

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

SUBJECT: RESOLUTION NO. 1, FY 2022-23 GENERAL FUND MID-YEAR BUDGET REVIEW

COMMITTEE: FISCAL ACCOUNTABILITY & GOVERNMENT RELATIONS

LINK TO STRATEGIC PLAN: EFFECTIVE AND SUSTAINABLE OPERATIONAL PRACTICES

This resolution recommends budgetary adjustments for the General Fund including: 1) the impact of the Florida Education Finance Program (FEFP) Third Calculation; 2) an increase in Other State/Categorical Programs; 3) an increase in Miscellaneous Local revenues; 4) a decrease in Federal Through State revenues; 5) an increase in the Transfer from Capital Outlay.

Major Revenue Adjustments in FEFP

Revenue adjustments include the following items reflected in the Third Calculation of the FEFP, recently received from the Department of Education:

- Increase of 794 **weighted** full-time equivalent (FTE) students reported (\$3.7 million).
- Establishment of prior year adjustment resulting in a revenue decrease of \$6.2 million.
- Elimination of the negative Proration to Appropriation resulting in a revenue increase of \$4 million.

Major Appropriation Changes

Major appropriation changes are summarized based on projections. **Salaries** are increased primarily due to: 1) alignment of salary amounts to projected figures; 2) elimination of reserve for FTE loss; and 3) the reclassification of amounts between salary and non-salary. **Employee benefits** related to FICA/Retirement/Worker's Compensation and Unemployment Compensation have been updated based on the salary adjustments previously mentioned as well as an updated projection. **Liability Insurance** was also adjusted to reflect the amounts per the latest actuarial report.

Major changes to **Non-Salary** accounts are due to: 1) shifts between salary and non-salary; 2) a decrease in charter school payments due to an adjusted estimate of FEFP payments as well as to recognize new and additional non-FEFP charter funding; 3) an increase in energy services; and 4) an increase in appropriations for Categorical and Other/State Categorical programs offset by revenue increases.

This resolution increases both revenues and appropriations by \$47.3 million.

The following details the necessary revenue and appropriation adjustments:

<u>REVENUE CHANGES</u>	<u>INCREASE (DECREASE)</u>
1. Decrease Federal Through State revenues due to an updated Medicaid Reimbursement projection.	\$ (6,000,000)
2. Increase State revenues due to the following:	4,830,703
a. Increase FEFP as follows:	
Increase of 794 weighted FTE	\$ 3,701,414
Prior Year Adjustment	(6,245,147)
Family Empowerment Scholarships	(4,843,293)
Prior year Adjustments for Scholarships	4,771,945
Proration to Appropriation	3,974,199
Transportation	1,924,095
Supplemental Academic Instruction	622,356
Instructional Materials	486,753
ESE Guarantee	211,988
Mental Health Assistance Allocation	72,806
Safe Schools	72,316
Reading Allocation	65,824
DJJ Supplemental Allocation	15,447
Total	<u>\$ 4,830,703</u>
3. Increase Other State/Categorical revenues due to the following:	45,560,244
a. Establish School Recognition revenue offset by an increase in appropriations \$32,512,097.	
b. Increase Voluntary Pre-K revenues by \$9,235,892 to align to latest projection.	
c. Increase Miscellaneous State revenues by \$3,812,255 mostly due to the establishment of the Nursing Education Pipeline Grant (\$1.5 million) and a projection for the Electric School Bus Grant (\$1.3 million) offset by an appropriation increase.	
4. Increase Local revenues due to the following:	7,573,275
a. Increase Interest revenue based on the latest projection \$6,935,167.	
b. Increase Rent revenue by \$559,000 based on the latest projection.	
c. Increase Food Service Indirect Costs based on the latest projection \$79,108.	

