

Business Operations
Ofelia San Pedro, Deputy Superintendent

SUBJECT: RESOLUTION NO. 2, 2005-06 CAPITAL OUTLAY FINAL 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 February 15, 2006.

I. REVENUES AND OTHER SOURCES	Increase (Decrease)
A. State Revenues – Deferred Hurricane Shelter Retrofit Grant	\$ (1,213,396)
Decrease deferred revenue to reflect actual results.	
B. State Revenues – Capital Outlay & Debt Service (CO & DS)	393,561
Increase revenue from CO & DS to reflect actual receipts and interest earnings.	
C. Local Revenues – Property Taxes	(1,544,860)
Decrease local property taxes to reflect actual collections.	
D. Local Revenues – Interest	8,115,318
Increase interest earnings on investments to reflect actual results.	
E. Local Revenue – Net Increase (Decrease) in Fair Value of Investments	(734,563)
Decrease revenues to reflect actual results.	
F. Local Revenues – Developer Donation	2,142,009
Recognize total year-end receipts of voluntary monetary donations from developers over and above educational facilities impact fees.	

REVENUES AND OTHER SOURCES *(continued)***Increase
(Decrease)****G. Local Revenues – Impact Fees**

\$ 2,392,653

Increase impact fees to reflect actual year-end collections.

<u>Benefit District</u>	<u>Amended Amount</u>	<u>Final Amount</u>	<u>Final Change</u>
East	\$35,336,000	\$39,159,297	\$ 3,823,297
Northwest	3,573,000	4,041,613	468,613
Southwest	6,194,000	4,246,498	(1,947,502)
Administrative Fund	451,000	499,245	48,245
Total:	\$45,554,000	\$47,946,653	\$ 2,392,653

H. Local Revenues – Impact Fees

(5,230,899)

Decrease impact fee revenue for the East benefit district to reflect the revenue portion of the Homestead Educational Facilities Benefit District as a reclassification to a liability.

I. Local Revenues – Miscellaneous

(144,651)

Decrease revenues received in a prior year held in escrow that were refunded this fiscal year as a result of a legal settlement.

J. Interfund Transfer (Capital Projects Only)

(5,875,000)

Eliminate the Interfund transfer no longer needed due to Certificates of Participation (COPs) interest earnings.

K. Interfund Transfer

21,550,662

Establish Interfund transfer to reflect actual results related to the repayment of Revenue Anticipation Notes for the interim financing of capital projects.

L. Non-Revenue Source–Line of Credit

(100,000,000)

Reclassify the Line of Credit to a short-term liability as required by Generally Accepted Accounting Principles.

M. Non-Revenue Source–Equipment Master Lease Agreement

(612,967)

Decrease revenues to reflect actual lease schedules issued.

REVENUES AND OTHER SOURCES *(continued)*

**Increase
(Decrease)**

N. Non Revenue Source – Certificates of Participation (COPs) repaid from Local Optional Millage Levy (LOML) \$ 6,105,000

Increase revenue from Certificates of Participation (COPs) to reflect actual sale as follows:

2006A Sale	\$ 1,885,373
2006B Sale	19,225,146
Reclass COPs Premium	<u>(15,005,519)</u>
	\$ 6,105,000

O. Non-Revenue Source–Certificates of Participation (COPs) repaid from Impact Fees. (1,238,500)

Decrease revenue from Impact Fee (COPs) to reflect actual sale as follows:

2006C Sale	\$ 504,118
Reclass COPs premium	<u>(1,742,618)</u>
	(1,238,500)

P. Non-Revenue Source – Premium on Certificates of Participation (COPs) 16,748,137

Increase premium on COPs to reflect actual results.

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

Decrease revenue from QZABs to reflect actual results. These QZABs are scheduled to be sold in 2006-07.

TOTAL DECREASE IN REVENUES AND OTHER SOURCES **\$ (61,746,888)**

II. APPROPRIATIONS

- A. Increase appropriations to recognize actual DIC contributions received. (See Attachment A) \$ 2,142,009
- B. Decrease Program 2801, Impact Fee Reserves. (2,838,246)
- C. Decrease various appropriations funded with the Line of Credit for fiscal year ended 2005-06. These appropriations were re-established in the Executive Summary Tentative Budget 2006-07 which was approved by the Board in August. This is necessary to reflect the appropriate internal accounting treatment and will not delay any capital project. (100,000,000)

APPROPRIATIONS *(continued)***Increase
(Decrease)**

- D. Increase appropriations to reflect actual projects cost and dues and fees associated with the various COPs (repaid from LOML) sales. \$ 21,110,519

2006A Sale

Cost of Issuance	\$ 273,908
Insurance Premium	603,942
Underwriters Discount	<u>1,007,523</u>
	\$1,885,373

2006B Sale

Acquisition Account	\$17,307,000
Cost of Issuance	264,043
Insurance Premium	618,977
Underwriters Discount	<u>1,035,126</u>
	\$19,225,146

