

Financial Services
Richard H. Hinds, Chief Financial Officer

**SUBJECT: RESOLUTION NO. 4, FY2008-09 GENERAL FUND FINAL
BUDGET REVIEW**

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

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

The final FY2007-08 General Fund Budget Resolution approved at the September 10, 2008 School Board meeting disclosed a serious problem with general fund balance and reduced fund balance to \$26.9 million including all rebudgets and encumbrances. The contingency reserve was approximately \$4.2 million. Given the dangerously inadequate contingency reserve the administration recommended dramatic changes to the budget that were approved by the School Board in resolutions 1 through 3 proffered during FY2008-09. Some of the significant actions taken to improve the districts contingency reserve and financial health during the years were:

- A 27% reduction in Central Administration
- A strict hiring freeze on all positions except teachers
- A moratorium on all non essential purchases and travel
- A review and reduction of cell phone assignments
- A reduction in overtime from \$22 million in FY2007-08 to \$5 million in FY2008-09
- A reduction in hourly assignments

The final result of the efforts to realign spending to agree with revenue and the significant commitment of all staff, led by our principals, made to conserve resources, is an increase in contingency reserve of \$54 million from last year and an overall increase in fund balance of \$45.2 million. The district's contingency reserve now complies with the State's requirement of a 2% minimum.

In order to align the budget to final financial results, the following changes are recommended for approval.

REVENUE CHANGES**Increase
(Decrease)**1. Increase **Federal Revenues** based on actual results: \$ 7,981,190

Impact Aid	\$ (1,126)
ROTC	(44,238)
Medicaid Reimbursement	7,716,600
Community School Programs*	219,244
Adoption Incentive*	90,710
Total	<u>\$ 7,981,190</u>

2. Increase **Other State/Categorical Revenues** based on actual results: 1,776,347

Non-Recurring DCD Transition Funding	\$ (937,500)
Adults with Disabilities*	3
Performance Based Incentives	(43,759)
Voluntary Pre-K*	3,644,183
Excellent Teaching*	249,279
Discretionary Lottery	30,772
Miscellaneous State	<u>(1,166,631)</u>
Total	<u>\$ 1,776,347</u>

3. Decrease **Local Revenues** based on actual results. (15,737,333)a. Increase (decrease) **Local Revenues**

Rent	\$ 3,311,133
Vocational Fees	(539,612)
Post Secondary Fees	1,482,757
Continuing Workforce Fees	(16,766)
Financial Aid Fees	14,078
Community Schools*	1,163,819
Course Fees	511
Miscellaneous School Receipts*	601,551
Transportation Fees	112,231
Other Miscellaneous Local Sources*	<u>(274,601)</u>
Total	<u>\$ 5,855,101</u>

*Offsetting appropriations.

REVENUE CHANGES (Continued) **Increase**
(Decrease)

3. Decrease **Local Revenues** based on actual results.

b. Increase (decrease) **Local Revenues**

Property Taxes	\$ (31,506,428)	
Tax Redemptions	<u>8,319,350</u>	
Property Tax Collections, net of		
Tax Redemptions		\$(23,187,078)
Interest		(333,787)
Driver Education*		(1,229,270)
Federal Indirect Cost Reimb.		1,956,077
Universal Services (E-Rate)		1,096,554
Tuition		249,368
Food Service Indirect Costs		<u>(144,298)</u>
Total		<u>\$(21,592,434)</u>

NET REVENUE DECREASE **\$ (5,979,796)**

*To correspond to the year fees are received from Miami-Dade County. In prior years, revenue was recorded in the year expenditures occurred.

CHANGES IN TRANSFERS, NON REVENUE SOURCES, AND BEGINNING FUND BALANCE

- | | |
|--|----------------|
| 1. Decrease Transfers from Capital Outlay to reflect actual results. | \$ (4,753,342) |
| 2. Decrease Non Revenue Sources to reflect a reduction in proceeds from the sale of surplus property (\$21,690), offset by increases in proceeds from Capital Leases (\$381,458) and loss recoveries (\$12,936) to comply with generally accepted accounting practices. | 372,704 |

