

School Board of Pinellas County

A young boy with short brown hair, wearing a red button-down shirt, is sitting at a table in a library. He is holding a large, open book with a blue cover and a green illustration of a landscape. He is looking at the book with a smile. In the background, there are several shelves filled with colorful books.

Second Public Hearing to Adopt
Proposed Budget and Millages
September 9, 2014

School Board of Pinellas County

Proposed Millages For Fiscal Year 2014-2015





The School District's Proposed Millage is Comprised of:

- General (Operating)
 - Required Local Effort – (including Prior Period Funding Adjustment Millage) State Mandated
 - Discretionary – State Mandated
 - Local Referendum
- Capital Outlay

What is a “mill”?

- A property tax levy of \$1.00 per \$1,000 of taxable property value.
- One mill is equal to one tenth of one cent.



Millage Comparison

<i>Proposed 2014-2015 vs. Actual 2013-2014</i>	2013/2014 Actual	2014/2015 Proposed	<i>Percent Change</i>
Required Local Effort	5.3120	5.0930	-4.12%
Discretionary Local Effort	0.7480	0.7480	0.00%
Local Referendum	0.5000	0.5000	0.00%
Operating Subtotal	6.5600	6.3410	-3.34%
Capital Outlay	1.5000	1.5000	0.00%
Total Millage	8.0600	7.8410	-2.72%

What is the “Rolled-back” Millage Rate?

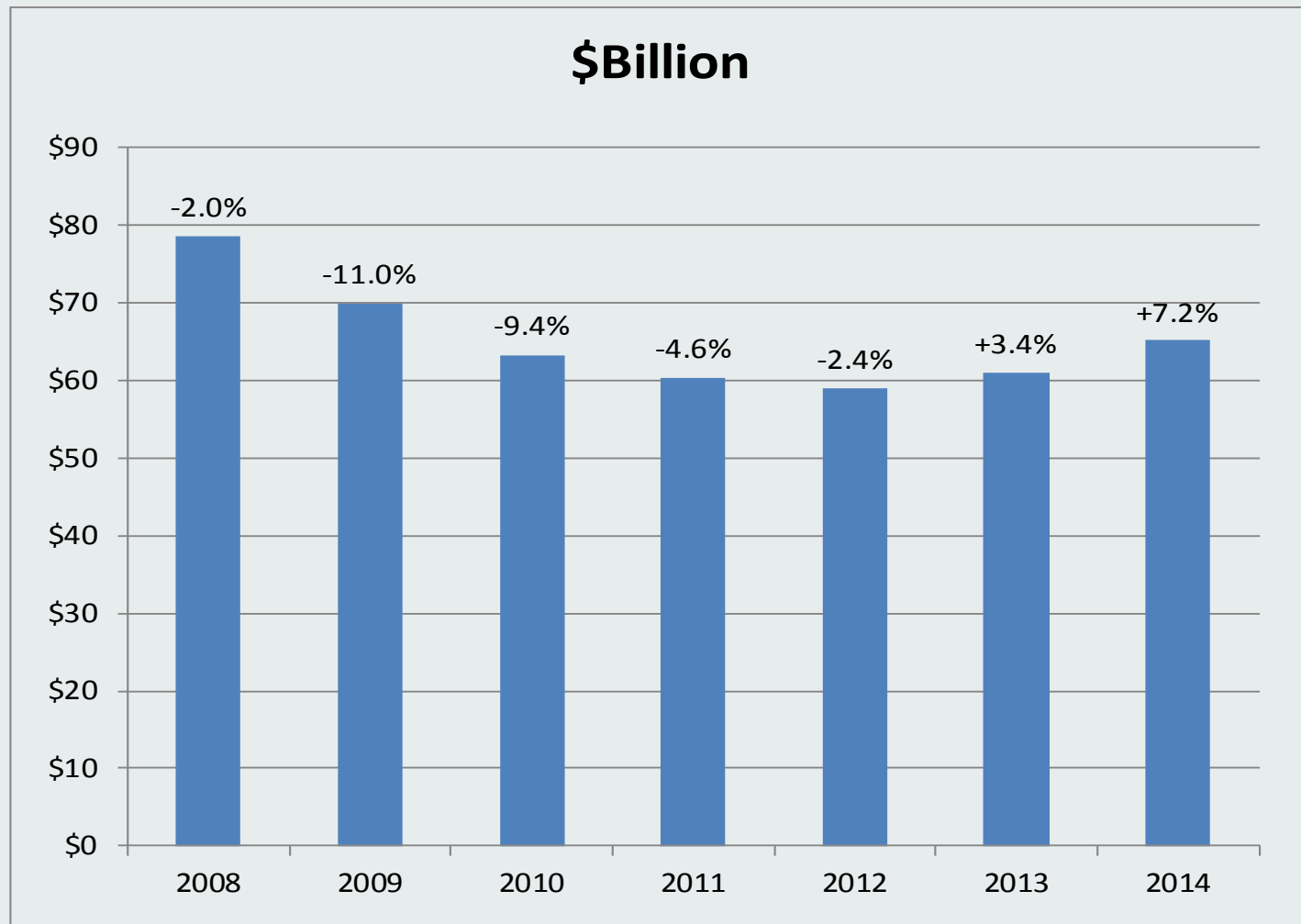
- The millage rate that would generate the same amount of revenue as last year if applied to the current tax roll; after adjusting for new construction.



