



School Board of Pinellas County

FIRST PUBLIC HEARING TO ADOPT
FISCAL YEAR 2020-21
TENTATIVE BUDGET AND MILLAGES

July 28, 2020



School Board of Pinellas County

Fiscal Year 2020-21

Tentative 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.

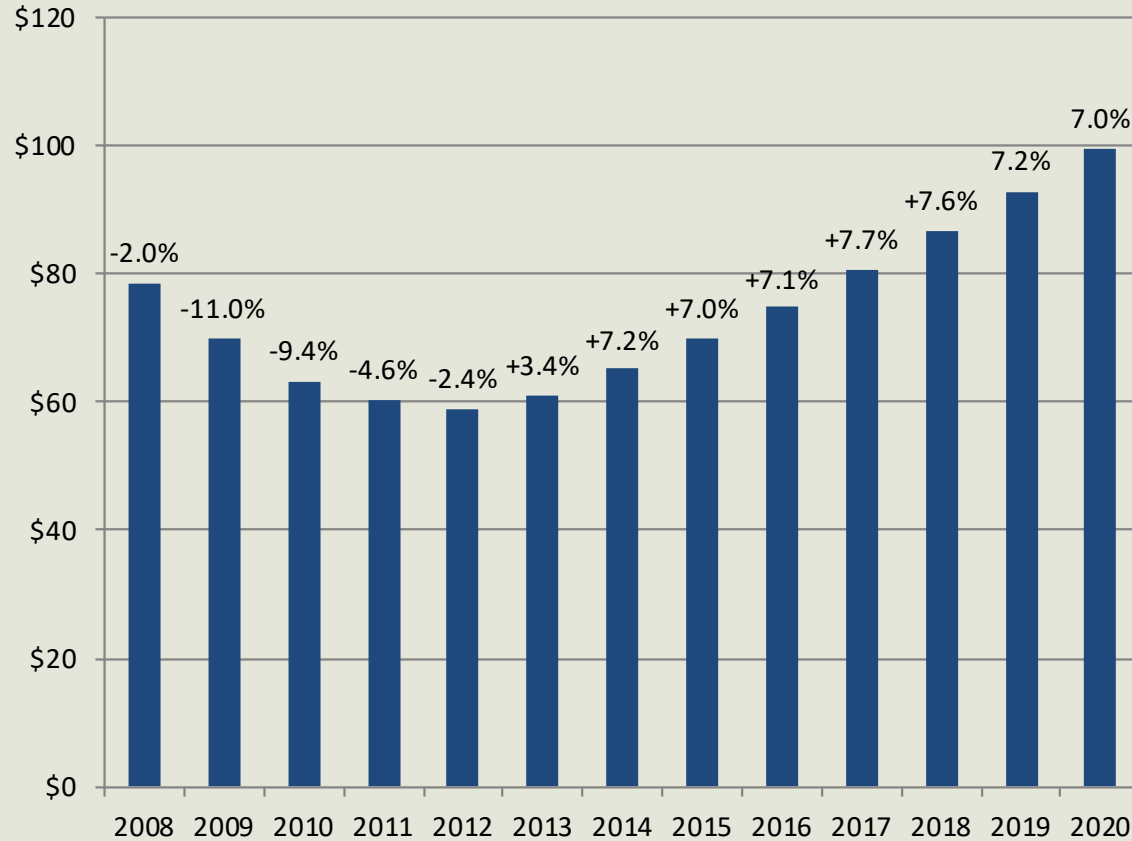


Proposed Millage vs. "Rolled-Back" Rate

2020-2021 Proposed vs. "Rolled-Back" Rate	Rolled-Back Rate	2020-2021 Proposed	Percent Change
Required Local Effort	3.6261	3.6790	1.46%
Discretionary Local Effort	0.7071	0.7480	5.78%
Local Referendum	0.4726	0.5000	5.80%
Capital Outlay	1.4179	1.5000	5.79%
Total Millage	6.2237	6.4270	3.27%

Gross Taxable Value Trend

\$Billion



Millage Comparison

<i>Proposed 2020-2021 vs. Actual 2019-2020</i>	2019-2020 Actual	2020-2021 Proposed	<i>Percent Change</i>
Required Local Effort	3.8360	3.6790	<i>-4.09%</i>
Discretionary Local Effort	0.7480	0.7480	<i>0.00%</i>
Local Referendum	0.5000	0.5000	<i>0.00%</i>
Operating Subtotal	5.0840	4.9270	<i>-3.09%</i>
Capital Outlay	1.5000	1.5000	<i>0.00%</i>
Total Millage	6.5840	6.4270	<i>-2.38%</i>

