

# SCHOOL BOARD OF PINELLAS COUNTY

Second Public Hearing to Adopt  
Proposed Budget and Millages  
September 15, 2009

# SCHOOL BOARD OF PINELLAS COUNTY

Proposed Millages  
For Fiscal year 2009-2010

# The School District's Proposed Millage is Comprised of:

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- ❑ General (Operating)
  - Required Local Effort
  - State Mandated
  - Discretionary
  - Critical Operating Discretionary
  - Local Referendum
- ❑ Capital Outlay

# What is the "Rolled-back" Millage Rate?

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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 Millage vs. "Rolled Back Rate"

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2009-2010 Proposed vs "Rolled Back" Rate	Rolled Back Rate	Proposed 2009-2010	Percentage of Change
Required Local Effort	5.8411	5.3480	-8.44%
Discretionary Millage	0.5624	0.7480	33.00%
Supplemental Millage	0.1592		-100.00%
Discretionary Critical Needs		0.2500	100.00%
Local Referendum	0.5647	0.5000	-11.46%
Capital Outlay Millage	1.9760	1.5000	-24.09%
Total Millage	9.1038	8.3460	-8.32%

# Millage Comparison

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Proposed 2009-2010 vs 2008-2009 Actual	Actual 2008-2009	Proposed 2009-2010	Percentage of Change
Required Local Effort	5.172	5.348	3.40%
Discretionary Millage	0.498	0.748	50.20%
Supplemental Millage	0.141		-100.00%
Discretionary Critical Needs		0.250	100.00%
Local Referendum	0.500	0.500	0.00%
Capital Outlay Millage	1.750	1.500	-14.29%
Total Millage	8.061	8.346	3.54%

# Property Tax Revenue Comparison

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	Revenue 2008-2009	Revenue 2009-2010	Difference
Required Local Effort	\$384,576,826	\$354,861,131	(\$29,715,695)
Discretionary	\$37,030,019	\$49,632,784	\$12,602,765
Additional Discretionary	\$10,484,403		(\$10,484,403)
Discretionary Critical Needs		\$16,588,497	\$16,588,497
Local Referendum	\$37,178,734	\$33,176,994	(\$4,001,740)
Total Operating	\$469,269,982	\$454,259,406	(\$15,010,576)
Capital Outlay Millage	\$130,125,570	\$99,530,983	(\$30,594,587)
Total Millage	<u>\$599,395,552</u>	<u>\$553,790,389</u>	<u>(\$45,605,163)</u>

# Reasons for Millage

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- 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
  - ▣ To meet critical operating needs
- Local Referendum
- Capital Outlay
  - ▣ For proposed 2009-2010 projects as advertised



# Millage Proceeds by Type

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Type	Millage	Proceeds
Operating		
Required	5.348	\$ 354,861,131
Discretionary	0.748	49,632,784
Discretionary Critical Needs	0.250	16,588,497
Referendum	0.500	33,176,994
Total Operating	6.846	454,259,406
Capital Outlay	1.500	99,530,983
Total Millage	8.346	\$ 553,790,389

# Motions Necessary to Adopt Millage Rates

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- Approval of Discretionary Critical Needs Millage by Super Majority
- Approval of Proposed Discretionary Millage by Separate Vote
- Adoption of Total Millage

# SCHOOL BOARD OF PINELLAS COUNTY

Proposed Budget  
For Fiscal year 2009-2010

# Budget Calendar

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- October 2008 - June 2009
  - ▣ Board Workshops
  - ▣ Budget Analysis
  - ▣ Budget Forecasting
  - ▣ Staffing Plan Development
- March - June 2009
  - ▣ Budget Development
  - ▣ Budget Steering Committee
- July - September 2009
  - ▣ Minor Budget Adjustments
  - ▣ Public Hearings
  - ▣ Approval of the Budget and Millage

# Budget Parameters

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- "Live within our means"
- 63/37 Expenditure Benchmark
- Contingency
- Core Curriculum / Strategic Direction

