

Business Operations  
Ofelia San Pedro, Deputy Superintendent

**SUBJECT: RESOLUTION NO. 3, 2007-08 GENERAL FUND BUDGET REVIEW**

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

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

**Legislative Session 2008**

This resolution recommends budgetary adjustments for the General Fund as a result of the Legislative Session deliberations that started on March 4, 2008 and expected to be voted on March 12, 2008. This bill provides a reduction of \$29.2 million to funding for K-12 education and \$2 million to adult programs funded by Workforce Development. Once approved by both the Florida House and Senate, the bill will be forwarded to the Governor for his approval or veto. This resolution includes \$28.5 million recommended at a Board workshop held on March 10, 2008, plus an additional reduction of \$.7 million and \$2 million in Workforce Development as a result of additional cuts made to the State's education budget as proposed by the Legislature. The proposed reduction is now \$31.2 million.

This budget resolution is contingent on the following:

1. If supplemental new revenues are identified and received prior to the end of the fiscal year, the hourly cuts to the school sites of \$5.8 million will be restored to the extent possible.
2. If the Governor signs the bill as proposed, the reductions indicated in the subsequent pages will be made immediately.
3. If the Governor vetoes the bill, an unlikely possibility, the reductions will not be made. Any subsequent deliberations by the Florida Legislature would be brought to the Board at a future date.

**Recommendations made at the Board Workshop**

The recommended reduction proposed at the workshop included reductions at school sites and non-school sites. These recommendations were developed by reviewing available balances, requisitions and encumbrances and done in collaboration with Regional Superintendents, Principals and Cabinet members.

**GOOD CAUSE  
E-13**

The reductions at the non-school sites are as follows:

- Reduce full-time salary budgets in the amount of \$3,762,141 for costs that will be transferred to other funds.
- Reduce stipends and hourly accounts for professional development in the amount of \$1,800,000.
- Corresponding fringe benefits of \$1,138,570 based on the previous two recommendations
- Reduce pending orders for contracts for alternative education, and materials and supplies in the amount of \$3,569,726.

The reductions at the school sites are as follows:

- Reduce the hourly budget for school sites in the amount of \$5,805,901. As of February 25, 2008, the total school site hourly budget is \$49,916,273 and the available balance is \$19,675,822. The reduction of \$5,805,901 leaves a remaining balance of \$13,869,921 or 27.8% of the original budget.
- Reduce temporary instructor accounts in the amount of \$2,319,953.
- Reduce overtime accounts in the amount of \$453,318.
- Reduce discretionary budget accounts at schools in the amount of \$8,167,668. As of February 25, 2008, the total school site discretionary (02) budget is \$39,476,957 and the available balance is \$12,618,779. The reduction of \$8,167,668 leaves a remaining balance of \$4,451,111 or 11.3% of the original budget.

#### **Additional Legislative reductions subsequent to Board workshop**

In addition to the recommendations made at the Board workshop, the Legislature made additional reductions in their final bill. The additional revenue reductions of \$.7 million and \$2 million are offset by their related appropriation reductions.

**This resolution reduces both revenues and appropriations by a total of \$31.2 million.**

The following details the necessary revenue and appropriation adjustments for your consideration:

#### **STATE REVENUE CHANGES**

**INCREASE  
(DECREASE)**

The following state revenue decreases to student driven/school site accounts and categorical programs are as follows:

1) Decrease **State revenues** due to the following: \$ (31,246,689)

a. Decrease Florida Education Finance Program (FEFP) as follows:

Decrease in the BSA of \$55.21	\$(20,656,120)
Safe Schools	(157,673)
Supplemental Academic Instruction	(1,813,733)
ESE Guaranteed Allocation	(2,025,303)
Declining Enrollment Supplement	(146,219)
Reading Allocation	(192,335)
Prorated Holdback	1,603,414

Equal Percentage Adjustment  
DJJ Supplemental Allocation  
Total

226,757  
(5,510)  
\$ (23,166,722)

- b. Decrease Categorical Programs due to confirmation of various state programs as follows:

Instructional Materials	\$ (465,344)
Transportation	(411,267)
Discretionary Lottery Funds	(459,511)
Class Size Reduction	<u>(4,703,568)</u>
Total	<u>\$ (6,039,690)</u>

- c. Decrease Workforce Development in the following categories:

