

Business Operations
Ofelia San Pedro, Deputy Superintendent

SUBJECT: TENTATIVE ADOPTION OF THE 2007-08 BUDGET

COMMITTEE: INNOVATION, EFFICIENCY & GOVERNMENTAL RELATIONS

LINK TO DISTRICT

STRATEGIC PLAN: IMPROVE FINANCIAL SERVICES

The Board received the Tentative Budget Recommendation for fiscal year 2007-08 on July 17, 2007, which included proposed millage rates, projected revenues and recommended appropriations for the General Fund, Debt Service Funds, Capital Outlay Funds, Special Revenue Funds and Fiduciary Fund.

The Tentative Budget Recommendation consisted of the following documents:

- **2007-08 Tentative Budget, Executive Summary**, which identifies policy issues and summarizes and analyzes projected revenues and proposed appropriations for all parts (funds) of the budget.
- **2007-08 Tentative Budget Workpapers** (computer printout) which provides details of appropriations in the operating budget (General Fund).

As authorized by the Board, the budget advertisement will be based upon the documents listed above, and the millage rate for Required Local Effort adjusted to the level certified by the Commissioner of Education on July 17, 2007, based upon statewide assessed values of taxable property. The revised (actual) millage levies were provided to the Board in Agenda Item SP-1, Authorization to Advertise Proposed Tentative Budget and Millage Levies for 2007-08, submitted at the July 23, 2007, Board meeting. **However, on July 23, 2007, SP-1 is requesting authorization to advertise the tentative budget and does not represent adoption of the budget or millage levies.**

The 2007-08 budget consists of the documents listed above and the **School Allocation Plan** which identify the formulas used to develop personnel and materials, equipment and supplies allocations to the schools. For K-12 schools, many of these allocations are consolidated into a single revenue line from which these schools develop their own unique line-item budget.

Final adoption of the 2007-08 budget is scheduled for September 5, 2007. It is desirable, however, that minimal changes be made at final budget adoption, since schools and departments use the tentative adopted budget to hire personnel and complete ordering of materials for the opening of the 2007-08 fiscal year.

The following documents are provided.

- Recommended changes to the budget subsequent to the 2007-08 Tentative Budget - Executive Summary (**Attachment A**)
- A **2007-2008 Budget Summary**, similar to that advertised pursuant to the law (**Attachment B**).

The ***School Allocation Plan*** will be distributed to the Board on July 23, 2007.

NOTE: This item is one of three items which are part of the 6:00 p.m. public hearing, which should be discussed only at that time and should be approved following approval of millage rates.

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

1. Tentatively adopt the 2007-08 Annual Budget, which consists of the budget approved for advertising on July 23, 2007, as adjusted for recommended changes included in Attachment A, and including any amendments approved by the Board following the public hearing on August 1, 2007; and
2. Approve the 2007-08 *School Allocation Plan*.

**CHANGES INCORPORATED IN THE 2007-08 TENTATIVE BUDGET
RECOMMENDED FOR ADOPTION
AUGUST 1, 2007**

GENERAL FUND

| <u>Revenue Changes</u> | <u>AMOUNT</u> |
|---|----------------------------|
| 1. Increase Florida Education Finance Program (FEFP) revenues due to a decrease in the Required Local Effort millage levy rate certified by the Commissioner of Education. | \$ 40,197,172 |
| 2. Decrease Property Taxes due to a decrease in the Required Local Effort (RLE) millage levy reflected in the Executive Summary (from 5.086 to 4.915) certified by the Commissioner of Education on July 17, 2007. | (40,197,172) |
| 3. Increase Property Taxes in Discretionary Operating levy which increased proportionately to the property tax roll increase and Supplemental Discretionary levy as reported in documents received from the Commissioner of Education on July 17, 2007. | 2,400,434 |
| Total Revenue Changes | <u>\$ 2,400,434</u> |
| <u>Appropriation Changes</u> | |
| 1. Increase appropriations to restore 12 Teachers on Special Assignment (TSA) to provide curriculum support in Math and Science under the proposed A+ Plan. | \$ 1,080,000 |
| 2. Increase appropriations for funding school-wide interventions to schools classified as "F". | 1,320,434 |
| Total Appropriation Changes | <u>\$ 2,400,434</u> |