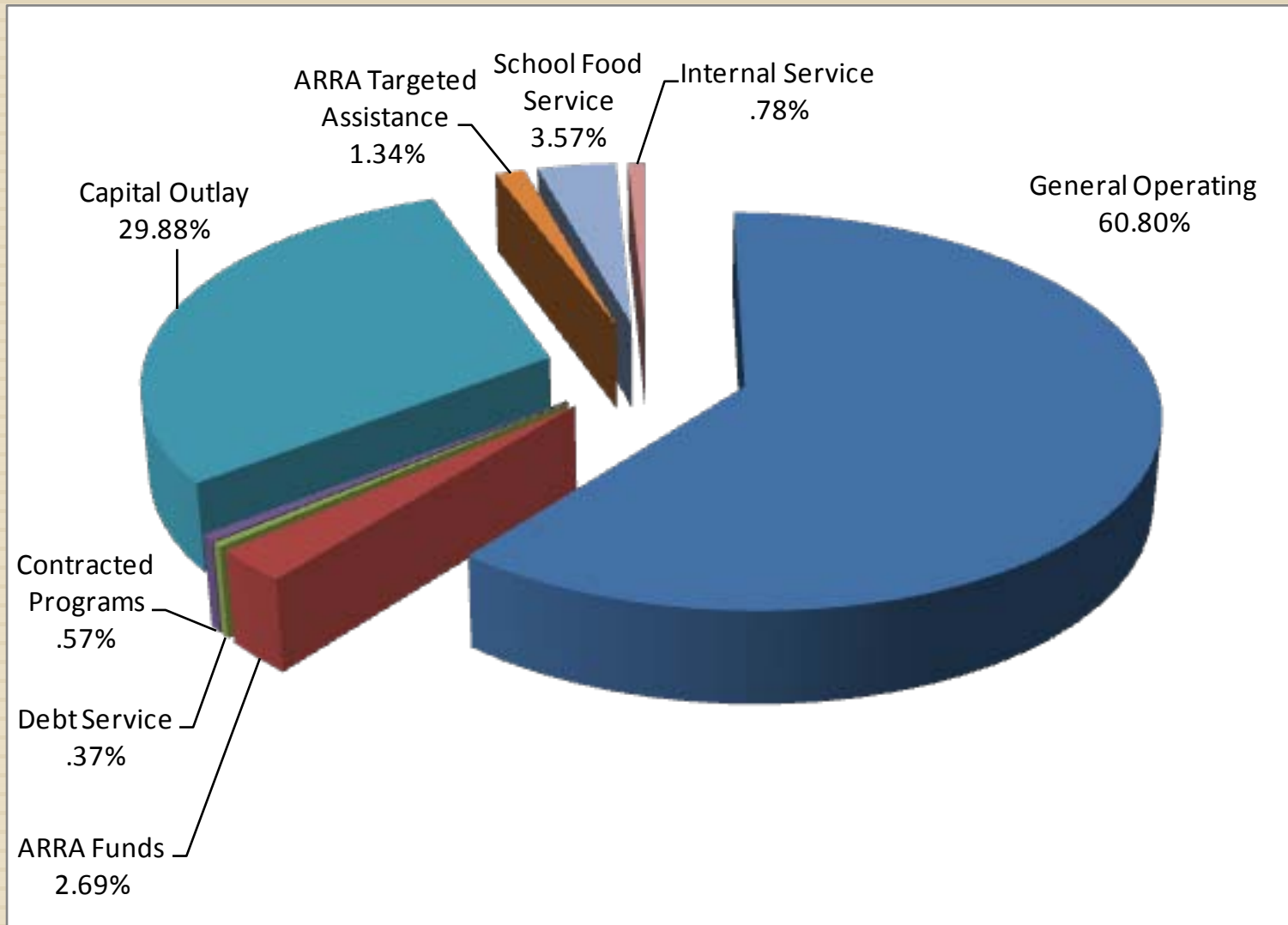
# Budget Summary

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General Operating	\$	865,433,040
ARRA Funds		37,729,628
<hr/>		
Total Combined Resources		903,162,668
Debt Service		5,143,005
Contracted Programs		75,969,170
Capital Outlay		400,086,055
ARRA Targeted Assistance		18,805,865
School Food Service		49,598,634
Internal Service		11,100,781
Grand Total	\$	<hr/> 1,463,866,178 <hr/>