Adult Center Funding	\$ (1,933,941)
Adults with Disabilities	(82,419)
Performance Based Incentives	<u>(23,917)</u>
Total	<u>\$ (2,040,277)</u>

**NET REVENUE DECREASE**

**\$ (31,246,689)**

**APPROPRIATION CHANGES**

**INCREASE  
(DECREASE)**

1. **Salaries** are projected to decrease below current budget due primarily to the following: (\$15,834,911)

- a) Reduce full time salaries in District budgets for costs that will be transferred to other funds (\$3,762,141).
- b) Reduce stipends and hourly accounts in professional development (\$1,800,000).
- c) Reduce temporary instructor accounts from salary accounts (\$2,319,953).
- d) Reduce overtime accounts in various school locations (\$453,318).
- e) Reduce hourly accounts in various school locations (\$5,805,901).
- f) Reduce hourly account in adult centers due to a revenue reduction in Workforce Development (\$1,605,330).
- g) Reduce hourly account in adult centers due to a revenue reduction in performance pay in Workforce Development (\$19,853).
- h) Reduce hourly account in adult centers due to a revenue reduction in Specific Appropriation 10 for Adults with Disabilities (\$68,415).

- 2) **Employee benefits** are projected to decrease due to the decrease in salaries. (\$3,011,195)

3) **Other** non-salary accounts will decrease due primarily to the (\$12,400,583) following:

- a. Decrease (\$3,569,726) to pending orders and contracts for alternative education, ESE Out-of-District contracts, material orders and supplies.
- b. Decrease Instructional Materials by \$465,344 which is offset by a decrease in revenue.
- c. Decrease DJJ Supplement by \$5,510 which is offset by a decrease in revenue.
- d. Decrease Reading Allocation by \$192,335 which is offset by a decrease in revenue.
- e. Decrease discretionary budget accounts in schools as indicated by principals' analysis (\$8,167,668).

**TOTAL APPROPRIATION CHANGES**

**\$ (31,246,689)**

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

- 1. adopt Resolution No. 3, 2007-08 General Fund Budget Review, decreasing revenues, and appropriations and reserves by (\$31,246,689); and
- 2. adopt the Summary of Revenues and Appropriations (page 5) and the Summary of Appropriations by Function (page 10).

**MIAMI-DADE COUNTY PUBLIC SCHOOLS  
SUMMARY OF REVENUES AND APPROPRIATIONS  
GENERAL FUND  
2007-08**

	AMENDED BUDGET 2/13/08	RESOLUTION NO. 3	AMENDED BUDGET 3/12/08
<b>REVENUES &amp; BEGINNING BALANCES</b>			
<b>REVENUES</b>			
Federal	\$ 14,693,391	\$ -	\$ 14,693,391
State	1,324,214,338	(31,246,689)	1,292,967,649
Local	1,381,297,215	-	1,381,297,215
<b>TOTAL REVENUES</b>	<b>\$ 2,720,204,944</b>	<b>\$ (31,246,689)</b>	<b>\$ 2,688,958,255</b>
TRANSFERS FROM CAPITAL OUTLAY	\$ 148,905,643	\$ -	\$ 148,905,643
BEGINNING FUND BALANCE	137,381,797	-	137,381,797
ADJUSTMENT TO FUND BALANCE		-	
<b>SUBTOTAL REVENUES &amp; BEGINNING BALANCES</b>	<b>\$ 3,006,492,384</b>	<b>\$ (31,246,689)</b>	<b>\$ 2,975,245,695</b>
NON-REVENUE SOURCES - Other	5,750,000	-	5,750,000
<b>TOTAL REVENUES &amp; BEGINNING BALANCES</b>	<b>\$ 3,012,242,384</b>	<b>\$ (31,246,689)</b>	<b>\$ 2,980,995,695</b>
<b>APPROPRIATIONS &amp; RESERVES</b>			
<b>APPROPRIATIONS</b>			
Salaries	\$ 1,810,819,830	\$ (15,834,911)	\$ 1,794,984,919
Employee Benefits	595,142,137	(3,011,195)	592,130,942
Liability Insurance	6,177,617	-	6,177,617
Purchased Services	278,976,528	-	278,976,528
Energy Services	83,734,032	-	83,734,032
Other Non-Salary	156,756,021	(12,400,583)	144,355,438
<b>TOTAL APPROPRIATIONS</b>	<b>\$ 2,931,606,165</b>	<b>\$ (31,246,689)</b>	<b>\$ 2,900,359,476</b>
TRANSFERS TO OTHER FUNDS	\$ 11,500,000	\$ -	\$ 11,500,000
<b>RESERVES &amp; ENDING FUND BALANCE</b>			
Unreserved Fund Balance	\$ 69,136,219	\$ -	\$ 69,136,219
<b>TOTAL RESERVES &amp; ENDING FUND BALANCE</b>	<b>\$ 69,136,219</b>	<b>\$ -</b>	<b>\$ 69,136,219</b>
<b>TOTAL APPROPRIATIONS, RESERVES &amp; &amp; ENDING FUND BALANCE</b>	<b>\$ 3,012,242,384</b>	<b>\$ (31,246,689)</b>	<b>\$ 2,980,995,695</b>

