

Financial Services
Richard H. Hinds, Chief Financial Officer

SUBJECT: RESOLUTION NO. 2, FY 2011-12 GENERAL FUND SPRING BUDGET REVIEW

COMMITTEE: INNOVATION, EFFICIENCY AND GOVERNMENTAL RELATIONS

LINK TO STRATEGIC FRAMEWORK: FINANCIAL EFFICIENCY/STABILITY

This resolution recommends budgetary adjustments for the General Fund including: 1) recognizing Proceeds for Loan Leases and related appropriations for the purchase of school buses and 2) reflecting the latest projections. Typically this resolution includes the impact of the Florida Education Finance Program (FEFP) Fourth Calculation; however, the district has not yet received the information from the Department of Education, and as a result will not recognize the impact until final budget resolutions in September 2012.

Major Revenue and Other Financing Sources Adjustments

This resolution establishes Proceeds for Loan Leases for the purchase of school buses in the amount of \$23.8 million. In addition, revenue is recognized for adjustments subsequent to Resolution No. 1 to Miscellaneous State grants.

Major Appropriation Changes

Based on projections, salaries/fringes are decreased due primarily to a reduction in hourly/overtime/temporary instructors and open positions partially offset by an increase in Sick Leave Retiree and Terminal Vacation payouts.

Major changes to non-salary accounts are: 1) an increase appropriations for the purchase of school buses (offsetting revenue), 2) a net decrease in appropriations required for Charter Schools, 3) an increase in appropriations for rebudgets and 4) an increase in non-salary projections.

The total Contingency Reserve will be \$83.5 million or 3.5% of revenue. It will be necessary to continue the strict hiring freeze on all open positions and continue to curtail expenditures in the remaining months of the year to maintain or further increase this fund balance in preparation for the revenue decline that will occur in FY 2012-13. Achieving additional efficiencies is critical to protecting the workforce in FY 2012-13.

This resolution increases both revenues and appropriations by \$24.7 million.

<u>REVENUE CHANGES</u>	<u>INCREASE (DECREASE)</u>
1. Increase State revenues due to an increase in Miscellaneous State revenue. Programs are identified on page 7 in the section for Miscellaneous State Sources. These revenues have offsetting appropriation increases/(decreases).	\$ 876,837
2. Establish Other Financing Sources for Proceeds from Loan Leases for the purchase of school buses.	23,799,700
NET REVENUE & OTHER FINANCING SOURCES INCREASE	<u>\$ 24,676,537</u>

<u>APPROPRIATION CHANGES</u>	<u>INCREASE (DECREASE)</u>
1. Salaries are projected to decrease due primarily to the following:	\$ (4,893,403)
a. Reduce hourly/overtime/temporary instructor accounts by \$(3,042,209) based on latest projection.	
b. Increase Sick Leave Retirees and Terminal Vacation payouts by \$3,500,000 based on latest available information.	
c. Decrease salaries by \$(5,351,194) based on projections.	
2. Employee benefits are decreased due to the following:	(3,046,979)
a. Increase in FICA/Retirement/Workers Compensation by \$182,480 based on latest projections.	
b. Decrease health benefit costs by \$(3,229,459) based on latest projections.	
3. Energy Services are reduced to reflect latest projection due to the success of the District's Green Initiative. The expected additional payout to schools has been netted against the savings.	(2,797,680)

<u>APPROPRIATION CHANGES (Continued)</u>	<u>INCREASE (DECREASE)</u>
4. Non-Salary accounts will increase due primarily to the following:	\$ 32,430,004
a. Establish an appropriation for \$23,595,700 to purchase school buses. This appropriation is offset by an increase in Other Financing Sources (Proceeds from Loan Leases).	
b. Increase appropriation by \$10,000,000 for rebudgets not reflected in Resolution No. 1.	
c. Decrease appropriations \$(2,294,087) for Charter School payments based on updated projections.	
d. Increase non-salary by \$1,128,391 based on latest projections.	
TOTAL APPROPRIATION CHANGES	<u>\$ 21,691,942</u>

TRANSFERS/RESERVES

Increase contingency from \$80,472,792 to \$83,457,387 to balance.	\$ 2,984,595
Total reserves exceed 3.5% of revenue.	
TOTAL INCREASE IN TRANSFERS/RESERVES	<u>\$ 2,984,595</u>
TOTAL INCREASE IN APPROPRIATIONS, TRANSFERS & RESERVES	<u>\$ 24,676,537</u>

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

1. adopt Resolution No. 2, FY 2011-12 General Fund Spring Budget Review, increasing revenues, appropriations and reserves by \$24,676,537; and
2. adopt the Summary of Revenues and Appropriations (page 4) and the Summary of Appropriations by Function (page 9).

