



SCHOOL BOARD OF PINELLAS COUNTY

Second Public Hearing to Adopt Fiscal Year 2018-19
Proposed Budget and Millages

September 11, 2018





SCHOOL BOARD OF PINELLAS COUNTY

FISCAL YEAR 2018-19

Proposed Millages

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.



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.

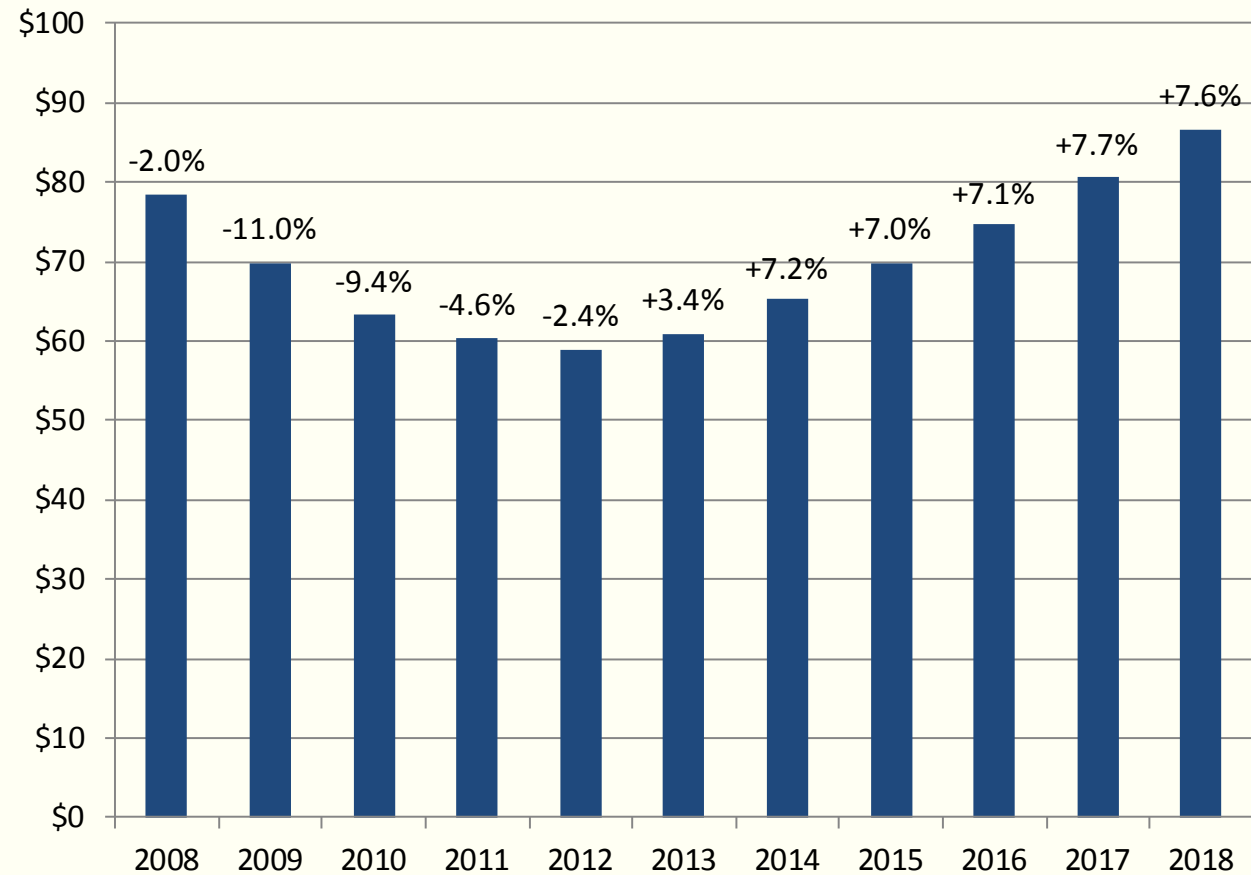


Proposed Millage vs. “Rolled-Back” Rate

<i>2018-2019 Proposed vs. "Rolled-Back" Rate</i>	<i>Rolled-Back Rate</i>	<i>2018-2019 Proposed</i>	<i>Percent Change</i>
Required Local Effort	4.0002	3.9790	-0.53%
Discretionary Local Effort	0.7022	0.7480	6.52%
Local Referendum	0.4694	0.5000	6.52%
Capital Outlay	1.4082	1.5000	6.52%
Total Millage	6.5800	6.7270	2.23%