- E. Increase appropriations to reflect dues and fees associated with the COPs (repaid from Impact Fees) sale. 504,118

2006C Sale

Cost of Issuance	\$ 133,324
Insurance Premium	131,075
Underwriters Discount	<u>239,719</u>
	\$ 504,118

- F. Decrease Program 0150, Purchase School Buses to reflect actual amount purchased in fiscal year 2005-06. (612,967)
- G. Re-establish Program 0779, Food Service Equipment. 378,679
- H. Increase Program 1570, Maintenance Services to reflect actual results. 2,659,353
- I. Decrease Program 0927, RANs Debt Service to reflect a year-end credit to Dues and Fees. (10,465)
- J. Decrease Redemption of Principal and Interest Expense on Master Equipment Lease to reflect actual results. (1,268,500)

Redemption of Principal	\$ (1,041,000)
Interest Expense	(259,000)
Dues and Fees	<u>31,500</u>
	\$ (1,268,500)

APPROPRIATIONS *(continued)***Increase
(Decrease)**

K. Eliminate the Interfund transfer to reflect actual results due to COPs interest earnings.	\$ (5,875,000)
L. Establish Interfund transfer to reflect actual results related to the repayment of Revenue Anticipation Notes for the interim financing of capital projects.	21,550,662
M. Decrease appropriations to reflect the deferral of the QZABs sale to 2006-07.	(2,599,392)
N. Decrease the transfer to Debt Service to reflect actual results.	(3,377,000)
O. Increase Uncommitted Fund Balance.	<u>6,489,342</u>

TOTAL DECREASE IN APPROPRIATIONS**\$ (61,746,888)**

III. DOCUMENTED CHANGES IN OBJECT CODES

- A. Transfers between objects within central accounts, reserves and site specific projects from January 4, 2006 as a result of the Technical Review Committee meetings, School Board Meetings and 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	\$ 2,034,444	\$ 0	\$ 2,034,444
A/V Materials	615,756	0	615,756
Building and Additions	17,826,810	(83,389,237)	(65,562,427)
Equipment	(10,176,740)	(2,220,713)	(12,397,453)
Motor Vehicles and Buses	(89,352)	(612,967)	(702,319)
Sites	17,920,004	0	17,920,004
Site Improvements	25,851,498	0	25,851,498
Remodeling and Renovations	(54,255,779)	0	(54,255,779)
Software	1,550,723	0	1,550,723
Redemption of Principal	0	(1,041,000)	(1,041,000)
Interest Expense	0	(259,000)	(259,000)
Dues and Fees	0	4,328,672	4,328,672
Transfer to General Fund	0	2,659,353	2,659,353
Transfer to Debt Service	0	(3,377,000)	(3,377,000)
Interfund Transfer (Capital Projects only)	0	15,675,662	15,675,662
Undistributed Contingency/Reserves	<u>(1,277,364)</u>	<u>6,489,342</u>	<u>5,211,978</u>
NET CHANGE	\$ 0	\$(61,746,888)	\$(61,746,888)

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

1. Approve Resolution No. 2, 2005-06 Capital Outlay Budget Final 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 7.
2. Authorize changes to the Five-Year Facilities Work Program which result from Resolution No. 2, 2005-06 Capital Outlay Funds Budget Final Review.

