

Financial Services
Mr. Ron Y. Steiger, Chief Financial Officer

**SUBJECT: RESOLUTION NO. 1, FY 2017-18 INTERNAL SERVICE
(HEALTH INSURANCE) FUND MID-YEAR BUDGET REVIEW**

COMMITTEE: FISCAL ACCOUNTABILITY & GOVERNMENT RELATIONS

**LINK TO STRATEGIC
BLUEPRINT: EFFECTIVE AND SUSTAINABLE BUSINESS PRACTICES**

This resolution amends the Adopted Budget and aligns the projected revenues and expenses to reflect the latest information which has been provided to date.

<u>REVENUE CHANGES</u>	<u>INCREASE (DECREASE)</u>
1. Decrease premium revenue.	\$ (30,058,000)
2. Decrease other operating revenues based on latest projection.	(619,000)
DECREASE IN REVENUES	<u>\$ (30,677,000)</u>
TOTAL DECREASE IN OPERATING REVENUES, NON-OPERATING REVENUES & BEGINNING NET POSITION	<u>\$ (30,677,000)</u>

<u>EXPENSE CHANGES</u>	
1. Increase salaries to reflect estimated expenses.	\$ 18,912
2. Increase fringe benefits to reflect estimated expenses.	46,829
3. Decrease ASO/Stop Loss Fees per the actuarial report.	(280,000)
4. Decrease other expenses to reflect projected claims per the actuarial report.	(11,954,000)
DECREASE IN EXPENSES	<u>\$ (12,168,259)</u>

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CHANGES IN ENDING NET POSITION

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|---|--------------------------|
| 1. Reflect change in Ending Net Position as a result of the change in revenue and expenses. | \$ (18,508,741)
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TOTAL DECREASE IN EXPENSES AND ENDING NET POSITION	<u>\$ (30,677,000)</u>
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RECOMMENDED: That The School Board of Miami-Dade County, Florida:

1. adopt Resolution No. 1, FY 2017-18 Internal Service Fund Mid-Year Budget Review, decreasing revenues net position and expenses by \$30,677,000; and
2. adopt the Summary of Revenues and Appropriations (page 3).

**MIAMI-DADE COUNTY PUBLIC SCHOOLS
FY 2017-18 INTERNAL SERVICE FUND
SUMMARY OF REVENUES & EXPENSES
RESOLUTION NO. 1**

	ADOPTED BUDGET 9/6/2017	INCREASE (DECREASE)	AMENDED BUDGET 2/21/2018
OPERATING REVENUES:			
Charges for Services	\$ 387,811,000	\$ (30,058,000)	\$ 357,753,000
Other Operating Revenues	7,321,000	(619,000)	6,702,000
Total Operating Revenues	<u>\$ 395,132,000</u>	<u>\$ (30,677,000)</u>	<u>\$ 364,455,000</u>
NONOPERATING REVENUE:			
Interest & Investment Revenue/(Loss)	420,000	-	420,000
Total Revenues	<u>\$ 395,552,000</u>	<u>\$ (30,677,000)</u>	<u>\$ 364,875,000</u>
BEGINNING NET POSITION	<u>113,787,584</u>	<u>-</u>	<u>113,787,584</u>
TOTAL OPERATING & NON-OPERATING REVENUES & BEGINNING NET POSITION	<u><u>\$ 509,339,584</u></u>	<u><u>\$ (30,677,000)</u></u>	<u><u>\$ 478,662,584</u></u>
OPERATING EXPENSES:			
Salaries	\$ 313,902	\$ 18,912	\$ 332,814
Fringe Benefits	120,077	46,829	166,906
Purchased Services	600,000	-	600,000
Dues & Fees	101,000	-	101,000
ASO/Stop Loss Fees	9,916,000	(280,000)	9,636,000
Other Expenses (estimated claims)	345,756,000	(11,954,000)	333,802,000
Total Operating Expenses	<u>\$ 356,806,979</u>	<u>\$ (12,168,259)</u>	<u>\$ 344,638,720</u>
TRANSFER TO GENERAL FUND	30,000,000	-	30,000,000
ENDING NET POSITION	<u>122,532,605</u>	<u>(18,508,741)</u>	<u>104,023,864</u>
TOTAL OPERATING EXPENSES AND ENDING NET POSITION	<u><u>\$ 509,339,584</u></u>	<u><u>\$ (30,677,000)</u></u>	<u><u>\$ 478,662,584</u></u>