Gross Taxable Value Trend

\$Billion



Millage Comparison

<i>Proposed 2018-2019 vs. Actual 2017-2018</i>	2017-2018 Actual	2018-2019 Proposed	<i>Percent Change</i>
Required Local Effort	4.2610	3.9790	-6.62%
Discretionary Local Effort	0.7480	0.7480	0.00%
Local Referendum	0.5000	0.5000	0.00%
Operating Subtotal	5.5090	5.2270	-5.12%
Capital Outlay	1.5000	1.5000	0.00%
Total Millage	7.0090	6.7270	-4.02%

Property Tax Revenue Comparison

	Revenue 2017-2018	Revenue 2018-2019	Difference
Required Local Effort	\$329,427,142	\$331,038,202	\$1,611,060
Discretionary	57,829,501	62,230,856	4,401,355
Local Referendum	38,656,083	41,598,166	2,942,083
Total Operating	\$425,912,726	\$434,867,224	\$8,954,498
Capital Outlay Millage	115,968,250	124,794,496	8,826,246
Total Millage	<u>\$541,880,976</u>	<u>\$559,661,720</u>	<u>\$17,780,744</u>

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>6.727</u>
▪ Total 2018 School Tax	<u>\$ 1,177.23</u>

Example of How Your Taxes May Change

	Year	2015	2016	2017	2018			
<i>% Change in Assessed Value</i>			7.1%	7.7%	7.6%			
Assessed Value		\$ 200,000	\$ 214,200	\$ 230,693	\$ 248,226			
Homestead Exemption		25,000	25,000	25,000	25,000			
Taxable Value		\$ 175,000	\$ 189,200	\$ 205,693	\$ 223,226			
Taxable Value		\$ 175,000	\$ 189,200	\$ 205,693	\$ 223,226			
Divided by 1,000 (= number of "mills")		175.000	189.200	205.693	223.226			
Times Millage Rate		7.770	7.318	7.009	6.727			
Property Taxes		\$ 1,359.75	\$ 1,384.57	\$ 1,441.70	\$ 1,501.64			
Change as compared to the prior year		<table><tr><td>\$ 24.82</td><td>\$ 57.13</td><td>\$ 59.94</td></tr></table>				\$ 24.82	\$ 57.13	\$ 59.94
\$ 24.82	\$ 57.13	\$ 59.94						
Cumulative 3-Year Change		<table><tr><td>\$ 141.89</td></tr></table>				\$ 141.89		
\$ 141.89								

