

# School Board of Pinellas County

Second Public Hearing to Adopt Proposed Budget and Millages

September 19, 2017

# School Board of Pinellas County

Proposed Millages for Fiscal Year 2017-2018

# The School District's Proposed Millage is Comprised of:

- General (Operating)
  - Required Local Effort – (including Prior Period Funding Adjustment Millage), State Mandated
  - Discretionary
  - 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.



# What is the “Rolled-Back” Millage Rate?

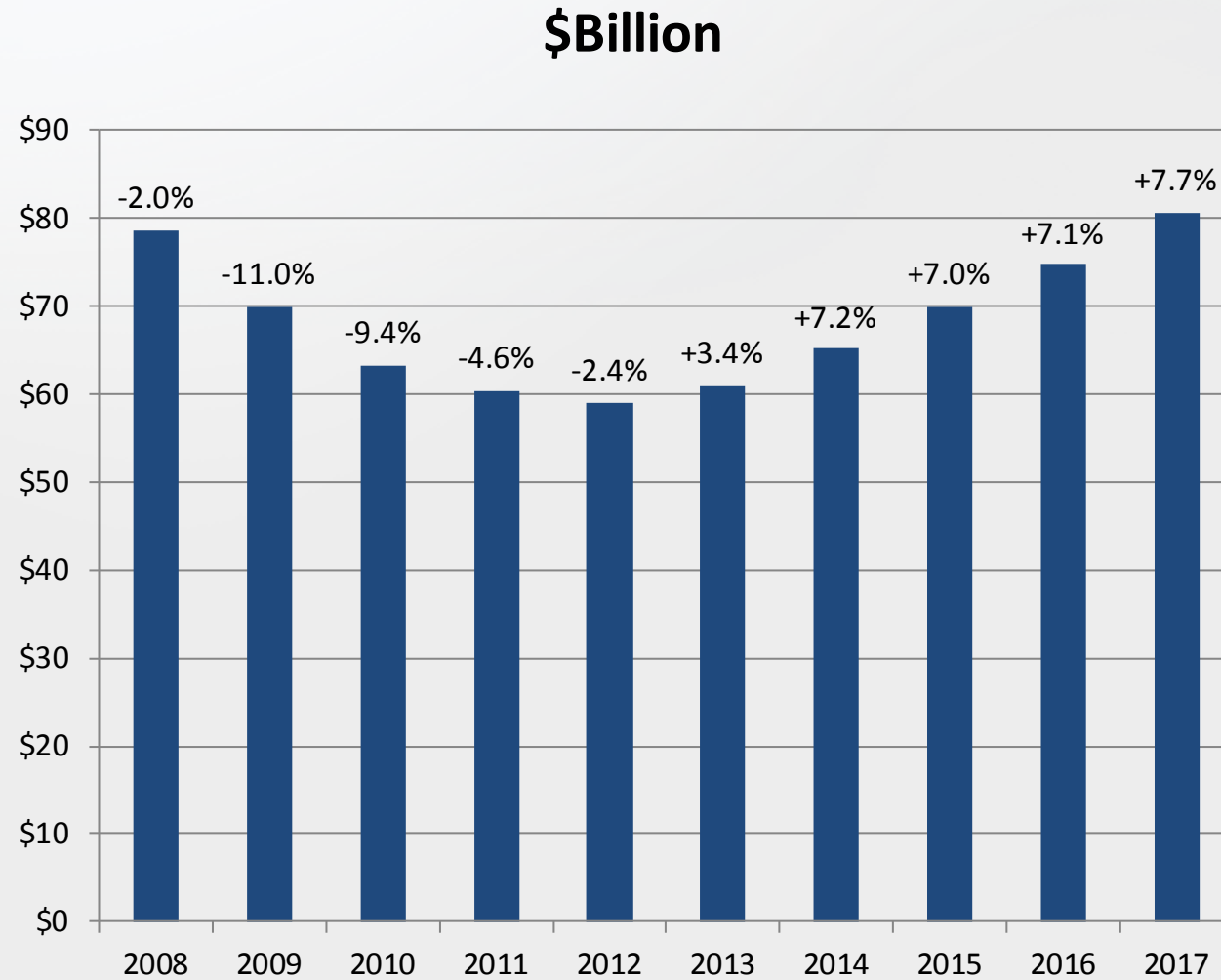
- The millage rate that would generate the same amount of revenue as last year if applied to the current tax roll, after adjusting for new construction.