<u>REVENUE CHANGES (Continued)</u>	<u>INCREASE (DECREASE)</u>
5. Increase the Transfer from Capital Outlay for the charter school capital outlay offset by an appropriation increase.	\$ 2,943,370
6. Decrease beginning fund balance as a result of a post Annual Financial Report (AFR) adjustment.	(7,570,654)
TOTAL REVENUES AND OTHER SOURCES INCREASE	<u>\$ 47,336,938</u>

APPROPRIATION CHANGES

1. **Salaries** are projected to increase from the adopted budget \$ 11,523,883 primarily due to the following:
 - a. Establish School Recognition bonus payments offset by a revenue increase \$20,367,497.
 - b. Reclassification of the Advanced Placement/IB/AICE budget from salary to non-salary \$14,978,033.
 - c. Increase salaries by \$8,070,633 in order to align with latest projected amounts which primarily reflect school-based decisions.
 - d. Decrease salaries by \$3,409,887 to eliminate the amount previously reserved for a potential FTE decrease.
 - e. Increase salaries by \$1,343,788 related to Magnet Program funds shifted from non-salary to salary.
 - f. Establish \$96,000 in salaries for the Nursing Education Pipeline grant offset by a revenue increase.
 - g. Establish \$29,385 in salaries for the Early Childhood Music Education Incentive Pilot Program grant offset by a revenue increase.
 - h. Establish \$4,500 in salaries for Pathways to Career Opportunities (PCOG) Pre-Apprenticeship grant offset by a revenue increase.

APPROPRIATION CHANGES (Continued)

**INCREASE
(DECREASE)**

- | | |
|---|--------------|
| 2. Employee benefits increased due to higher projected costs for FICA/Retirement/Workers' Compensation based on salaries projected and Unemployment Compensation. | \$ 2,935,034 |
| 3. Decrease Liability Insurance per latest actuarial report. | (1,573,686) |
| 4. Increase Energy Services mostly due to a higher projection for electricity and bottled gas (propane) partially offset by a decrease in natural gas. | 10,274,441 |
| 5. Net increase to appropriations for Charter Schools due to the following: | 8,426,236 |
| a. Establish \$10,056,932 School Recognition appropriation for charter schools. | |
| b. Establish \$4,171,250 Advanced Placement appropriation for charter schools. | |
| c. Establish \$773,500 Dual Enrollment College Campus Fees appropriation for charter schools. | |
| d. Increase Charter School Capital Outlay to reflect updated estimates from the Florida Department of Education (FLDOE) \$2,943,370 offset by a revenue increase in the Transfer from Capital Outlay. | |
| e. Decrease Referendum appropriation for charter schools by \$1,850,491. | |
| f. Decrease to FEFP amount allocated as of the 3 rd calculation \$7,751,521. | |
| g. Decrease charter administrative fee by \$110,096 due to the decrease in FEFP revenues. | |
| h. Increase Instructional Materials appropriation for charter schools by \$8,026. | |
| i. Decrease Mental Health Assistance Allocation for charter schools by \$41,091. | |
| j. Decrease Reading Allocation for charter schools by \$46,321. | |
| k. Increase other non-FEFP charter appropriations by \$52,486 mainly to recognize the I.C.E. Vocational Bonus. | |

APPROPRIATION CHANGES (Continued)

**INCREASE
(DECREASE)**

6. Other **non-salary** accounts increased primarily due to the \$ 13,946,239 following:
- a. Increase non salary by \$15,458,629 mostly due to the shift of Advanced Placement/IB/AICE budget from salaries and fringes to non-salary.
 - b. Net increase of \$4,433,246 to projected utility costs primarily due to increases in projected costs for water and sewer, telecommunications, cellular airtime, and waste.
 - c. Decrease non-salary by \$1,312,247 related to Magnet Program funds mostly due to a shift from non-salary to salary.
 - d. Decrease non-salary by \$706,102 due to updated projections primarily due to school-based decisions.
 - e. Increase non-salary appropriations for Miami-Dade Virtual School \$1,810,000.
 - f. Increase/(decrease) non-salary appropriations related to the revisions in FEEP/Categorical revenue as of the third calculation:

Instructional Materials	\$ 486,753
Mental Health Assistance	72,806
Reading Program	65,824
DJJ Supplemental Allocation	<u>15,447</u>
Total	\$ 640,830

