

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

SUBJECT: TENTATIVE ADOPTION OF THE FY 2018-19 BUDGET

LINK TO STRATEGIC BLUEPRINT: EFFECTIVE AND SUSTAINABLE BUSINESS PRACTICES

At the July 18, 2018 meeting, the Board authorized the Superintendent to advertise the property tax millage rates for all funds as well as all related public notices required by Florida Statutes. In addition, the Board received the Tentative Budget recommendation under separate cover.

The Tentative Budget Recommendation consisted of the following documents:

- **FY 2018-19 Tentative Budget, Executive Summary**, which identifies policy issues and summarizes and analyzes projected revenues and proposed appropriations for all parts (funds) of the budget.
- **FY 2018-19 Tentative Budget Workpapers** which provide details of appropriations in the operating budget (General Fund).

As authorized by the Board, the budget advertisement was 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, 2018, based upon statewide assessed values of taxable property.

The FY 2018-19 budget consists of the documents listed above and the **School Allocation Plan** which identifies the formulas used to develop personnel, materials, and supply allocations to the schools.

Final adoption of the FY 2018-19 budget is scheduled for September 5, 2018. 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 2018-19 fiscal year.

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The following documents are provided:

- Recommended changes to the budget subsequent to the FY 2018-19 Tentative Budget – Executive Summary (Attachment A)
- A FY 2018-19 Budget Summary, similar to that advertised pursuant to the law (Attachment B)

The **School Allocation Plan** will be distributed to the Board under separate cover.

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 second.

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

1. tentatively adopt the FY 2018-19 Annual Budget, which consists of the budget approved for advertising on July 18, 2018, as well as the adjustments shown on Attachment A, and including any amendments approved by the Board following the public hearing on July 25, 2018; and
2. approve the FY 2018-19 *School Allocation Plan*.

**CHANGES INCORPORATED IN THE FY 2018-19 TENTATIVE BUDGET
RECOMMENDED FOR ADOPTION
JULY 25, 2018**

GENERAL FUND

<u>Revenue Changes</u>	<u>AMOUNT</u>
1. Increase Florida Education Finance Program (FEFP) State revenue due to a decrease in the Required Local Effort (RLE) millage levy rate certified by the Commissioner of Education as well as an increase in the projected weighted FTE.	\$ 4,982,441
2. Adjust local revenue due to a decrease in the State mandated RLE millage levy reflected in the Executive Summary (from 4.272 to 4.256) certified by the Commissioner of Education on July 17, 2018.	(4,948,886)
3. Decrease Declining Enrollment Supplement to reflect a lower decline in projected FTE between the FY 2017-18, FEFP 4 th calculation and the FY 2018-19, 2 nd calculation.	(1,479,754)
4. Decrease the Supplemental Academic Instruction allocation per FEFP 2 nd calculation.	(4,144)
5. Decrease the ESE Guaranteed allocation per FEFP 2 nd calculation.	(94,791)
6. Increase Instructional Materials per FEFP 2 nd calculation.	15,871
7. Decrease Reading Allocation per FEFP 2 nd calculation.	(636)
8. Decrease the Transportation Allocation per FEFP 2 nd calculation.	(199,044)
9. Increase in Federally Connected supplement per FEFP 2 nd calculation.	321
10. Decrease Discretionary Lottery funds per FEFP 2 nd calculation.	(1,114)
11. Increase School Recognition per FEFP 2 nd calculation.	8,731
Total Revenue Changes	<u>\$ (1,721,005)</u>

Appropriation Changes

AMOUNT

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|--|-------------|
| 1. Adjust appropriation related to the School Recognition Allocation offset by revenue reduction per FEFP 2 nd calculation. | \$ 8,731 |
| 2. Decrease Reading allocation appropriation offset by a decrease in revenue per FEFP 2 nd allocation. | (636) |
| 3. Increase Instructional Materials appropriation offset by an increase in revenue per FEFP 2 nd calculation. | 15,871 |
| 4. Decreased non-salary appropriation for Transportation to reflect decreased transportation allocation per FEFP 2 nd calculation. | (199,044) |
| 5. Decreased non-salary appropriation funded by Discretionary Lottery Funds to reflect decreased funding per FEFP 2 nd calculation. | (1,114) |
| 6. Adjust prior year tax shortfall reserve based on anticipated shortfall for FY 2017-18 | (1,544,813) |

Total Appropriation Changes

\$ (1,721,005)

ATTACHMENT B

PROPOSED MILLAGE LEVIES:

Operating:	
Required Local Effort	4.256
Discretionary Operating	0.748
Debt Service	0.229
Capital Outlay	1.500
Discretionary Capital Outlay	0.000
Total Millage	6.733