# Proposed Millage vs. "Rolled-Back" Rate

<i><b>2017-2018 Proposed vs. "Rolled-Back" Rate</b></i>	<b>Rolled-Back Rate</b>	<b>2017-2018 Proposed</b>	<i><b>Percent Change</b></i>
Required Local Effort	4.2792	4.2610	-0.43%
Discretionary Local Effort	0.7004	0.7480	6.80%
Local Referendum	0.4682	0.5000	6.79%
Capital Outlay	1.4046	1.5000	6.79%
<b>Total Millage</b>	<b>6.8524</b>	<b>7.0090</b>	<b>2.29%</b>

# Gross Taxable Value Trend



# Millage Comparison

<i>Proposed 2017-2018 vs. Actual 2016-2017</i>	<b>2016-2017 Actual</b>	<b>2017-2018 Proposed</b>	<i>Percent Change</i>
Required Local Effort	4.5700	4.2610	-6.76%
Discretionary Local Effort	0.7480	0.7480	0.00%
Local Referendum	0.5000	0.5000	0.00%
Operating Subtotal	5.8180	5.5090	-5.31%
Capital Outlay	1.5000	1.5000	0.00%
<b>Total Millage</b>	<b>7.3180</b>	<b>7.0090</b>	<b>-4.22%</b>



# Property Tax Revenue Comparison

	Revenue 2016-2017	Revenue 2017-2018	Difference
Required Local Effort	\$328,029,725	\$329,427,142	\$1,397,417
Discretionary	53,690,642	57,829,501	4,138,859
Local Referendum	35,889,467	38,656,083	2,766,616
Total Operating	\$417,609,834	\$425,912,726	\$8,302,892
Capital Outlay Millage	107,668,400	115,968,250	8,299,850
Total Millage	<u>\$525,278,234</u>	<u>\$541,880,976</u>	<u>\$16,602,742</u>

# How Are School Taxes Calculated?

Assessed Value	\$200,000
Homestead Exemption	<u>(25,000)</u>
<b>Taxable Value</b>	<b><u><u>\$175,000</u></u></b>

Taxable Value	\$175,000
Divided by 1,000	175
Multiply by Millage Rate	<u>7.009</u>
Total 2017 School Tax	<b><u><u>\$1,226.58</u></u></b>

# Example of How Your Taxes May Change

	Year	2014	2015	2016	2017
<i>% Change in Assessed Value</i>			7.0%	7.1%	7.7%
Assessed Value		\$ 200,000	\$ 214,000	\$ 229,194	\$ 246,842
Homestead Exemption		25,000	25,000	25,000	25,000
Taxable Value		\$ 175,000	\$ 189,000	\$ 204,194	\$ 221,842
Taxable Value		\$ 175,000	\$ 189,000	\$ 204,194	\$ 221,842
Divided by 1,000 (= number of "mills")		175.000	189.000	204.194	221.842
Times Millage Rate		7.841	7.770	7.318	7.009
Property Taxes		\$ 1,372.18	\$ 1,468.53	\$ 1,494.29	\$ 1,554.89

Change as compared to the prior year	\$ 96.35	\$ 25.76	\$ 60.60
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Cumulative 3-Year Change	\$ 182.71
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# 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