- g. Decrease non-salary by \$9,592,985 related to stale purchase orders carried forward from the prior fiscal year with no activity in the last six months.
- h. Establish \$1,335,652 in non-salary appropriations for the Electric School Bus grant offset by a revenue increase.
- i. Establish \$1,332,936 in non-salary appropriations for the Nursing Education Pipeline grant offset by a revenue increase.
- j. Establish \$370,400 in non-salary appropriations for the WLRN-TV Community Service grant offset by a revenue increase.
- k. Establish \$144,955 in non-salary appropriations for the Pathways to Career Opportunities (PCOG) Pre-Apprenticeship grant offset by a revenue increase.

APPROPRIATION CHANGES (Continued)

**INCREASE
(DECREASE)**

I. Establish \$30,925 in non-salary appropriations for the Early Childhood Music Education Incentive Pilot Program grant offset by a revenue increase.

TOTAL APPROPRIATION INCREASE

\$ 45,532,147

TRANSFERS/UNASSIGNED/ASSIGNED FUND BALANCE

1. Increase Assigned Fund Balance (Tax Collection Shortfall Reserve) in order to balance. \$ 1,804,791

TOTAL INCREASE IN TRANSFERS & UNASSIGNED/ASSIGNED FUND BALANCE **\$ 1,804,791**

TOTAL INCREASE IN APPROPRIATIONS, TRANSFERS & UNASSIGNED/ASSIGNED FUND BALANCE **\$ 47,336,938**

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

1. adopt Resolution No. 1, FY 2022-23 General Fund Mid-Year Budget Review, increasing revenues, appropriations and reserves by \$47,336,938; and
2. adopt the Summary of Revenues and Appropriations (page 7) and the Summary of Appropriations by Function (page 12).

**MIAMI-DADE COUNTY PUBLIC SCHOOLS
FY 2022-23 GENERAL FUND
SUMMARY OF REVENUES AND APPROPRIATIONS
RESOLUTION 1**

	ADOPTED BUDGET 9/7/2022	INCREASE (DECREASE)	AMENDED BUDGET 2/15/2023
REVENUES & BEGINNING BALANCES			
REVENUES			
Federal	\$ 15,495,000	\$ (6,000,000)	\$ 9,495,000
State	1,090,864,758	50,390,947	1,141,255,705
Local	2,105,857,893	7,573,275	2,113,431,168
TOTAL REVENUES	\$ 3,212,217,651	\$ 51,964,222	\$ 3,264,181,873
OTHER FINANCING SOURCES			
Transfers From Capital Outlay	\$ 204,055,113	\$ 2,943,370	\$ 206,998,483
TOTAL OTHER FINANCING SOURCES	\$ 204,055,113	\$ 2,943,370	\$ 206,998,483
BEGINNING FUND BALANCE	\$ 302,803,383	\$ (7,570,654)	\$ 295,232,729
TOTAL REVENUES & BEGINNING BALANCES	\$ 3,719,076,147	\$ 47,336,938	\$ 3,766,413,085
APPROPRIATIONS & RESERVES			
APPROPRIATIONS			
Salaries	\$ 1,716,362,847	\$ 11,523,883	\$ 1,727,886,730
Employee Benefits	705,047,408	2,935,034	707,982,442
Liability Insurance	6,968,934	(1,573,686)	5,395,248
Energy Services	70,351,235	10,274,441	80,625,676
Charter Schools	770,584,735	8,426,236	779,010,971
Purchased Services	103,755,712	50,860,013	154,615,725
Other Non-Salary	231,426,744	(36,913,774)	194,512,970
TOTAL APPROPRIATIONS	\$ 3,604,497,615	\$ 45,532,147	\$ 3,650,029,762
RESERVES & ENDING FUND BALANCE			
Assigned	\$ 20,860,858	\$ 1,804,791	\$ 22,665,649
Unassigned (Contingency)	93,717,674	-	93,717,674
TOTAL RESERVES & ENDING FUND BALANCE	\$ 114,578,532	\$ 1,804,791	\$ 116,383,323
TOTAL APPROPRIATIONS, RESERVES & & ENDING FUND BALANCE	\$ 3,719,076,147	\$ 47,336,938	\$ 3,766,413,085