MIAMI-DADE COUNTY PUBLIC SCHOOLS
SUMMARY OF REVENUES AND APPROPRIATIONS
GENERAL FUND
FY2011-12
RESOLUTION NO. 2

	<u>ADOPTED BUDGET 2/15/12</u>	<u>RESOLUTION NO. 2</u>	<u>AMENDED BUDGET 5/16/12</u>
REVENUES & BEGINNING BALANCES			
REVENUES			
Federal	\$ 17,460,454	\$ -	\$ 17,460,454
State	1,061,039,462	876,837	1,061,916,299
Local	1,291,598,953	-	1,291,598,953
TOTAL REVENUES	<u>\$ 2,370,098,869</u>	<u>\$ 876,837</u>	<u>\$ 2,370,975,706</u>
OTHER FINANCING SOURCES			
Transfers from Capital Outlay	\$ 138,064,858	\$ -	\$ 138,064,858
Proceeds from Loans/Leases	-	23,799,700	23,799,700
OTHER FINANCING SOURCES	<u>\$ 138,064,858</u>	<u>\$ 23,799,700</u>	<u>\$ 161,864,558</u>
BEGINNING FUND BALANCE	221,712,200	-	221,712,200
TOTAL REVENUES, OTHER FINANCING SOURCES & BEGINNING BALANCES	<u>\$ 2,729,875,927</u>	<u>\$ 24,676,537</u>	<u>\$ 2,754,552,464</u>
APPROPRIATIONS, OTHER FINANCING USES & ENDING FUND BALANCE			
APPROPRIATIONS			
Salaries	\$ 1,564,688,067	\$ (4,893,403)	\$ 1,559,794,664
Employee Benefits	496,963,712	(3,046,979)	493,916,733
Liability Insurance	4,365,609	-	4,365,609
Purchased Services	357,935,881	4,116,688	362,052,569
Energy Services	69,523,550	(2,797,680)	66,725,870
Other Non-Salary	143,926,316	28,313,316	172,239,632
TOTAL APPROPRIATIONS	<u>\$ 2,637,403,135</u>	<u>\$ 21,691,942</u>	<u>\$ 2,659,095,077</u>
OTHER FINANCING USES			
Transfers to Other Funds	\$ 12,000,000	\$ -	\$ 12,000,000
ENDING FUND BALANCE			
Non-Spendable	\$ -	\$ -	\$ -
Restricted	-	-	-
Assigned	-	-	-
Unassigned (Contingency)	80,472,792	2,984,595	83,457,387
TOTAL ENDING FUND BALANCE	<u>\$ 80,472,792</u>	<u>\$ 2,984,595</u>	<u>\$ 83,457,387</u>
TOTAL APPROPRIATIONS, OTHER FINANCING USES & ENDING FUND BALANCE	<u>\$ 2,729,875,927</u>	<u>\$ 24,676,537</u>	<u>\$ 2,754,552,464</u>

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

**General Fund
FY 2011-12
Resolution No. 2**

	AMENDED BUDGET 2/15/2012	RESOLUTION NO. 2	AMENDED BUDGET 5/16/2012
FEDERAL SOURCES			
Impact Aid	\$ 13,367	\$ -	\$ 13,367
R.O.T.C.	2,145,515	-	2,145,515
Medicaid Reimbursement	13,350,000	-	13,350,000
Federal Through State Community Schools	1,951,572	-	1,951,572
Total Federal	\$ 17,460,454	\$ -	\$ 17,460,454
STATE SOURCES			
FLORIDA EDUCATION FINANCE PROGRAM:			
Base Funding less FEFP Required Local Effort	\$ 280,201,607	\$ -	\$ 280,201,607
Safe Schools(B)	9,773,300	-	9,773,300
Supplemental Academic Instruction	113,198,791	-	113,198,791
ESE Guarantee	126,550,963	-	126,550,963
Reading Allocation (A)	12,114,826	-	12,114,826
Merit Award Allocation (MAP)	1,254,276	-	1,254,276
DJJ Supplemental Allocation	424,304	-	424,304
Instructional Material	26,615,676	-	26,615,676
Instructional Materials - Adjustments	(320,436)	-	(320,436)
Transportation	24,383,612	-	24,383,612
Teachers Lead Program	4,202,272	-	4,202,272
Prior Year Adjustment	1,118,398	-	1,118,398
Prior Year Adjustment for Scholarship Deductions	(380,038)	-	(380,038)
Proration to Funds Available	(4,052,357)	-	(4,052,357)
Virtual Education Contribution	57,257	-	57,257
McKay Scholarship Adjustment	(32,265,345)	-	(32,265,345)
Sub-Total FEFP	\$ 562,877,106	\$ -	\$ 562,877,106
OTHER STATE:			
Workforce Development	\$ 81,814,780	\$ -	\$ 81,814,780
Adults with Disabilities (A)	1,323,776	-	1,323,776
Performance Based Incentives	849,190	-	849,190
Voluntary Pre-K (A)	9,341,360	-	9,341,360
CATEGORICAL PROGRAMS:			
Full Service Schools (A)	768,000	-	768,000
Discretionary Lottery Funds	1,017,323	-	1,017,323
Prior Year Adjustment-Lottery	(163)	-	(163)
School Recognition/Merit (A)	14,887,487	-	14,887,487
Class Size Reduction	389,048,571	-	389,048,571
Class Size Reduction-Est. Penalty	(2,319,691)	-	(2,319,691)
Miscellaneous State	1,431,723	876,837	2,308,560
Total State	\$ 1,061,039,462	\$ 876,837	\$ 1,061,916,299