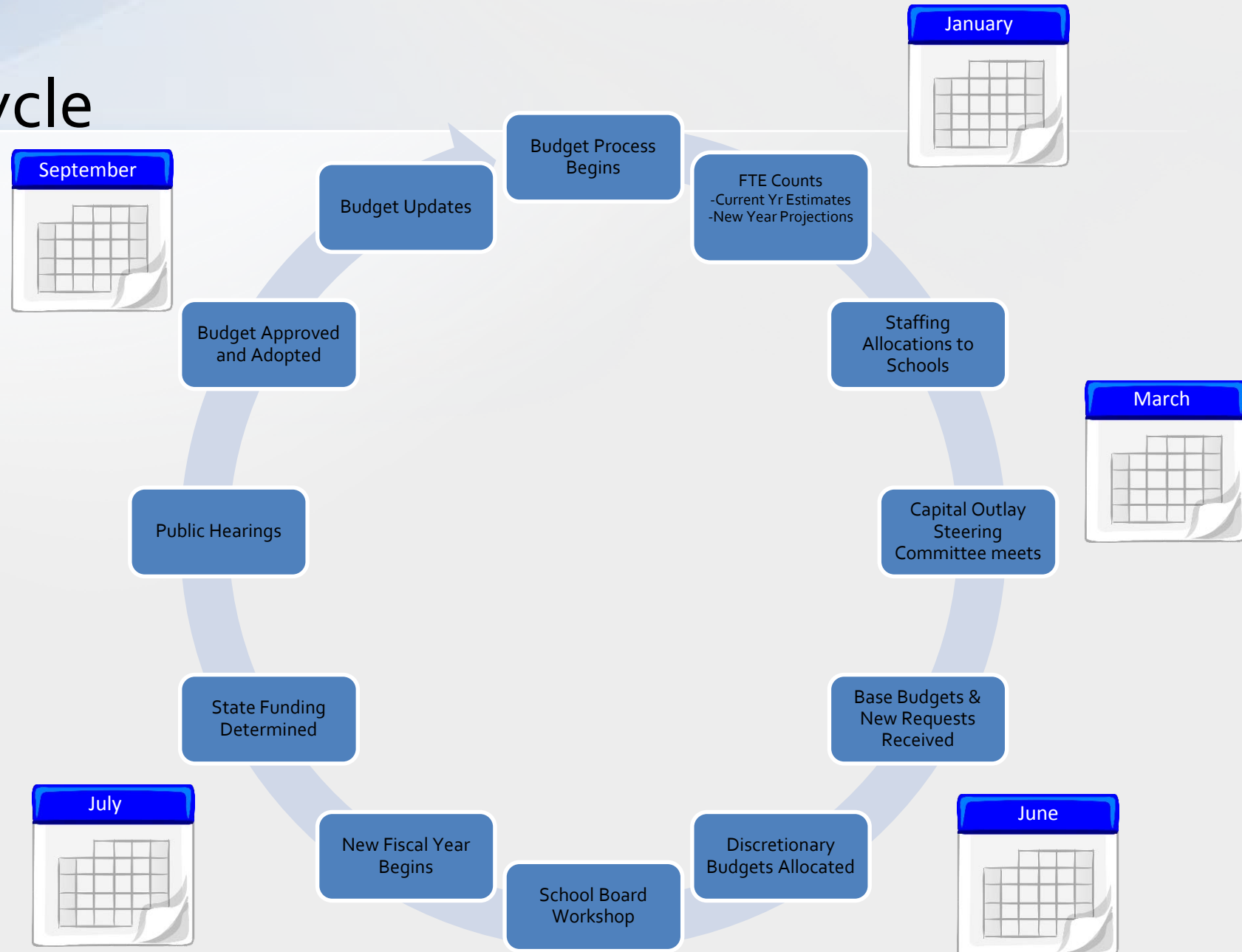
# Motions Necessary to Adopt Millage Rates

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

# School Board of Pinellas County

Proposed Budget for Fiscal Year 2017-2018

# Budget Cycle



# Budget Parameters

- 63/37 Expenditure Benchmark
- Contingency
- Core Curriculum/Strategic Directions