SUMMARY OF REVENUES & APPROPRIATIONS - ALL FUNDS
2007-08 TENTATIVE BUDGET

| | GENERAL FUND | DEBT SERVICE FUNDS | CAPITAL OUTLAY FUNDS | SPECIAL REVENUE FUNDS | FIDUCIARY FUND | TOTAL ALL FUNDS |
|---|-------------------------|--------------------------|----------------------------|-----------------------------|----------------------|-------------------------|
| REVENUES | | | | | | |
| Federal | \$ 17,643,391 | \$ - | \$ - | \$ 362,518,253 | \$ - | \$ 380,161,644 |
| State | 1,351,928,614 | 12,856,515 | 106,058,854 | 2,774,000 | - | 1,473,617,983 |
| Local | 1,390,240,172 | 90,272,906 | 528,907,314 | 43,689,249 | 7,043,888 | 2,060,153,529 |
| TOTAL REVENUES | 2,759,812,177 | 103,129,421 | 634,966,168 | 408,981,502 | 7,043,888 | 3,913,933,156 |
| Transfers In | 148,905,643 | 157,133,176 | 241,446,000 | - | - | 547,484,819 |
| Non Revenue Sources | - | - | 802,930,061 | - | - | 802,930,061 |
| Beginning Fund Balance | 195,023,440 | 83,304,763 | 1,266,494,338 | 692,036 | 35,582,312 | 1,581,096,889 |
| TOTAL REVENUES & OTHER SOURCES | \$ 3,103,741,260 | \$ 343,567,360 | \$ 2,945,836,567 | \$ 409,673,538 | \$ 42,626,200 | \$ 6,845,444,925 |
| Less: Transfers | | | | | | <u>547,484,819</u> |
| TOTAL ALL FUNDS | | | | | | <u>\$ 6,297,960,106</u> |
| APPROPRIATIONS | | | | | | |
| Instruction | \$ 2,014,137,981 | \$ - | \$ - | \$ 186,996,470 | \$ - | \$ 2,201,134,451 |
| Pupil Personnel | 133,107,000 | - | - | 21,774,796 | - | 154,881,796 |
| Instructional Media Services | 42,080,151 | - | - | 1,997,316 | - | 44,077,467 |
| Instructional & Curriculum Dev. | 33,167,373 | - | - | 29,989,826 | - | 63,157,199 |
| Instructional Staff Training | 52,639,574 | - | - | 22,009,804 | - | 74,649,378 |
| Instructional Related Technology | - | - | - | 729,333 | - | 729,333 |
| Board of Education | 7,459,512 | - | - | - | - | 7,459,512 |
| General Administration | 11,562,248 | - | - | 4,152,043 | - | 15,714,291 |
| School Administration | 173,088,261 | - | - | 179,721 | - | 173,267,982 |
| Facilities - Other | - | - | 2,351,906,768 | 176,201 | - | 2,352,082,969 |
| Fiscal Services | 22,223,473 | - | - | 325,859 | - | 22,549,332 |
| Food Services | - | - | - | 137,193,634 | - | 137,193,634 |
| Central Services | 32,923,231 | - | - | 937,572 | - | 33,860,803 |
| Pupil Transportation Services | 85,955,674 | - | - | 209,873 | - | 86,165,547 |
| Operation of Plant | 271,521,496 | - | - | 620,647 | - | 272,142,143 |
| Maintenance of Plant | 118,858,699 | - | - | - | - | 118,858,699 |
| Community Services | 35,880,368 | - | - | 1,920,527 | - | 41,284,948 |
| Debt Services | - | 250,551,324 | - | - | 3,484,053 | 250,551,324 |
| TOTAL APPROPRIATIONS | \$ 3,034,605,041 | \$ 250,551,324 | \$ 2,351,906,768 | \$ 409,213,622 | \$ 3,484,053 | \$ 6,049,760,808 |
| Transfers to Other Funds | \$ - | \$ - | \$ 547,484,819 | \$ - | \$ - | \$ 547,484,819 |
| ENDING FUND BALANCE | | | | | | |
| Undesignated Reserves | \$ 69,136,219 | \$ - | \$ 39,214,081 | \$ 459,916 | \$ - | \$ 108,810,216 |
| Designated Reserves | - | 93,016,036 | 7,230,899 | - | 39,142,147 | 139,389,082 |
| TOTAL FUND BALANCE | \$ 69,136,219 | \$ 93,016,036 | \$ 46,444,980 | \$ 459,916 | \$ 39,142,147 | \$ 248,199,298 |
| SUB-TOTAL ALL FUNDS | \$ 3,103,741,260 | \$ 343,567,360 | \$ 2,945,836,567 | \$ 409,673,538 | \$ 42,626,200 | \$ 6,845,444,925 |
| Less Transfers | | | | | | <u>547,484,819</u> |
| TOTAL ALL FUNDS | | | | | | <u>\$ 6,297,960,106</u> |