

Business Operations
 Ofelia San Pedro, Deputy Superintendent

**SUBJECT: RESOLUTION NO. 1, 2007-08 CAPITAL OUTLAY FUNDS
 MID-YEAR BUDGET REVIEW**

**COMMITTEE: INNOVATION, EFFICIENCY AND GOVERNMENTAL
 RELATIONS**

**LINK TO DISTRICT
 STRATEGIC PLAN: IMPROVE FINANCIAL SERVICES**

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

- | | <u>Increase
(Decrease)</u> |
|--|--------------------------------|
| I. REVENUES AND OTHER SOURCES | |
| A. State Revenues – Legal Settlement | \$ 14,413,012 |
| Recognize Microsoft Antitrust Litigation Settlement with the State of Florida’s Microsoft Settlement Administrator. This revenue has been received by the District in the form of vouchers and will be used for qualifying purchases for specific schools identified by the Florida Department of Education. | |
| B. Local Revenues – Interest | (4,653,000) |
| Decrease interest revenue to reflect revised mid-year projections. | |
| C. Local Revenues – Impact Fees | (8,431,251) |
| Decrease impact fees to reflect revised Miami-Dade County projections. | |

| <u>Benefit District</u> | <u>Adopted Amount</u> | <u>Revised Amount</u> | <u>Change Amount</u> |
|-----------------------------|---------------------------|---------------------------|--------------------------|
| East | \$14,307,705 | \$ 8,703,343 | \$(5,604,362) |
| Northwest | 2,726,306 | 1,383,943 | (1,342,363) |
| Southwest | 3,208,950 | 1,815,870 | (1,393,080) |
| Administrative Fund | <u>214,319</u> | <u>122,873</u> | <u>(91,446)</u> |
| | <u>\$20,457,280</u> | <u>\$12,026,029</u> | <u>\$(8,431,251)</u> |

| I. REVENUES AND OTHER SOURCES <i>(continued)</i> | <u>Increase (Decrease)</u> |
|---|---------------------------------------|
| D. Local Revenues – Developer Donations | \$ 370,455 |
| Recognize receipts of voluntary monetary donations from developers over and above educational facilities impact fees. | |
| E. Interfund Transfer (Capital Projects Only) | (3,776,000) |
| Adjust the Interfund transfer to reflect mid-year interest projections for Certificates of Participation (COPs). | |
| F. Non-Revenue Source – School Board Education (SBE) Bonds | 8,425,000 |
| Recognize the scheduled sale of SBE bonds by the Florida Department of Education. | |
| | <hr/> |
| TOTAL INCREASE IN REVENUES AND OTHER SOURCES | <u>\$ 6,348,216</u> |

APPROPRIATIONS

**Increase
(Decrease)**

| | |
|--|-----------------|
| A. Increase Program 0996, Technology Appropriations. | \$ 14,413,012 |
| B. Adjust debt service programs and debt service reserves for Master Equipment Lease cost of issuance. | 0 |
| Cost of Issuance | \$ 31,500 |
| Debt Service Reserves | <u>(31,500)</u> |
| | 0 |
| C. Increase Program 2803, Reserves Site Purchase/Improvements, in the amount of Developmental Impact Contributions (DIC). Specific project appropriations will be reflected in accordance with developer's donation (DIC) letters. | 370,455 |
| D. Eliminate the Homestead Educational Facilities Benefit District (HEFBD) which is no longer required. | (7,230,899) |
| E. Decrease Program 2801, Impact Fee Reserves for the SW Benefit District. | (1,466,080) |
| F. Adjust the Interfund transfer to reflect mid-year interest projections for Certificates of Participation (COPs). | (3,776,000) |
| G. Increase Debt Service Reserves. | 4,037,728 |

TOTAL INCREASE IN APPROPRIATIONS

\$ 6,348,216

III. DOCUMENTED CHANGES IN OBJECT CODES

- A. Transfers between objects within central accounts, reserves and site specific projects from September 5, 2007 to January 29, 2008 as a result of the Technical Review Committee meetings and prior Board approved project budget adjustments.
- B. Appropriations for approval this Board Meeting.
- C. Net effect of total changes to Appropriations.

| OBJECT OF EXPENDITURE | A | B | C |
|--|--------------------|--------------------|---------------------|
| Library Books | \$ 435,012 | \$ 0 | \$ 435,012 |
| A/V Materials | (102,663) | 0 | (102,663) |
| Building and Additions | (79,128) | (1,466,080) | (1,545,208) |
| Equipment | (32,071,257) | 12,913,012 | (19,158,245) |
| Motor Vehicles and Buses | (331,109) | 0 | (331,109) |
| Sites | 593,786 | 370,455 | 964,241 |
| Site Improvements | 5,107,955 | 0 | 5,107,955 |
| Remodeling and Renovations | 427,676 | 0 | 427,676 |
| Software | 34,308,105 | 1,500,000 | 35,808,105 |
| Interest | 0 | 0 | 0 |
| Cost of Debt Issuance | 0 | 31,500 | 31,500 |
| Transfer to Debt Service | 0 | 0 | 0 |
| Interfund Transfer (Capital Projects only) | 0 | (3,776,000) | (3,776,000) |
| Undistributed Contingency/Reserves | <u>(8,288,377)</u> | <u>(3,224,671)</u> | <u>(11,513,048)</u> |
| NET CHANGE | \$ 0 | \$ 6,348,216 | \$ 6,348,216 |

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

1. Approve Resolution No. 1, 2007-08 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, 2007-08 Capital Outlay Funds Mid-Year Budget Review.