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



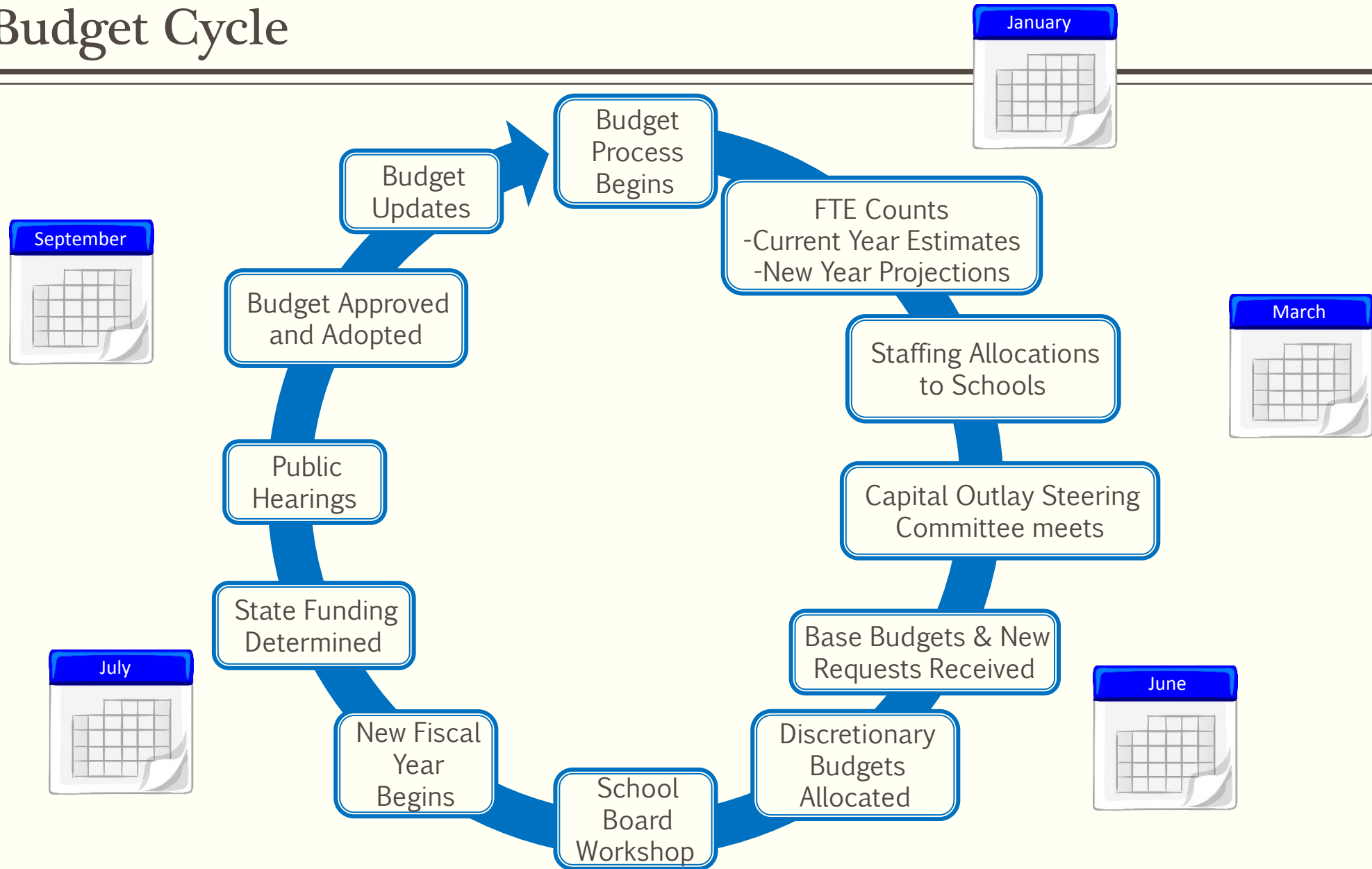


SCHOOL BOARD OF PINELLAS COUNTY

FISCAL YEAR 2018-19

Proposed Budget

Budget Cycle



Budget Parameters

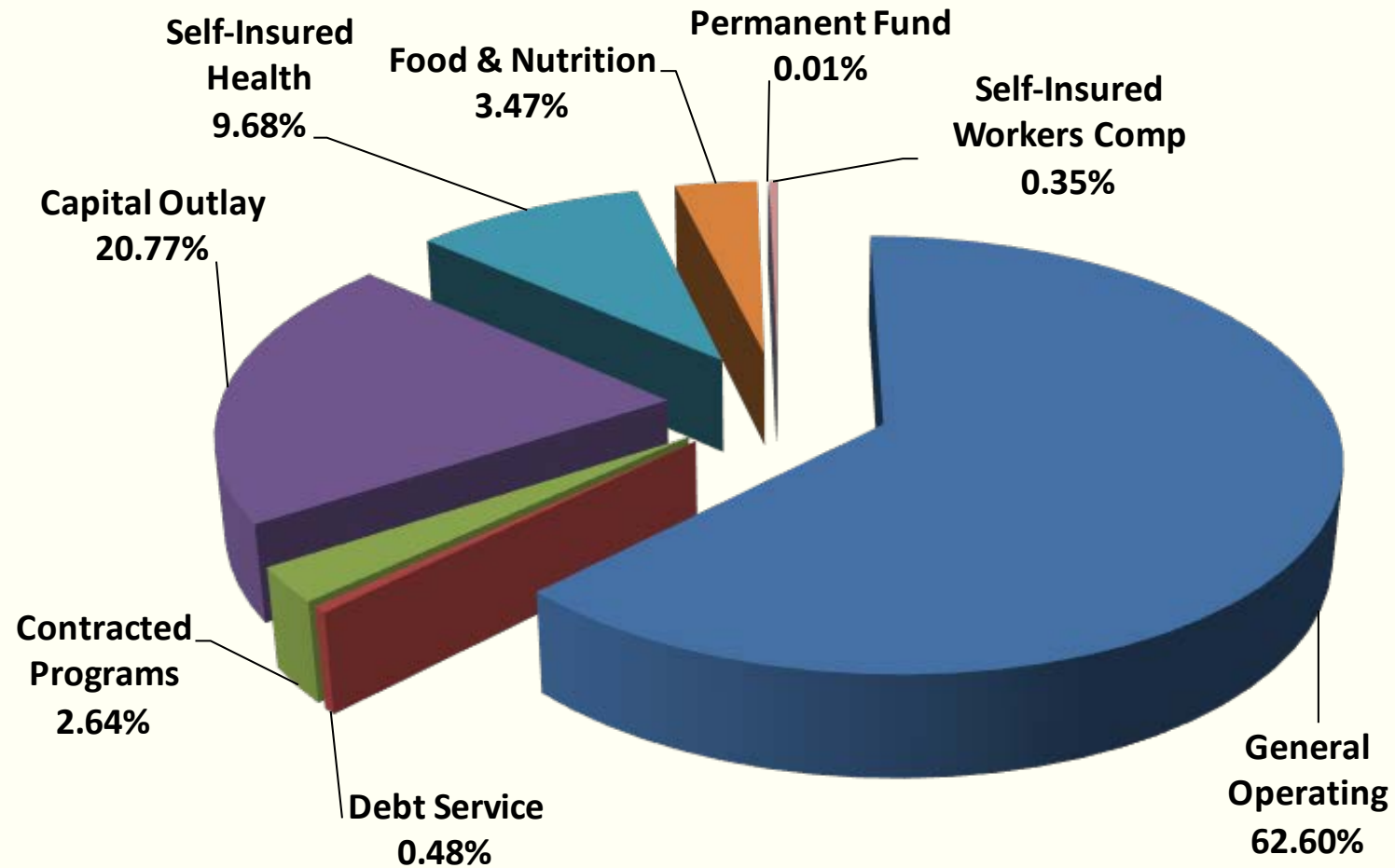


- 63/37 Expenditure Benchmark
- Contingency
- Core Curriculum/Strategic Directions

Budget Summary

General Operating	\$ 949,400,000
Debt Service	7,295,332
Contracted Programs	40,066,857
Capital Outlay	314,960,498
Food & Nutrition	52,593,052
Self-Insured Workers Comp & Liability	5,327,431
Self-Insured Health	146,835,302
Permanent Fund	150,738
Grand Total	<u>\$ 1,516,629,210</u>