TOTAL CHANGES IN TRANSFERS/NON-REVENUE SOURCES AND BEGINNING FUND BALANCE **\$ (4,380,638)**

NET DECREASE IN REVENUES AND OTHER SOURCES **\$ (10,360,434)**

**Increase
(Decrease)**

APPROPRIATION CHANGES

Increase appropriations related to final revenue results and to reflect actual results as follows: \$(25,893,660)

Salaries	\$ 13,824,924
Employee Benefits	(15,864,167)
Liability Insurance	(161,930)
Purchased Services	(20,102,610)
Energy Services	(1,662,094)
Other Non-salary	(1,927,783)
Sub-Total	<u>\$ (25,893,660)</u>

NET DECREASE IN APPROPRIATIONS \$ (25,893,660)

RESERVES/TRANSFERS/ENDING FUND BALANCE

1. Increase unreserved fund balance to reflect actual balance as of June 30, 2009. The unreserved fund balance of \$69,170,334 includes \$58,135,785 for contingency and \$11,034,549 of unexpended balances which will be rebudgeted into FY2009-10. \$ 12,625,507

Contingency has increased from \$56.5 million to \$58.1 million as a result of revenue and expenditure increases/decreases as noted on previous pages.

2. Establish Designated Reserves to reflect unexpended State Categoricals to comply with generally accepted accounting principles. 2,907,719

**INCREASE IN RESERVES/TRANSFERS
ENDING FUND BALANCE \$ 15,533,226**

**DECREASE IN APPROPRIATIONS/RESERVES/
TRANSFERS/ENDING FUND BALANCE \$ (10,360,434)**

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

- a. adopt Resolution No. 4, 2008-09 General Fund Final Budget Review, decreasing revenues and appropriations by \$10,360,434; and
- b. adopt the Summary of Revenues and Appropriations and the Summary of Appropriations by Function.

MIAMI-DADE COUNTY PUBLIC SCHOOLS
SUMMARY OF REVENUES AND APPROPRIATIONS
GENERAL FUND
FY2008-09
RESOLUTION NO. 4

	AMENDED BUDGET 6/17/09	RESOLUTION NO. 4	AMENDED BUDGET 9/9/09
REVENUES & BEGINNING BALANCES			
REVENUES			
Federal	\$ 12,334,142	\$ 7,981,190	\$ 20,315,332
State	1,019,091,547	1,776,347	1,020,867,894
Local	1,510,057,248	(15,737,333)	1,494,319,915
TOTAL REVENUES	\$ 2,541,482,937	\$ (5,979,796)	\$ 2,535,503,141
TRANSFERS FROM CAPITAL OUTLAY	\$ 194,297,163	\$ (4,753,342)	\$ 189,543,821
BEGINNING FUND BALANCE	32,629,634	-	32,629,634
SUBTOTAL REVENUES & BEGINNING BALANCES	\$ 2,768,409,734	\$ (10,733,138)	\$ 2,757,676,596
NON-REVENUE SOURCES - Other	366,331	372,704	739,035
TOTAL REVENUES & BEGINNING BALANCES	\$ 2,768,776,065	\$ (10,360,434)	\$ 2,758,415,631
APPROPRIATIONS & RESERVES			
APPROPRIATIONS			
Salaries	\$ 1,669,885,347	\$ 13,824,924	\$ 1,683,710,271
Employee Benefits	570,171,524	(15,864,167)	554,307,357
Liability Insurance	6,236,751	(161,930)	6,074,821
Purchased Services	307,122,259	(20,102,610)	287,019,649
Energy Services	82,277,004	(1,662,094)	80,614,910
Other Non-Salary	76,538,353	(1,927,783)	74,610,570
TOTAL APPROPRIATIONS	\$ 2,712,231,238	\$ (25,893,660)	\$ 2,686,337,578
RESERVES & ENDING FUND BALANCE			
Unreserved - Contingency	\$ 56,544,827	\$ 1,590,958	\$ 58,135,785
Unreserved Fund Balance- Other	-	11,034,549	11,034,549
Reserve for Categoryals	-	2,907,719	2,907,719
TOTAL RESERVES & ENDING FUND BALANCE	\$ 56,544,827	\$ 15,533,226	\$ 72,078,053
TOTAL APPROPRIATIONS, RESERVES & ENDING FUND BALANCE	\$ 2,768,776,065	\$ (10,360,434)	\$ 2,758,415,631

