

A photograph of a classroom with several students in the foreground and middle ground. They are all seen from behind, with their arms raised high in the air, suggesting an active learning environment or a public hearing. The background is a dark chalkboard with some faint, illegible writing. The lighting is bright, highlighting the students' hair and clothing.

School Board of Pinellas County

**Second Public Hearing to Adopt
Proposed Budget and Millages**

September 10, 2013

School Board of Pinellas County

Proposed Millages For Fiscal Year 2013-2014



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.



Millage Comparison

<i>Proposed 2013-2014 vs. Actual 2012-2013</i>	2012/2013 Actual	2013/2014 Proposed	<i>Percent Change</i>
Required Local Effort	5.5540	5.3120	-4.36%
Discretionary Local Effort	0.7480	0.7480	0.00%
Local Referendum	0.5000	0.5000	0.00%
Operating Subtotal	6.8020	6.5600	-3.56%
Capital Outlay	1.5000	1.5000	0.00%
Total Millage	8.3020	8.0600	-2.91%

What is the “Rolled-back” Millage Rate?

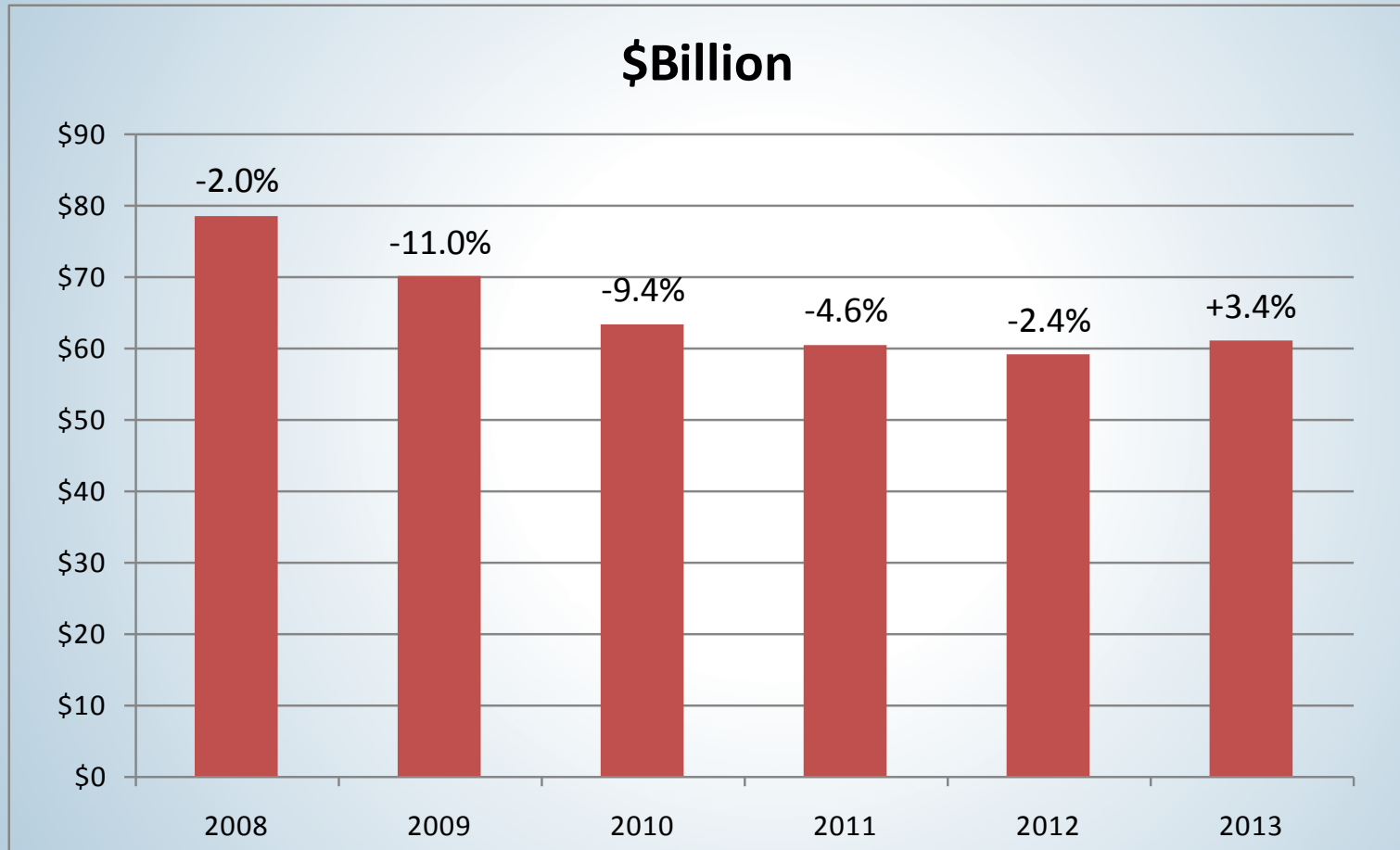
- The millage rate necessary to generate the same amount of money that was raised the prior school year, but using the new property values after adjusting for new construction.



