

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

SUBJECT: FINAL ADOPTION OF THE FY 2016-17 BUDGET

COMMITTEE: FISCAL ACCOUNTABILITY

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

On July 27, 2016, the Board tentatively adopted the FY 2016-17 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 2016-17 for the General Fund, Debt Service Funds, Capital Outlay Funds, Special Revenue Funds, Internal Service Fund and Fiduciary Fund. Changes to Revenues, Appropriations and Fund Balances from the budgets which were tentatively adopted on July 27, 2016 are attached for all funds.

The FY 2016-17 State Budget Forms (All Funds) 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.

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 2016-17 and after the Five-Year Facilities Work Program.

RECOMMENDED: That The School Board of Miami-Dade County, Florida, adopt the FY 2016-17 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 7, 2016.

E-16

**CHANGES FROM THE FY 2016-17 TENTATIVE ADOPTED BUDGET
RECOMMENDED FOR FINAL ADOPTION**

GENERAL FUND

REVENUES/BEGINNING FUND BALANCE	Increase (Decrease)
1. Reduce Transfer from Internal Service Fund due to anticipated health insurance cost changes.	\$ (10,000,000)
2. Increase Transfer from Capital Outlay for Charter School Capital Outlay.	5,866,418
3. Increase Beginning Fund Balance to conform to final year-end closing.	<u>36,077,456</u>
Total Revenues/Beginning Fund Balance Increase	<u>\$ 31,943,874</u>
 APPROPRIATIONS	
1. Increase appropriations for rebudgets including encumbrances, selected available balances and state categorical available balances carried forward from the prior year.	\$ 22,634,899
2. Establish FTE Reserve based upon early indications of lower FTE than originally estimated.	6,293,956
3. Establish funding to replace custodial equipment.	1,000,000
4. Establish funding for technology leases.	4,000,000
5. Establish a Music Loan Program to allow schools to apply for loan to purchase music equipment and repay loan over an extended period of time.	1,000,000
6. Increase appropriations for various technical corrections.	1,477,906
7. Increase appropriation for the Harmony Project to include all schools listed in the related MAP presented to the School Board as well as: Homestead Senior High School, Homestead Middle School, Irving and Beatrice Peskoe K-8 Center, Mandarin Lakes K-8 Center, Leisure City K-8 Center, Gateway Environmental K-8 Learning Center, Coconut Palm K-8 Academy, Campbell Drive K-8 Center, Air Base K-8 Center for International Education, Florida City Elementary School, Laura C. Saunders Elementary School and Neva King Cooper Educational Center.	500,000
8. Increase funding for SAT exams as required.	141,240
9. Establish 17 non-discretionary counselor positions for select middle schools. Positions must be purchased and are not part of administrative overhead pool.	1,387,319
10. Increase appropriations for Charter School Capital Outlay offset by a transfer from Capital Outlay Fund.	5,866,418

**CHANGES FROM THE FY 2016-17 TENTATIVE ADOPTED BUDGET
RECOMMENDED FOR FINAL ADOPTION**

GENERAL FUND

	Increase (Decrease)
APPROPRIATIONS (Continued)	
	\$ 631,179
11. Increase appropriations for Success Centers by establishing six additional counselor positions, hourly teachers and custodial funds.	
	8,257,492
12. Increase Contingency Reserve from 3.0% to 3.3% to improve the District's fund balance. The Contingency Reserve is revised from \$84,256,143 to \$92,513,635.	
13. Eliminate appropriation for Tax Roll Yield Reserve for prior year.	(31,275,666)
14. Increase appropriations from Tax Roll Yield Reserve to balance. The Tax Roll Yield Reserve is revised from \$11,154,524 to \$21,183,655 as the FY15 roll was not completed in a timely manner.	10,029,131
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Total Appropriations Increase	<u>\$ 31,943,874</u>

CHANGES FROM THE FY 2016-17 TENTATIVE ADOPTED BUDGET
RECOMMENDED FOR FINAL ADOPTION

DEBT SERVICE FUNDS

REVENUES AND OTHER SOURCES	Increase (Decrease)
Increase Beginning Fund Balance to reflect actual year end results for FY 2015-16.	\$ 706,289
Total Revenues and Other Sources Increase	<u>\$ 706,289</u>
APPROPRIATIONS	
Increase projected ending fund balance.	<u>\$ 706,289</u>
Total Appropriations Increase	<u>\$ 706,289</u>

**CHANGES FROM THE FY 2016-17 TENTATIVE ADOPTED BUDGET
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CAPITAL OUTLAY FUNDS

REVENUES AND OTHER SOURCES	Increase (Decrease)
1. Increase Beginning Fund Balance to reflect actual results for FY 2015-16.	\$ 15,715,910
2. Increase State CO & DS revenue to reflect revised FLDOE estimates.	2,265,026
3. Decrease State PECO Maintenance revenue to reflect revised FLDOE estimates.	(73,231)
4. Increase State PECO Charter School Capital Outlay revenue to reflect revised estimates.	5,866,418
5. Increase anticipated proceeds from a property exchange.	2,900,000
6. Recognize deferred revenue to reflect the accounting treatment of the Ground Lease Agreement with the Downtown Doral Charter.	4,218,750
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Total Revenues and Other Sources Increase	<u>\$ 30,892,873</u>
 APPROPRIATIONS	
1. Increase program rebudgets to reflect actual results.	\$ 19,422,848
2. Increase appropriations for Roofing projects.	2,265,026
3. Increase appropriations for comprehensive needs.	2,826,769
4. Increase the Transfer to the General Fund for Charter School Capital Outlay.	5,866,418
5. Increase reserves to reflect carry forward balances.	<u>511,812</u>
Total Appropriations Increase	<u>\$ 30,892,873</u>