(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
FY 2011-12
Resolution No. 2**

	AMENDED TENTATIVE 2/15/2012	RESOLUTION NO. 2	AMENDED BUDGET 5/16/2012
LOCAL SOURCES			
FEFP Required Local Effort	\$ 1,121,713,063	\$ -	\$ 1,121,713,063
Local Discretionary Millage	90,512,659	-	90,512,659
Sub - Total	\$ 1,212,225,722	\$ -	\$ 1,212,225,722
 Miscellaneous Local:			
Tax Redemptions	\$ 16,500,000	\$ -	\$ 16,500,000
Rent	6,190,000	-	6,190,000
Interest	749,000	-	749,000
Vocational Fees	561,502	-	561,502
Post Secondary Fees	3,954,726	-	3,954,726
Continuing Workforce Fees	163,772	-	163,772
Financial Aid Fees	468,000	-	468,000
Community Schools-Contributions (A)	48,540	-	48,540
Community Schools - Internal (A)	15,873,298	-	15,873,298
Community Schools - Internal (A)	1,895,373	-	1,895,373
Community Schools - Internal (A)	3,968,325	-	3,968,325
Driver Education	700,000	-	700,000
Fed. Indirect Cost Reimbursement	7,970,475	-	7,970,475
Universal Services (E-Rate)	8,500,000	-	8,500,000
Misc. School Receipts (A)	3,000,000	-	3,000,000
Food Service Indirect Costs	3,208,953	-	3,208,953
Other Miscellaneous Local	5,621,267	-	5,621,267
Total Local	\$ 1,291,598,953	\$ -	\$ 1,291,598,953
TOTAL REVENUES	\$ 2,370,098,869	\$ 876,837	\$ 2,370,975,706
 OTHER FINANCING SOURCES			
Transfer In From Capital Outlay	\$ 138,064,858	\$ -	\$ 138,064,858
Proceeds From Loans/Leases	-	23,799,700	23,799,700
Total Other Financing Sources	\$ 138,064,858	\$ 23,799,700	\$ 161,864,558
BEGINNING FUND BALANCE	\$ 221,712,200	\$ -	\$ 221,712,200
TOTAL REVENUES, OTHER FINANCING SOURCES AND BEGINNING FUND BALANCE	\$ 2,729,875,927	\$ 24,676,537	\$ 2,754,552,464

- (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
FY 2011-12
Resolution No. 2

	AMENDED BUDGET 2/15/2012	RESOLUTION NO. 2	AMENDED BUDGET 5/16/2012
MISCELLANEOUS STATE SOURCES			
CO & DS Withheld for Adm.	\$ 145,000	\$ -	\$ 145,000
State License Tax	248,420	-	248,420
Florida School Recognition Program	-	961,823	961,823
Postsecondary Education Reading	-	39,734	39,734
Health Service (B)	72,960	-	72,960
SFW Individual Training Account	701,524	(129,720)	571,804
FDLRS - Gen Revenue	51,586	-	51,586
SEDNET IDEA State General	16,279	-	16,279
Collaborative Curriculum	20,204	-	20,204
Learning for Life	175,750	5,000	180,750
TOTAL MISCELLANEOUS STATE	\$ 1,431,723	\$ 876,837	\$ 2,308,560