BUDGET SUMMARY
THE PROPOSED OPERATING BUDGET EXPENDITURES OF MIAMI-DADE COUNTY PUBLIC SCHOOLS ARE 0.1% MORE THAN
LAST YEAR'S TOTAL OPERATING EXPENDITURES.
FISCAL YEAR 2018-2019

ESTIMATED REVENUES:	GENERAL FUND	DEBT SERVICE FUNDS	CAPITAL OUTLAY FUNDS	SPECIAL REVENUE FUNDS	PROPRIETARY FUND	FIDUCIARY FUND	TOTAL ALL FUNDS
Federal Sources	\$ 28,647,950	\$ -	\$ 6,756,921	\$ 460,060,178	\$ -	\$ -	\$ 485,465,049
State Sources	1,210,312,244	1,646,793	56,596,322	1,881,613	-	-	1,270,436,972
Local Sources	1,617,082,982	71,221,512	492,974,640	16,592,051	361,156,000	3,467,080	2,562,494,265
TOTAL SOURCES	\$ 2,856,043,176	\$ 72,868,305	\$ 556,327,883	\$ 478,533,842	\$ 361,156,000	\$ 3,467,080	\$ 4,328,396,286
Transfers In	178,112,331	248,479,781	-	-	-	-	426,592,112
Non Revenue Sources	-	-	255,316,173	-	-	-	255,316,173
Fund Balance /Net Position	239,087,550	94,130,430	550,698,057	32,334,013	105,545,112	22,891,744	1,044,686,906
TOTAL REVENUES, TRANSFERS AND FUND BALANCES/NET POSITION	\$ 3,273,243,057	\$ 415,478,516	\$ 1,362,342,113	\$ 510,867,855	\$ 466,701,112	\$ 26,358,824	\$ 6,054,991,477
Less: Transfers In							(426,592,112)
Less: Proprietary Funds							(466,701,112)
TOTAL ALL FUNDS							\$ 5,161,698,253
APPROPRIATIONS/EXPENDITURES:							
Instruction	\$ 2,146,641,261	\$ -	\$ -	\$ 178,754,637	\$ -	\$ -	\$ 2,325,395,898
Pupil Personnel Services	107,621,185	-	-	32,873,444	-	-	140,494,629
Instructional Media Services	31,030,031	-	-	1,300,238	-	-	32,330,269
Instructional & Curriculum Development Services	23,580,379	-	-	29,541,633	-	-	53,122,012
Instructional Staff Training Services	1,720,031	-	-	37,733,821	-	-	39,453,852
Instructional-Related Technology	39,564,473	-	-	4,176,286	-	-	43,740,759
School Board	7,954,877	-	-	-	-	-	7,954,877
General Administration	5,681,589	-	-	9,077,065	-	-	14,758,654
School Administration	184,031,920	-	-	41,903	-	-	184,073,823
Facilities Acquisition and Construction	-	-	917,746,508	174,972	-	-	917,921,480
Fiscal Services	12,323,784	-	-	-	-	4,150,000	16,473,784
Food Services	-	-	-	173,559,410	-	-	173,559,410
Central Services	57,644,195	-	-	2,192,906	361,174,000	100,000	421,111,101
Pupil Transportation Services	68,857,560	-	-	14,663,504	-	-	83,521,064
Operation of Plant	284,394,830	-	-	519,842	-	-	284,914,672
Maintenance of Plant	105,051,528	-	-	-	-	-	105,051,528
Administrative Technology Services	1,735,110	-	-	-	-	-	1,735,110
Community Services	29,191,844	-	-	1,426,965	-	-	30,618,809
Debt Services	5,800,000	296,422,829	-	-	-	-	302,222,829
TOTAL APPROPRIATIONS/EXPENDITURES	\$ 3,112,824,597	\$ 296,422,829	\$ 917,746,508	\$ 486,036,626	\$ 361,174,000	\$ 4,250,000	\$ 5,178,454,560
Transfers Out	-	-	426,592,112	-	-	-	426,592,112
Reserve for Tax Roll Yield	66,112,242	-	-	-	-	-	66,112,242
Fund Balances/Net Position	94,306,218	119,055,687	18,003,493	24,831,229	105,527,112	22,108,824	383,832,563
TOTAL APPROPRIATIONS/EXPENDITURES, TRANSFERS AND FUND BALANCES/NET POSITION	\$ 3,273,243,057	\$ 415,478,516	\$ 1,362,342,113	\$ 510,867,855	\$ 466,701,112	\$ 26,358,824	\$ 6,054,991,477
Less: Transfers Out							(426,592,112)
Less: Proprietary Funds							(466,701,112)
TOTAL ALL FUNDS							\$ 5,161,698,253

The tentative, adopted, and/or final budgets are on file in the office of the above referenced taxing authority as a public record.

