

Financial Services
Mrs. Judith M. Marte, Chief Financial Officer

SUBJECT: FINAL ADOPTION OF THE FY 2015-16 BUDGET

COMMITTEE: FISCAL ACCOUNTABILITY

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

On July 29, 2015, the Board tentatively adopted the FY 2015-16 budget following the first public hearing on the budget prescribed by Chapter 200, Florida Statutes. That tentative adopted budget included proposed millage rates, projected revenues and recommended appropriations for FY 2015-16 for the General Fund, Debt Service Funds, Capital Outlay Funds, Special Revenue Funds, Proprietary Fund and Fiduciary Fund.

Changes to Revenues, Appropriations and Fund Balances from the budgets which were tentatively adopted on July 29, 2015 are attached for all funds. The following document will be provided to the School Board under separate cover and will be placed on file in the Office of the Recording Secretary to the School Board and in the Citizen Information Center:

- FY 2015-16 State Budget Forms (All funds)

NOTE: This item is one of three items which are part of the 6:00 p.m. public budget hearing, which should only be discussed at that time and which should be approved after the Millage Levy Resolution for FY 2015-16 and after the Five-Year Facilities Work Program.

RECOMMENDED: That The School Board of Miami-Dade County, Florida, adopt the FY 2015-16 Annual Budget by approving changes from the Tentative Adopted Budget as enumerated on pages 2 through 13 and the revenues and appropriations delineated on the official state budget forms and including any amendments approved by the Board following the public hearing on September 9, 2015.

**CHANGES FROM THE FY 2015-16 TENTATIVE ADOPTED BUDGET
RECOMMENDED FOR FINAL ADOPTION**

GENERAL FUND

REVENUES/BEGINNING FUND BALANCE	Increase (Decrease)
1. Increase Beginning Fund Balance to conform to final year-end closing.	\$ <u>1,168,710</u>
Total Revenues/Beginning Fund Balance Increase	<u>\$ 1,168,710</u>

APPROPRIATIONS

1. Increase appropriations for rebudgets including encumbrances, selected available balances and state categorical available balances carried forward from the prior year. Estimate was \$19,415,679, actual results were \$24,574,611.	\$ 5,158,932
2. Increase appropriation for salary increases and related fringe benefits.	12,737,616
3. Reduce appropriations for Instructional Materials by taking Categorical Flexibility as authorized by the Department of Education.	(2,300,000)
4. Increase appropriation for the expansion in International Baccalaureate/Cambridge Programs being offered.	2,300,000
5. Increase appropriations for various technical corrections.	3,933,639
6. Eliminate appropriation for Tax Roll Yield Reserve for prior year.	(30,000,000)
7. Increase appropriations from Tax Roll Yield Reserve to balance. The Tax Roll Yield Reserve is revised from \$16,640,809 to \$25,979,332.	9,338,523
Total Appropriations Increase	<hr/> <u>\$ 1,168,710</u>

**CHANGES FROM THE FY 2015-16 TENTATIVE ADOPTED BUDGET
RECOMMENDED FOR FINAL ADOPTION**

DEBT SERVICE FUNDS

REVENUES AND OTHER SOURCES	<u>Increase (Decrease)</u>								
1. Decrease Beginning Fund Balance to reflect actual year end results for FY 2014-15.	\$ (1,153,128)								
2. Decrease revenues received from the state to reflect updated projections for capital outlay & debt service withheld for State Board of Education/Capital Outlay Bond Issue (SBE/COBI).	(2,882,616)								
3. Increase proceeds from the restructuring of debt.	33,565,000								
<table style="width: 100%; border-collapse: collapse; margin-left: 20px;"> <thead> <tr> <th style="text-align: left;"><u>COPs Series</u></th> <th style="text-align: left;"><u>Refunded Series</u></th> <th style="text-align: left;"><u>\$ Amount</u></th> <th style="text-align: left;"><u>Board Item</u></th> </tr> </thead> <tbody> <tr> <td>2015C</td> <td>2008B</td> <td>33,565,000</td> <td>E25 4/2/15</td> </tr> </tbody> </table>	<u>COPs Series</u>	<u>Refunded Series</u>	<u>\$ Amount</u>	<u>Board Item</u>	2015C	2008B	33,565,000	E25 4/2/15	
<u>COPs Series</u>	<u>Refunded Series</u>	<u>\$ Amount</u>	<u>Board Item</u>						
2015C	2008B	33,565,000	E25 4/2/15						
4. Increase premium from the sale of COPs Series 2015C.	5,390,539								
5. Increase the transfer in from capital for the payoff of the City of Sunny Isles Beach debt, incurred for the K-8 addition at Norman S. Edelcup/ Sunny Isles Beach K-8.	2,328,756								
Total Revenues and Other Sources Increase	<u><u>\$ 37,248,551</u></u>								