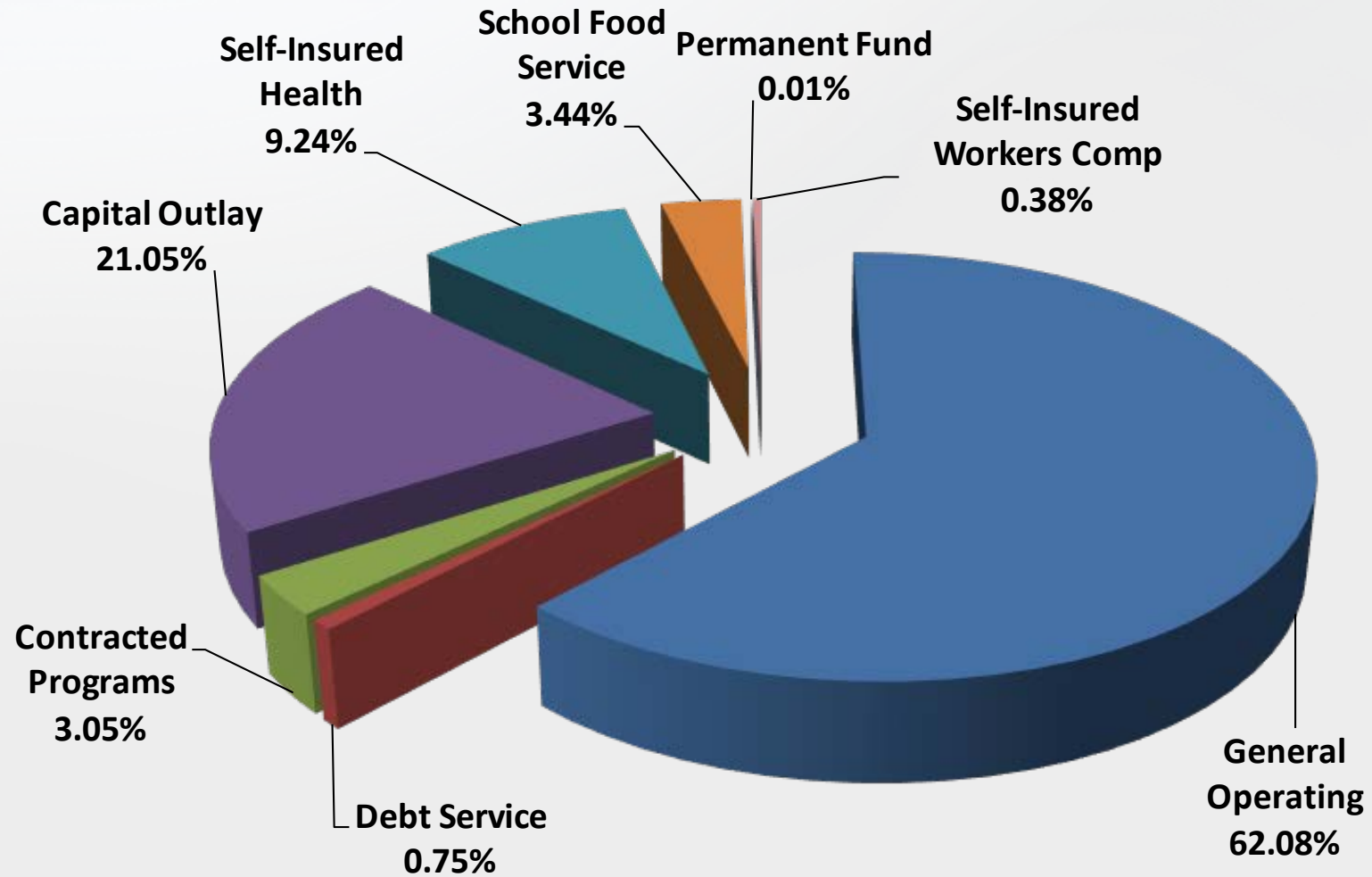




# Budget Summary

General Operating	\$ 942,900,000
Debt Service	11,426,851
Contracted Programs	46,284,326
Capital Outlay	319,679,051
School Food Service	52,321,889
Self-Insured Workers Comp & Liability	5,858,428
Self-Insured Health	140,329,334
Permanent Fund	150,575
Grand Total	<u>\$ 1,518,950,454</u>