**MIAMI-DADE COUNTY PUBLIC SCHOOLS**  
**SUMMARY OF REVENUES AND OTHER SOURCES**  
**General Fund**  
**2007-08**

	AMENDED BUDGET 2/13/2008	RESOLUTION NO. 3	AMENDED BUDGET 3/12/2008
<b>FEDERAL SOURCES</b>			
Impact Aid	\$ 10,000	\$ -	\$ 10,000
R.O.T.C.	2,480,000	-	2,480,000
Medicaid Reimbursement	10,150,000	-	10,150,000
Federal Through State Community Schools	2,053,391	-	2,053,391
<b>Total Federal</b>	<b>\$ 14,693,391</b>	<b>\$ -</b>	<b>\$ 14,693,391</b>
<b>STATE SOURCES</b>			
FLORIDA EDUCATION FINANCE PROGRAM:			
Base Funding less FEFP Required Local Effort	\$ 394,775,442	\$ (20,656,120)	\$ 374,119,322
.510 Mill Compression	-	-	-
Safe Schools(B)	11,766,642	(157,673)	11,608,969
Supplemental Academic Instruction	135,353,175	(1,813,733)	133,539,442
ESE Guarantee	151,142,035	(2,025,303)	149,116,732
Declining Enrollment Supplement	10,835,702	(146,219)	10,689,483
Reading Allocation (A)	14,353,547	(192,335)	14,161,212
Prior Year Adjustment	24,584,232	-	24,584,232
Prorated Holdback	(1,603,414)	1,603,414	-
Equal Percentage Adjustment	34,485	226,757	261,242
Prior Year Scholarship Adjustment	(32,612)	-	(32,612)
McKay Scholarship Adjustment	(28,861,382)	-	(28,861,382)
DJJ Supplemental Allocation	414,301	(5,510)	408,791
<b>Sub-Total FEFP</b>	<b>\$ 712,762,153</b>	<b>\$ (23,166,722)</b>	<b>\$ 689,595,431</b>
OTHER STATE:			
Non-Recurring DCD Transition Funding	\$ 13,005,362	\$ -	\$ 13,005,362
Special Teachers Are Rewarded (STAR/MAP)	-	-	-
Workforce Development	101,754,596	(1,933,941)	99,820,655
Adults with Disabilities (A)	2,142,846	(82,419)	2,060,427
Performance Based Incentives	1,987,112	(23,917)	1,963,195
Voluntary Pre-K (A)	10,045,403	-	10,045,403
CATEGORICAL PROGRAMS:			
Instructional Materials (A)	34,402,914	(465,344)	33,937,570
Transportation (B)	36,296,518	(411,267)	35,885,251
Teachers Lead Program (A)	6,228,676	-	6,228,676
Full Service Schools (A)	800,000	-	800,000
Excellent Teaching (A)	5,079,852	-	5,079,852
Discretionary Lottery Funds	17,322,332	(459,511)	16,862,821
School Recognition/Merit (A)	12,519,235	-	12,519,235
Class Size Reduction	352,221,381	(4,703,568)	347,517,813
Charter Schools Capital Outlay (A)	12,039,169	-	12,039,169
Miscellaneous State	5,606,789	-	5,606,789
<b>Total State</b>	<b>\$ 1,324,214,338</b>	<b>\$ (31,246,689)</b>	<b>\$ 1,292,967,649</b>

(A) Revenue for which appropriations equal revenue.

(B) Revenue for which appropriations exceed revenue.