Proposed Millage vs. "Rolled-back" Rate

<i>2014/15 Proposed vs. "Rolled back" Rate</i>	Rolled Back Rate	2014/2015 Proposed	<i>Percent Change</i>
Required Local Effort	4.9727	5.0930	2.42%
Discretionary Local Effort	0.7002	0.7480	6.83%
Local Referendum	0.4681	0.5000	6.81%
Capital Outlay	1.4042	1.5000	6.82%
Total Millage	7.5452	7.8410	3.92%

Gross Taxable Value Trend



Property Tax Revenue Comparison

	Revenue 2013-2014	Revenue 2014-2015	Difference
Required Local Effort	\$310,638,458	\$319,153,701	\$8,515,243
Discretionary	43,742,012	46,873,546	3,131,534
Local Referendum	29,239,313	31,332,584	2,093,271
Total Operating	\$383,619,783	\$397,359,831	\$13,740,048
Capital Outlay Millage	87,717,937	93,997,752	6,279,815
Total Millage	\$471,337,720	\$491,357,583	\$20,019,863

How are school taxes calculated?

• Assessed Value	\$200,000
• Homestead Exemption	<u>(\$ 25,000)</u>
• Taxable Value	<u>\$175,000</u>
• Taxable Value	\$175,000
• Divided by 1,000	175
• Multiply by Millage Rate	<u>7.841</u>
• Total 2014 School Tax	<u>\$1,372.18</u>

Reasons for Millage

- Required Local Effort:
 - Proposed tax rate must be levied to receive state funds (no district option)
 - Used for the day to day operations such as school staff and utilities
- Discretionary Millage:
 - To maintain services and meet additional costs due to inflation
- Local Referendum
- Capital Outlay Millage:
 - Levied to build and renovate schools and ancillary buildings as advertised

