



School Board of Pinellas County

Second Public Hearing to Adopt
Proposed Budget and Millages

September 9, 2008



School Board of Pinellas County

Proposed Millages
For Fiscal year 2008-2009



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.



Reasons for Millage Rate vs. “Rolled-back Rate

- Required Local Effort:
 - *Proposed tax rate must be levied to receive state funds (no district option)*
- Discretionary Millages:
 - *To maintain services and meet additional costs due to inflation*
- Local Referendum
- Capital Outlay Millage:
 - *For proposed 2008-2009 projects as advertised*

Proposed Millage Rate vs. "Rolled-back" Rate

2008-2009 Proposed vs "Rolled Back" Rate	Rolled Back Rate	Proposed 2008-2009	Percentage of Change
Required Local Effort	4.901	5.172	5.53%
Discretionary Millage	0.529	0.498	-5.77%
Supplemental Millage	0.146	0.141	-3.49%
Local Referendum	0.518	0.500	-3.49%
Capital Outlay Millage	1.917	1.750	-8.71%
Total Millage	8.011	8.061	0.63%

Millage Comparison

Proposed 2008-2009 vs 2007-2008 Actual	Actual 2007-2008	Proposed 2008-2009	Percentage of Change
Required Local Effort	4.730	5.172	9.34%
Discretionary Millage	0.510	0.498	-2.35%
Supplemental Millage	0.141	0.141	0.00%
Local Referendum	0.500	0.500	0.00%
Capital Outlay Millage	1.850	1.750	-5.41%
Total Millage	7.731	8.061	4.27%

Millage Proceeds by Type

Type	Millage	Proceeds
Operating		
Required	5.172	\$ 385,780,842
Discretionary	0.498	37,145,951
Supplemental	0.141	10,517,227
Referendum	0.500	37,295,132
Total Operating	6.311	470,739,152
Capital Outlay	1.750	130,532,961
Total Millage	8.061	\$ 601,272,113



Motion Necessary to Adopt Millage Rates

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



School Board of Pinellas County

Proposed Budget
For Fiscal Year 2008-2009



Budget Calendar


- October 2007 – June 2008
 - *Board Workshops*
 - *Budget Analysis*
 - *Budget Forecasting*
 - *Staffing Plan Development*
- March – June 2008
 - *Budget Development*
 - *Budget Steering Committee*
- July – September 2008
 - *Minor Budget Adjustments*
 - *Public Hearings*
 - *Approval of Budget and Millage*



Budget Parameters

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

2008-2009 Budget Summary



General Operating	\$ 928,345,400
Debt Service	5,231,601
Capital Outlay	479,132,668
Contracted Programs	81,472,298
School Food Service	49,232,262
Internal Service	10,088,357
Grand Total	<u>\$ 1,553,502,586</u>

Legislative Issues 2008-2009

- Decrease in BSA of \$108.00*
- Reduction in total revenue of \$695.7 million
- Increase with Required Local Effort (RLE)
- Capital Outlay dollars used as RLE
- Class Size Reduction categorical

**Calculated from the second budget reduction of 2008.*

The difference between 2007-2008 budget and 2008-2009 proposed is \$191.73 or 4.8 percent