# Budget Summary All Sources



# 2017-2018 Legislative Issues

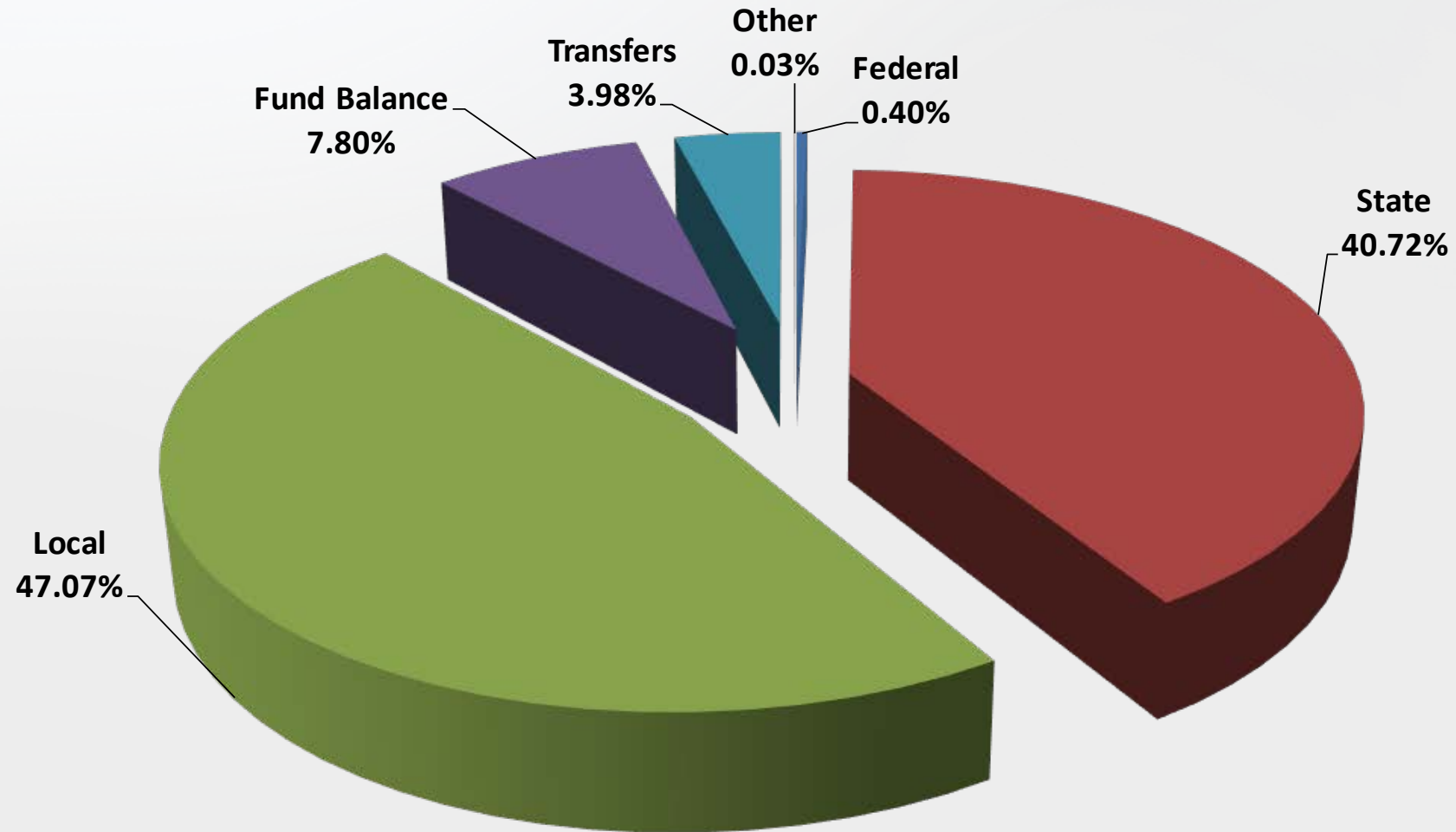
- Increase in Base Student Allocation (BSA) to \$4,203.95
- Increase in total statewide funding of \$457.4 Million
- Increase in district share of revenue of \$6.8 Million
- Increased Florida Retirement System expenditures
- Requirement to share local capital outlay millage revenue with charter schools on a per student basis



# Operating Fund Resources

Federal Direct	\$310,000	<i>0.03%</i>
Federal Through State	3,500,000	<i>0.37%</i>
State Sources	383,910,651	<i>40.72%</i>
Local Sources	443,869,439	<i>47.07%</i>
Transfers	37,500,000	<i>3.98%</i>
Other	250,000	<i>0.03%</i>
Fund Balance	73,559,910	<i>7.80%</i>
Total - Anticipated Resources	<u>\$942,900,000</u>	<u><i>100.00%</i></u>

