

School Board of Pinellas County

**FIRST PUBLIC HEARING TO ADOPT
TENTATIVE BUDGET AND MILLAGES
JULY 26, 2022**



School Board of Pinellas County

Tentative Millages
For Fiscal Year 2022-2023

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?



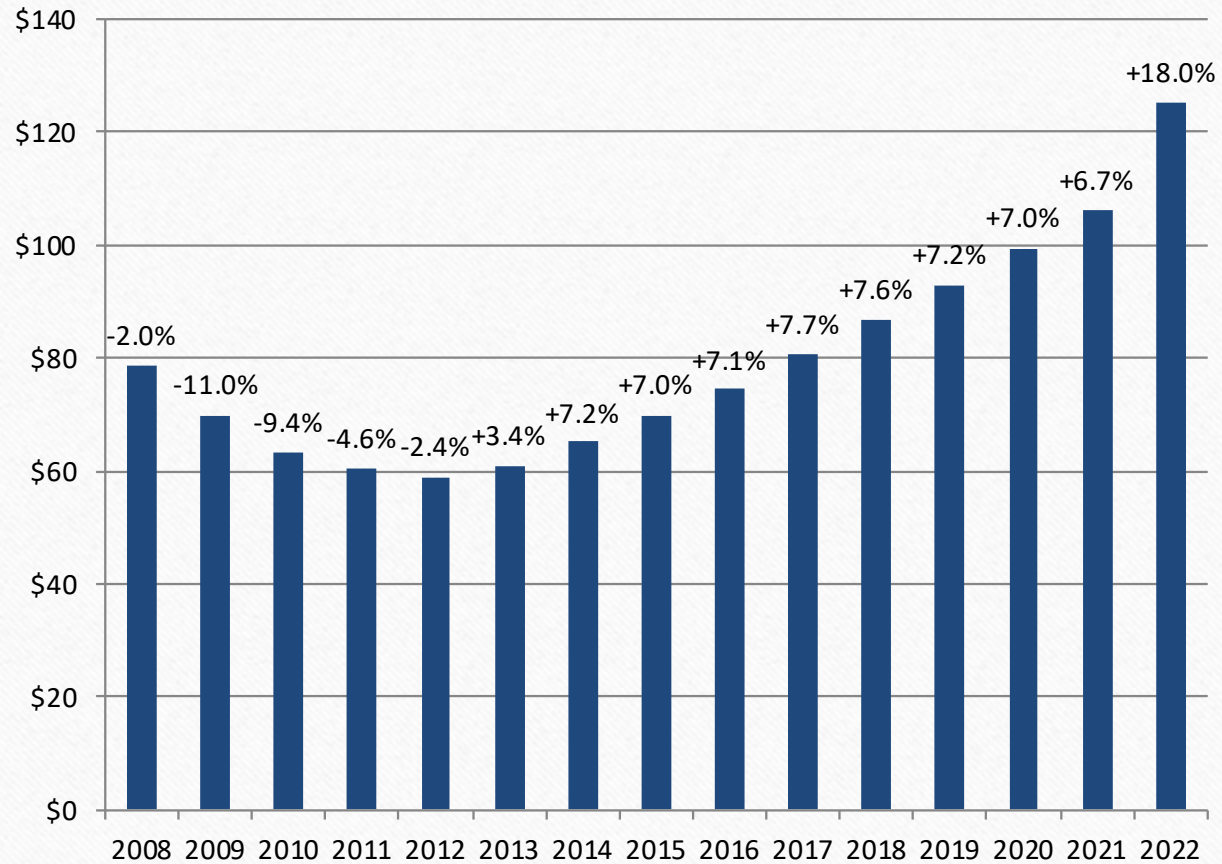
- The millage rate that would generate the same amount of revenue as last year if applied to the current tax roll, after adjusting for new construction.

