



School Board of Pinellas County

First Public Hearing to Adopt Tentative
Budget & Millages

August 1, 2006



School Board of Pinellas County

Tentative Millages

For Fiscal Year 2006-07

The School District's Proposed Millage Is Comprised Of :



- General (Operating)
 - Required Local effort - State Mandated
 - Discretionary
 - Supplemental
 - Local Referendum
- Capital Outlay

What Is the “Rolled-back” Millage Rate?



- The millage rate necessary to generate the same amount of money that was raised the prior school year, but using the new property values after adjusting for new construction

Proposed Increase Over "Rolled-back" Rate



2006-2007 Proposed vs "Rolled Back " Rate	"Rolled-Back" Rate	Proposed 2006-2007	Percent of Change
Required Local Effort	4.371	5.046	15.45%
Discretionary Millage	0.429	0.510	18.77%
Supplemental Millage	0.159	0.154	-3.21%
Capital Outlay Millage	1.684	2.000	18.76%
Local Referendum	0.421	0.500	18.76%
Total Millage	7.064	8.210	16.22%

Millages Comparison



Proposed 2006-2007 vs 2005-2006 Actual	Actual 2005-2006	Proposed 2006-2007	Percent of Change
Required Local Effort	5.191	5.046	-2.79%
Discretionary Millage	0.510	0.510	0.00%
Supplemental Millage	0.189	0.154	-18.52%
Capital Outlay Millage	2.000	2.000	0.00%
Local Referendum	0.500	0.500	0.00%
Total Millage	8.390	8.210	-2.15%

Reasons for Increase Above “Rolled-back” Rate



- **Required Local Effort:**
 - Proposed tax rate must be levied to receive state funds (no district option)
- **Discretionary Millage:**
 - To maintain services and meet additional costs due to growth and inflation
- **Capital Outlay Millage:**
 - For proposed 2006-07 projects as advertised

Millage Proceeds by Type



Type	Millage	Proceeds
Operating		
Required	5.046	\$ 362,697,357
Discretionary	0.510	36,657,878
Supplemental	0.154	11,069,242
Referendum	0.500	35,939,096
Total Operating	6.210	446,363,573
Capital Outlay	2.000	143,756,384
Total Millage	8.210	\$ 590,119,957

Motions Necessary to Adopt Millage Rates



- Approval of Tentative Supplemental Discretionary Millage by Separate Vote
- Adoption of Total Millage Rates



