tentatively adopted the 2006-07 budget following the first public hearing on the budget prescribed by Chapter 200, Florida Statutes. That tentative adopted budget included proposed millage rates, projected revenues and recommended appropriations for 2006-07 for the General Fund, Debt Service Funds, Capital Outlay Funds, Special Revenue Funds and Fiduciary Fund.

Changes to Revenues, Appropriations and Fund Balances from the budgets which were tentatively adopted on August 2, 2006 are attached for all funds.

The following document will be provided to the School Board under separate cover and will be placed on file in the Office of the Recording Secretary to the School Board and in the Citizen Information Center:

- 2005-06 State Budget Forms (All Funds)

NOTE: This item is one of three items which are part of the 5:01 p.m. public budget hearing, which should only be discussed at that time and which should be approved after the Millage Levy Resolution for 2006-07 and after the Five-Year Facilities Work Program.

RECOMMENDED: That The School Board of Miami-Dade County, Florida, adopt the 2006-07 Annual Budget by approving changes from the Tentative Adopted Budget enumerated on pages 2 through 10 and the revenues and appropriations delineated on the official state budget forms and including any amendments approved by the Board following the public hearing on September 13, 2006.

**REVISED
E-16**

**CHANGES FROM THE 2006-07 TENTATIVE ADOPTED BUDGET
RECOMMENDED FOR FINAL ADOPTION**

GENERAL FUND

REVENUES	<u>Increase (Decrease)</u>
1. Decrease Beginning Fund Balance to conform to final year-end closing.	\$ (13,853,325)
2. Establish Performance Based Incentive revenue. This performance funding was based on completions from 2004-05 and placements from 2003-04 in adult programs. At Tentative Adoption, this was believed to be a grant that the district had to apply for.	1,935,579
3. Increase JROTC revenue based on prior year results.	680,000
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Total Revenues Decrease	<u>\$ (11,237,746)</u>

APPROPRIATIONS

1. Decrease appropriations in Central Services for rebudgets including encumbrances, commitments, selected school available balances, and state categorical available balances carried forward from the prior year. Estimate was \$114,738,545, actual results were \$100,935,702.	\$ (13,802,843)
2. Eliminate Opportunity Scholarship program (no longer applicable).	(1,890,564)
3. Reduce appropriations for Summer Heat program by partially transferring expenditures to Title I program.	(1,315,969)
4. Eliminate appropriations for extended day/year for ZONE schools by transferring to Title I program.	(16,855,401)
5. Increase collective bargaining reserve.	20,000,000
6. Reduce appropriations for Class Size allocation.	(3,348,147)
7. Increase appropriations for health benefits. The reduction previously reported was for a calendar year 2007 and should have been for January through June 2007.	4,912,581

**CHANGES FROM THE 2006-07 TENTATIVE ADOPTED BUDGET
RECOMMENDED FOR FINAL ADOPTION**

GENERAL FUND (Continued)

APPROPRIATIONS (Continued)	Increase (Decrease)
8. Establish appropriation as a result of the Auditor General's report on 2004-05 FTE audit. This will result in a revenue loss during 2006-07.	\$ 1,619,573
9. Decrease in appropriations due to various technical corrections/omissions.	(556,976)
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Total Appropriations Decrease	<u>\$ (11,237,746)</u>

**CHANGES FROM THE 2006-07 TENTATIVE ADOPTED BUDGET
RECOMMENDED FOR FINAL ADOPTION**

DEBT SERVICE FUNDS

REVENUES AND OTHER SOURCES	Increase (Decrease)
1. Decrease Beginning Fund Balance to reflect actual results for Fiscal Year 2005-06.	\$ (3,657,853)
2. Increase Transfer from Capital Outlay Funds to reflect updated estimates for proposed debt.	2,487,000
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Total Revenues and Other Sources Decrease	<u>\$ (1,170,853)</u>

APPROPRIATIONS

1. Decrease projected ending fund balance.	\$ (3,357,853)
2. Increase interest payments to reflect better estimates for proposed debt.	2,187,000
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Total Appropriations Decrease	<u>\$ (1,170,853)</u>

**CHANGES FROM THE 2006-07 TENTATIVE ADOPTED BUDGET
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CAPITAL OUTLAY FUNDS

REVENUES AND NON-REVENUE SOURCES	Increase (Decrease)
1. Decrease Beginning Fund Balance to conform with final year-end closing.	\$ (242,367,717)
2. Decrease Deferred Revenue to reflect amounts received and grant adjustments.	1,171,368
3. Decrease impact fees in the East Benefit District to reflect the liability for the Homestead Educational Facilities Benefit District (EFBD).	(5,000,000)
4. Increase Master Equipment Lease proceeds to reflect better estimates.	278,699
5. Increase Non-Revenue Sources by the North Miami Florida Educational Facilities Construction Note to reflect proposed financing.	124,000,000
6. Increase the interfund transfer to offset the adjustment in the hurricane shelter retrofit grant.	1,213,396
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Total Revenue and Non-Revenue Decrease	<u>\$(120,704,254)</u>