Property Tax Revenue Comparison

	Revenue 2019-2020	Revenue 2020-2021	Difference
Required Local Effort	\$341,965,065	\$351,068,167	\$9,103,102
Discretionary	66,681,405	71,377,817	4,696,412
Local Referendum	44,573,132	47,712,445	3,139,313
Total Operating	\$453,219,602	\$470,158,429	\$16,938,827
Capital Outlay Millage	133,719,394	143,137,334	9,417,940
Total Millage	\$586,938,996	\$613,295,763	\$26,356,767

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>6.427</u>
▪ Total 2020 School Tax	<u>\$1,124.73</u>



Example of How Your Taxes May Change

	Year	2017	2018	2019	2020
<i>% Change in Assessed Value</i>			7.6%	7.2%	7.0%
Assessed Value		\$ 200,000	\$ 215,200	\$ 230,694	\$ 246,843
Homestead Exemption		25,000	25,000	25,000	25,000
Taxable Value		<u>\$ 175,000</u>	<u>\$ 190,200</u>	<u>\$ 205,694</u>	<u>\$ 221,843</u>
Taxable Value		\$ 175,000	\$ 190,200	\$ 205,694	\$ 221,843
Divided by 1,000 (= number of "mills")		175.000	190.200	205.694	221.843
Times Millage Rate		7.009	6.727	6.584	6.427
Property Taxes		<u>\$1,226.58</u>	<u>\$1,279.48</u>	<u>\$1,354.29</u>	<u>\$1,425.79</u>
Change as compared to the prior year			\$ 52.90	\$ 74.81	\$ 71.50
Cumulative 3-Year Change					\$ 199.21

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 Tentative Discretionary Millage
- Adoption of Total Millage Rate





School Board of Pinellas County

Fiscal Year 2020-21

Tentative Budget

Budget Cycle



Budget Parameters

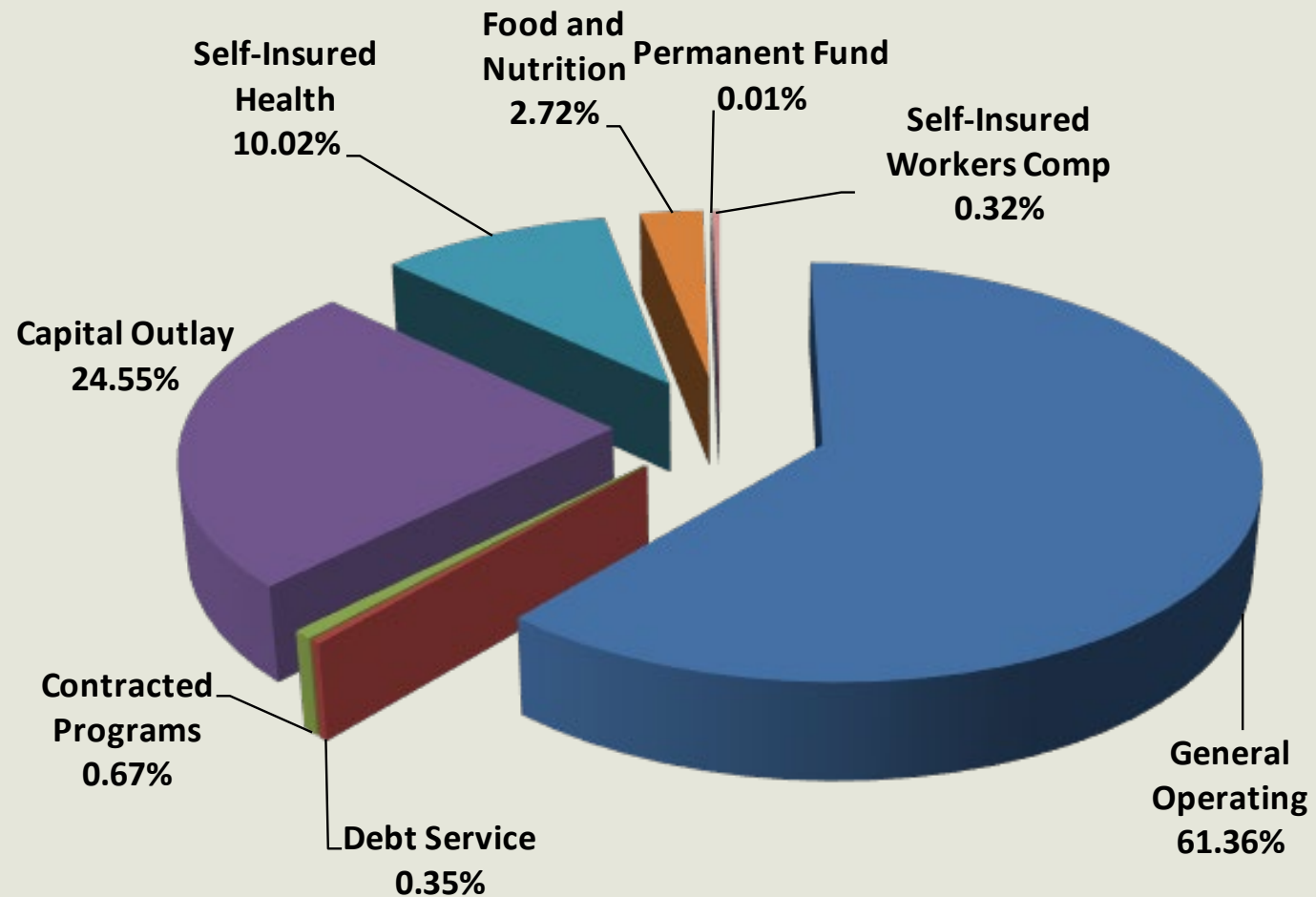
- 63/37 Expenditure Benchmark
- Contingency
- Core Curriculum / Strategic Directions