**MIAMI-DADE COUNTY PUBLIC SCHOOLS
FY 2022-23 GENERAL FUND
SUMMARY OF REVENUES AND OTHER SOURCES
RESOLUTION 1**

	ADOPTED BUDGET 9/7/2022	INCREASE (DECREASE)	AMENDED BUDGET 2/15/2023
FEDERAL SOURCES			
Impact Aid	\$ 45,000	\$ -	\$ 45,000
R.O.T.C.	1,750,000	-	1,750,000
Medicaid Reimbursement	12,000,000	(6,000,000)	6,000,000
Federal Through State Community Schools	1,700,000	-	1,700,000
Total Federal	\$ 15,495,000	\$ (6,000,000)	\$ 9,495,000
STATE SOURCES			
FLORIDA EDUCATION FINANCE PROGRAM (C):			
Base Funding less FEFP Required Local Effort	\$ 412,236,707	\$ 3,701,414	\$ 415,938,121
Safe Schools (B)	26,582,683	72,316	26,654,999
Supplemental Academic Instruction (B)	113,238,499	622,356	113,860,855
ESE Guarantee (B)	134,628,190	211,988	134,840,178
Reading Allocation	19,371,245	65,824	19,437,069
Mental Health Assistance Allocation	15,691,092	72,806	15,763,898
DJJ Supplemental Allocation (A)	164,209	15,447	179,656
Instructional Materials	29,007,020	486,753	29,493,773
Transportation (B)	21,701,424	1,924,095	23,625,519
Teachers Classroom Supplies Allocation (A)	6,521,266	-	6,521,266
Federally Connected Student Supplement	104,882	-	104,882
Prior Year Adjustment	-	(6,245,147)	(6,245,147)
Family Empowerment Scholarships Adjustment	(225,184,792)	(4,843,293)	(230,028,085)
Prior Year Adjustment for Scholarship Deductions	-	4,771,945	4,771,945
Teacher Salary Increase Allocation	95,392,877	-	95,392,877
Proration to Appropriation	(3,974,199)	3,974,199	-
Sub-Total FEFP	\$ 645,481,103	\$ 4,830,703	\$ 650,311,806
OTHER STATE/CATEGORICAL PROGRAMS:			
Workforce Development (A)	\$ 82,562,062	\$ -	\$ 82,562,062
Adults with Disabilities (A)	1,125,208	-	1,125,208
Voluntary Pre-K (B)	6,797,713	9,235,892	16,033,605
School Recognition/Merit (A)	-	32,512,097	32,512,097
Class Size Reduction (A)	353,847,031	-	353,847,031
Miscellaneous State	1,051,641	3,812,255	4,863,896
Sub-Total Other State	\$ 445,383,655	\$ 45,560,244	\$ 490,943,899
Total State	\$ 1,090,864,758	\$ 50,390,947	\$ 1,141,255,705

(A) Revenue for which appropriations equal revenue.

(B) Revenue for which appropriations exceed revenue.

(C) This resolution reflects amounts as of the 3rd FEFP calculation which is the latest FEFP calculation available.