Proposed Millage vs. "Rolled-back" Rate

<i>2022-2023 Proposed vs. "Rolled-Back" Rate</i>	Rolled-Back Rate	2022-2023 Proposed	Percent Change
Required Local Effort	3.0654	3.2150	4.88%
Discretionary Local Effort	0.6410	0.7480	16.69%
Local Referendum	0.4285	0.5000	16.69%
Capital Outlay	1.2855	1.5000	16.69%
Total Millage	5.4204	5.9630	10.01%

Gross Taxable Value Trend

\$Billion



Millage Comparison

<i>Proposed 2022-2023 vs. Actual 2021-2022</i>	2021-2022 Actual	2022-2023 Proposed	<i>Percent Change</i>
Required Local Effort	3.5770	3.2150	-10.12%
Discretionary Local Effort	0.7480	0.7480	0.00%
Local Referendum	0.5000	0.5000	0.00%
Operating Subtotal	4.8250	4.4630	-7.50%
Capital Outlay	1.5000	1.5000	0.00%
Total Millage	6.3250	5.9630	-5.72%

Property Tax Revenue Comparison

	Revenue 2021-2022	Revenue 2022-2023	Difference
Required Local Effort	\$364,140,051	\$386,174,268	\$22,034,217
Discretionary	76,146,704	89,847,077	13,700,373
Local Referendum	<u>50,900,203</u>	<u>60,058,207</u>	<u>9,158,004</u>
Total Operating	\$491,186,958	\$536,079,552	\$44,892,594
Capital Outlay Millage	152,700,609	180,174,620	27,474,011
Total Millage	<u>\$643,887,567</u>	<u>\$716,254,172</u>	<u>\$72,366,605</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>5.963</u>
• Total 2022 School Tax	<u>\$1,043.53</u>

Example of How Your Taxes May Change

	Year	2019	2020	2021	2022
<i>% Change in Assessed Value</i>			7.0%	6.7%	18.0%
Assessed Value		\$ 200,000	\$ 214,000	\$ 228,338	\$ 269,439
Homestead Exemption		25,000	25,000	25,000	25,000
Taxable Value		\$ 175,000	\$ 189,000	\$ 203,338	\$ 244,439
Taxable Value*		\$ 175,000	\$ 189,000	\$ 203,338	\$ 244,439
Divided by 1,000 (= number of "mills")		175.000	189.000	203.338	244.439
Times Millage Rate		6.584	6.427	6.325	5.963
Property Taxes		\$1,152.20	\$1,214.70	\$1,286.11	\$1,457.59
Change as compared to the prior year			\$ 62.50	\$ 71.41	\$ 171.48
Cumulative 3-Year Change					\$ 305.39