- (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
FY 2011-12
Resolution No. 2**

	AMENDED BUDGET 2/15/2012	RESOLUTION NO. 2	AMENDED BUDGET 5/16/2012
OTHER MISCELLANEOUS LOCAL SOURCES			
Fee Supported Pre-K (B)	\$ 5,222,611	\$ -	\$ 5,222,611
MDCPS Police Reimbursable OT	160,656	-	160,656
Fingerprinting	<u>238,000</u>	<u>-</u>	<u>238,000</u>
TOTAL OTHER MISC LOCAL	<u>\$ 5,621,267</u>	<u>\$ -</u>	<u>\$ 5,621,267</u>

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

MIAMI-DADE COUNTY PUBLIC SCHOOLS
2011-12 GENERAL FUND BUDGET
SUMMARY OF APPROPRIATIONS BY FUNCTION
RESOLUTION NO. 2
MAY 16, 2012

FUNCTION	TOTAL BUDGET	SALARIES (61XX)	EMPLOYEE BENEFITS (62XX)	PURCHASED SERVICES (63XX)	ENERGY SERVICES (64XX)	MATERIALS AND SUPPLIES (65XX)	CAPITAL OUTLAY (66XX)	OTHER EXPENSES (67XX)
INSTRUCTIONAL SERVICES	\$ 1,786,336,493	\$ 1,070,668,191	\$ 330,578,017	\$ 264,867,071	\$ 3,489	\$ 115,859,086	\$ 2,536,891	\$ 2,023,738
SUPPORT SERVICES:								
5000 Pupil Personnel Services	103,798,281	72,351,187	23,601,543	3,864,376	-	3,980,508	-	667
6100 Instructional Media Services	27,919,729	19,909,233	6,187,063	44,371	-	1,136,471	642,591	-
6200 Instruction & Curriculum Development	23,296,404	15,230,527	4,024,867	2,237,445	-	1,019,046	316,551	467,968
6300 Instructional Staff Training	3,342,208	1,698,289	1,292,332	213,740	-	137,847	-	-
6400 Instructional Support	25,860,336	17,934,092	5,986,572	693,413	85,468	1,160,791	-	-
6500 Board of Education	6,646,404	3,673,367	1,087,699	1,230,257	2,640	399,040	63,541	189,860
7100 General Administration	4,851,476	3,597,853	928,258	92,387	24,439	207,668	-	871
7200 School Administration	159,861,888	117,272,400	34,245,521	634,119	5,187	7,432,977	230,904	40,780
7300 Facilities Acquisition & Construction	-	-	-	-	-	-	-	-
7410 Fiscal Services	11,165,774	7,337,842	2,169,600	368,241	5,577	454,762	17,688	812,064
7500 Central Services	50,338,885	29,424,915	2,443,728	16,462,589	92,889	1,914,764	-	-
7700 Transportation Services	75,581,185	39,093,934	18,890,124	7,998,341	4,857,309	4,741,477	-	-
7800 Operation of Plant	265,370,507	97,688,310	44,181,616	52,151,949	60,215,481	10,748,926	384,225	-
7900 Maintenance of Plant	82,265,889	42,137,383	13,829,614	12,678,747	1,433,391	12,144,640	40,271	1,843
8100 General Support	4,357,698	990,935	242,665	2,888,449	-	184,129	51,520	-
8200 Community Services	27,810,289	20,786,206	4,227,514	192,663	-	2,162,017	62,469	379,400
9100 Debt Services	291,631	-	-	-	-	10,131	-	281,500
9200 Transfers to Other Funds	\$ 2,659,095,077	\$ 1,559,794,664	\$ 493,916,733	\$ 366,418,178	\$ 66,725,870	\$ 163,694,290	\$ 4,346,651	\$ 4,198,691
9792 Debt Service	-	-	-	-	-	-	-	-
9793 Capital Outlay	-	-	-	-	-	-	-	-
9794 Special Revenue	-	-	-	-	-	-	-	-
9798 Internal Service	12,000,000	-	-	-	-	-	-	-
9799 Trust & Agency	-	-	-	-	-	-	-	-
Total Appropriations & Transfers	2,671,095,077							
Fund Balance:								
Non-Spendable:								
Reserve for Pre-Paid Expenses	\$ -							
Reserve for Inventory	-							
Restricted:								
Reserve for State Categoricals	-							
Assigned:								
Other Rebudgets	-							
Commitments	-							
Unassigned:								
Total Fund Balance	83,457,387							
Total Appropriations, Transfers and Fund Balance	\$ 2,754,552,464							