# Budget Summary All Sources

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# Legislative Issues 2009-2010

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- Decrease in the Base Student Allocation (BSA) of \$255.52\*
- Increase in total revenue \$5.1 million
- Decrease in Required Local Effort (RLE)
- Discretionary Dollars used as RLE
- Class Size Categorical
- Using Federal Stabilization Funding
- \* Calculated from the fourth calculation of 2008-2009



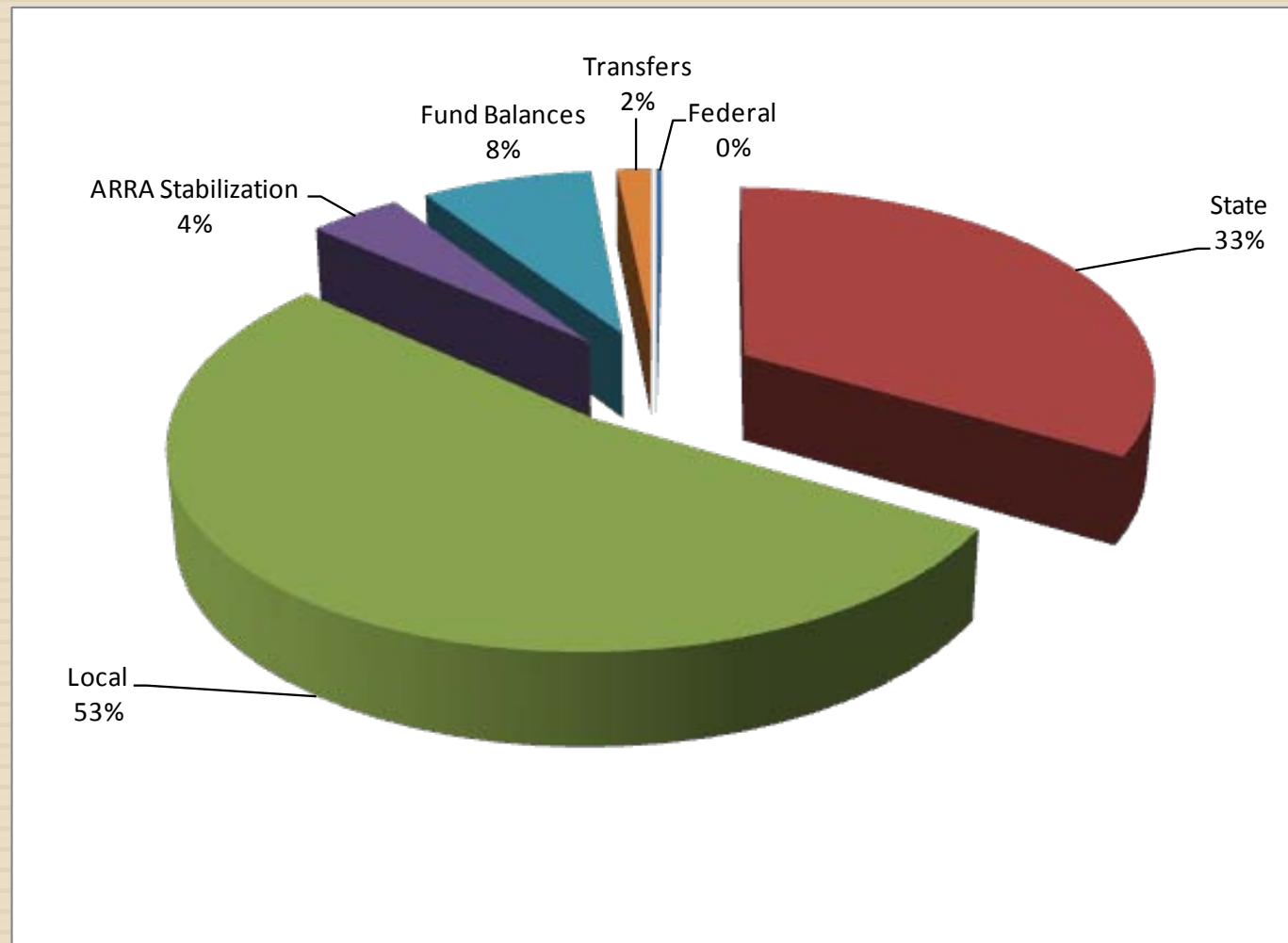
# Operating Fund Resources with ARRA Stabilization Revenue

