

Financial Affairs
George M. Burgess, Chief Financial Officer

SUBJECT: RESOLUTION NO. 2, 2002-03 GENERAL FUND SPRING BUDGET REVIEW

COMMITTEE: BUSINESS AND FINANCIAL SERVICES

The Office of Budget Management has completed its review of actual receipts and expenditures through April 25, 2003 and updated entitlement notices from the Department of Education. Based on that review, the adjustments to the budget as previously amended on February 12, 2003, which are outlined below, are recommended for approval. The major adjustments presented involve a decrease in Medicaid Reimbursement, slight increases in state funding, reductions in property tax redemptions, and the decision to not borrow money to pay a portion of the District's annual property insurance premium. On the appropriation side, the major adjustments include the March reduction of excess hourly/overtime accounts, an increase in diesel fuel/gasoline, new categorical programs and revised projections. The adjustments result in contingency increasing by \$140,756 to \$13,660,047.

REVENUE CHANGES	Increase (Decrease)
1. Decrease Federal Revenues due to a decrease in Medicaid Reimbursement.	\$ (1,858,069)
2. Increase State Revenues due to the following:	393,151
a. Reduce Florida Education Finance Program by \$966,531 to reflect a reduction of (-\$1,875,029) due to a decrease of 427 unweighted FTE partially offset by an increase in Declining Enrollment supplement (+\$815,606); a decrease in Opportunity/McKay Scholarship reductions (+\$92,892).	
b. Decrease prior year adjustment by -\$379.	
c. Decrease Safe Schools by -\$9,861.	
d. Decrease discretionary lottery by -\$93,685.	

**REPLACEMENT
G-2**

REVENUE CHANGES (continued)

**Increase
(Decrease)**

2. Increase **State Revenues** due to the following: (continued)

e. Reduce Categorical Programs as follows:

Instructional Materials	\$ (168,166)*
Transportation	(572,109)
Instructional Technology	(24,967)*
Teacher Training	<u>(14,692)</u>
Total	\$ (779,934)

* Requires offsetting appropriation decreases.

f. Increase Miscellaneous State Revenue by a net of +\$2,243,541. These revenues require offsetting appropriations.

3. Decrease **Local Revenues** due to the following: \$ (765,046)

Tax Redemptions	\$ (1,100,000)
Other Miscellaneous*	<u>334,954</u>
	\$ (765,046)

*Requires offsetting appropriations.

4. Decrease **Transfer from Capital Outlay**. The adopted budget included a Revenue Anticipation Note to fund the increase in Property Insurance premiums. This revenue increase was then to be transferred to the General Fund. This action reduces the transfer and allows the increased costs to be absorbed by the General Fund. (7,959,685)

NET REVENUE INCREASE (DECREASE) \$ (10,189,649)

APPROPRIATION CHANGES DUE TO PROJECTIONS

**Increase
(Decrease)**

- 1. Increase **salary appropriations** due to the following: \$ 173,807
 - a. Increase hourly/overtime/temporary instructor accounts primarily from non-salary accounts (+\$1,512,015).
 - b. Increase new categorical programs (+\$1,703,926), offset by a revenue increase.
 - c. Decrease full-time salary appropriations due to projections (-\$3,042,134).

- 2. Increase **employee benefits** as follows: (401,736)
 - a. Decrease retirement/FICA and workers' compensation based on projections (-\$1,209,617).
 - b. Increase health/hospitalization insurance based on projections (+\$821,277).
 - c. Decrease unemployment compensation and/or tuition reimbursement based on projections (-\$13,396).

- 3. Increase **energy services** appropriations based on an increase of \$1,487,009 for diesel fuel/gasoline and \$707,768 in electricity, propane and natural gas. 2,194,777

- 4. Decrease **non-salary** appropriations as follows: (12,297,253)
 - a. Increase categorical programs, offset by a revenue increase (+\$343,430).
 - b. Decrease non-salary due primarily to transfers to hourly/overtime/temporary instructor accounts with fringes (-\$1,749,855).
 - c. Reduce school/non-school sites excess budget in hourly/overtime accounts, primarily covered by reduction in discretionary accounts (-\$9,948,304).
 - d. Increase utilities (telephone, water/sewer, waste, etc.) by (+\$651,103).
 - e. Decrease other non-salary due to projections (-\$1,593,627).