Budget Summary

General Operating	\$ 991,634,000
Debt Service	5,626,470
Contracted Programs	10,847,588
Capital Outlay	396,685,377
Food and Nutrition	44,023,254
Self-Insured Workers Comp & Liability	5,211,416
Self-Insured Health	161,893,425
Permanent Fund	151,056
Grand Total	<u>\$1,616,072,586</u>

Budget Summary All Sources



2020-2021 Legislative Issues

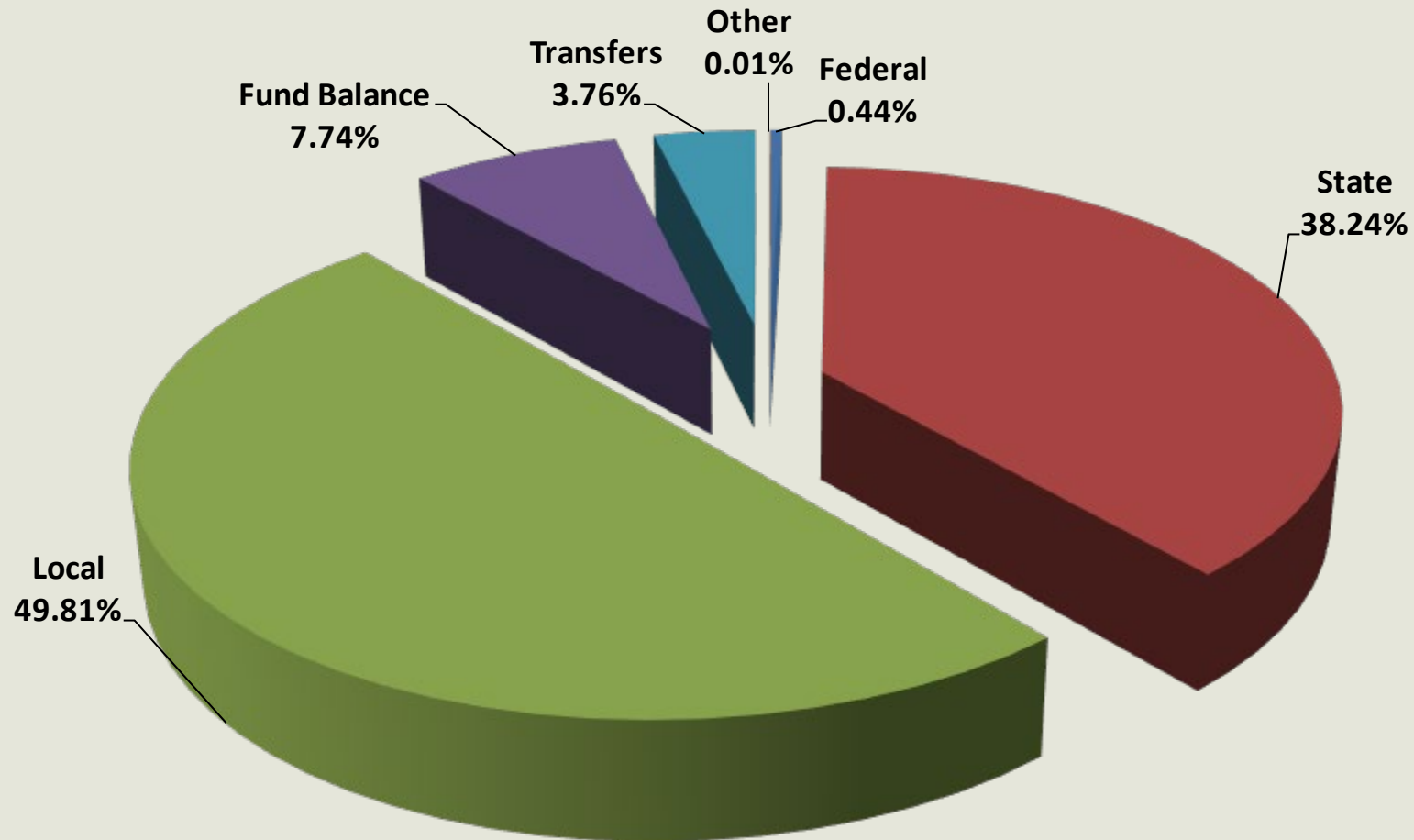
- Increase in Base Student Allocation (BSA) to \$4,319.49 (increase of \$40.00 over 2019-2020)
- Increase in statewide state funding of \$502.5 Million
- Increase in district share of revenue of \$20.3 Million
- New Teacher Salary Increase allocation of \$500 Million statewide and \$17 Million to Pinellas
- Eliminated Best and Brightest Teacher/Principal allocation of \$284.5 Million statewide
- Eliminated School Recognition and Discretionary Lottery fund allocations of \$134.6 Million statewide
- Increased Florida Retirement System expenditures of \$8.2 Million to Pinellas
- Turnaround Supplemental Services allocation decreased \$19.3 Million statewide
- Statewide decrease of \$12 Million in funds for Digital Classrooms