**calculation does not consider the 3% Save Our Homes cap*

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

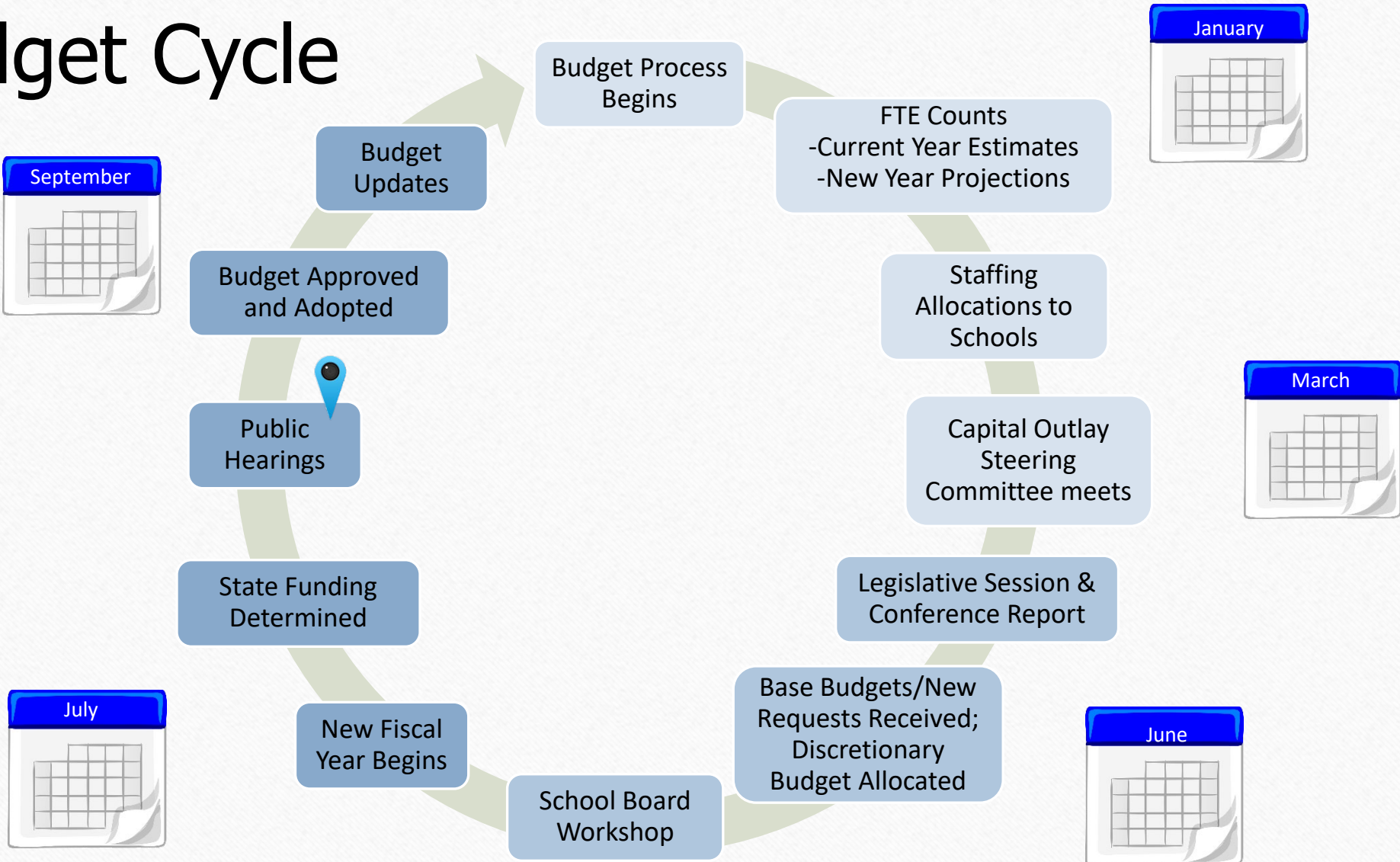
- Approval of Tentative Discretionary Millage
- Adoption of Total Millage Rate