TOTAL APPROPRIATIONS DECREASE \$ (10,330,405)

RESERVE CHANGES	Increase (Decrease)
Increase Contingency, leaving total reserves of \$13,660,047.	\$ 140,756
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TOTAL DECREASE IN APPROPRIATIONS AND RESERVES	<u>\$(10,189,649)</u>

- RECOMMENDED:** That The School Board of Miami-Dade County, Florida:
- a. Adopt Resolution No. 2, 2002-03 General Fund Spring Budget Review, decreasing revenues and appropriations and reserves by \$10,189,649.
 - b. Adopt the Summary of Revenues and Appropriations and the Summary of Appropriations by Function.

**MIAMI-DADE COUNTY PUBLIC SCHOOLS
2002-2003 GENERAL FUND BUDGET
SUMMARY OF REVENUES & APPROPRIATIONS
RESOLUTION NO. 2**

	AMENDED BUDGET 02/12/03	RESOLUTION NO. 2	AMENDED BUDGET 06/18/03
REVENUES & BEGINNING BALANCES			
REVENUES			
Federal	\$ 11,908,069	\$ (1,858,069)	\$ 10,050,000
State	1,366,783,697	393,151	1,367,176,848
Local	770,888,930	(765,046)	770,123,884
Interest	8,967,000	-	8,967,000
TOTAL REVENUES	\$ 2,158,547,696	\$ (2,229,964)	\$ 2,156,317,732
TRANSFERS FROM CAPITAL OUTLAY	\$ 133,882,238	\$ (7,959,685)	\$ 125,922,553
BEGINNING FUND BALANCE	127,633,734	-	127,633,734
SUBTOTAL REVENUES & BEGINNING BALANCES	\$ 2,420,063,668	\$ (10,189,649)	\$ 2,409,874,019
NON-REVENUE SOURCES - Other	\$ -	\$ -	\$ -
TOTAL REVENUES & BEGINNING BALANCES	\$ 2,420,063,668	\$ (10,189,649)	\$ 2,409,874,019
APPROPRIATIONS & RESERVES			
APPROPRIATIONS			
Salaries	\$ 1,560,986,734	\$ 173,807	\$ 1,561,160,541
Employee Benefits	415,238,823	(401,736)	414,837,087
Liability Insurance	8,155,800	-	8,155,800
Energy Services	43,548,668	2,194,777	45,743,445
Other Non-salary	378,614,352	(12,297,253)	366,317,099
TOTAL APPROPRIATIONS	\$ 2,406,544,377	\$ (10,330,405)	\$ 2,396,213,972
RESERVES			
Contingency/Unreserved Fund Balance	\$ 13,519,291	\$ 140,756	\$ 13,660,047
TOTAL RESERVES	\$ 13,519,291	\$ 140,756	\$ 13,660,047
TOTAL APPROPRIATIONS & RESERVES	\$ 2,420,063,668	\$ (10,189,649)	\$ 2,409,874,019

SUMMARY OF REVENUES & OTHER SOURCES
RESOLUTION No. 2
2002-03

	AMENDED BUDGET 2/12/03	RESOLUTION No. 2	AMENDED BUDGET 6/18/03
FEDERAL SOURCES			
Impact Aid	\$ 50,000	\$ -	\$ 50,000
R.O.T.C.	1,000,000	-	1,000,000
Medicaid Reimbursement	10,858,069	(1,858,069)	9,000,000
Total Federal	\$ 11,908,069	\$ (1,858,069)	\$ 10,050,000
STATE SOURCES			
Florida Education Finance Program	\$ 866,841,428	\$ (1,875,029)	\$ 864,966,399
Safe Schools(B)	13,037,683	(9,861)	13,027,822
ESE Guarantee	130,531,818	-	130,531,818
Supplemental Academic Instruction	136,062,180	-	136,062,180
Declining Enrollment Supplement	357,028	815,606	1,172,634
Prior Year Adjustment	(1,801,590)	(379)	(1,801,969)
Opportunity Scholarship Adjustment	(1,059,399)	88,498	(970,901)
McKay Scholarship Adjustment	(13,137,262)	4,394	(13,132,868)
Workforce Development	97,645,219	-	97,645,219
Adults with Disabilities	2,229,829	-	2,229,829
Discretionary Lottery Fund	29,040,572	(93,685)	28,946,887
Sch. Recognition/Merit School (A)	19,241,308	-	19,241,308
Categorical Programs:			
Teachers Lead Program (A)	2,354,126	-	2,354,126
Instructional Materials (A)	32,083,313	(168,166)	31,915,147
Transportation (B)	28,848,656	(572,109)	28,276,547
Instructional Technology (A)	9,142,294	(24,967)	9,117,327
Teacher Training (B)	5,300,737	(14,692)	5,286,045
Charter Schools Capital Outlay	6,900,117	-	6,900,117
Miscellaneous State	3,165,640	2,243,541	5,409,181
TOTAL	\$ 1,366,783,697	\$ 393,151	\$ 1,367,176,848