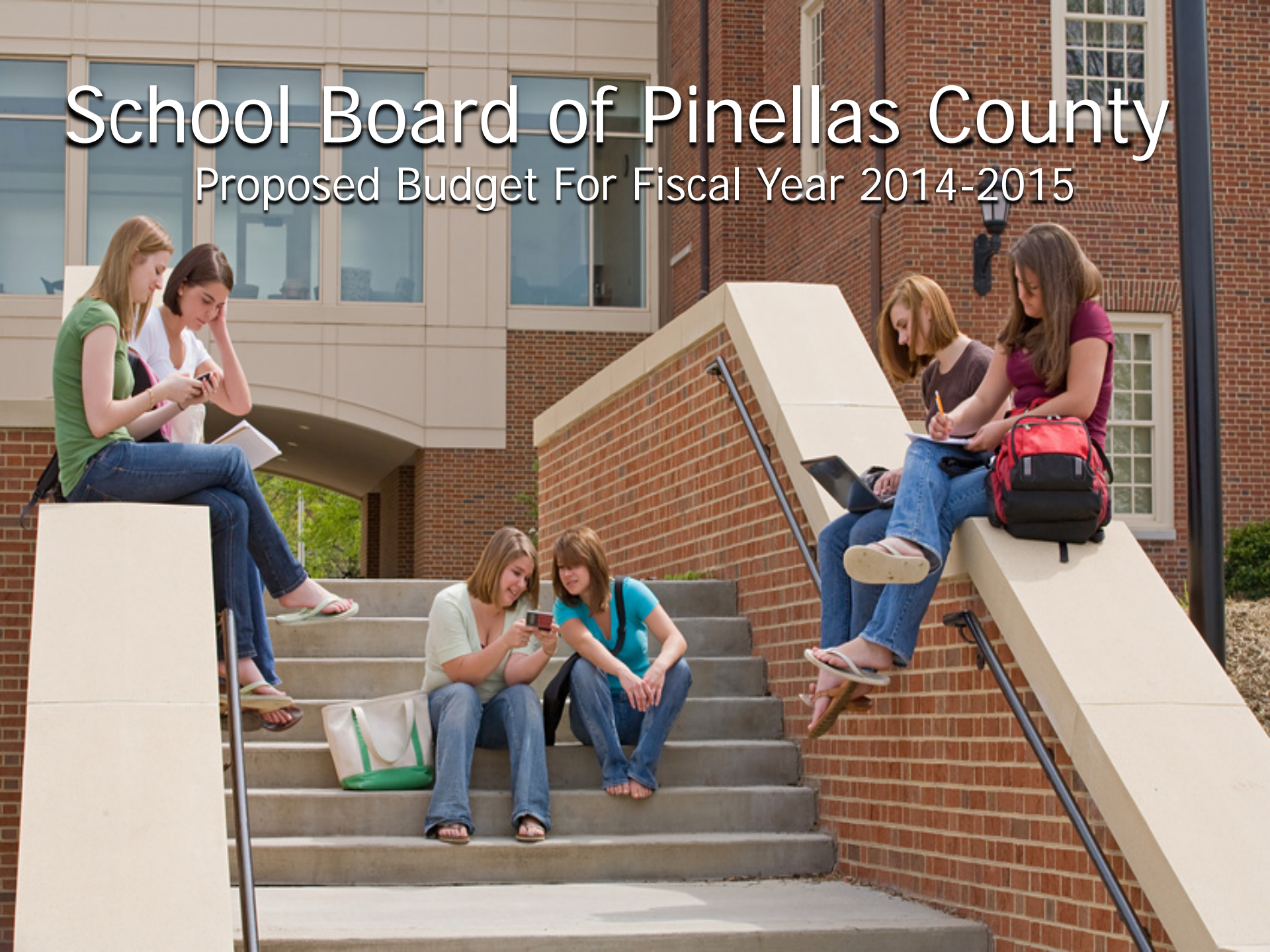
Motions Necessary to Adopt Millage Rates

- Approval of Proposed Discretionary Millage
- Adoption of Total Millage Rate



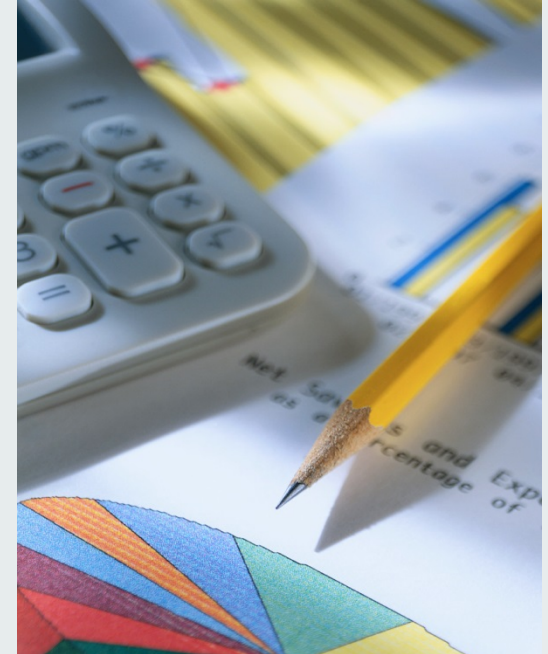
School Board of Pinellas County

Proposed Budget For Fiscal Year 2014-2015



Budget Calendar

- October 2013 – June 2014
 - Board Workshops
 - Budget Analysis
 - Budget Forecasting
 - Staffing Plan Development
- March – June 2014
 - Budget Development
 - Budget Steering Committee
- July – September
 - Minor Budget Adjustments
 - Public Hearings
 - Approval of Budget and Millage