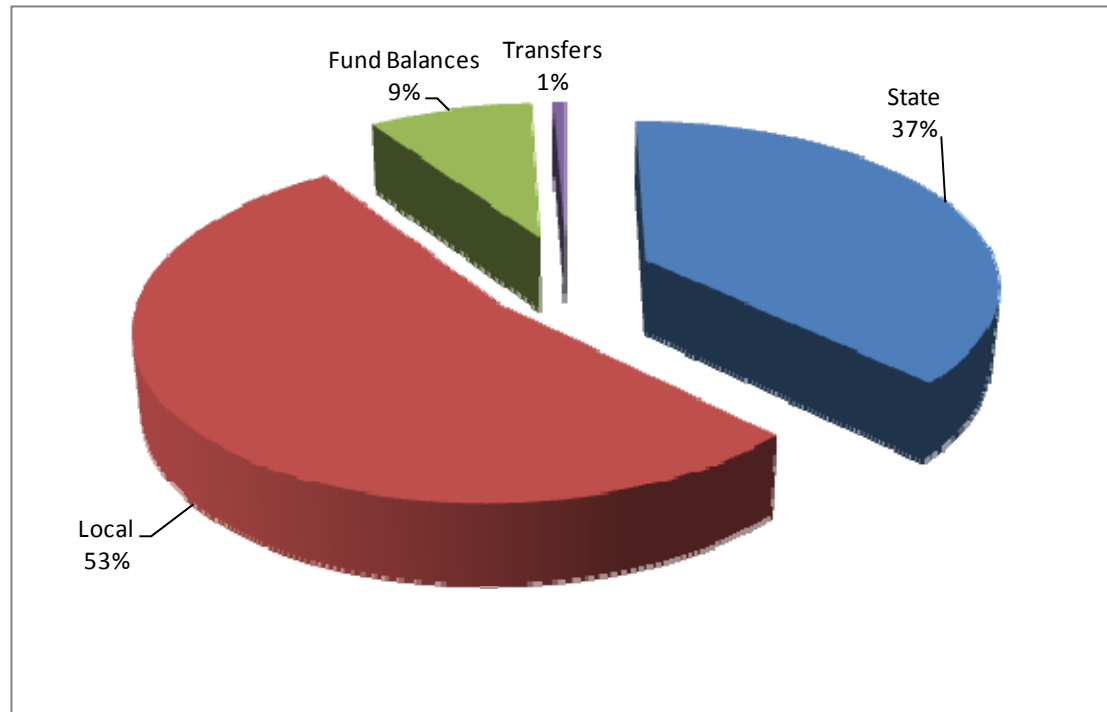
Proposed Operating Budget

- Funds the day to day operating expenses of the School District
 - *Salaries & benefits*
 - *Supplies & materials*
 - *Textbooks & Library books*
 - *Student transportation*
 - *Utilities*
 - *Maintenance & repairs*

Operating Fund Resources