Budget Summary All Sources



2018-19 Legislative Issues

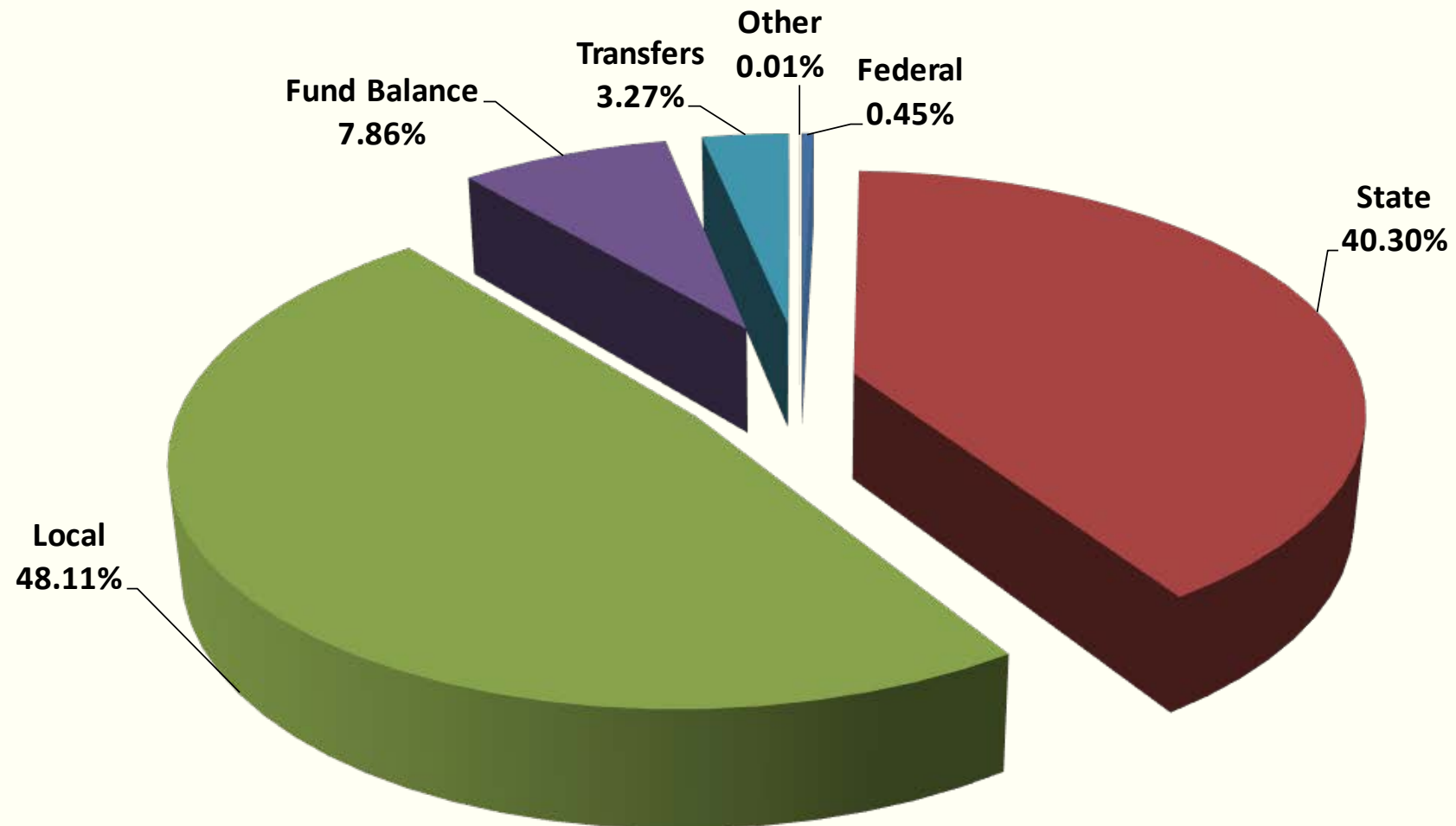


- Increase in Base Student Allocation (BSA) to \$4,204.42 (increase of \$0.47 over 2017-2018)
- Increase in total statewide funding of \$481.7 Million
- Increase in district share of revenue of \$2.7 Million
- Increased Safe Schools allocation of \$97.5 Million statewide
- New Mental Health Assistance allocation of \$69.2 Million statewide
- Increased Florida Retirement System expenditures

Operating Fund Resources

Federal Direct	\$310,000	<i>0.03%</i>
Federal Through State	4,000,000	<i>0.42%</i>
State Sources	382,587,409	<i>40.30%</i>
Local Sources	456,798,766	<i>48.11%</i>
Transfers	31,000,000	<i>3.27%</i>
Other	125,000	<i>0.01%</i>
Fund Balance	74,578,825	<i>7.86%</i>
Total - Anticipated Resources	<u>\$949,400,000</u>	<u><i>100.00%</i></u>