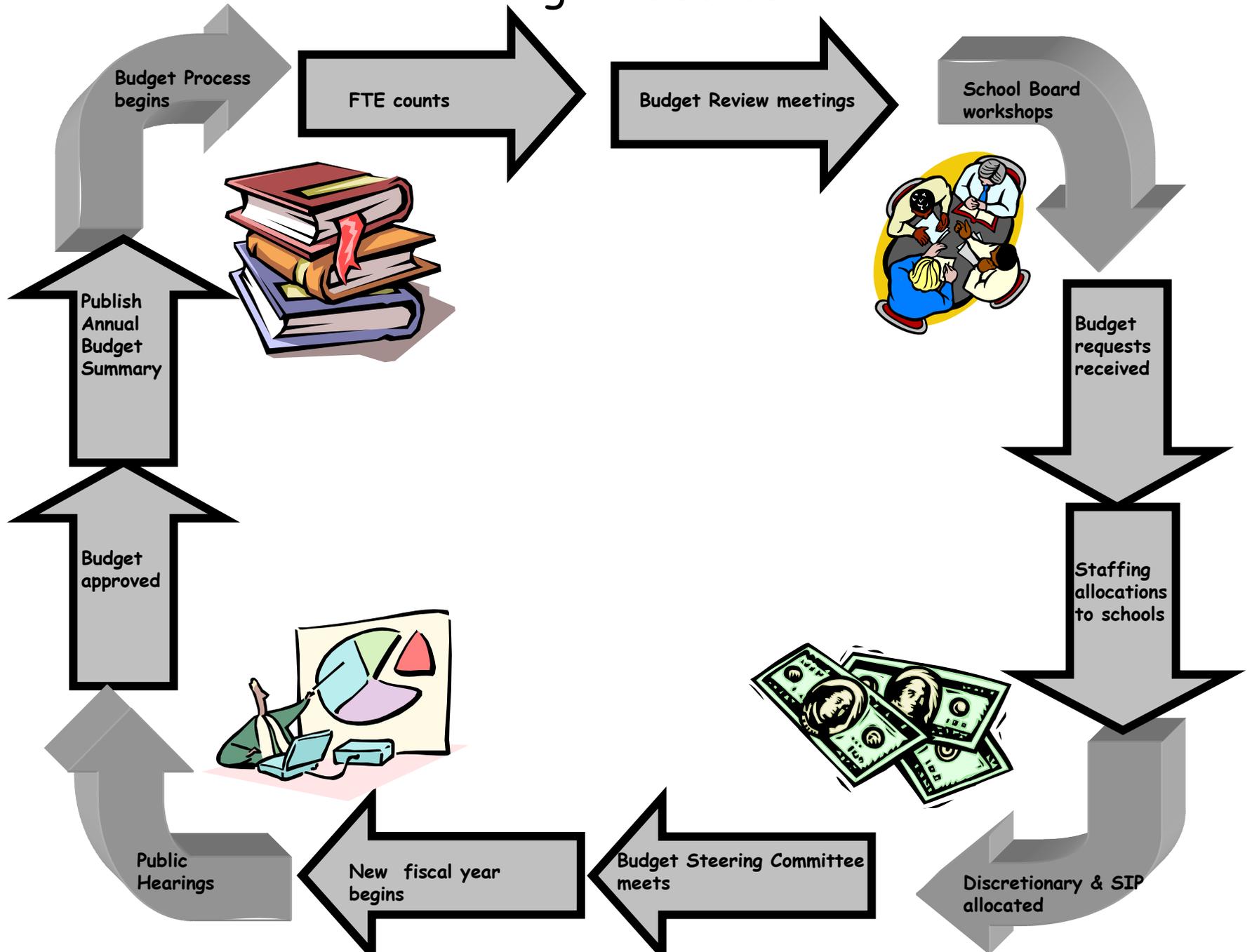
School Board of Pinellas County
Proposed Tentative Budget
For Fiscal Year 2006-07

Budget Calendar



- October 2005 - May 2006
 - Board Workshops
 - Budget Analysis
 - Budget Forecasting
 - Staffing Plan Development
- March - June 2006
 - Budget Development
 - Budget Steering Committee
- July - September 2006
 - Minor Budget Adjustments
 - Public Hearings
 - Approval of Budget and Millage

Budget Process



Budget Parameters



- “Live Within Our Means”
- 63/37 Expenditures Benchmark
- Contingency
- Core Curriculum/Strategic Directions
- Employee Compensation

Required Advertisements



- Required by Florida Statute
 - Section 200, Truth-in-Millage (TRIM)
 - “Notice of Proposed Tax Increase”, “Budget Summary Ad” & “Notice of Tax for School Capital Outlay”
 - Section 1011.03
 - “2006/07 Budget Summary”
 - Historical summary of financial and demographic data
 - 2005-2006, 2000-01, and 1995-96

2006-07 Budget Summary



General Operating	\$ 914,148,890
Debt Service	5,151,482
Capital Outlay	418,705,484
Contracted Programs	26,063,026
School Food Service	51,289,017
Internal Service	11,969,736
Grand Total	<u>\$ 1,427,327,635</u>