Budget Parameters

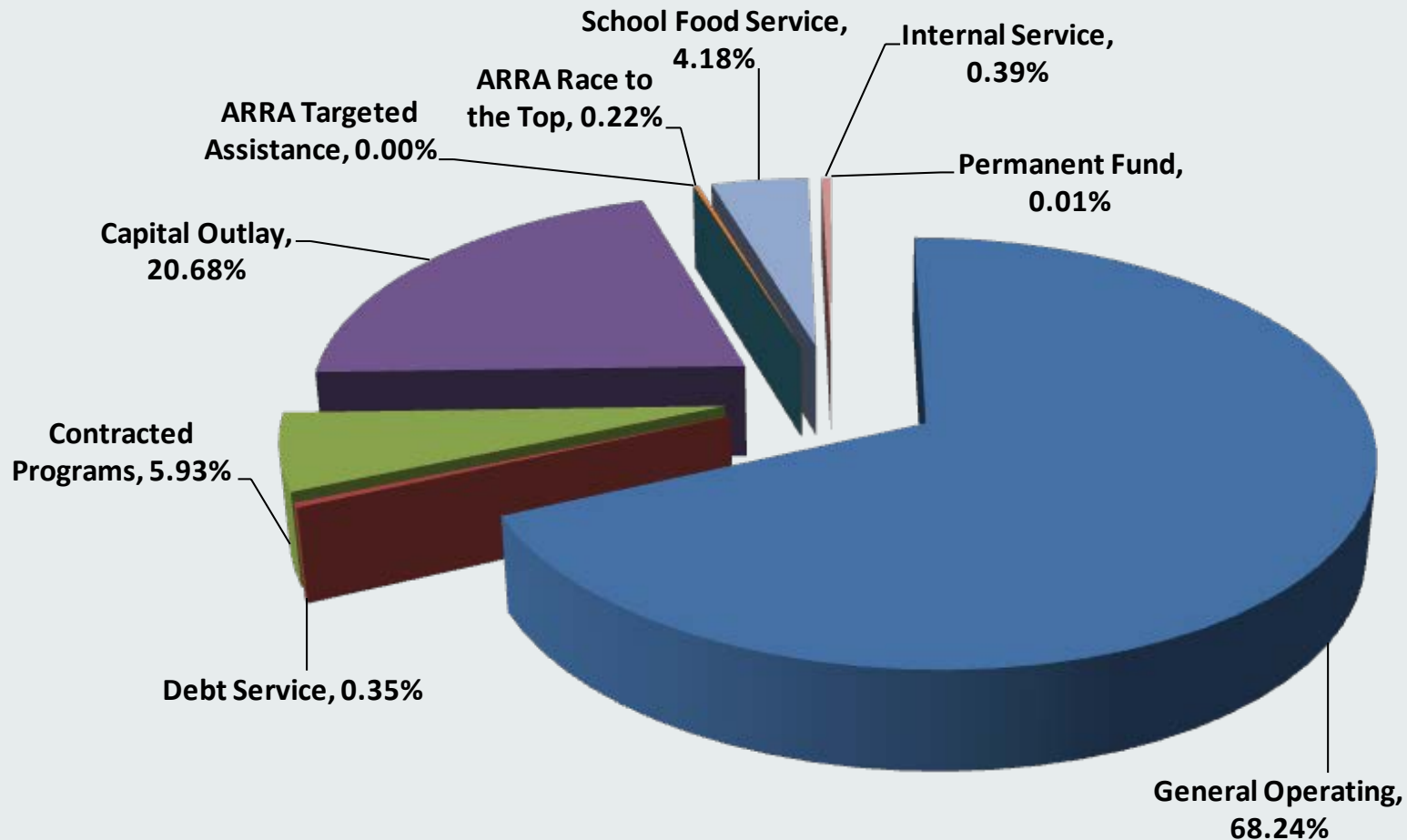
- “Live Within our Means”
- 63/37 Expenditure Benchmark
- Contingency
- Core Curriculum / Strategic Directions