# Operating Budget Revenue Sources

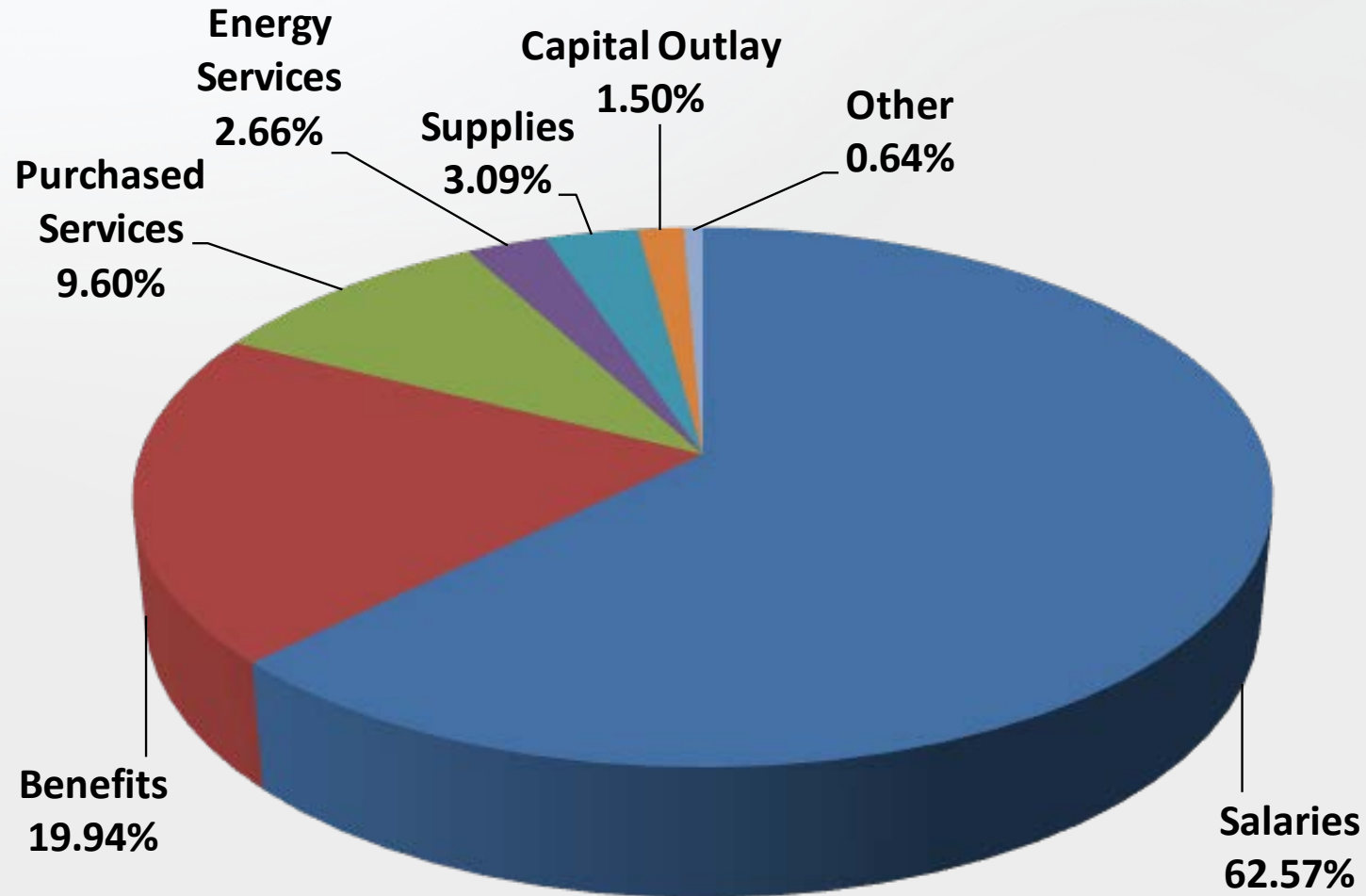


# Proposed Operating Budget

- 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)
  - Sales Tax Distribution
- Local Sources
  - Property Taxes – 1.50 mills
  - Interest Earnings
- Other Financing
  - Certificate of Participation Bonds (COPs)
- Fund Balance