**MIAMI-DADE COUNTY PUBLIC SCHOOLS
SUMMARY OF REVENUES AND OTHER SOURCES**

**General Fund
FY2008-09**

Resolution No. 4

	AMENDED BUDGET 6/17/2009	RESOLUTION NO. 4	AMENDED BUDGET 9/9/2009
FEDERAL SOURCES			
Impact Aid	\$ 10,000	\$ (1,126)	\$ 8,874
R.O.T.C.	2,480,000	(44,238)	2,435,762
Medicaid Reimbursement	7,600,000	7,716,600	15,316,600
Federal Through State Community Schools	2,194,142	219,244	2,413,386
Federal Through State Adoption Incentive	-	90,710	90,710
Federal Through State Tobacco Prevention	50,000	-	50,000
Total Federal	\$ 12,334,142	\$ 7,981,190	\$ 20,315,332
STATE SOURCES			
FLORIDA EDUCATION FINANCE PROGRAM:			
Base Funding less FEFP Required Local Effort	\$ 168,424,645	\$ -	\$ 168,424,645
Safe Schools(B)	10,638,672	-	10,638,672
Supplemental Academic Instruction	125,973,811	-	125,973,811
ESE Guarantee	142,029,572	-	142,029,572
Declining Enrollment Supplement	4,632,615	-	4,632,615
Reading Allocation (A)	13,440,286	-	13,440,286
Merit Award Allocation (MAP)	989,686	-	989,686
DJJ Supplemental Allocation	643,059	-	643,059
Equal Percentage Adjustment	184,986	-	184,986
Prior Year Adjustment	3,558,298	-	3,558,298
Prior Year Scholarship Adjustment	83,534	-	83,534
Proration to Funds Available	(2,428,516)	-	(2,428,516)
McKay Scholarship Adjustment	(27,968,785)	-	(27,968,785)
Sub-Total FEFP	\$ 440,201,863	\$ -	\$ 440,201,863
OTHER STATE:			
Non-Recurring DCD Transition Funding	\$ 7,500,000	\$ (937,500)	\$ 6,562,500
Workforce Development	95,587,705	-	95,587,705
Adults with Disabilities (A)	1,836,267	3	1,836,270
Performance Based Incentives	1,093,969	(43,759)	1,050,210
Voluntary Pre-K (A)	8,951,434	3,644,183	12,595,617
CATEGORICAL PROGRAMS:			
Instructional Materials (A)	32,600,259	-	32,600,259
Instructional Materials - Adjustments	(324,746)	-	(324,746)
Transportation (B)	25,995,493	-	25,995,493
Transportation - Prior Year Adjustment	(160,793)	-	(160,793)
Teachers Lead Program (A)	4,789,615	-	4,789,615
Full Service Schools (A)	768,000	-	768,000
Excellent Teaching (A)	6,099,316	249,279	6,348,595
Discretionary Lottery Funds	8,558,801	30,772	8,589,573
School Recognition/Merit (A)	20,866,216	-	20,866,216
Class Size Reduction	361,341,755	-	361,341,755
Miscellaneous State	3,386,393	(1,166,631)	2,219,762
Total State	\$ 1,019,091,547	\$ 1,776,347	\$ 1,020,867,894