Proposed Millage vs. "Rolled-back" Rate

<i>2013/14 Proposed vs. "Rolled back" Rate</i>	<i>Rolled Back Rate</i>	<i>2013/2014 Proposed</i>	<i>Percent Change</i>
Required Local Effort	5.3827	5.3120	-1.31%
Discretionary Local Effort	0.7250	0.7480	3.17%
Local Referendum	0.4846	0.5000	3.18%
Capital Outlay	1.4537	1.5000	3.18%
Total Millage	8.0460	8.0600	0.17%

Gross Taxable Value Trend



Property Tax Revenue Comparison

	Revenue 2012-2013	Revenue 2013-2014	Difference
Required Local Effort	\$313,997,886	\$310,638,458	(\$3,359,428)
Discretionary	\$42,288,516	\$43,742,012	\$1,453,496
Local Referendum	\$28,267,725	\$29,239,313	\$971,588
Total Operating	\$384,554,127	\$383,619,783	(\$934,344)
Capital Outlay Millage	\$84,803,174	\$87,717,937	\$2,914,763
Total Millage	\$469,357,301	\$471,337,720	\$1,980,419

How are school taxes calculated?

• Assessed Value	\$200,000
• Homestead Exemption	<u>(\$ 25,000)</u>
• Taxable Value	<u><u>\$175,000</u></u>
• Taxable Value	\$175,000
• Divided by 1,000	175
• Multiply by Millage Rate	<u>8.060</u>
• Total 2013 School Tax	<u><u>\$1,410.50</u></u>

Example of How Your Taxes May Change

Tax Year	2010	2011	2012	2013
<i>% Change in Assessed Value</i>		-4.6%	-2.4%	3.4%

Assessed Value	\$ 200,000	\$ 190,800	\$ 186,221	\$ 192,552
Homestead Exemption	25,000	25,000	25,000	25,000
Taxable Value	\$ 175,000	\$ 165,800	\$ 161,221	\$ 167,552
Taxable Value	\$ 175,000	\$ 165,800	\$ 161,221	\$ 167,552
Divided by 1,000 (= number of "mills")	175.000	165.800	161.221	167.552
Times Millage Rate	8.340	8.385	8.302	8.060
School Property Taxes	\$ 1,459.50	\$ 1,390.23	\$ 1,338.46	\$ 1,350.47

Change as compared to the prior year

\$ (69.27)	\$ (51.78)	\$ 12.02
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Cumulative 3-Year Change

\$ (109.03)

Reasons for Millage

- 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 inflation
- Local Referendum
- Capital Outlay Millage:
 - For proposed 2013-2014 projects as advertised

Motions Necessary to Adopt Millage Rates

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



School Board of Pinellas County

A photograph of a classroom from a rear perspective. Several students are raising their hands, indicating they want to answer a question or participate. The students are wearing various colored shirts: light blue, dark blue, red, orange, and green. In the background, a chalkboard is filled with faint, illegible chalk writing.

Proposed Budget for
Fiscal Year 2013-2014

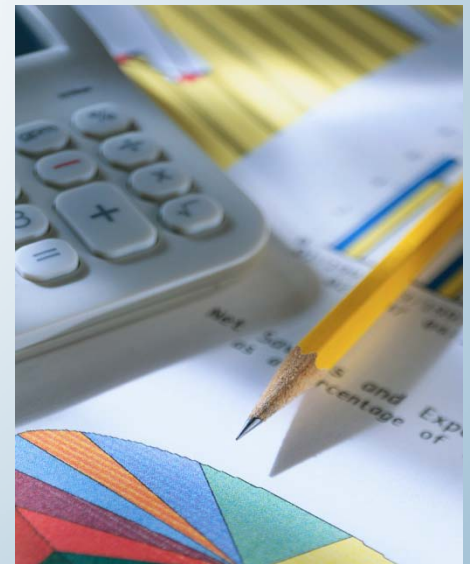
Budget Calendar

- October 2012 – June 2013
 - Board Workshops
 - Budget Analysis
 - Budget Forecasting
 - Staffing Plan Development
- March – June 2013
 - Budget Development
 - Budget Steering Committee
- July – September
 - Minor Budget Adjustments
 - Public Hearings
 - Approval of Budget and Millage