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

SUMMARY OF REVENUES & OTHER SOURCES
RESOLUTION No. 2
2002-03

	AMENDED BUDGET 2/12/03	RESOLUTION No. 2	AMENDED BUDGET 6/18/03
LOCAL SOURCES			
FEFP Required Local Effort	\$ 644,662,107	\$ -	\$ 644,662,107
Local Discretionary Millage	75,430,910	-	75,430,910
Sub - Total	\$ 720,093,017	\$ -	\$ 720,093,017
Miscellaneous Local:			
Tax Redemptions	\$ 9,800,000	\$ (1,100,000)	\$ 8,700,000
Rent	200,000	-	200,000
Interest	8,967,000	-	8,967,000
Vocational Fees	5,500,000	-	5,500,000
Financial Aid Fees	550,000	-	550,000
Community Schools-Contributions (A)	48,540	-	48,540
Community Schools - Internal (A)	12,000,000	-	12,000,000
Community Schools-Fringe Charges(B)	4,000,000	-	4,000,000
Driver Education	1,644,300	-	1,644,300
Fed. Indirect Cost Reimbursement	3,600,000	-	3,600,000
Universal Services (E-Rate)	4,500,000	-	4,500,000
Misc. School Receipts (A)	2,000,000	-	2,000,000
Food Service Indirect Costs	2,421,033	-	2,421,033
Other Miscellaneous Local	4,532,040	334,954	4,866,994
Total Local	\$ 779,855,930	\$ (765,046)	\$ 779,090,884
TOTAL REVENUES	\$ 2,158,547,696	\$ (2,229,964)	\$ 2,156,317,732
TRANSFERS			
From Capital Outlay	\$ 133,882,238	\$ (7,959,685)	\$ 125,922,553
FUND BALANCE FROM PRIOR YEAR	\$ 127,633,734	\$ -	\$ 127,633,734
TOTAL REVENUES & OTHER SOURCES	\$ 2,420,063,668	\$ (10,189,649)	\$ 2,409,874,019

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

**MISCELLANEOUS STATE REVENUES
RESOLUTION No. 2
2002-03**

	AMENDED BUDGET 2/12/03	RESOLUTION No. 2	AMENDED BUDGET 6/18/03
CO & DS Withheld For Adm.	\$ 145,000	\$ -	\$ 145,000
State License Tax	150,000	-	150,000
SFW Individual Training Account	250,000	178,382	428,382
Health Service	76,000	-	76,000
Excellent Teaching		1,879,659	1,879,659
I Care 09/04	802,110	-	802,110
Assessment Project 12/02	15,500	-	15,500
Multi Agency Gen. Revenue 08/03	33,312	-	33,312
FL Comm. Service-TV 08/03	557,675	-	557,675
OPPAGA Implementation Grant	34,500	(34,500)	-
FL Comm. Service-FM 08/03	106,614	-	106,614
Radio Reading Service 08/03	45,323	-	45,323
Learning for Life 06/03	310,000	-	310,000
Boys and Girls 06/03	118,737	-	118,737
FLRS General Revenue 08/03	113,083	-	113,083
Reading Coaches	401,786	-	401,786
Governor Teen Trendsetter	6,000	1,000	7,000
Governors Mentor 06/03		69,000	69,000
Mentor Teach 3 Ryder 06/03		150,000	150,000
Total Miscellaneous	\$ 3,165,640	\$ 2,243,541	\$ 5,409,181