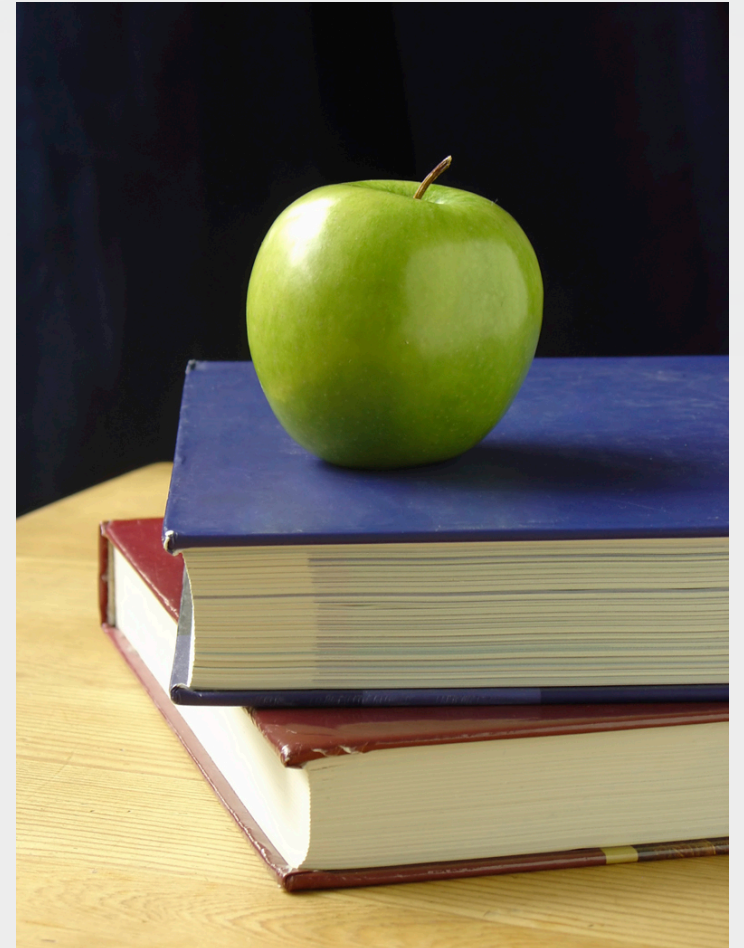
# Proposed Capital Projects

## Major Renovation and Construction of Schools:

Melrose Elementary School	\$24,201,700
Pinellas Park Middle School	32,253,390
Career Academies of Seminole	8,453,000
St. Petersburg High School	1,471,375
Relocatables, Site Acquisitions, Minor Projects	41,176,890
Area Superintendents' fund for curriculum enhancements	5,000,000
Furniture, Equipment, Technology, Vehicles and Safety	20,664,596
Two Mill Relief, Transfers, Debt Service, Contingency	47,880,366
Total Capital Appropriations for FY 2017-2018	<hr/> \$181,101,317
Carryover of prior projects	104,694,914
Ending Fund Balance	33,882,820
Total Capital Outlay appropriations, transfers & fund balance	<hr/> <hr/> \$319,679,051

# Proposed Special Revenue

- Contracted Programs
  - Total Budget \$46,284,326
    - 16-17 Continuing Grants
    - New Grants upon receipt
- Food Service
  - Total Budget \$52,321,889
    - Self-Supporting



# Proposed Debt Service Budget

- Total Budget \$11,426,851
- Purpose
  - To pay the principal and interest on existing long-term debt
- Outstanding Bond Issues
- Principal Balance of \$6.0 Million
  - 2005 SBE Bonds
  - 2010 SBE Bonds
- Certificate of Participation Bonds
  - Principal Balance of \$60.9 Million



# Proposed Self-Insured Workers Comp & Liability Budget

- Total Budget \$5,858,428
  - Workers Compensation
  - Liability Insurance



# Proposed Self-Insured Health Budget

- Total Budget                      \$140,329,334
  - Self-Insurance related to employee health benefits
  - Premium revenue and claim expenditures

