

Financial Services
Richard H. Hinds, Chief Financial Officer

SUBJECT: TENTATIVE ADOPTION OF THE FY 2011-12 BUDGET

COMMITTEE: INNOVATION, EFFICIENCY AND GOVERNMENTAL RELATIONS

LINK TO STRATEGIC FRAMEWORK : FINANCIAL EFFICIENCY/STABILITY

The Board received the Tentative Budget Recommendation for FY 2011-12 on July 8, 2011, which included proposed millage rates, projected revenues and recommended appropriations for the General Fund, Debt Service Funds, Capital Outlay Funds, Special Revenue Funds, Proprietary Fund and Fiduciary Fund.

At the July 13, 2011 meeting, the Board authorized the Superintendent to advertise the tentative budget and property tax millage rates for these funds as well as all related public notices required by Florida Statutes.

The Tentative Budget Recommendation consisted of the following documents:

- **FY 2011-12 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 2011-12 Tentative Budget Workpapers** which provide details of appropriations in the operating budget (General Fund).

As authorized by the Board, the budget advertisement will be 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 15, 2011, based upon statewide assessed values of taxable property.

The FY 2011-12 budget consists of the documents listed above and the **School Allocation Plan** which identify the formulas used to develop personnel, materials, and supply allocations to the schools.

Final adoption of the FY 2011-12 budget is scheduled for September 7, 2011. 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 2011-12 fiscal year.

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The following documents are provided:

- Recommended changes to the budget subsequent to the FY 2011-12 Tentative Budget – Executive Summary (Attachment A)
- A FY 2011-12 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 on July 21, 2011.

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 2011-12 Annual Budget, which consists of the budget approved for advertising on July 13, 2011, as adjusted for recommended changes included on Attachment A, and including any amendments approved by the Board following the public hearing on July 27, 2011; and
2. approve the FY 2011-12 *School Allocation Plan*.

**CHANGES INCORPORATED IN THE FY 2011-12 TENTATIVE BUDGET
RECOMMENDED FOR ADOPTION
JULY 27, 2011**

GENERAL FUND

<u>Revenue Changes</u>	<u>AMOUNT</u>
1. Decrease Florida Education Finance Program (FEFP) state revenue due to an increase in the Required Local Effort millage levy rate certified by the Commissioner of Education.	\$ (13,039,958)
2. Adjust local revenue due to an increase in the State mandated Required Local Effort (RLE) millage levy reflected in the Executive Summary (from 5.616 to 5.693) certified by the Commissioner of Education on July 15, 2011.	13,039,958
3. Decrease FEFP State revenue due to a proration to State funds available.	(212,674)
4. Decrease Virtual Education Contribution based on Department of Education printout.	(1,519)
5. Decrease Discretionary Operating Millage levy from .548 to .472 to eliminate tax increase over rolled-back rate, resulting in a decrease in local discretionary millage proceeds.	(14,574,072)
6. Increase Miscellaneous Local revenue in anticipation of taxes to be collected under the law passed during the 2011 Legislative session. This law requires the property owner to pay a portion of taxes while awaiting the Value Adjustment Board's review of assessed value of the property.	4,000,000
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Total Revenue Changes	<u>\$ (10,788,265)</u>

Appropriation Changes

Adjust unassigned fund balance to account for new millage rate.	\$ (10,788,265)
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Total Appropriation Changes	<u>\$ (10,788,265)</u>

**CHANGES INCORPORATED IN THE FY 2011-12 TENTATIVE BUDGET
RECOMMENDED FOR ADOPTION
JULY 27, 2011**

CAPITAL OUTLAY FUND

<u>Revenue Changes</u>	<u>AMOUNT</u>
Decrease Capital Outlay Millage levy from 1.700 to 1.600 to eliminate tax increase over rolled-back rate, resulting in a decrease in local discretionary millage proceeds.	\$ (19,176,410)
Total Revenue Changes	<u>\$ (19,176,410)</u>
 <u>Appropriation Changes</u>	
1. Eliminate Reserve from Restructuring.	\$ (7,000,000)
2. Eliminate the Millage Reserve. This reserve was established in anticipation of lower collections. During the 2011 Legislative Session, a law was passed which requires the homeowner to pay a portion of taxes while awaiting the Value Adjustment Board's reviews of assessed value of the homeowners dwelling.	(12,000,000)
3. Reduce appropriations for Facilities Projects to balance.	<u>(176,410)</u>
Total Appropriation Changes	<u>\$ (19,176,410)</u>