- (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
FY2008-09

Resolution No. 4

	AMENDED BUDGET 6/17/2009	RESOLUTION NO. 4	AMENDED BUDGET 9/9/2009
LOCAL SOURCES			
FEFP Required Local Effort	\$ 1,261,995,296	\$ (28,035,981)	\$ 1,233,959,315
Local Discretionary Millage	156,216,674	(3,470,447)	152,746,227
Tax Collection Shortfall Projection			
Sub - Total	\$ 1,418,211,970	\$ (31,506,428)	\$ 1,386,705,542
Miscellaneous Local:			
Tax Redemptions	\$ 13,500,000	\$ 8,319,350	\$ 21,819,350
Rent	16,190,000	3,311,133	19,501,133
Interest	5,570,000	(333,787)	5,236,213
Vocational Fees	539,906	(539,612)	294
Post Secondary Fees	3,802,621	1,482,757	5,285,378
Continuing Workforce Fees	157,473	(16,766)	140,707
Financial Aid Fees	450,000	14,078	464,078
Community Schools-Contributions (A)	48,540	(48,540)	-
Community Schools - Internal (A)	12,975,771	703,960	13,679,731
Community Schools - Internal (A)	1,328,035	(112,057)	1,215,978
Community Schools - Board Assessed Fees	-	425,842	425,842
Community Schools - Internal (A)	4,551,555	194,614	4,746,169
School Course Class Fees-Safe Sch Internal	-	383	383
School Course Class Fees-Safe Sch Board	-	128	128
Driver Education	1,229,270	(1,229,270)	-
Fed. Indirect Cost Reimbursement	8,500,000	1,956,077	10,456,077
Universal Services (E-Rate)	10,186,780	1,096,554	11,283,334
Misc. School Receipts (A)	3,000,000	601,551	3,601,551
Transport Fees	-	112,231	112,231
Tuition	-	249,368	249,368
Food Service Indirect Costs	3,384,000	(144,298)	3,239,702
Other Miscellaneous Local	6,431,327	(274,601)	6,156,726
Total Local	\$ 1,510,057,248	\$ (15,737,333)	\$ 1,494,319,915
TOTAL REVENUES	\$ 2,541,482,937	\$ (5,979,796)	\$ 2,535,503,141
TRANSFERS			
From Capital Outlay	\$ 194,297,163	\$ (4,753,342)	\$ 189,543,821
NON-REVENUE SOURCES			
Sale of Surplus Property	366,331	(21,690)	344,641
Capital Lease Agreements	-	381,458	381,458
Other Loss Recoveries	-	12,936	12,936
FUND BALANCE FROM PRIOR YEAR	32,629,634	-	32,629,634
TOTAL REVENUES & OTHER SOURCES	\$ 2,768,776,065	\$ (10,360,434)	\$ 2,758,415,631

* Reclassified to State Source.

(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
FY2008-09

Resolution No. 4

	AMENDED BUDGET 6/17/2009	RESOLUTION NO. 4	AMENDED BUDGET 9/9/2009
MISCELLANEOUS STATE SOURCES			
CO & DS Withheld for Adm.	\$ 145,000	\$ 81,257	\$ 226,257
State License Tax	140,000	61,480	201,480
Health Service (B)	72,960	-	72,960
Florida Virtual School	-	124,164	124,164
Flood Control	-	43,538	43,538
SFW Individual Training Account	701,524	(246,229)	455,295
Reading First Academies	-	(60,000)	(60,000)
Next Gen. Film CS	-	(15,695)	(15,695)
Next Gen. Film AE	-	(11,949)	(11,949)
Fla Teachers Lead Program	-	6,942	6,942
Boys & Girls Club	74,259	-	74,259
Reading Leadership Team (A)	-	18,000	18,000
FDLRS - Gen Revenue 06/30/09	100,603	-	100,603
Radio Reading Service (A)	38,814	-	38,814
SEDNET IDEA Gen Rev 06/09	27,040	-	27,040
WLRN-TV Community	477,580	-	477,580
WLRN-FM Community	95,866	-	95,866
Challenge Grant	9,397	-	9,397
Learning For Life	316,320	-	316,320
State Dated Checks	-	18,891	18,891
MSE/SFSAS	1,185,601	(1,185,601)	-
Section 504 Special Needs	1,429	(1,429)	-
TOTAL MISCELLANEOUS STATE	\$ 3,386,393	\$ (1,166,631)	\$ 2,219,762