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Federal Direct	\$185,000	0.0%
Federal Through State	2,000,000	0.2%
State Sources	300,014,667	33.2%
Local Sources	479,270,705	53.1%
Transfers	14,000,000	1.6%
Other	500,000	0.1%
Fund Balance	69,462,688	7.7%
Total - Anticipated Resources	\$865,433,060	95.8%
ARRA Stabilization Revenue	37,729,628	4.2%
	<u>\$903,162,688</u>	<u>100.0%</u>

# Operating Budget Revenue Sources with ARRA Stabilization Revenue

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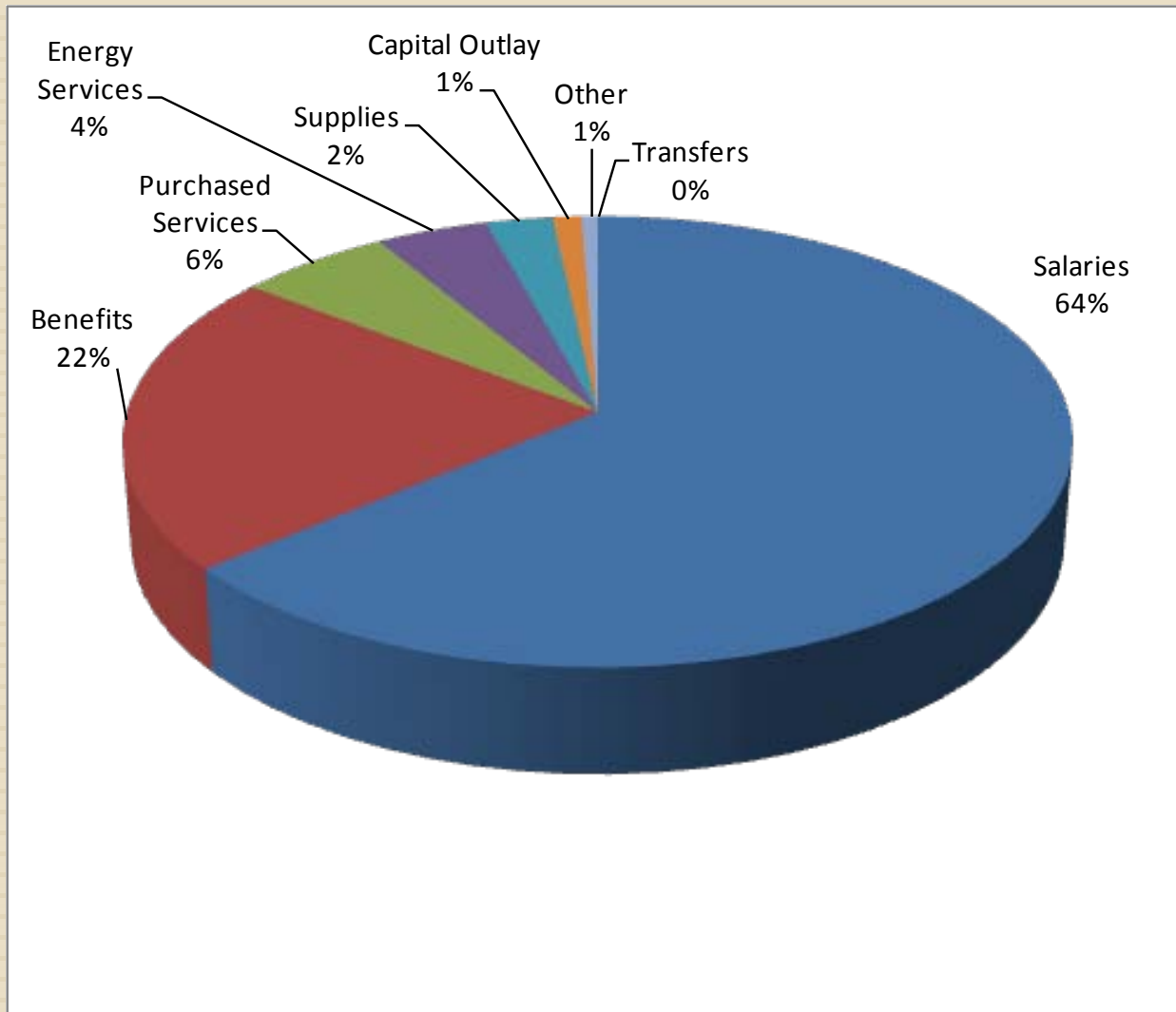
# Proposed Operating Budget