Budget Summary

General Operating	\$ 881,161,415
Debt Service	4,482,830
Contracted Programs	76,644,822
Capital Outlay	267,147,267
ARRA Targeted Assistance	8,793
ARRA Race to the Top	2,843,569
School Food Service	54,028,331
Internal Service	5,074,029
Permanent Fund	150,185
Grand Total	<u>\$ 1,291,541,241</u>

Budget Summary All Sources



2014-2015 Legislative Issues

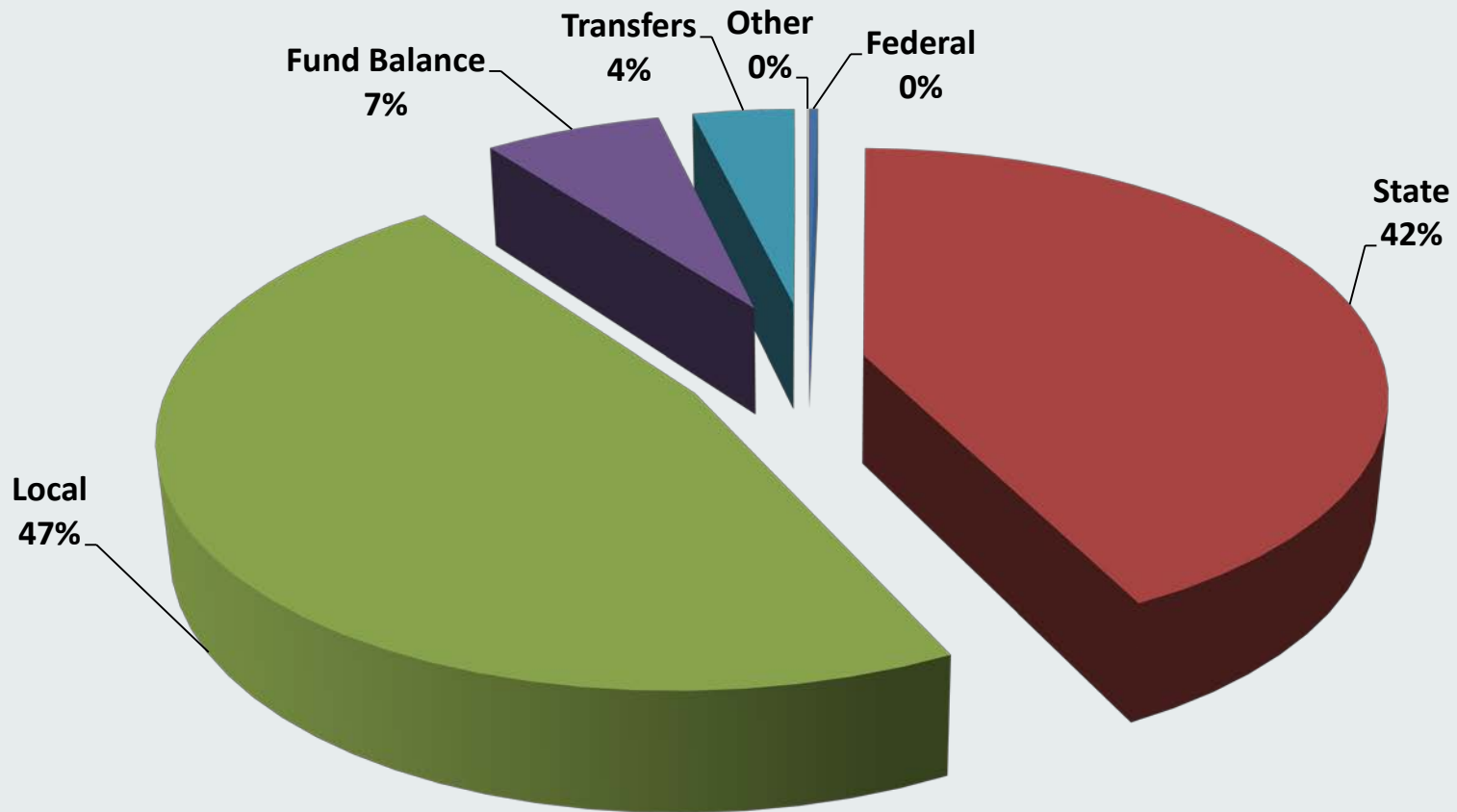
- Increase in Base Student Allocation (BSA) to \$4,031.77
 - Maintains salary increases funded through the 2013-14 Teacher Salary Increase Allocation
- Increase in district share of revenue of \$25 Million
- New Digital Classrooms Allocation of \$40 Million Statewide; \$1.1 Million to Pinellas
- Discretionary Lottery funds increase of \$1.0 Million
- Florida Retirement System
 - Approximately \$1.7 Million increase in expenditures due to changes in the contribution rate.