- (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
FY2008-09**

Resolution No. 4

	AMENDED BUDGET 6/17/2009	RESOLUTION NO. 4	AMENDED BUDGET 9/9/2009
OTHER MISCELLANEOUS LOCAL SOURCES			
FEMA	\$ 240,000	\$ (240,000)	\$ -
Take One (NBPTS)	4,764	1,441	6,205
Fee Supported Pre-K (B)	5,588,784	(4,163,919)	1,424,865
Section 504 Special Needs	-	1,429	1,429
Misc Local Revenues	-	(176,447)	(176,447)
MDCPS Police Reimbursable OT	-	10,570	10,570
MSE/SFSAS (A)	-	1,873,341	1,873,341
WLRN Friends/WLRN-FM Supp Eligible	-	250,000	250,000
WLRN-TV Supp Ineligible	-	2,940	2,940
WLRN-FM Supp Ineligible	-	11,127	11,127
Parent Academy	6,597	21,261	27,858
Private and State funding	-	365,880	365,880
Renewal of Certificates	-	234,491	234,491
Cobra Administration	-	21,094	21,094
Fingerprinting	506,550	74,530	581,080
Techology Demonstartion projects	-	43,264	43,264
Credit card rebate	30,000	102,711	132,711
Bus Fees	-	528,170	528,170
Driver Education	-	301,407	301,407
Revenues-Certificates	-	77,658	77,658
Revenues-Lobbyists Services	-	4,750	4,750
Other Misc. Local Sources	-	221,797	221,797
Prior Year Adjustments	-	(112,223)	(112,223)
Lost/Damaged Text Books	54,632	270,127	324,759
TOTAL OTHER MISC LOCAL	\$ 6,431,327	\$ (274,601)	\$ 6,156,726

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

MIAMI-DADE COUNTY PUBLIC SCHOOLS
 FY2008-09 GENERAL FUND BUDGET
 SUMMARY OF APPROPRIATIONS BY FUNCTION

RESOLUTION NO. 4
 September 9, 2009

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	\$ 1,691,029,011	\$ 1,110,787,167	\$ 356,097,219	\$ 179,069,412	\$ 78,281	\$ 40,489,880	\$ 2,069,956	\$ 2,437,096
SUPPORT SERVICES:								
Pupil Personnel Services	121,656,801	87,939,516	28,746,461	4,846,171	-	107,907	14,346	2,400
Instructional Media Services	36,614,413	26,280,010	8,769,498	373,804	-	231,283	959,818	-
Instruction & Curriculum Development	19,278,342	14,424,457	3,957,677	665,548	1,082	140,214	79,139	10,225
Instructional Staff Training	11,449,648	7,776,296	3,507,229	91,385	-	70,517	4,221	-
Instructional Support	31,649,764	22,261,258	7,749,927	1,065,625	21,282	498,098	53,574	-
Board of Education	6,659,721	3,718,628	1,057,702	1,393,442	775	234,222	107,982	147,000
General Administration	9,064,770	6,583,398	1,656,160	706,542	19,354	94,101	4,219	996
School Administration	174,148,175	130,549,926	40,482,461	1,225,939	2,529	1,450,736	347,569	89,015
Facilities Acquisition & Construction	18,043	-	-	5,508	-	-	12,535	-
Fiscal Services	16,715,581	8,828,788	2,721,480	465,153	568	47,087	16,964	4,635,541
Central Services	56,192,282	28,925,818	8,063,718	17,225,743	156,656	723,945	96,402	-
Transportation Services	82,208,445	45,579,335	20,625,863	8,272,098	6,003,118	1,687,687	40,344	-
Operation of Plant	289,090,296	104,351,806	45,141,304	66,721,728	72,937,521	709,882	223,147	4,908
Maintenance of Plant	106,906,701	60,668,897	20,012,066	11,045,619	1,393,744	12,121,088	1,669,358	5,929
General Support	1,061,385	717,491	212,920	126,550	-	4,370	54	-
Budget Clearing	-	-	-	-	-	-	-	-
Community Services	33,594,200	24,327,480	5,605,672	794,203	-	2,111,887	183,582	671,376
Debt Services	-	-	-	-	-	-	-	-
Total Instruction & Support Services	\$ 2,686,337,578	\$ 1,683,710,271	\$ 554,307,357	\$ 293,094,470	\$ 80,614,910	\$ 60,722,904	\$ 5,883,180	\$ 8,004,486
Transfers to Other Funds								
Debt Service	-	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-	-
Special Revenue	-	-	-	-	-	-	-	-
Internal Service	-	-	-	-	-	-	-	-
Trust & Agency	-	-	-	-	-	-	-	-
Total Appropriations & Transfers	2,686,337,578							
Fund Balance:								
Reserved Fund Balance	2,907,719							
Unreserved Fund Balance	69,170,334							
Total Fund Balance	72,078,053							
Total Appropriations, Transfers and Fund Balance	\$ 2,758,415,631							