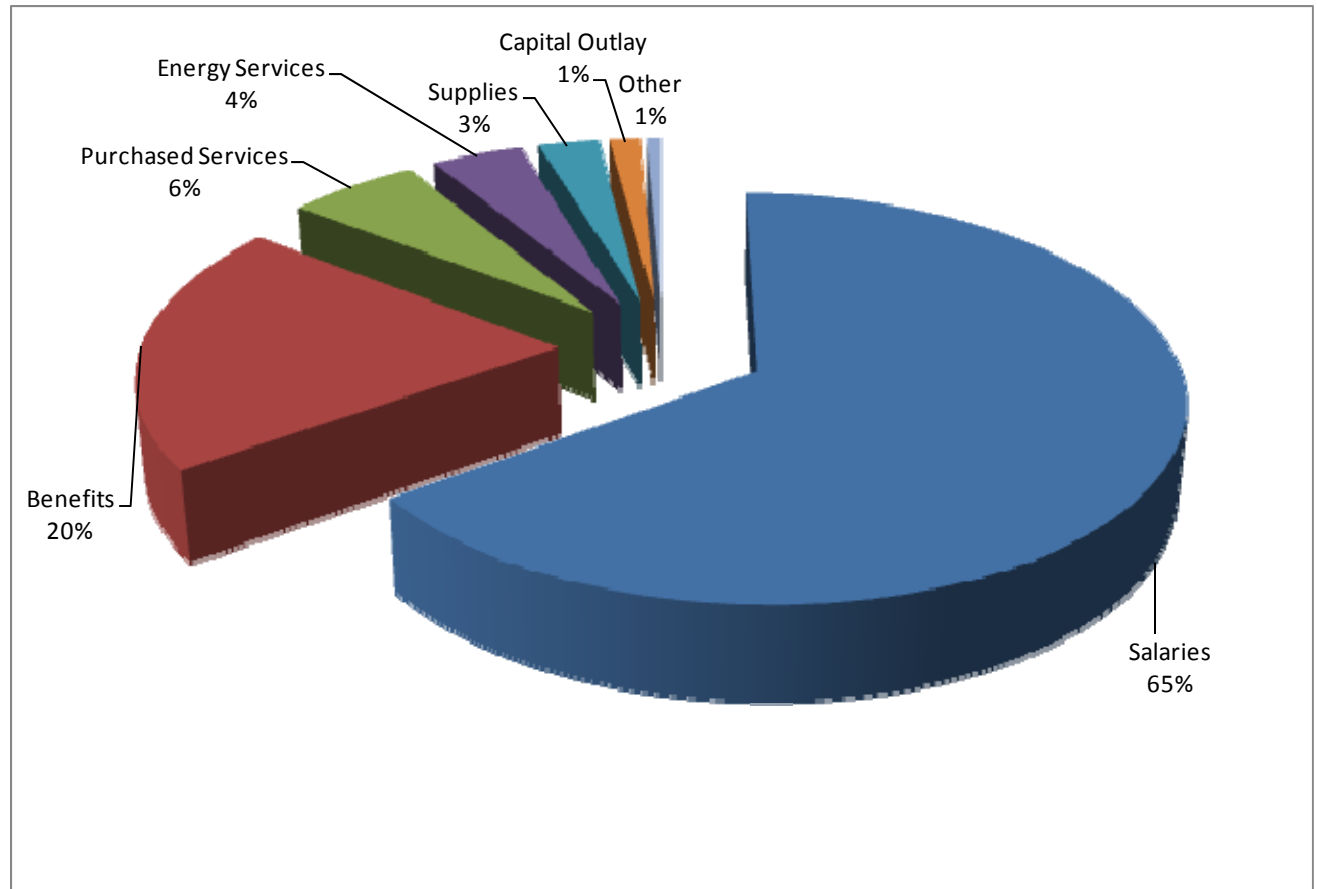
Federal Direct	\$	185,000	0.02%
Federal Through State		2,000,000	0.22%
State Sources		345,538,108	37.22%
Local Sources		492,841,704	53.09%
Transfers		6,000,000	0.65%
Other		500,000	0.05%
Fund Balance		81,280,588	8.76%
Grand Total	\$	<u>928,345,400</u>	