**MIAMI-DADE COUNTY PUBLIC SCHOOLS
FY 2022-23 GENERAL FUND
SUMMARY OF REVENUES AND OTHER SOURCES
RESOLUTION 1**

	<u>AMENDED BUDGET 9/7/2022</u>	<u>INCREASE (DECREASE)</u>	<u>AMENDED BUDGET 2/15/2023</u>
LOCAL SOURCES			
FEFP Required Local Effort	\$ 1,410,427,755	\$ -	\$ 1,410,427,755
Local Discretionary Millage	307,939,276	-	307,939,276
Voted School Tax Additional Millage	308,762,644	-	308,762,644
Sub - Total Local	\$ 2,027,129,675	\$ -	\$ 2,027,129,675
MISCELLANEOUS LOCAL:			
Rent	\$ 8,780,000	\$ 559,000	\$ 9,339,000
Interest	6,133,638	6,935,167	13,068,805
Vocational Fees	805,000	-	805,000
Post Secondary Fees	3,363,000	-	3,363,000
Financial Aid Fees	400,000	-	400,000
Community Schools - Internal	13,300,000	-	13,300,000
Fed. Indirect Cost Reimbursement	35,000,000	-	35,000,000
Universal Services (E-Rate)	1,000,000	-	1,000,000
Misc. School Receipts (A)	2,000,000	-	2,000,000
Food Service Indirect Costs	3,681,660	79,108	3,760,768
Other Miscellaneous Local	4,264,920	-	4,264,920
Sub-Total Miscellaneous Local	\$ 78,728,218	\$ 7,573,275	\$ 86,301,493
Total Local	\$ 2,105,857,893	\$ 7,573,275	\$ 2,113,431,168
TOTAL REVENUES	\$ 3,212,217,651	\$ 51,964,222	\$ 3,264,181,873
OTHER FINANCING SOURCES			
Transfers From Capital Outlay	\$ 204,055,113	\$ 2,943,370	\$ 206,998,483
FUND BALANCE FROM PRIOR YEAR	302,803,383	(7,570,654)	295,232,729
TOTAL REVENUES & OTHER SOURCES	\$ 3,719,076,147	\$ 47,336,938	\$ 3,766,413,085

(A) Revenue for which appropriations equal revenue.

**MIAMI-DADE COUNTY PUBLIC SCHOOLS
 FY 2022-23 GENERAL FUND
 SUMMARY OF REVENUES AND OTHER SOURCES
 RESOLUTION 1**

	AMENDED BUDGET 9/7/2022	INCREASE (DECREASE)	AMENDED BUDGET 2/15/2023
MISCELLANEOUS STATE SOURCES			
CO & DS Withheld for Adm.	\$ 224,796	\$ -	\$ 224,796
State License Tax	205,000	-	205,000
Electric School Bus Grant (A)	-	1,335,652	1,335,652
SFW Individual Training Account (A)	8,000	-	8,000
Computer Science Grant (A)	-	282,777	282,777
FDLRS - Gen Revenue (A)	51,586	10,755	62,341
Nursing Education Pipeline (A)	-	1,538,767	1,538,767
Pathways to Career Opportunity (PCOG) Pre-Apprenticeship (A)	-	199,702	199,702
Early Childhood Music Education Incentive Pilot (A)	-	74,202	74,202
WLRN - TV Community Svc. (A)	-	370,400	370,400
WLRN - FM Radio Community Svc. (A)	100,000	-	100,000
Youth Mental Health Awareness & Training (A)	462,259	-	462,259
TOTAL MISCELLANEOUS STATE	\$ 1,051,641	\$ 3,812,255	\$ 4,863,896

(A) Revenue for which appropriations equal revenue.

**MIAMI-DADE COUNTY PUBLIC SCHOOLS
 FY 2022-23 GENERAL FUND
 SUMMARY OF REVENUES AND OTHER SOURCES
 RESOLUTION 1**

	AMENDED BUDGET 9/7/2022	INCREASE (DECREASE)	AMENDED BUDGET 2/15/2023
OTHER MISCELLANEOUS LOCAL SOURCES			
Fee Supported Pre-K (B)	\$ 3,157,920	\$ -	\$ 3,157,920
Miami-Dade County VAB Adjustment	307,000	-	307,000
Fingerprinting (A)	800,000	-	800,000
TOTAL OTHER MISC LOCAL	\$ 4,264,920	\$ -	\$ 4,264,920

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

**MIAMI-DADE COUNTY PUBLIC SCHOOLS
2022-23 GENERAL FUND BUDGET
SUMMARY OF APPROPRIATIONS BY FUNCTION
RESOLUTION 1
FEBRUARY 15, 2023**