Operating Budget Revenue Sources

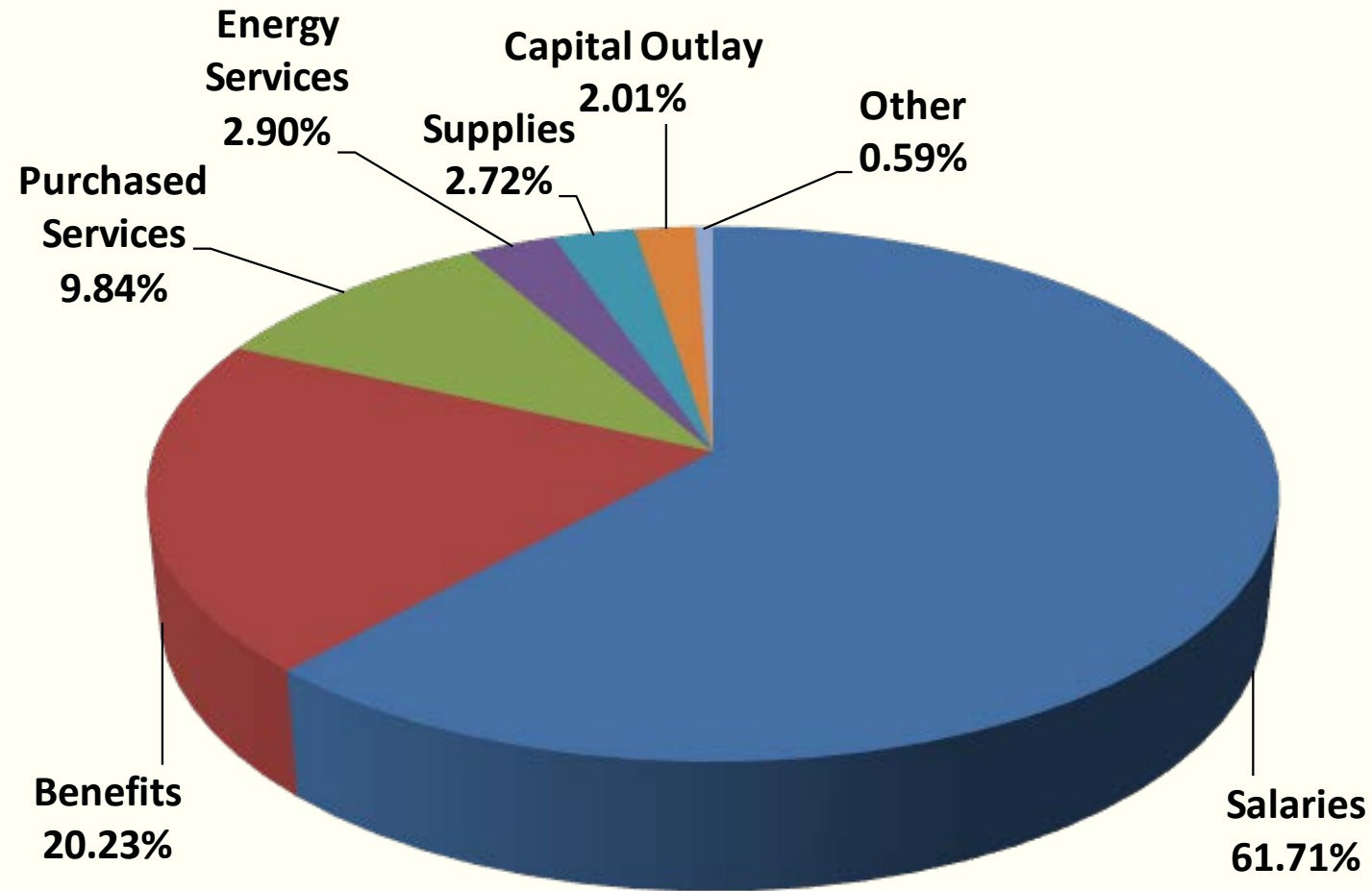


Proposed Operating Budget

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



Proposed Capital Projects

Major Renovation and Construction of Schools:

Orange Grove Elementary	\$4,500,000
Northeast High	3,129,375
Palm Harbor Elementary	2,000,000
Ponce De Leon Elementary	1,000,000
St. Petersburg High	1,000,000
Tyrone Middle	10,000,000
Relocatables, Site Acquisitions, Minor Projects	37,534,156
Area Superintendents' fund for special causes	4,000,000
Furniture, Equipment, Technology, Vehicles and Safety	24,799,775
Two Mill Relief, Transfers, Debt Service, Contingency	41,084,375
Total Capital Appropriations for FY 2018-2019	<hr/> \$129,047,681
Carryover of prior projects	147,164,475
Ending Fund Balance	38,748,342
Total Capital Outlay appropriations, transfers & fund balance	<hr/> <hr/> \$314,960,498

Proposed Special Revenue

- Contracted Programs

- Total Budget \$40,066,857
 - 2017-18 Continuing Grants
 - New Grants upon receipt

- Food and Nutrition

- Total Budget \$52,593,052
 - Self-Supporting



Proposed Debt Service Budget

- Purpose
 - To pay the principal and interest on existing long-term debt

- Outstanding Bond Issues (\$1.2 Million)
 - 2014 SBE Bonds
 - 2010 SBE Bonds

- Certificate of Participation Bonds (\$57.9 Million)

- Total Budget \$7,295,332

Proposed Self-Insured Workers Comp & Liability Budget

- Total Budget \$5,327,431
 - Workers Compensation
 - Liability Insurance



Proposed Self-Insured Health Budget

- Total Budget \$146,835,302
 - 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 4th Street S.W., Largo, FL 33770

- For additional information, please call:

(727) 588-6479

- www.pcsb.org



Motion Necessary to Adopt the Proposed Budget