School Board of Pinellas County

Tentative Budget
Fiscal Year 2022-2023

Budget Cycle



Budget Parameters

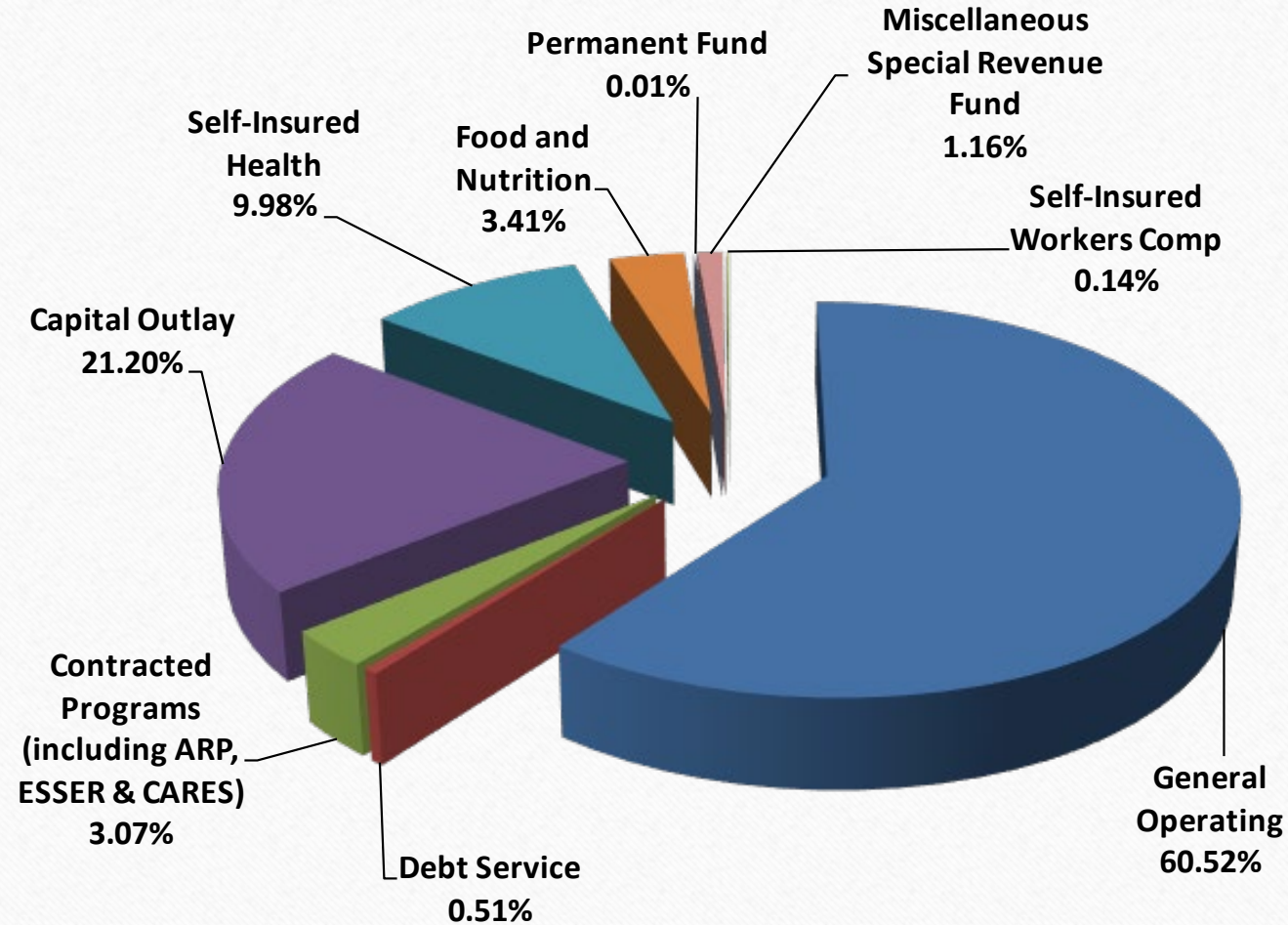


- 63/37 Expenditure Benchmark
- Contingency
- Core Curriculum / Strategic Directions

Budget Summary

General Operating	\$ 1,016,900,000
Debt Service	8,523,466
Contracted Programs	9,351,386
Elementary & Secondary School Emergency Relief Fund (ESSER)	1,948,645
Coronavirus Aid, Relief and Economic Security Act (CARES)	6,020
American Rescue Plan (ARP)	40,184,509
Capital Outlay	356,227,155
Food and Nutrition	57,296,092
Self-Insured Workers Comp & Liability	2,313,842
Self-Insured Health	167,606,331
Permanent Fund	151,347
Miscellaneous Special Revenue Fund (Student Activity)	19,750,272
Grand Total	<u>\$ 1,680,259,065</u>