Legislative Issues 2006-2007



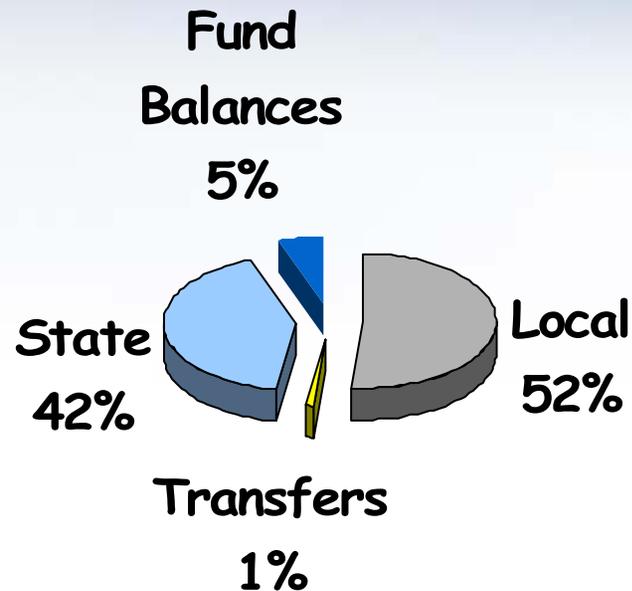
- Increase in **BSA**
- Supplemental Academic Instruction Categorical (now includes summer reading categorical and Special Teachers Are Rewarded (STAR))
- Educational Technology and Teacher Training were not funded
- Lottery Funds / School Recognition
- Class Size Reduction Categorical
- “John McKay Scholarships” (\$5,665,000 in 2005-2006)

Operating Fund Resources



Federal Direct	\$185,000	0.0%
Federal Through State	2,048,890	0.2%
State Sources	384,140,260	42.0%
Local Sources	467,174,740	51.1%
Transfers	10,700,000	1.2%
Other	500,000	0.1%
Fund Balance	49,400,000	5.4%
Total - Anticipated Resources	<u>\$914,148,890</u>	<u>100.0%</u>

Operating Budget Revenue Sources by %



Note: Federal Sources make up less than 1% of Total Revenues.

Proposed Operating Budget



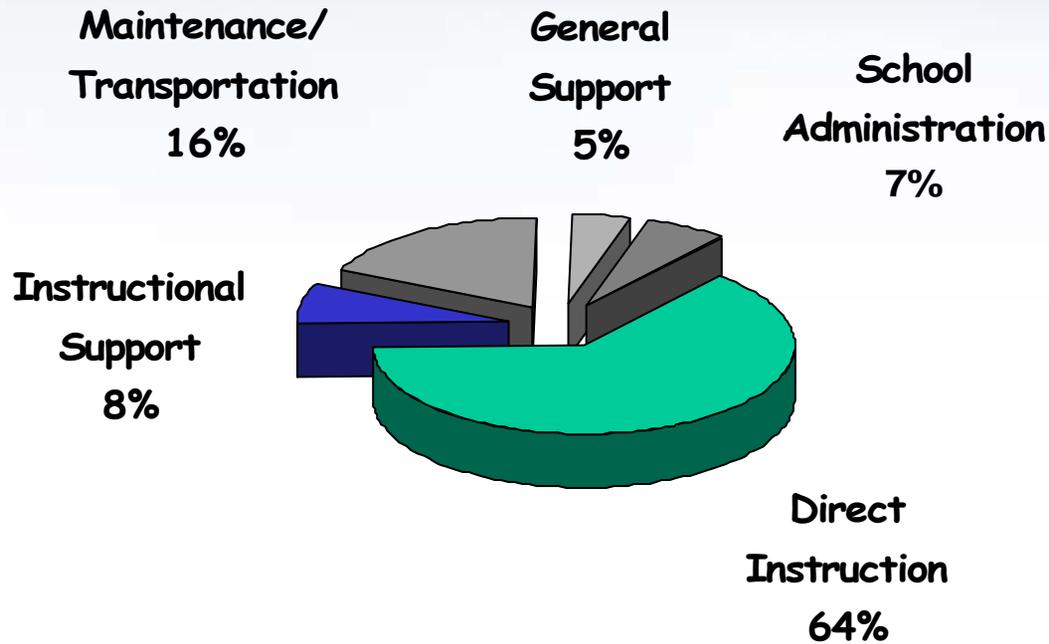
- Funds the Day to Day Operating Expenses of the School District
 - Salaries & Benefits
 - Supplies and Materials
 - Textbooks & Library Books
 - Student Transportation
 - Utilities
 - Maintenance & Repairs