**MIAMI-DADE COUNTY PUBLIC SCHOOLS**  
**SUMMARY OF REVENUES AND OTHER SOURCES**  
**General Fund**  
**2007-08**

	AMENDED BUDGET 2/13/2008	RESOLUTION NO. 3	AMENDED BUDGET 3/12/2008
<b>LOCAL SOURCES</b>			
FEFP Required Local Effort	\$ 1,152,263,524	\$ -	\$ 1,152,263,524
Local Discretionary Millage	153,556,990	-	153,556,990
<b>Sub - Total</b>	<b>\$ 1,305,820,514</b>	<b>\$ -</b>	<b>\$ 1,305,820,514</b>
Miscellaneous Local:			
Tax Redemptions	\$ 9,000,000	\$ -	\$ 9,000,000
Rent	1,160,000	-	1,160,000
Interest	15,748,000	-	15,748,000
Vocational Fees	4,500,000	-	4,500,000
Financial Aid Fees	450,000	-	450,000
Community Schools-Contributions (A)	48,540	-	48,540
Community Schools - Internal (A)	17,077,870	-	17,077,870
Community Schools-Fringe Charges(B)	1,388,174	-	1,388,174
Driver Education	1,294,300	-	1,294,300
Fed. Indirect Cost Reimbursement	7,100,000	-	7,100,000
Universal Services (E-Rate)	6,500,000	-	6,500,000
Misc. School Receipts (A)	3,000,000	-	3,000,000
Food Service Indirect Costs	2,421,033	-	2,421,033
Other Miscellaneous Local	5,788,784	-	5,788,784
<b>Total Local</b>	<b>\$ 1,381,297,215</b>	<b>\$ -</b>	<b>\$ 1,381,297,215</b>
<b>TOTAL REVENUES</b>	<b>\$ 2,720,204,944</b>	<b>\$ (31,246,689)</b>	<b>\$ 2,688,958,255</b>
<b>TRANSFERS</b>			
From Capital Outlay	\$ 148,905,643	\$ -	\$ 148,905,643
<b>NON-REVENUE SOURCES</b>			
Microsoft Antitrust Settlement	5,500,000	-	5,500,000
Sale of Surplus Property	250,000	-	250,000
<b>FUND BALANCE FROM PRIOR YEAR</b>	<b>137,381,797</b>	<b>-</b>	<b>137,381,797</b>
<b>TOTAL REVENUES &amp; OTHER SOURCES</b>	<b>\$ 3,012,242,384</b>	<b>\$ (31,246,689)</b>	<b>\$ 2,980,995,695</b>

- (A) Revenue for which appropriations equal revenue.  
 (B) Revenue for which appropriations exceed revenue.

**MIAMI-DADE COUNTY PUBLIC SCHOOLS  
SUMMARY OF REVENUES AND OTHER SOURCES  
General Fund  
2007-08**

	AMENDED BUDGET 2/13/2008	RESOLUTION NO. 3	AMENDED BUDGET 3/12/2008
Miscellaneous Prior Year State Adjustment	\$ -	\$ -	\$ -
CO & DS Withheld for Adm.	145,000	-	145,000
State License Tax	160,000	-	160,000
Health Service (B)	198,067	-	198,067
Challenge Sunset	10,000	-	10,000
Digital Divide	300,000	-	300,000
FDLRS - Gen Revenue 06/30/08	113,083	-	113,083
Multiagency General Revenue	33,312	-	33,312
Radio Reading Service (A)	45,323	-	45,323
Plus One	161,102	-	161,102
Intervention Part 1	1,000,000	-	1,000,000
Intervention Part 2	758,801	-	758,801
WLRN-TV Community	557,675	-	557,675
WLRN-FM Community	111,945	-	111,945
Learning For Life	475,000	-	475,000
Connect Ed	398,931	-	398,931
MSE/SFSAS (A)	1,138,550	-	1,138,550
<b>TOTAL MISCELLANEOUS STATE</b>	<b>\$ 5,606,789</b>	<b>\$ -</b>	<b>\$ 5,606,789</b>

- (A) Revenue for which appropriations equal revenue.  
(B) Revenue for which appropriations exceed revenue.