CHANGES FROM THE FY 2016-17 TENTATIVE ADOPTED BUDGET
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SPECIAL REVENUE - FOOD SERVICE FUND

REVENUES		Increase (Decrease)
1. Increase/(decrease) revenues as follows:		\$ (276,000)
Interests and Other	\$ (3,000)	
Food Sales	<u>(273,000)</u>	
Total	\$ (276,000)	
2. Increase Fund Balance to reflect actual results.		<u>6,522,882</u>
Total Revenues Increase		<u>\$ 6,246,882</u>

APPROPRIATIONS

1. Increase /(decrease) appropriations as follows:		\$ 824,886
Salaries	\$ 586,208	
Employee Benefits	191,910	
Purchased Services	17,000	
Energy Services	(10,000)	
Food & Supplies	7,500	
Indirect Cost & Other	<u>32,268</u>	
Total	\$ 824,886	
2. Increase Ending Fund Balance to balance.		<u>5,421,996</u>
Total Appropriations and Fund Balance Increase		<u>\$ 6,246,882</u>

**CHANGES FROM THE FY 2016-17 TENTATIVE ADOPTED BUDGET
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**SPECIAL REVENUE - OTHER FEDERAL PROGRAMS
(CONTRACTED PROGRAM FUND)**

REVENUES	Increase (Decrease)
Increase (decrease) revenues as follows:	
Federal Direct	\$ (441,191)
Federal Thru State	(578,661)
Federal Thru Local	(11,699,459)
Local Sources	<u>43,727</u>
Total Revenues Decrease	<u>\$ (12,675,584)</u>
 APPROPRIATIONS	
Increase (decrease) appropriations as follows:	
Adult Education and Family Literacy	\$ 5,114,113
Career Pathways	30,000
Charter School	1,162,772
Counseling	313,015
EHS – United Way	14,447
IB NBV	130,000
NEA Art Works	20,000
New Teacher	477,289
Project Prevent	564,588
Ready Schools	138,976
IDEA	3,974
Title I – Part A	18,480,226
Title I – Neglected and Delinquent Program	4,502
Title II – Part A	828,286
Title III	374,999
Verizon Foundation	21,000
Women of Tomorrow	<u>10,444</u>
Sub-Total	<u>\$ 27,688,631</u>
 Estimated Carry Forward FY 2016-17	 <u>\$ (40,364,215)</u>
Total Appropriations Decrease	<u>\$ (12,675,584)</u>

CHANGES FROM THE FY 2016-17 TENTATIVE ADOPTED BUDGET
RECOMMENDED FOR FINAL ADOPTION

MISCELLANEOUS SPECIAL REVENUE FUND – SPECIAL EVENTS

REVENUES	Increase (Decrease)
Increase Beginning Fund Balance to reflect FY 2015-16 final results.	\$ <u>18,681</u>
Total Revenues Increase	\$ <u>18,681</u>
APPROPRIATIONS	
1. Decrease purchased services.	\$ (29,299)
2. Increase Ending Fund Balance to balance.	<u>47,980</u>
Total Appropriations Increase	\$ <u>18,681</u>

**CHANGES FROM THE FY 2016-17 TENTATIVE ADOPTED BUDGET
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MISCELLANEOUS SPECIAL REVENUE - SCHOOL BOARD LAW ENFORCEMENT

REVENUES	Increase (Decrease)
Decrease Beginning Fund Balance to reflect FY 2015-16 final results.	\$ (91,529)
Total Revenues Decrease	<u>\$ (91,529)</u>

APPROPRIATIONS

1. Increase appropriations as follows to reflect net effect of actual amounts carried forward.	\$ 2,978
Purchased Services	\$ (8,577)
Travel Out of County	3,345
Printing/Duplicating	1,000
Rentals	5,987
Supplies	<u>1,223</u>
Total	\$ 2,978
2. Decrease Ending Fund Balance to balance.	<u>(94,507)</u>
Total Appropriations Decrease	<u>\$ (91,529)</u>

CHANGES FROM THE FY 2016-17 TENTATIVE ADOPTED BUDGET
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FIDUCIARY FUND – PENSION TRUST FUND

ADDITIONS	Increase (Decrease)
Decrease Beginning Net Position Balance to Reflect FY 2015-16 Final Results.	\$ (258,081)
Total Additions Decrease	<u>\$ (258,081)</u>
DEDUCTIONS	
Decrease Ending Net Position to Balance.	\$ (258,081)
Total Deductions Decrease	<u>\$ (258,081)</u>

CHANGES FROM THE FY 2016-17 TENTATIVE ADOPTED BUDGET
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SELF-INSURED HEALTHCARE - INTERNAL SERVICE FUND

	Increase (Decrease)
BEGINNING NET POSITION	
Increase Beginning Net Position to reflect FY 2015-16 final results.	\$ 18,884,765
Total Increase to Beginning Net Position	<u>\$ 18,884,765</u>
 TRANSFER TO GENERAL FUND	
Decrease Transfer to the General Fund	\$ (10,000,000)
 ENDING NET POSITION	
Increase Ending Net Position to balance.	<u>28,884,765</u>
Total Net Increase In Transfer and Ending Net Position	<u>\$ 18,884,765</u>