Budget Parameters

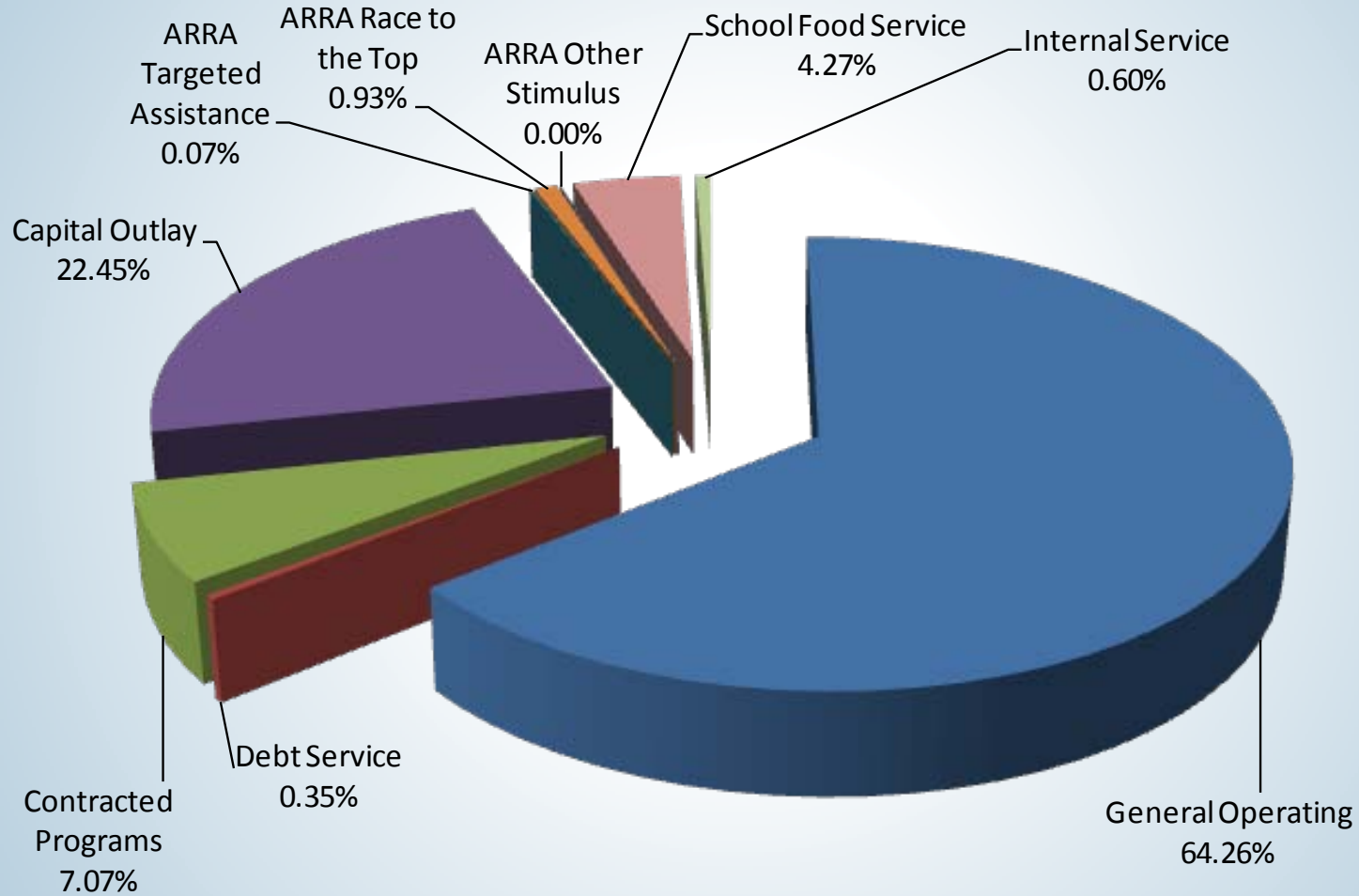
- “Live Within our Means”
- 63/37 Expenditure Benchmark
- Contingency
- Core Curriculum / Strategic Directions



Budget Summary

General Operating	\$	853,694,126
Debt Service		4,713,539
Contracted Programs		93,907,991
Capital Outlay		298,205,915
ARRA Targeted Assistance		906,925
ARRA Race to the Top		12,379,719
ARRA Other Stimulus		37,597
School Food Service		56,783,322
Internal Service		7,932,794
Grand Total	\$	<u>1,328,561,928</u>