**2005-06 CAPITAL OUTLAY FUNDS BUDGET
RESOLUTION NO.2**

	AMENDED BUDGET 02/15/06	RESOLUTION No. 2 INCREASE (DECREASE)	AMENDED BUDGET 09/13/06
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	(1,213,396)	0
CO & DS Distribution	1,500,000	393,561	1,893,561
Total State	\$ 66,673,874	\$ (819,835)	\$ 65,854,039
LOCAL			
Optional Millage Levy	\$ 335,121,111	\$ (1,544,860)	\$ 333,576,251
Interest on Investments	25,774,000	8,115,318	33,889,318
Net Increase (Decrease) in Fair Value of Investments	0	(734,563)	(734,563)
Gifts/Contributions/Settlements	1,030,528	1,997,358	3,027,886
Impact Fees	45,554,000	(2,838,246)	42,715,754
Auditorium Grant - Hialeah Senior High	345,675	0	345,675
Total Local	\$ 407,825,314	\$ 4,995,007	\$ 412,820,321
TOTAL REVENUES	\$ 474,499,188	\$ 4,175,172	\$ 478,674,360
INTERFUND (CAPITAL PROJECTS ONLY)	5,875,000	15,675,662	21,550,662
FUND BALANCES FROM PRIOR YEAR	782,545,500	0	782,545,500
NON-REVENUE SOURCES			
Line of Credit	100,000,000	(100,000,000)	0
Equipment Master Lease Agreement	63,000,000	(612,967)	62,387,033
Certificates of Participation (LOML)	403,125,000	6,105,000	409,230,000
Certificates of Participation (Impact Fees)	54,903,500	(1,238,500)	53,665,000
Premium on Certificates of Participation	0	16,748,137	16,748,137
Qualified Zone Academy Bonds	2,599,392	(2,599,392)	0
TOTAL REVENUES & OTHER SOURCES	\$ 1,886,547,580	\$ (61,746,888)	\$ 1,824,800,692
APPROPRIATIONS			
Library Books	\$ 11,745,682	\$ 2,034,444	\$ 13,780,126
A/V Materials	2,355,678	615,756	2,971,434
Building and Additions	1,020,036,643	(65,562,427)	954,474,216
Equipment	102,481,952	(12,397,453)	90,084,499
Motor Vehicles and Buses	25,574,290	(702,319)	24,871,971
Site Purchase	22,355,617	17,920,004	40,275,621
Site Improvements	27,224,437	25,851,498	53,075,935
Remodeling and Renovations	436,973,266	(54,255,779)	382,717,487
Computer Software	6,989,827	1,550,723	8,540,550
Redemption of Principal	1,041,000	(1,041,000)	0
Interest Expense on RANs	259,000	(259,000)	0
Dues and Fees on Line of Credit/RANs/GOBs	46,439	4,328,672	4,375,111
Reserves/Contingencies	1,290,187	5,211,978	6,502,165
TOTAL APPROPRIATIONS	\$ 1,658,374,018	\$ (76,704,903)	\$ 1,581,669,115
TRANSFERS			
Transfer to General Fund	\$ 129,032,388	\$ 2,659,353	\$ 131,691,741
Transfer to Debt Service	93,266,174	(3,377,000)	89,889,174
Interfund (Capital Projects Only)	5,875,000	15,675,662	21,550,662
TOTAL APPROPRIATIONS & TRANSFERS	\$ 1,886,547,580	\$ (61,746,888)	\$ 1,824,800,692

DETAIL OF DEVELOPMENTAL IMPACT CONTRIBUTIONS (DIC'S)

The following appropriations have been increased to reflect voluntary developmental contributions in addition to impact fees.

<u>Project Description</u>	<u>Amount</u>	<u>Memo Date</u>	<u>*Memo #</u>
West Miami Middle	2,400	Jan. 31, 2006	M-1018
Redland Middle	148,208	Jan. 31, 2006	M-1022
W.R. Thomas Middle	4,800	Jan. 31, 2006	M-1023
Miami Southridge Senior	6,000	Feb. 1, 2006	M-1029
Redondo Elementary	22,800	Feb. 1, 2006	M-1026
Centennial Middle	25,200	Feb. 1, 2006	M-1024
Miami Southridge Senior	18,750	Feb. 1, 2006	M-1027
Miami Southridge Senior	9,600	Feb. 1, 2006	M-1025
Seminole Elementary	5,226	Mar. 7, 2006	M-1168
North Miami Senior	9,600	Mar. 27, 2006	M-1236
Miami Southridge Senior	14,400	May 17, 2006	M-1348
Miami Southridge Senior	4,654	May 17, 2006	M-1344
Miami Southridge Senior	8,400	May 17, 2006	M-1341
Miami Southridge Senior	78,000	May 17, 2006	M-1345
Pine Villa Elementary	20,400	May 17, 2006	M-1343
Vineland Elementary	50,000	May 17, 2006	M-1342
Leisure City Elementary	150,000	May 17, 2006	M-1340
Dr. Krop Senior	76,500	May 17, 2006	M-1347
Dante Fascell Elementary	3,959	May 17, 2006	M-1346
Miami Carol City Senior	32,523	May 25, 2006	M-1371
Norland Community Middle	5,422	May 25, 2006	M-1370
Seminole Elementary	4,500	June 27, 2006	M-1460
Avocado Elementary	10,167	June 27, 2006	M-1461
Milam K-8	40,000		
Ben Sheppard Elementary	40,000		
Hialeah-Miami Lakes Senior	20,000		
Barbara Goleman Senior	45,000		
W.R. Thomas Middle	16,000		
Coral Park Elementary	39,000		
Sub-Total	200,000	Jan. 5, 2006	M-946
South Pointe Elementary	70,250		
Nautilus Middle	70,250		
Sub-Total	140,500	Jan. 18, 2006	M-987

*These are memos from Facilities Planning detailing developer contribution information.

<u>Project Description</u>	<u>Amount</u>	<u>Memo Date</u>	<u>Memo #</u>
Miami Springs Elementary	40,000		
Rockway Elementary	40,000		
Seminole Elementary	10,000		
Sub-Total	90,000	Mar. 7, 2006	M-1169
Stirrup Elementary	40,000		
Ruben Dario Middle	200,000		
Miami Coral Park Senior	760,000		
Sub-Total	1,000,000	May 22, 2006	M-1369
Total	<u>\$ 2,142,009</u>		