FUNCTION		TOTAL BUDGET	SALARIES (51XX)	EMPLOYEE BENEFITS (52XX)	PURCHASED SERVICES (53XX)	ENERGY SERVICES (54XX)	MATERIALS AND SUPPLIES (55XX)	CAPITAL OUTLAY (56XX)	OTHER EXPENSES (57XX)
INSTRUCTIONAL SERVICES	5000	\$ 2,468,348,060	\$ 1,134,580,174	\$ 464,269,106	\$ 766,511,285	\$ 2,151	\$ 89,803,850	\$ 10,761,229	\$ 2,420,265
SUPPORT SERVICES:									
Pupil Personnel Services	6100	142,046,414	94,886,971	39,123,227	7,870,658	-	110,310	49,969	5,279
Instructional Media Services	6200	22,483,896	15,565,487	6,049,207	679,031	-	115,452	74,719	-
Instruction & Curriculum Development	6300	42,408,304	19,522,165	6,028,300	9,839,202	-	746,822	1,460,802	4,811,013
Instructional Staff Training	6400	11,235,053	8,004,372	2,152,235	36,987	-	8,084	-	1,033,375
Instructional Support	6500	40,529,229	27,445,478	10,431,546	2,386,722	37,868	59,737	165,467	2,411
Board of Education	7100	9,256,700	5,429,094	2,177,225	843,769	1,772	234,140	3,114	567,586
General Administration	7200	8,051,746	5,581,059	2,066,529	174,780	28,012	17,473	168,465	15,428
School Administration	7300	173,474,967	123,222,456	45,469,948	1,021,353	14,208	1,536,498	2,115,827	94,677
Facilities Acquisition & Construction	7410	44,522,655	5,254	1,519	17,034	8,187	-	188,393	44,302,268
Fiscal Services	7500	18,095,928	7,921,187	3,067,838	1,292,821	-	6,334	503,805	5,303,943
Central Services	7700	60,478,327	30,927,397	6,403,064	22,741,351	79,950	17,245	309,320	-
Transportation Services	7800	81,665,479	34,035,202	19,231,411	13,629,034	6,644,436	5,704,201	2,421,195	-
Operation of Plant	7900	382,095,649	149,558,289	75,137,971	81,490,871	72,994,007	1,110,526	1,799,646	4,339
Maintenance of Plant	8100	114,165,243	51,839,387	20,735,948	30,218,023	815,085	6,499,304	3,992,676	64,820
General Support	8200	1,079,172	753,666	275,272	22,243	-	27,991	-	-
Community Services	9100	24,742,940	18,609,092	5,362,096	246,780	-	249,511	275,461	-
Debt Services	9200	5,350,000	-	-	-	-	-	-	5,350,000
Total Instruction & Support Services		\$ 3,650,029,762	\$ 1,727,886,730	\$ 707,982,442	\$ 939,021,944	\$ 80,625,676	\$ 106,247,478	\$ 24,290,088	\$ 63,975,404
Transfers to Other Funds									
Debt Service	9792	\$ -	-	-	-	-	-	-	-
Capital Projects Funds	9793	-	-	-	-	-	-	-	-
Special Revenue	9794	-	-	-	-	-	-	-	-
Internal Service	9798	-	-	-	-	-	-	-	-
Trust & Agency	9799	-	-	-	-	-	-	-	-
Total Appropriations & Transfers		3,650,029,762							
Fund Balance:									
Non-Spendable:									
Reserve for Pre-Paid Expenses		\$ -	-	-	-	-	-	-	-
Reserve for Inventory		-	-	-	-	-	-	-	-
Restricted:									
Reserve for State Categoricals		-	-	-	-	-	-	-	-
Assigned:									
Tax Reserve		22,665,649	-	-	-	-	-	-	-
Other Rebudgets		-	-	-	-	-	-	-	-
Commitments		-	-	-	-	-	-	-	-
Unassigned:									
		93,717,674							
Total Fund Balance		116,383,323							
Total Appropriations, Transfers and Fund Balance		\$ 3,766,413,085							