Operating Fund Resources

Federal Direct	\$320,000	0.04%
Federal Through State	2,513,870	0.29%
State Sources	373,194,620	42.35%
Local Sources	414,583,105	47.04%
Transfers	33,000,000	3.75%
Other	200,000	0.02%
Fund Balance	57,349,820	6.51%
Total - Anticipated Resources	<u>\$881,161,415</u>	<u>100.00%</u>

Operating Budget Revenue Sources

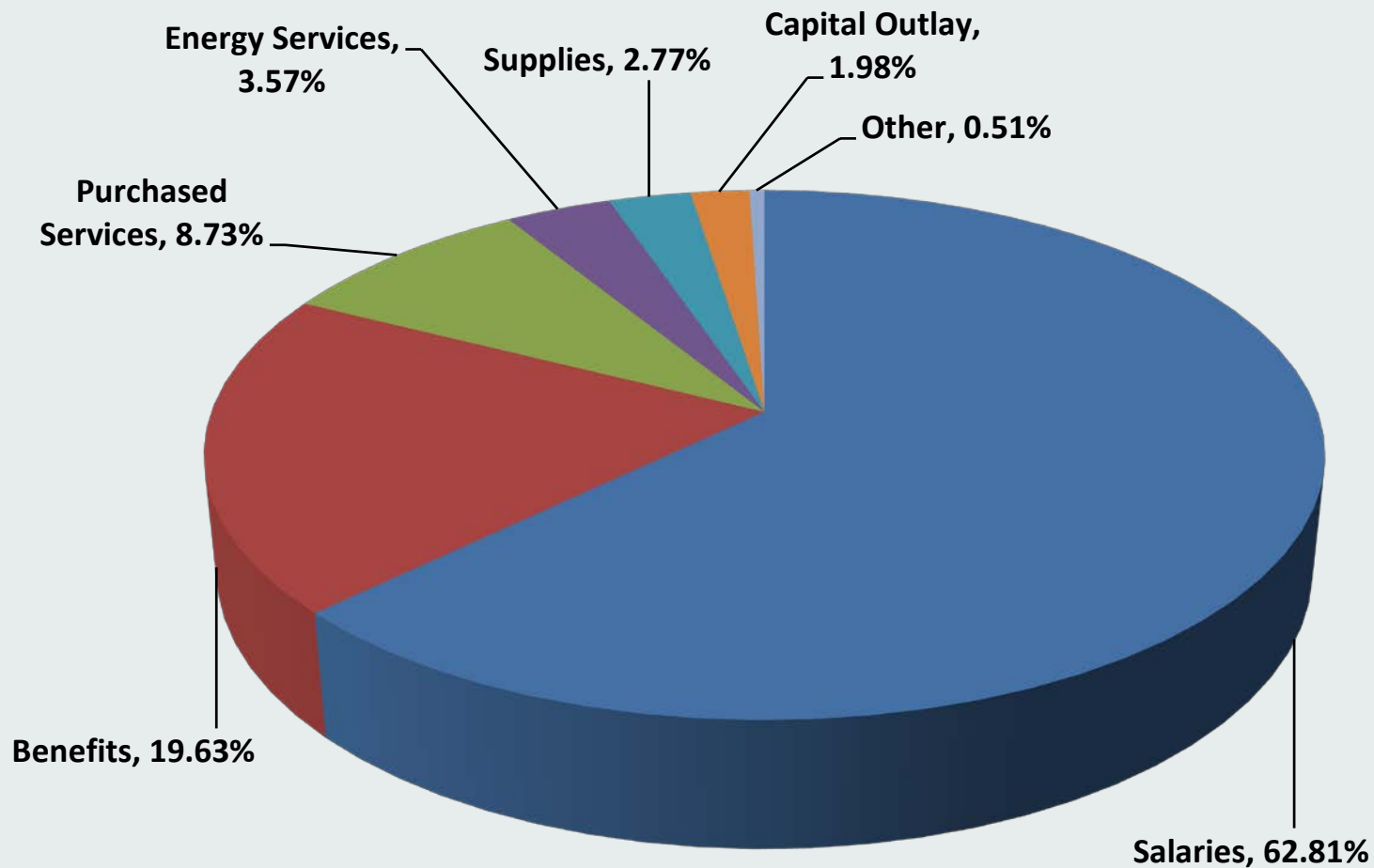


Proposed Operating Budget

- Funds the day to day operating expenses of the School District
 - Salaries and Benefits
 - Supplies & Materials
 - Textbooks & Library books
 - Student Transportation
 - Utilities
 - Maintenance & Repairs



Operating Budget by Object



Capital Fund Sources

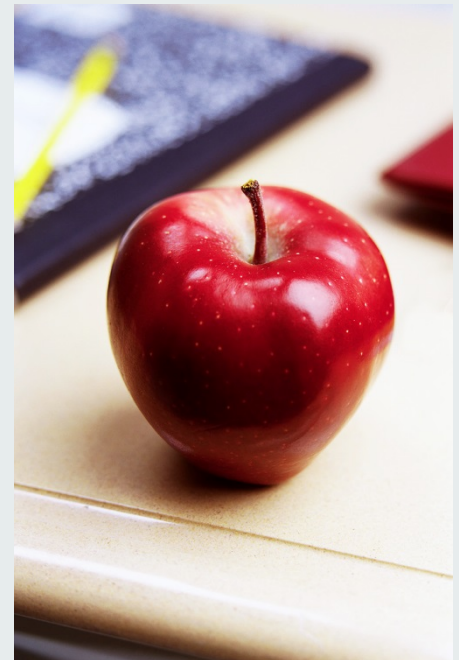
- State Sources
 - Public Education Capital Outlay (PECO)
 - Capital Outlay & Debt Service (CO & DS)
 - Flow – through revenue has been bonded (state)
 - Race Track
- Local Sources
 - Property Taxes – 1.50 mills
 - Interest earnings
- Fund Balance
 - Past practice has been to operate under a “Pay – As – You Go” policy

Proposed Capital Projects

Largo High School - replacement school	\$35,035,000
East Lake Middle School Academy - add classrooms	2,600,000
Lealman Intermediate School - add classrooms	397,500
Maintenance and Infrastructure projects	32,319,930
Contingency	3,000,000
Technology, equipment, school buses and vehicles	19,173,824
Area Superintendents' fund for special school causes	1,897,250