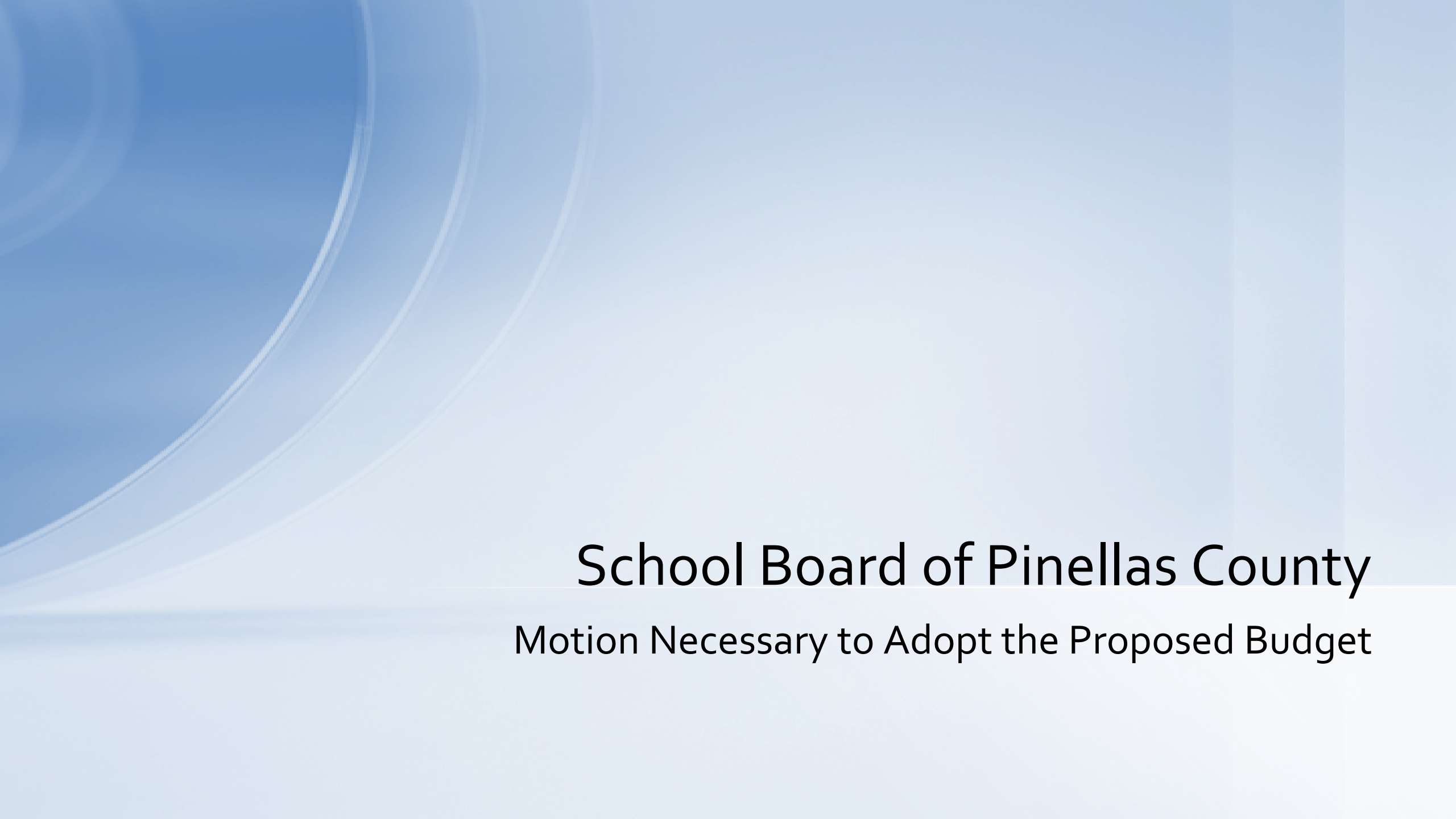


# School Board of Pinellas County

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







# School Board of Pinellas County

## Motion Necessary to Adopt the Proposed Budget