Operating Budget Allocation by Object



Salaries	\$553,718,074	60.6%
Benefits	166,874,652	18.3%
Purchased Services	48,334,756	5.3%
Energy Services	33,278,890	3.6%
Supplies	36,307,080	4.0%
Capital Outlay	5,497,403	0.6%
Other	9,189,145	1.0%
Fund balance	60,948,890	6.7%
Total - Operating Budget	<u>\$914,148,890</u>	<u>100.0%</u>

Operating Budget Allocation by Function



Capital Fund Sources



- **State Sources:**

- Public Education Capital Outlay (PECO)
- Capital Outlay & Debt Service (CO&DS)
 - Flow-through revenue has been bonded (*state*)
- Classrooms for Kids
- State fund sources account for approximately 10% of new revenues

Capital Fund Sources



- **Local Sources:**
 - Property Taxes - 2.000 mills
 - Local fund sources account for approximately 90% of new revenues

- **Fund Balances (Committed Projects)**
 - Past practice has been to operate under a “Pay-As-You-Go” policy

Proposed Capital Outlay Budget

- Pays for Capital Projects, such as:
 - Site Acquisitions
 - Construction and Remodeling
 - Maintenance, Renovations and Repairs
 - Purchase of Furniture, Equipment and Technology
 - Purchase of School Buses
 - Lease of Relocatable Educational Facilities



Proposed Capital Projects

School and Center Project	\$	42,590,792
Maintenance Proj		47,646,000
School Buses & Lease/ Purchases		5,264,669
Infrastructure Needs		7,295,000
Contingency		26,680,801
Other Capital Projects	\$	60,619,641
Total Capital Projects (from FY 2005-2006)		190,096,903
Projects Funded from Prior Revenues		228,608,581
Total Capital Outlay		
Appropriations & Transfers		418,705,484



Five-Year Capital Outlay Plan & Facilities Work Program



- Review and update Five-Year Capital Outlay Plan
 - School Board will review recommended updates to plan on September 12, 2006.
 - Plan must be updated before Board approves final budget

Five-Year Capital Outlay Plan & Facilities Work Program



- Major changes
 - New “Year 5” (20010/011) is incorporated into plan
 - State-mandated retrofitting of Relocatable Classroom Facilities is continued
 - Adjustments to existing or planned projects are included, based on current construction market conditions and Class Size Reduction requirements
 - Seventeen projects identified as the result of the 2004 Educational Plant Survey and the project prioritization process remain in The Plan

Proposed Debt Service Budget



- **Purpose**
 - To pay the principal and interest on existing long-term debt
- **Outstanding Bond issues (\$38.6 Million)**
 - 2000 SBE Bonds
 - 2001 SBE Bonds
- **Total Budget** **\$5,151,482**

Proposed Special Revenue Budget



- **Contracted Programs**
 - **Total Budget** **\$26,063,026**
 - 05/06 Continuing Grants
 - New Grants Budgeted Upon Receipt
- **Food Service**
 - **Total Budget** **\$51,289,017**
 - Self-Supporting

Proposed Internal Service Budget



- **Total Budget** **\$11,969,736**
 - Worker's Compensation
 - Liability Insurance

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 - 6479
- <http://www.pinellas.k12.fl.us/budget/>

Motions Necessary to Adopt the Budget



- Adoption of Tentative Budget for 2006-07
- Motion to Establish Date, Time, and Place of Second Public Hearing
- Motion to Authorize Submittal of Certification of School Taxable Value



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