Operating Budget Revenue Sources

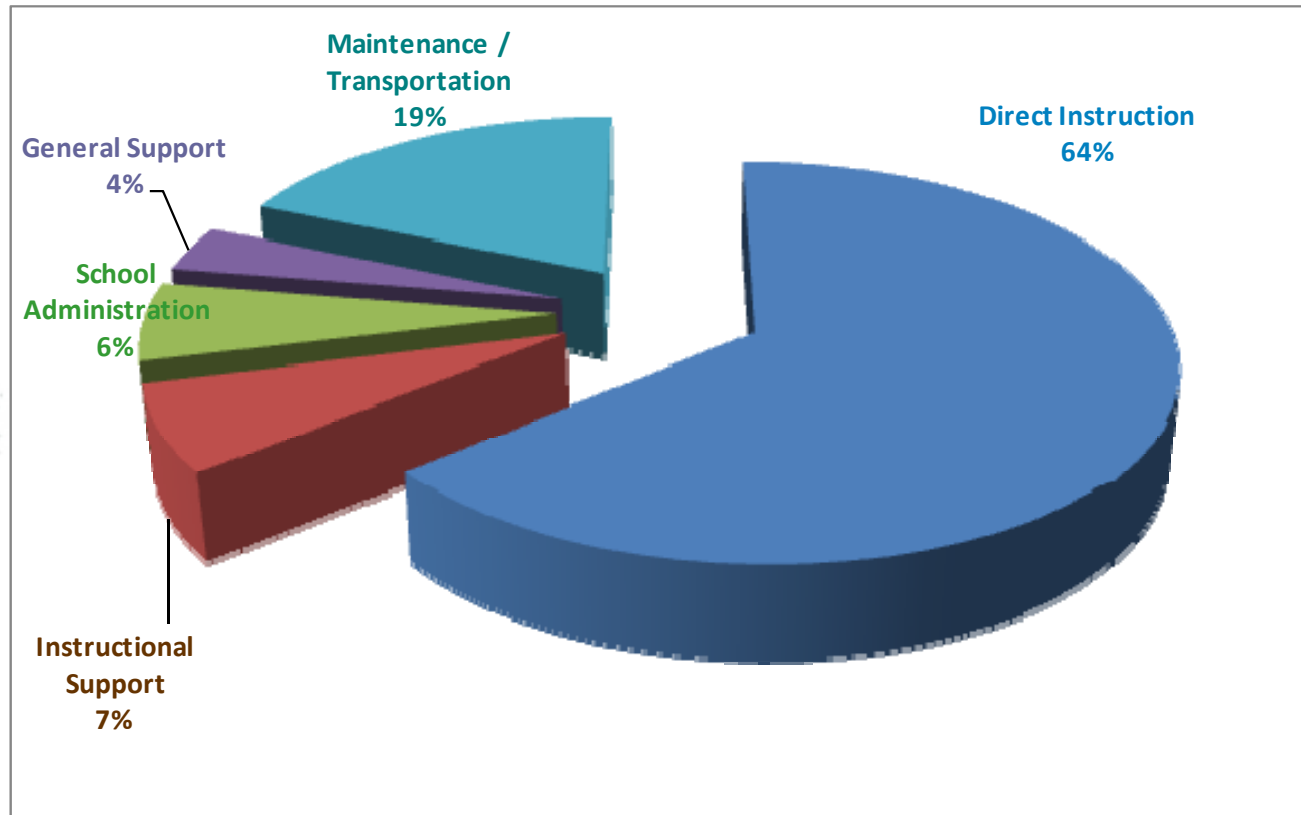


Federal Sources make up less than 1% of total revenue

Operating Budget Allocation by Object



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)
 - *State fund sources account for approximately 6.8% of new revenues*
- Local Sources
 - *Property Taxes – 1.75 mills*
 - *Race Track*
 - *Interest earnings*
 - *Local fund sources account for approximately 93.2% of new revenues*
- Fund Balance
 - *Past practice has been to operate under a “Pay-As-You-Go” policy*



Five-Year Capital Outlay Plan & Facilities Work Program

- Review and update Five-Year Capital Outlay Plan
 - *School Board will review /approve recommended updates to plan on September 9, 2008*
 - *Plan must be updated before the Board approves the final budget*
- Major Changes
 - *Addition of new "Year 5" (2012/2013)*
 - *Construction of 200 Classrooms at 33 schools in order to meet the Class Size Reduction requirements*
 - *Construction of 131 classrooms at 16 schools to replace existing relocatable classrooms*
 - *Continue State-mandated retrofitting of relocatable classrooms to a permanent status (includes providing underground utilities, more stable foundations and covered walkways.*
 - *Purchase of 80 new relocatable classrooms*



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*
 - *Lease purchase of technology*
 - *Purchase of school buses*
 - *Lease and purchase of relocatable educational facilities*



Proposed Capital Projects

School and Center Projects	\$146,590,426
Maintenance and Infrastructure projects	63,102,339
Contingency	4,040,782
Technology, equipment and school buses	31,869,765
Other (two-mill relief, transfers, relocatables and land)	30,800,952
Total Capital projects from FY 2008-09 revenue, prior carryforwards & balances	<hr/> \$276,404,264
Encumbrances	67,147,943
Carryover of prior projects & balances	135,580,461
Grand total Capital Outlay appropriations & transfers	<hr/> 479,132,668 <hr/>



Proposed Debt Service Budget

- Purpose
 - *To pay the principal and interest in existing long-term debt*
- Outstanding Bond issues
- (\$34.6 Million)
 - *2000 SBE Bonds*
 - *2001 SBE Bonds*
- Total Budget \$5,231,601



Proposed Special Revenue Budget

- Contracted Programs

- *Total Budget* \$81,472,298

- 07-08 Continuing Grants
 - New Grants budgeted upon receipt

- Food Service

- *Total Budget* \$49,232,262

- Self-Supporting

Proposed Internal Service Budget

- Total Budget \$10,088,357
 - *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, 33770
- For additional information, please call:
(727) 588-6479
- [HTTP://www.pinellas.k12.fl.us/budget/](http://www.pinellas.k12.fl.us/budget/)

Motions Necessary to Adopt the Budget

- Adoption of Proposed Budget for 2008-2009
- Motion to authorize submittal of Certification of School Taxable Value