Operating Fund Resources

Federal Direct	\$360,000	0.04%
Federal Through State	4,000,000	0.40%
State Sources	379,213,901	38.24%
Local Sources	493,801,099	49.81%
Transfers	37,334,000	3.76%
Other	125,000	0.01%
Fund Balance	76,800,000	7.74%
Total - Anticipated Resources	<u>\$991,634,000</u>	<u>100.00%</u>

Operating Budget Revenue Sources

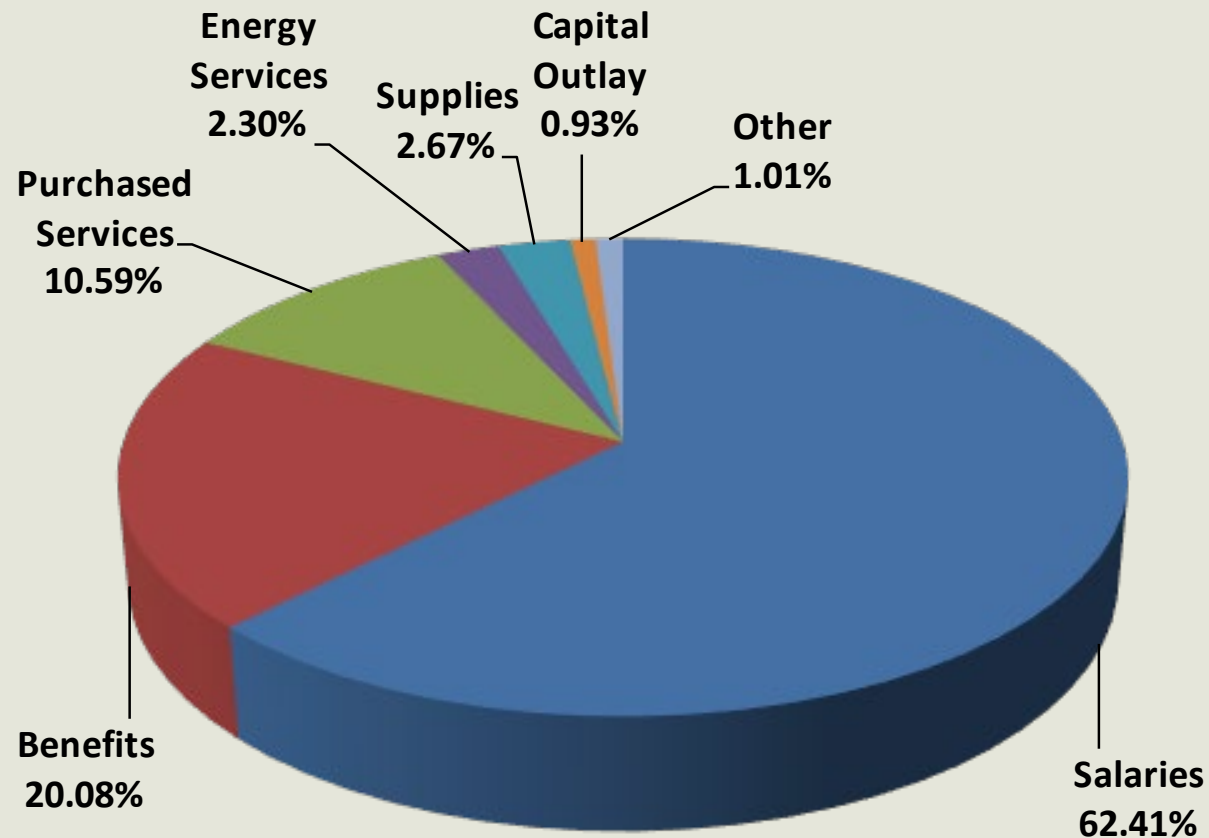


Proposed Operating Budget

- 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) – No funds expected in 2020/2021
 - Capital Outlay & Debt Service (CO & DS)
 - Flow – through revenue has been bonded (state)
 - Race Track (phased out December 2020)
- Local Sources
 - Property Taxes – 1.50 mills
 - Interest earnings
- Other Financing
 - Certificates of Participation Bonds (COPs)
- Fund Balance



Five-Year Capital Outlay Plan & Facilities Work Program

- Review and update Five-Year Capital Outlay Plan and Facilities Work Program
 - School Board will review recommended updates to plan on September 8, 2020
 - Work Program must be approved before the Board adopts the final budget
- Major Changes
 - Anticipated revenue through Certificates of Participation bonds
 - Addition of new "Year 5" (2024-2025)



Proposed Capital Projects

Major Renovation and Construction of Schools:

Lakewood High School	\$10,000,000
Mildred Helms Elementary	6,500,000
Tyrone Middle	14,470,000
St. Petersburg High	10,000,000
Midtown Academy	7,000,000
YMCA Partnership School	1,000,000
Coachman Bus Compound	2,800,000
Clearwater High	55,350,000