**MIAMI-DADE COUNTY PUBLIC SCHOOLS  
SUMMARY OF REVENUES AND OTHER SOURCES  
General Fund  
2007-08**

	AMENDED BUDGET 2/13/2008	RESOLUTION NO. 3	AMENDED BUDGET 3/12/2008
Fee Supported Pre-K (B)	\$ 5,588,784	\$ -	\$ 5,588,784
Safe Schools-Fees (A)	200,000	-	200,000
<b>TOTAL OTHER MISC LOCAL</b>	<b>\$ 5,788,784</b>	<b>\$ -</b>	<b>\$ 5,788,784</b>

(A) Revenue for which appropriations equal revenue.

(B) Revenue for which appropriations exceed revenue.

**MIAMI-DADE COUNTY PUBLIC SCHOOLS**  
**2007-08 GENERAL FUND BUDGET**  
**SUMMARY OF APPROPRIATIONS BY FUNCTION**  
**RESOLUTION NO. 3**  
**March 12, 2008**

FUNCTION		TOTAL BUDGET	SALARIES (51XX)	EMPLOYEE BENEFITS (52XX)	PURCHASED SERVICES (53XX)	ENERGY SERVICES (54XX)	MATERIALS AND SUPPLIES (55XX)	CAPITAL OUTLAY (56XX)	OTHER EXPENSES (57XX)
INSTRUCTIONAL SERVICES	5000	\$ 1,773,634,626	\$ 1,142,786,853	\$ 373,465,793	\$ 165,049,891	\$ 79,745	\$ 84,740,180	\$ 5,961,085	\$ 1,551,079
SUPPORT SERVICES:									
Pupil Personnel Services	6100	133,328,337	97,060,274	31,455,174	3,739,354	-	962,746	108,493	2,296
Instructional Media Services	6200	39,649,625	27,557,730	9,164,038	485,815	-	782,278	1,658,914	850
Instruction & Curriculum Development	6300	33,238,145	23,892,288	6,557,049	1,556,703	211	796,457	283,356	152,081
Instructional Staff Training	6400	9,103,059	5,062,382	3,142,733	643,016	-	99,450	155,478	-
Instructional Support	6500	39,767,111	25,560,805	8,633,366	4,111,715	49,610	687,578	724,037	-
Board of Education	7100	6,340,606	4,034,800	1,105,409	919,075	564	205,741	13,679	61,338
General Administration	7200	10,423,104	7,542,379	1,981,573	439,513	7,389	287,346	146,189	18,715
School Administration	7300	184,194,943	135,180,705	42,542,417	1,304,015	727	3,058,604	1,861,535	246,940
Facilities Acquisition & Construction	7410	37,670,370	26,876,531	8,161,400	746,192	27,312	239,044	1,583,894	35,997
Fiscal Services	7500	14,157,350	9,458,296	2,920,801	511,442	951	87,198	25,927	1,152,735
Central Services	7700	67,531,920	38,083,229	8,275,760	19,325,761	93,617	1,107,258	568,700	77,595
Transportation Services	7800	88,674,848	51,303,291	21,488,420	9,675,141	4,939,609	1,131,641	136,746	-
Operation of Plant	7900	285,775,088	110,289,621	46,515,837	46,752,050	77,647,156	3,061,061	1,507,882	1,481
Maintenance of Plant	8100	137,515,234	61,787,513	19,773,765	28,315,922	887,141	23,148,402	3,594,287	8,204
General Support	8200	1,331,601	727,368	209,402	324,628	-	61,082	9,121	-
Budget Clearing	8300	-	-	-	-	-	-	-	-
Community Services	9100	38,023,509	27,780,854	6,738,005	1,253,912	-	1,892,547	228,588	129,603
Debt Services	9200	-	-	-	-	-	-	-	-
Total Instruction & Support Services		\$ 2,900,359,476	\$ 1,794,984,919	\$ 592,130,942	\$ 285,154,145	\$ 83,734,032	\$ 122,348,613	\$ 18,567,911	\$ 3,438,914
Transfers to Other Funds									
Debt Service	9792	-	-	-	-	-	-	-	-
Capital Outlay	9793	-	-	-	-	-	-	-	-
Special Revenue	9794	11,500,000	-	-	-	-	-	-	-
Internal Service	9798	-	-	-	-	-	-	-	-
Trust & Agency	9799	-	-	-	-	-	-	-	-
Total Appropriations & Transfers		2,911,859,476							
Fund Balance:									
Reserved Fund Balance									
Unreserved Fund Balance									
Total Fund Balance		69,136,219							
Total Appropriations, Transfers and Fund Balance		\$ 2,980,995,695							