Other (two-mill relief, transfers, relocatables and land)	32,426,743
Total Capital Appropriations for FY 2014-2015	<hr/> \$126,850,247
Carryover of prior projects	108,963,232
Ending Fund Balance	31,333,788
Grand total Capital Outlay appropriations, transfers & fund balance	<hr/> <hr/> \$267,147,267

Proposed Special Revenue

- Contracted Programs
 - Total Budget \$76,644,822
 - 13-14 Continuing Grants
 - New Grants upon receipt
- American Recovery and Reinvestment Act
 - Total Budget \$2,852,362
 - Targeted Assistance
 - Race to the Top
- Food Service
 - Total Budget \$54,028,331
 - Self-Supporting



Proposed Debt Service Budget

- Purpose
 - To pay the principal and interest on existing long - term debt
- Outstanding Bond Issues
- (\$19.1 Million)
 - 2005 SBE Bonds
 - 2010 SBE Bonds
- Total Budget \$4,482,830

Proposed Internal Service Budget

- Total Budget
\$5,074,029
- Worker's Compensation
- Liability Insurance



Proposed Permanent Fund Budget

- Total Budget
\$150,185
- Restricted funds
- Only earnings may be used



School Board of Pinellas County

- The proposed Budget is on file in the Office of Budget and Resource Allocation in the Administration Building
301 4th St. S.W., Largo, FL 33770
- For additional information, please call:
(727) 588-6479
- [HTTPS://www.pcsb.org/budget/](https://www.pcsb.org/budget/)



Motion Necessary to Adopt the
Proposed Budget