**CHANGES FROM THE FY 2015-16 TENTATIVE ADOPTED BUDGET
RECOMMENDED FOR FINAL ADOPTION**

DEBT SERVICE FUNDS

APPROPRIATIONS	<u>Increase (Decrease)</u>								
1. Decrease principal to reflect updated SBE/COBI schedules from FLDOE after the restructuring of debt, and the payoff of the City of Sunny Isles Beach debt, incurred for the K-8 addition at Norman S. Edelcup/ Sunny Isles Beach K-8.	\$ (901,000)								
<table style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 80%;"></th> <th style="text-align: right; border-bottom: 1px solid black;"><u>Amount</u></th> </tr> </thead> <tbody> <tr> <td>SBE/COBI</td> <td style="text-align: right;">\$(2,901,000)</td> </tr> <tr> <td>City of Sunny Isles Beach</td> <td style="text-align: right;"><u>2,000,000</u></td> </tr> <tr> <td></td> <td style="text-align: right;">\$ (901,000)</td> </tr> </tbody> </table>		<u>Amount</u>	SBE/COBI	\$(2,901,000)	City of Sunny Isles Beach	<u>2,000,000</u>		\$ (901,000)	
	<u>Amount</u>								
SBE/COBI	\$(2,901,000)								
City of Sunny Isles Beach	<u>2,000,000</u>								
	\$ (901,000)								
2. Increase interest payments to reflect updated SBE/COBI schedules from FLDOE after the restructuring of debt, and the payoff of the City of Sunny Isles Beach debt, incurred for the K-8 addition at Norman S. Edelcup/ Sunny Isles Beach K-8.	347,140								
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	<u>Amount</u>								
SBE/COBI	\$ 18,384								
City of Sunny Isles Beach	<u>328,756</u>								
	\$ 347,140								
3. Increase dues and fees to reflect actual 2015C COPs debt restructuring results.	241,584								
4. Increase the deposit to escrow to reflect actual 2015C COPs debt restructuring results.	38,713,955								
5. Decrease projected ending fund balance.	(1,153,128)								
Total Appropriations Increase	<u><u>\$ 37,248,551</u></u>								

**CHANGES FROM THE FY 2015-16 TENTATIVE ADOPTED BUDGET
RECOMMENDED FOR FINAL ADOPTION**

CAPITAL OUTLAY FUNDS

REVENUES AND OTHER SOURCES	<u>Increase (Decrease)</u>
1. Decrease Beginning Fund Balance to reflect actual results for FY 2014-15.	\$ (4,660,819)
2. Recognize FLDOE award for the issuance of Qualified Zone Academy Bonds (QZAB).	25,000,000
3. Increase State CO & DS revenue to reflect revised FLDOE estimates.	247,148
4. Increase State PECO Maintenance revenue to reflect revised FLDOE estimates	518,069
5. Increase GO Bonds to reflect actual results.	1,076,958
6. Recognize deferred revenue per the Interlocal Agreement with the Village of Key Biscayne.	1,250,000
7. Increase anticipated proceeds from a property exchange sale.	2,900,000
8. Recognize deferred revenue to reflect the accounting treatment of the Ground Lease Agreement with the Downtown Doral Charter.	4,359,375
9. Recognize deferred revenue of \$622,831 and an increase in revenue of \$1,477,263 per the Interlocal Agreement for the Downtown Doral Charter.	2,100,094
10. Recognize deferred revenue per the Interlocal Agreement with the City of Homestead.	387,500
 Total Revenues and Other Sources Increase	 <u>\$ 33,178,325</u>

