

Financial Services
Mr. Ron Y. Steiger, Chief Financial Officer

**SUBJECT: RESOLUTION NO. 1, FY 2018-19 INTERNAL SERVICE
(HEALTH INSURANCE) FUND MID-YEAR BUDGET REVIEW**

COMMITTEE: FISCAL ACCOUNTABILITY & GOVERNMENT RELATIONS

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

This resolution amends the Adopted Budget and aligns the projected revenues and expenses to reflect the latest information which has been provided to date.

<u>REVENUE CHANGES</u>	<u>INCREASE (DECREASE)</u>
1. Decrease premium revenue.	\$ (3,506,100)
2. Decrease other operating revenues based on latest projection.	(40,400)
3. Decrease in interest revenues	(180,500)
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DECREASE IN REVENUES	<u>\$ (3,727,000)</u>
TOTAL DECREASE IN OPERATING REVENUES, NON-OPERATING REVENUES & BEGINNING NET POSITION	<u>\$ (3,727,000)</u>
<u>EXPENSE CHANGES</u>	
1. Decrease salaries to reflect estimated expenses.	\$ (157,146)
2. Decrease fringe benefits to reflect estimated expenses.	(92,193)
3. Decrease ASO/Stop Loss Fees per the actuarial report.	(168,661)
4. Decrease Dues and Fees related to Health Care Reform fees to reflect estimated expenses.	(2,000)
5. Increase other expenses to reflect projected claims per the actuarial report.	6,925,000
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INCREASE IN EXPENSES	<u>\$ (6,505,000)</u>

CHANGES IN ENDING NET POSITION

1. Reflect change in Ending Net Position as a result of the change in revenue and expenses. \$ (10,232,000)

TOTAL DECREASE IN EXPENSES AND ENDING NET POSITION **\$ (3,727,000)**

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

1. adopt Resolution No. 1, FY 2018-19 Internal Service Fund Mid-Year Budget Review, decreasing revenues net position and expenses by \$3,727,000; and
2. adopt the Summary of Revenues and Appropriations (page 3).

**MIAMI-DADE COUNTY PUBLIC SCHOOLS
FY 2018-19 INTERNAL SERVICE FUND
SUMMARY OF REVENUES & EXPENSES
RESOLUTION NO. 1**

	ADOPTED BUDGET 9/5/2018	INCREASE (DECREASE)	AMENDED BUDGET 2/13/2019
OPERATING REVENUES:			
Charges for Services	\$ 355,504,100	\$ (3,506,100)	\$ 351,998,000
Other Operating Revenues	5,286,000	(40,400)	5,245,600
Total Operating Revenues	\$ 360,790,100	\$ (3,546,500)	\$ 357,243,600
NONOPERATING REVENUE:			
Interest & Investment Revenue/(Loss)	365,900	(180,500)	185,400
Total Revenues	\$ 361,156,000	\$ (3,727,000)	\$ 357,429,000
BEGINNING NET POSITION	98,276,243	-	98,276,243
TOTAL OPERATING & NON-OPERATING REVENUES & BEGINNING NET POSITION	\$ 459,432,243	\$ (3,727,000)	\$ 455,705,243
OPERATING EXPENSES:			
Salaries	\$ 341,094	\$ (157,146)	\$ 183,948
Fringe Benefits	145,608	(92,193)	53,415
Purchased Services	600,000	-	600,000
Dues & Fees	109,000	(2,000)	107,000
ASO/Stop Loss Fees	9,080,298	(168,661)	8,911,637
Other Expenses (estimated claims)	350,898,000	6,925,000	357,823,000
Total Operating Expenses	\$ 361,174,000	\$ 6,505,000	\$ 367,679,000
TRANSFER TO GENERAL FUND	20,000,000	-	20,000,000
ENDING NET POSITION	78,258,243	(10,232,000)	68,026,243
TOTAL OPERATING EXPENSES AND ENDING NET POSITION	\$ 459,432,243	\$ (3,727,000)	\$ 455,705,243