James B. Sanderlin	5,200,000
Shore Acres Elementary	3,500,000
Sawgrass Lake Elementary	5,200,000
Northshore Elementary	5,200,000
Construction Contingency	550,000
Relocatables, Site Acquisitions, Minor Projects	33,376,599
Area Superintendents' fund for special causes	5,000,000
Furniture, Equipment, Technology, Vehicles and Safety	24,508,229
Two Mill Relief, Transfers, Debt Service, Contingency	47,529,888
Total Capital Appropriations for FY 2020-2021	<hr/> \$237,184,716
Carryover of prior projects	76,962,822
Ending Fund Balance	82,537,839
Total Capital Outlay appropriations, transfers & fund balance	<hr/> <hr/> \$396,685,377

Proposed Special Revenue



- Contracted Programs
 - Total Budget \$10,847,588
 - 2019-2020 Continuing Grants
 - New Grants upon receipt
- Food Service
 - Total Budget \$44,023,254
 - Self-Supporting

Proposed Debt Service Budget

- Purpose
 - To pay the principal and interest on existing long-term debt
- Outstanding Bond Issues (\$15 Thousand)
 - 2010 SBE Bonds
- Certificates of Participation Bonds (\$54 Million)
- Total Budget \$5,626,470

Proposed Self-Insured Workers Comp Budget

- Total Budget \$5,211,416
 - Workers Compensation
 - Liability Insurance



Proposed Self-Insured Health Budget

- Total Budget \$161,893,425
 - Self-Insurance related to employee health benefits
 - Premium revenue and claim expenditures



School Board of Pinellas County

- The Tentative 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) 588-6340

- www.pcsb.org

Motion Necessary to Adopt the Tentative Budget