**CHANGES FROM THE FY 2015-16 TENTATIVE ADOPTED BUDGET
RECOMMENDED FOR FINAL ADOPTION**

CAPITAL OUTLAY FUNDS

APPROPRIATIONS	<u>Increase (Decrease)</u>										
1. Increase program rebudgets to reflect actual results.	\$ 1,958,887										
2. Increase QZAB appropriations as awarded by FLDOE.	25,000,000										
<table style="margin-left: auto; margin-right: auto; border-collapse: collapse;"> <thead> <tr> <th style="text-align: left;"></th> <th style="text-align: right;"><u>Amount</u></th> </tr> </thead> <tbody> <tr> <td style="text-align: left;">Instructional Technology</td> <td style="text-align: right;">\$18,365,999</td> </tr> <tr> <td style="text-align: left;">School Facilities Projects</td> <td style="text-align: right;">6,134,001</td> </tr> <tr> <td style="text-align: left;">Cost of Issuance</td> <td style="text-align: right;"><u>500,000</u></td> </tr> <tr> <td></td> <td style="text-align: right;">\$25,000,000</td> </tr> </tbody> </table>		<u>Amount</u>	Instructional Technology	\$18,365,999	School Facilities Projects	6,134,001	Cost of Issuance	<u>500,000</u>		\$25,000,000	
	<u>Amount</u>										
Instructional Technology	\$18,365,999										
School Facilities Projects	6,134,001										
Cost of Issuance	<u>500,000</u>										
	\$25,000,000										
3. Increase cost of issuance to reflect GO Bond sale.	1,076,958										
4. Increase appropriations for Downtown Doral Elementary project.	1,477,263										
5. Increase appropriations for comprehensive needs.	1,066,612										
6. Increase appropriations for MAST @ Homestead.	420,000										
7. Increase appropriations for proposed K-8 in Doral.	1,238,388										
8. Increase appropriations for Kensington Park.	175,000										
9. Increase the transfer to debt service for the payoff of the City of Sunny Isles Beach debt, incurred for the K-8 addition at Norman S. Edelcup/ Sunny Isles Beach K-8.	2,328,756										
10. Decrease reserves to balance.	(1,563,539)										
Total Appropriations Increase	<u>\$ 33,178,325</u>										

**CHANGES FROM THE FY2015-16 TENTATIVE ADOPTED BUDGET
RECOMMENDED FOR FINAL ADOPTION**

SPECIAL REVENUE - FOOD SERVICE FUND

REVENUES	Increase (Decrease)
1. Increase/(decrease) revenues as follows:	\$ (3,548,009)
National School Lunch Act	\$ (3,933,570)
U.S.D.A. Commodities	(250,000)
Other	1,125,561
Interests and Other	10,000
Food Sales	<u>(500,000)</u>
Total	\$ (3,548,009)
2. Increase Fund Balance to reflect actual results.	<u>6,515,494</u>
Total Revenues Increase	<u>\$ 2,967,485</u>

APPROPRIATIONS

1. Increase /(decrease) appropriations as follows:	\$ 2,019,957
Salaries	\$ 1,968,748
Employee Benefits	1,208,349
Purchased Services	(500,000)
Food & Supplies	(1,185,000)
Capital Outlay	500,000
Indirect Cost & Other	<u>27,860</u>
Total	\$ 2,019,957
2. Increase Ending Fund Balance to balance.	<u>947,528</u>
Total Appropriations and Fund Balance Increase	<u>\$ 2,967,485</u>

**CHANGES FROM THE FY 2015-16 TENTATIVE ADOPTED BUDGET
RECOMMENDED FOR FINAL ADOPTION**

**SPECIAL REVENUE - OTHER FEDERAL PROGRAMS
(CONTRACTED PROGRAM FUND)**

REVENUES	Increase (Decrease)
Increase (decrease) revenues as follows:	
Federal Direct	\$ 2,932,910
Federal Thru State	(1,232,638)
Federal Thru Local	(20,767,956)
Local Sources	<u>392,920</u>
Total Revenues Decrease	<u>\$(18,674,764)</u>

APPROPRIATIONS

Increase (decrease) appropriations as follows:	
RTTT – District	\$ 3,426,081
EHS – United Way	195,000
Comprehensive Asthma Control	3,900
SAVES – Refugee and Entrant	4,000,000
Adult Education and Family Literacy (AEFL)	5,114,113
Title III – Federal Supplement Immigrant & Youth	769,956
Title III	834,000
21 st Century Community Learning Centers Extended	343,402
21 st Century Community Learning Centers	464,254
Special Education – Florida Inclusion Network (FIN)	290,525
Charter School	432,189
Miami-Dade Online - FNEI	3,018
College Tour Institute - FNEI	6,989
Teen Trendsetters – Bush Foundation	2,732
HACER	17,498
Town of Miami Lakes	16,653
IB – North Bay Village	168,894
Ready Schools – University of Florida	<u>151,512</u>
Sub-Total	<u>\$ 16,240,716</u>
Estimated Carry Forward FY 2014-15	<u>\$(34,915,480)</u>
Total Appropriations Decrease	<u>\$(18,674,764)</u>