**CHANGES FROM THE 2006-07 TENTATIVE ADOPTED BUDGET
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CAPITAL OUTLAY FUNDS (continued)

APPROPRIATIONS	Increase (Decrease)
1. Decrease program rebudgets to reflect final results.	\$ (246,433,832)
2. Increase Program 2844 – S/S QQQ1 (Dr Michael Krop Sr. High, N. Miami Beach Sr. High relief).	35,000,000
3. Increase Program 2620 – S/ S BBB1 – North Miami Senior High School Replacement.	89,000,000
4. Increase Program 1077 for the Law Enforcement Academy/Forensic Studies School.	1,000,000
5. Increase Program 0150- Purchase of School Buses from the Master Equipment Lease proceeds.	278,699
6. Increase program 0996 – Technology for capitalized software.	2,000,000
7. Increase the Interfund Transfer to reflect better estimates.	1,213,396
8. Increase/Decrease Debt Service Reserves to reflect better estimates.	(5,249,517)
9. Increase the Transfer to Debt Service for proposed financing.	<u>2,487,000</u>
Total Appropriations Decrease	<u>\$(120,704,254)</u>

**CHANGES FROM THE 2006-07 TENTATIVE ADOPTED BUDGET
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SPECIAL REVENUE - FOOD SERVICE FUND

REVENUES	Increase (Decrease)
Increase Fund Balance from prior year to reflect actual results for 2005-06.	\$ <u>60,608</u>
Total Revenues Increase	\$ <u>60,608</u>
APPROPRIATIONS	
Increase projected Ending Fund Balance.	\$ <u>60,608</u>
Total Appropriations Increase	\$ <u>60,608</u>

**CHANGES FROM THE 2006-07 TENTATIVE ADOPTED BUDGET
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**SPECIAL REVENUE - OTHER FEDERAL PROGRAMS
(CONTRACTED PROGRAM FUND)**

REVENUES	Increase (Decrease)
Increase (decrease) revenues as follows:	
Federal Sources	\$ 50,166,308
Local Sources	-
Total Revenues Increase	<u>\$ 50,166,308</u>

APPROPRIATIONS

Increase (decrease) appropriations as follows:

21 st Century Community Learning Centers Programs	\$ 2,921,600
Title I	19,000,000
Title II	458,655
Title V	1,633,296
IDEA	9,847,100
Title III	32,506
SAVES	2,746,904
Smaller Learning Communities	11,708,192
I Choose	1,818,055
Total Appropriations Decrease	<u>\$ 50,166,308</u>

**CHANGES FROM THE 2006-07 TENTATIVE ADOPTED BUDGET
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SPECIAL REVENUE FUND – SPECIAL EVENTS

REVENUES	Increase (Decrease)	
1. Increase Beginning Fund Balance to reflect 2005-06 final results.	<u>\$ 45,571</u>	REVISED
Total Revenues Increase	<u>\$ 45,571</u>	
APPROPRIATIONS		
1. Increase appropriations to balance.	<u>\$ 45,571</u>	REVISED
Total Appropriations Increase	<u>\$ 45,571</u>	

**CHANGES FROM THE 2006-07 TENTATIVE ADOPTED BUDGET
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MISCELLANEOUS SPECIAL REVENUE - SCHOOL BOARD LAW ENFORCEMENT

REVENUES	Increase (Decrease)	
1. Increase Beginning Fund Balance to reflect 2005-06 final results	\$ 14,947	REVISED
Total Revenues Increase	<u>\$ 14,947</u>	
 APPROPRIATIONS		
1. Increase appropriations to balance.	\$ 14,947	
Total Appropriations Increase	<u>\$ 14,947</u>	

**CHANGES FROM THE 2006-07 TENTATIVE ADOPTED BUDGET
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FIDUCIARY FUND – PENSION TRUST FUND

REVENUES	Increase (Decrease)
1. Increase Beginning Fund Balance to reflect 2005-06 final results.	\$ <u>614,476</u>
Total Revenues Increase] REVISED	\$ <u>614,476</u>

APPROPRIATIONS

1. Increase Ending Fund Balance to reflect 2005-06 final results.	\$ <u>614,476</u>
Total Appropriations Increase] REVISED	\$ <u>614,476</u>

NOTE: The Pension Trust Fund is not reflected on the State Budget Forms pursuant to instructions from the Department of Education. These revisions reflect changes from the Tentative Adopted Budget and are recommended for final adoption.