**2007-08 CAPITAL OUTLAY FUNDS BUDGET
RESOLUTION NO. 1**

| | ADOPTED BUDGET 09/05/07 | RESOLUTION No. 1 INCREASE (DECREASE) | AMENDED BUDGET 02/13/08 |
|---|--|---|--|
| REVENUES | | | |
| STATE | | | |
| Public Education Capital Outlay (PECO) | \$ 43,441,598 | \$ 0 | \$ 43,441,598 |
| Classrooms for Kids | 58,619,818 | 0 | 58,619,818 |
| Deferred - Effort Index Grants | 2,497,438 | 0 | 2,497,438 |
| Microsoft Antitrust Settlement | 0 | 14,413,012 | 14,413,012 |
| CO & DS Distribution | 2,605,677 | 0 | 2,605,677 |
| Total State | \$ 107,164,531 | \$ 14,413,012 | \$ 121,577,543 |
| LOCAL | | | |
| Optional Millage Levy | \$ 470,142,359 | \$ 0 | \$ 470,142,359 |
| Interest on Investments | 37,962,000 | (4,653,000) | 33,309,000 |
| Gifts/Contributions/Settlements | 0 | 370,455 | 370,455 |
| Impact Fees | 20,457,280 | (8,431,251) | 12,026,029 |
| Auditorium Grant - Hialeah Senior High | 345,675 | 0 | 345,675 |
| Total Local | \$ 528,907,314 | \$ (12,713,796) | \$ 516,193,518 |
| TOTAL REVENUES | \$ 636,071,845 | \$ 1,699,216 | \$ 637,771,061 |
| INTERFUND (CAPITAL PROJECTS ONLY) | 242,613,396 | (3,776,000) | 238,837,396 |
| FUND BALANCES FROM PRIOR YEAR | 882,781,442 | 0 | 882,781,442 |
| NON-REVENUE SOURCES | | | |
| Line of Credit | 187,000,000 | 0 | 187,000,000 |
| Equipment/Technology Master Lease | 62,726,855 | 0 | 62,726,855 |
| Master Lease COPs Issuance (LOML) | 550,000,000 | 0 | 550,000,000 |
| IE Bonds | 0 | 8,425,000 | 8,425,000 |
| TOTAL REVENUES & OTHER SOURCES | \$ 2,561,193,538 | \$ 6,348,216 | \$ 2,567,541,754 |
| APPROPRIATIONS | | | |
| Premium Property Insurance | \$ 34,065,797 | \$ 0 | \$ 34,065,797 |
| Library Books | 11,371,618 | 435,012 | \$ 11,806,630 |
| A/V Materials | 7,564,096 | (102,663) | 7,461,433 |
| Building and Additions | 1,031,413,903 | (1,545,208) | 1,029,868,695 |
| Equipment | 210,596,709 | (19,158,245) | 191,438,464 |
| Motor Vehicles and Buses | 1,408,901 | (331,109) | 1,077,792 |
| Site Purchase | 81,691,194 | 964,241 | 82,655,435 |
| Site Improvements | 55,288,034 | 5,107,955 | 60,395,989 |
| Remodeling and Renovations | 518,195,223 | 427,676 | 518,622,899 |
| Computer Software | 12,288,891 | 35,808,105 | 48,096,996 |
| Interest Expense on Line of Credit | 3,085,631 | 0 | 3,085,631 |
| Dues and Fees on Financing Sources | 256,714 | 31,500 | 288,214 |
| Reserves/Contingencies | 45,314,612 | (11,513,048) | 33,801,564 |
| TOTAL APPROPRIATIONS | \$ 2,012,541,323 | \$ 10,124,216 | \$ 2,022,665,539 |
| TRANSFERS | | | |
| Transfer to General Fund | \$ 148,905,643 | \$ 0 | \$ 148,905,643 |
| Transfer to Debt Service | 157,133,176 | 0 | 157,133,176 |
| Interfund (Capital Projects Only) | 242,613,396 | (3,776,000) | 238,837,396 |
| TOTAL APPROPRIATIONS & TRANSFERS | \$ 2,561,193,538 | \$ 6,348,216 | \$ 2,567,541,754 |