Budget Summary All Sources



2022-2023 Legislative Issues

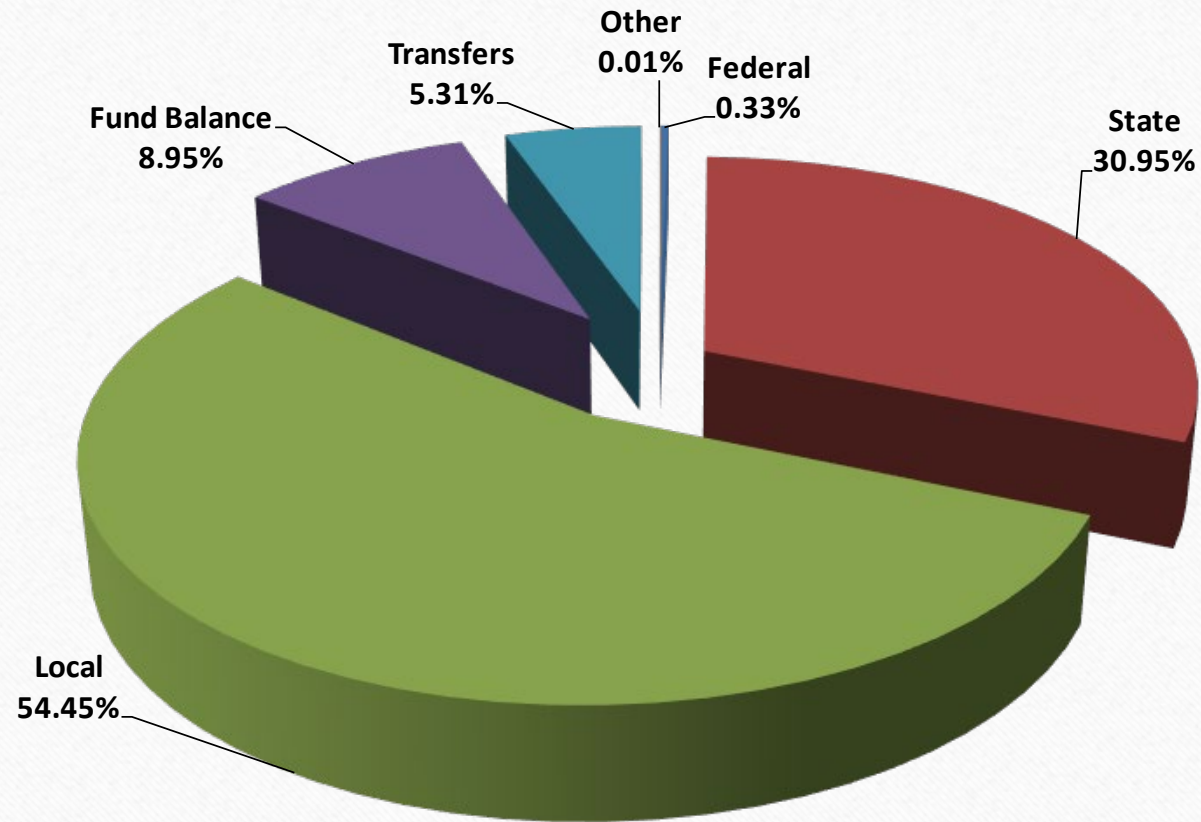
- Increase in Base Student Allocation (BSA) to \$4,587.40
- Increase in total statewide funding of \$1.7 Billion
- Increase in district share of revenue of \$35.2 Million
- Increased Florida Retirement System expenditures



Operating Fund Resources

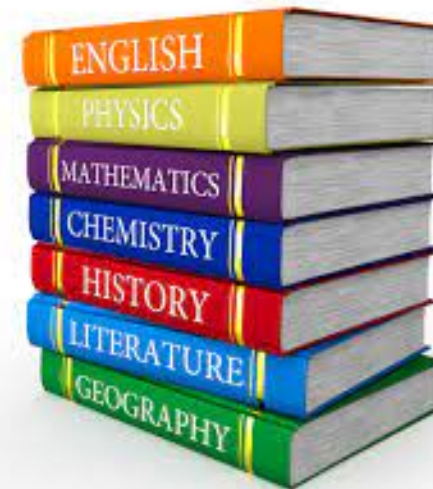
Federal Direct	\$355,000	0.03%
Federal Through State	3,000,000	0.30%
State Sources	314,732,919	30.95%
Local Sources	553,737,081	54.45%
Transfers	54,000,000	5.31%
Other	75,000	0.01%
Fund Balance	91,000,000	8.95%
Total - Anticipated Resources	<u>\$1,016,900,000</u>	<u>100.00%</u>