**MISCELLANEOUS LOCAL REVENUES
RESOLUTION No. 2
2002-03**

	AMENDED BUDGET 2/12/03	RESOLUTION No. 2	AMENDED BUDGET 6/18/03
The Heat Academy		\$ 201,460	\$ 201,460
Fee Supported Pre-K	4,290,096	-	4,290,096
Safe Schools-Fees	200,000	-	200,000
Lost Damaged Textbooks	40,474	10,949	51,423
OPPAGA Implementation Grant	-	34,500	34,500
Pre-K Sliding Fee Scale		6,862	6,862
Josten Learning Corp. Royalty	1,470	-	1,470
Cobra Administration		12,573	12,573
Miscellaneous Local Sources		68,610	68,610
TOTAL OTHER MISCELLANEOUS LOCAL	\$ 4,532,040	\$ 334,954	\$ 4,866,994

MIAMI-DADE COUNTY PUBLIC SCHOOLS
2002-2003 GENERAL FUND BUDGET
SUMMARY OF APPROPRIATIONS BY FUNCTION
RESOLUTION NO. 2
June 18, 2003

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	\$ 1,465,987,033	\$ 1,027,487,076	\$ 256,256,833	\$ 76,256,242	\$ 115,000	\$ 83,629,579	\$ 19,179,128	\$ 3,063,175
SUPPORT SERVICES:								
Pupil Personnel Services	\$ 118,026,002	\$ 91,016,472	\$ 22,689,836	\$ 3,927,533	-	\$ 187,239	\$ 174,922	\$ 30,000
Instructional Media Services	56,801,499	35,538,820	9,567,418	1,619,539	-	1,191,613	8,873,109	11,000
Instruction & Curriculum Development	22,434,306	16,384,549	3,701,235	1,499,111	1,000	381,643	314,637	152,131
Instructional Staff Training	9,817,281	6,693,369	2,664,436	296,188	-	144,633	18,655	-
Board of Education	5,395,904	3,146,824	673,610	1,050,043	-	165,704	150,000	209,723
General Administration	9,007,542	5,794,530	1,248,650	1,655,019	2,800	161,668	135,263	9,612
School Administration	144,012,361	107,738,833	29,447,642	1,754,000	2,500	2,569,386	2,400,000	100,000
Facilities Acquisition & Construction	5,817,693	2,937,684	741,474	1,500,000	2,000	150,000	461,535	25,000
Fiscal Services	13,832,304	8,453,205	2,065,678	715,108	750	831,252	245,000	1,521,311
Central Services	98,035,290	46,102,589	22,986,891	24,981,078	76,495	1,341,880	2,448,117	98,240
Transportation Services	82,329,929	47,975,734	16,015,158	10,207,990	4,714,048	2,653,044	763,955	-
Operation of Plant	215,441,248	83,615,849	28,007,282	54,428,607	39,740,917	2,890,228	6,719,506	38,859
Maintenance of Plant	116,784,960	57,260,471	14,631,859	21,766,453	1,087,935	19,384,265	2,633,977	20,000
Community Services	32,490,620	21,014,536	4,139,085	4,125,840	-	1,939,385	705,000	566,774
Debt Services	-	-	-	-	-	-	-	-
Total Instruction & Support Services	\$ 2,396,213,972	\$ 1,561,160,541	\$ 414,837,087	\$ 205,782,751	\$ 45,743,445	\$ 117,621,519	\$ 45,222,804	\$ 5,845,825
Transfers to Other Funds								
Debt Service	\$ -	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-	-
Special Revenue	-	-	-	-	-	-	-	-
Internal Service	-	-	-	-	-	-	-	-
Trust & Agency	-	-	-	-	-	-	-	-
Total Appropriations & Transfers	\$ 2,396,213,972							
Fund Balance:								
Reserved Fund Balance	\$ -	-	-	-	-	-	-	-
Unreserved Fund Balance	13,660,047	-	-	-	-	-	-	-
Total Fund Balance	\$ 13,660,047							
Total Appropriations, Transfers and Fund Balance	\$ 2,409,874,019							