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- 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 Including Stabilization Allocation by Object

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# Capital Fund Sources

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- State Sources
  - ▣ Public Education Capital Outlay (PECO)  
(2.1%)
  - ▣ Capital Outlay and Debt Service (CO & DS)  
(.05%)

# Capital Fund Sources

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- Local Sources
  - ▣ Property Taxes - 1.50 mills (94.8 %)
  - ▣ Race Track (.2%)
  - ▣ Interest Earnings (2.4%)
  - ▣ Local funds account for approximately 97.4% of new revenue
- Fund Balance
  - ▣ Past and current practice is to operate under a "Pay as you go" policy

# Five-Year Capital Outlay Plan & Facilities Work Program

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- Review and update Five-Year Capital Outlay Plan
  - School Board will have reviewed recommended updates to plan on September 15, 2009
  - Plan must be updated before the Board approves the final budget

# Five-Year Capital Outlay Plan & Facilities Work Program

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## □ Major Changes

- Addition of new "Year 5" (2013-2014)
- Continue construction of classrooms to meet Class Size Reduction requirements
- Continue state-mandated retrofitting of relocatable classrooms to a permanent status (including providing underground utilities, more stable foundations and covered walkways)
- No new construction or major renovation projects added due to the continuation of the present Educational Plant Survey per State DOE recommendation



# Proposed Capital Projects

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School and Center Projects	\$4,000,000
Maintenance and Infrastructure projects	47,485,000
Contingency	5,000,000
Technology, equipment and school buses	22,975,503
Other (two-mill relief, transfers, relocatables and land)	17,241,174
Total Capital Appropriations for FY 2009-2010	<hr/> \$96,701,677
Carryover of prior projects	280,925,500
Ending Fund Balance	22,458,878
Grand total Capital Outlay appropriations, transfers & fund balance	<hr/> 400,086,055 <hr/>

# Proposed Debt Service

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## □ Purpose

- To pay the principal and interest on existing long term debt
- Outstanding bond issues
  - (32.5) million
- All outstanding debt is scheduled to be retired by 2021.

Total Budget

\$5,143,005

# Proposed Special Revenue

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- Contracted Programs
  - Total budget \$75,969,170
    - 08-09 Continuing Grants
    - New Grants upon receipt
- American Recovery and Reinvestment grants
  - Fiscal Stabilization Grants \$37,729,628
  - Targeted Assistance \$18,805,865
  - Total Budget \$56,535,493
- Food Service
  - Self-Supporting
  - Total Budget \$49,598,634

# Proposed Internal Service

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- Total Budget \$11,100,781
  - ▣ Worker's Compensation
  - ▣ Liability Insurance

# School Board of Pinellas County

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- The proposed budget is on file in the Office of budget and Resource Allocation in the Administration Building  
301 4<sup>th</sup> St. S.W., Largo, Fl 33770
- For additional information, please call:  
(727) 588-6179
- [HTTP://www.pinellas.k12.fl.us/budget/](http://www.pinellas.k12.fl.us/budget/)

# Motions Necessary to Adopt the Budget

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- Adoption of Proposed Budget for 2009-2010
- Motion to authorize submittal of Certification of Taxable Value