**CHANGES FROM THE FY 2015-16 TENTATIVE ADOPTED BUDGET
RECOMMENDED FOR FINAL ADOPTION**

**SPECIAL REVENUE – ARRA OTHER STIMULUS FUND
FINAL BUDGET REVIEW**

REVENUES	Increase (Decrease)
Federal Thru State revenues.	\$ <u>(25,660)</u>
Total Revenues Decrease	\$ <u>(25,660)</u>
APPROPRIATIONS	
Carry Forward in Other ARRA Stimulus Fund.	\$ <u>(25,660)</u>
Total Appropriations Decrease	\$ <u>(25,660)</u>

**CHANGES FROM THE FY 2015-16 TENTATIVE ADOPTED BUDGET
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**SPECIAL REVENUE – ARRA RACE TO THE TOP
FINAL BUDGET REVIEW**

REVENUES	Increase (Decrease)
Federal Thru State revenues.	<u>\$ (2,497,172)</u>
Total Revenues Decrease	<u>\$ (2,497,172)</u>
APPROPRIATIONS	
Carry Forward in Race To The Top ARRA program.	<u>\$ (2,497,172)</u>
Total Appropriations Decrease	<u>\$ (2,497,172)</u>

CHANGES FROM THE FY 2015-16 TENTATIVE ADOPTED BUDGET
RECOMMENDED FOR FINAL ADOPTION

MISCELLANEOUS SPECIAL REVENUE FUND – SPECIAL EVENTS

REVENUES	Increase (Decrease)
Increase Beginning Fund Balance to reflect FY 2014-15 final results.	\$ 61,510
Total Revenues Increase	<u>\$ 61,510</u>

APPROPRIATIONS

Increase Ending Fund Balance to balance.	\$ 61,510
Total Appropriations Increase	<u>\$ 61,510</u>

**CHANGES FROM THE FY 2015-16 TENTATIVE ADOPTED BUDGET
RECOMMENDED FOR FINAL ADOPTION**

MISCELLANEOUS SPECIAL REVENUE - SCHOOL BOARD LAW ENFORCEMENT

REVENUES	Increase (Decrease)
Increase Beginning Fund Balance to reflect FY 2014-15 final results.	\$ <u>24,966</u>
Total Revenues Increase	\$ <u>24,966</u>

APPROPRIATIONS

1. Decrease appropriations as follows to reflect net effect of actual amounts carried forward. \$ (42,646)

Purchased Services	\$ (42,088)
Travel Out of County	395
Printing/Duplicating	31
Rentals	(1,485)
Supplies	416
Furniture, Fixtures and Equipment	<u>85</u>
Total	\$ (42,646)

2. Increase Ending Fund Balance to balance. 67,612

Total Appropriations Increase **\$ 24,966**

CHANGES FROM THE FY 2015-16 TENTATIVE ADOPTED BUDGET
RECOMMENDED FOR FINAL ADOPTION

FIDUCIARY FUND – PENSION TRUST FUND

	Increase (Decrease)
ADDITIONS	
Decrease Beginning Net Position Balance to Reflect FY 2014-15 Final Results.	<u>\$ (2,089,838)</u>
Total Additions Decrease	<u>\$ (2,089,838)</u>
DEDUCTIONS	
Decrease Ending Net Position to Balance.	<u>\$ (2,089,838)</u>
Total Deductions Decrease	<u>\$ (2,089,838)</u>

CHANGES FROM THE FY 2015-16 TENTATIVE ADOPTED BUDGET
RECOMMENDED FOR FINAL ADOPTION

SELF-INSURED HEALTHCARE - INTERNAL SERVICE FUND

BEGINNING NET POSITION

Increase Beginning Net Position to reflect FY 2014-15 final results.	<u>\$21,417,064</u>
Total Increase to Beginning Net Position	<u>\$21,417,064</u>

ENDING NET POSITION

Increase Ending Net Position to balance.	<u>\$21,417,064</u>
Total Increase In Ending Net Position	<u>\$21,417,064</u>