ATTACHMENT B

PROPOSED MILLAGE LEVIES:

Operating:	
Required Local Effort	5.693
Discretionary Operating	0.472
Debt Service	0.240
Capital Outlay	<u>1.600</u>
Total Millage	<u>8.005</u>

BUDGET SUMMARY

THE PROPOSED OPERATING BUDGET EXPENDITURES OF MIAMI-DADE COUNTY PUBLIC SCHOOLS ARE 1.2% MORE THAN
LAST YEAR'S TOTAL OPERATING EXPENDITURES.
FISCAL YEAR 2011-2012

	GENERAL FUND	DEBT SERVICE FUNDS	CAPITAL OUTLAY FUNDS	SPECIAL REVENUE FUNDS	PROPRIETARY FUND	FIDUCIARY FUND	TOTAL ALL FUNDS
REVENUES							
Federal	\$ 17,460,454	\$ -	\$ -	\$ 385,319,663	\$ -	\$ -	\$ 402,780,117
State	1,097,037,242	13,794,280	15,196,718	2,063,000	-	-	1,128,091,240
Local	1,292,069,953	47,656,364	313,544,572	36,323,334	358,000,000	3,234,357	2,050,828,580
TOTAL REVENUES	\$ 2,406,567,649	\$ 61,450,644	\$ 328,741,290	\$ 423,705,997	\$ 358,000,000	\$ 3,234,357	\$ 3,581,699,937
Transfers In	138,100,000	192,518,146	-	-	-	-	330,618,146
Non Revenue Sources	-	-	390,000	-	-	-	390,000
Fund Balance/Net Assets	208,773,217	96,167,824	312,049,449	8,546,175	(7,095,836)	22,712,700	641,153,529
TOTALS	\$ 2,753,440,866	\$ 350,136,614	\$ 641,180,739	\$ 432,252,172	\$ 350,904,164	\$ 25,947,057	\$ 4,553,861,612
Less: Transfers							(330,618,146)
Less: Proprietary Funds							(350,904,164)
TOTAL ALL FUNDS							\$ 3,872,339,302
APPROPRIATIONS							
Instruction	\$ 1,802,299,191	\$ -	\$ -	\$ 177,121,854		\$ -	\$ 1,979,421,045
Pupil Personnel	94,846,579	-	-	33,601,693		-	128,448,272
Instructional Media Services	31,306,552	-	-	3,488,123		-	34,794,675
Instructional & Curriculum Dev.	17,568,048	-	-	29,859,202		-	47,427,250
Instructional Staff Training	2,699,038	-	-	15,578,772		-	18,277,810
Instructional Support	23,841,397	-	-	3,098,061		-	26,939,458
Board of Education	6,779,081	-	-	32,364		-	6,811,445
Central Administration	4,330,066	-	-	5,177,020		-	9,507,086
School Administration	172,032,132	-	-	522,412		-	172,554,544
Facilities - Other	-	-	310,562,593	151,833		-	310,714,426
Fiscal Services	12,970,563	-	-	-		4,103,000	17,073,563
Food Services	-	-	-	148,020,165		-	148,020,165
Central Services	49,671,119	-	-	1,663,945	351,512,588	25,000	402,872,652
Pupil Transportation Services	70,228,363	-	-	666,858		-	70,895,221
Operation of Plant	271,426,372	-	-	260,059		-	271,686,431
Maintenance of Plant	81,628,848	-	-	1,818		-	81,630,666
General Support	2,090,114	-	-	-		-	2,090,114
Community Services	30,282,188	-	-	2,413,390		-	32,695,578
Debt Services	620,000	266,954,146	-	-		-	267,574,146
TOTAL APPROPRIATIONS	\$ 2,674,619,651	\$ 266,954,146	\$ 310,562,593	\$ 421,657,569	\$ 351,512,588	\$ 4,128,000	\$ 4,029,434,547
Transfers to Other Funds	-	-	330,618,146	-		-	330,618,146
Fund Balance/Net Assets	78,821,215	83,182,468	-	10,594,603	(608,424)	21,819,057	193,808,919
TOTALS	\$ 2,753,440,866	\$ 350,136,614	\$ 641,180,739	\$ 432,252,172	\$ 350,904,164	\$ 25,947,057	\$ 4,553,861,612
Less: Transfers							(330,618,146)
Less: Proprietary Funds							(350,904,164)
TOTAL ALL FUNDS							\$ 3,872,339,302

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