Operating Budget Revenue Sources

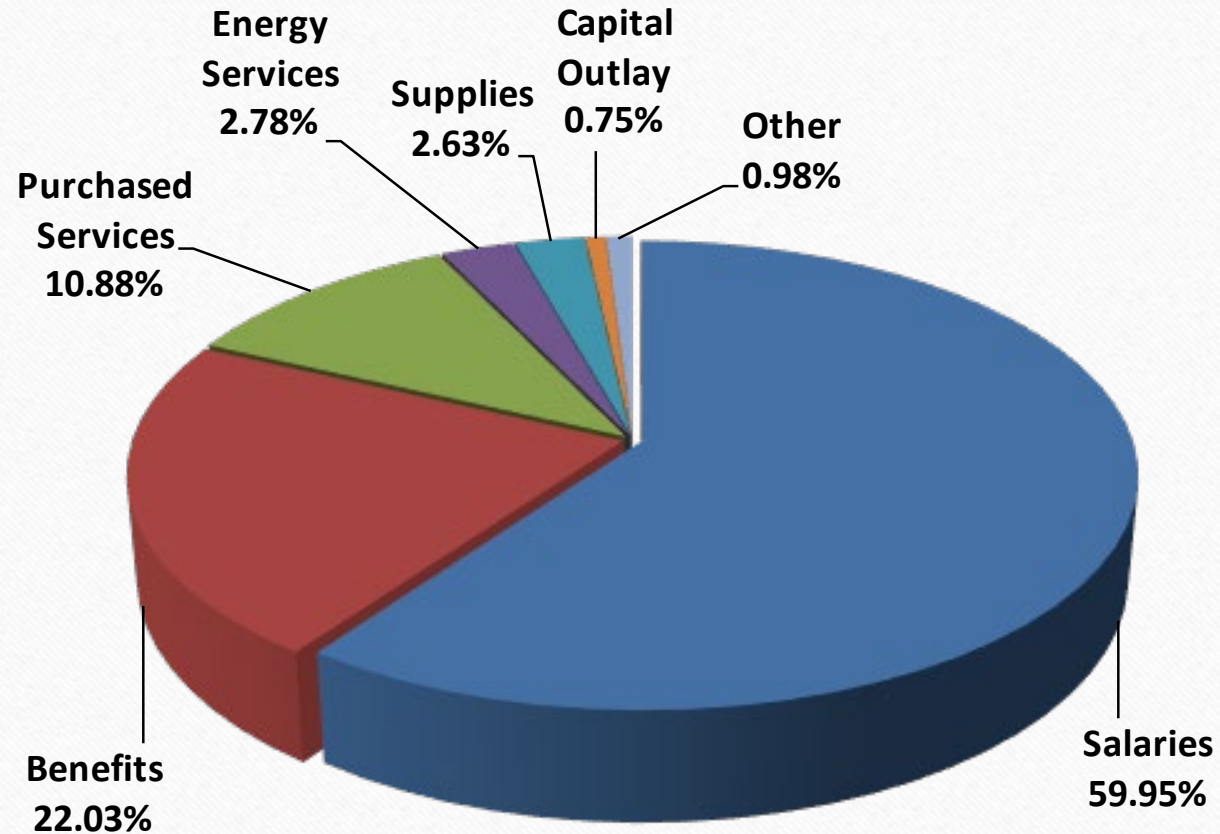


Proposed Operating Budget

- 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
 - Capital Outlay & Debt Service (CO & DS)
 - Flow-through revenue has been bonded (state)
- 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 13, 2022
- Major Changes
 - Anticipated revenue through Certificates of Participation bonds
 - Addition of new "Year 5" (2026-2027)



Proposed Capital Projects

Major Renovation and Construction of Schools:

Lakewood High School	\$5,519,189
Mildred Helms Elementary	4,024,875
Tyrone Middle	4,223,450
Largo Middle School	500,000
Midtown Academy	9,000,000
Pinellas Central Elementary	8,800,000
Sandy Lane Elementary	1,000,000
74th Street Elementary	4,100,000
Coachman Bus Compound	2,000,000
YMCA Partner School	19,625,278
Relocatables, Site Acquisitions, Minor Projects	37,553,960
Area Superintendents' fund for special causes	4,770,346
Furniture, Equipment, Technology, Vehicles and Safety	29,885,742
Two Mill Relief, Transfers, Debt Service, Contingency	50,658,925
Total Capital Appropriations for FY 2022-2023	<hr/> \$181,661,765
Carryover of prior projects	85,102,669
Ending Fund Balance	89,462,721
Total Capital Outlay appropriations, transfers & fund balance	<hr/> <hr/> \$356,227,155

Proposed Special Revenue



- Contracted Programs
 - Total Budget \$51,490,560
 - 2021-2022 Continuing Grants
 - New Grants upon receipt
 - Includes CARES, ESSER and ARP grants
- Food & Nutrition
 - Total Budget \$57,296,092
 - Self-Supporting

Proposed Debt Service Budget

- Purpose
 - To pay the principal and interest on existing long-term debt
- Outstanding Bond Issues
- (\$109 Million)
 - 2017 Certificate of Participation Bonds
 - 2021 Certificate of Participation Bonds
- Total Budget \$8,523,466



Proposed Self-Insured Workers Comp Budget

- Total Budget \$2,313,842
 - Workers Compensation
 - Liability Insurance



Proposed Self-Insured Health Budget

- Total Budget \$167,606,331

- 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