Budget Summary All Sources



Legislative Issues 2013-2014

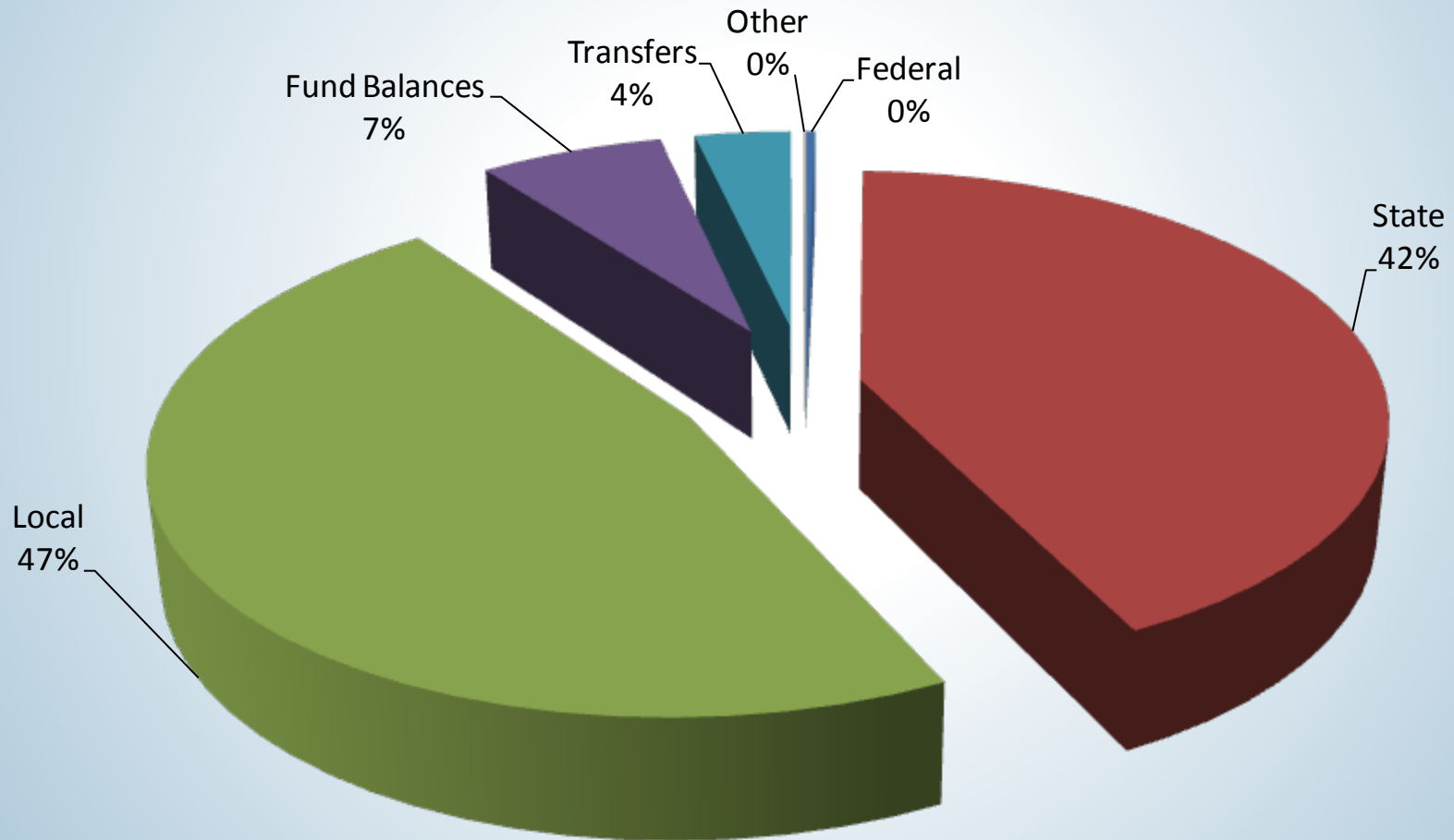
- Increase in Base Student Allocation (BSA) to \$3,752.30
- Increase in district share of revenue of \$38.2 Million
- Teacher Salary Increase Allocation of \$18 Million
 - \$480M statewide for salary increases for classroom teachers and other instructional personnel based on student performance
- Increase of \$.5M in Teachers Classroom Supply Assistance allocation (formerly Teacher Lead)
- Florida Retirement System
 - Approximately \$11.6 Million increase in expenditures due to changes in the contribution rate.



Operating Fund Resources

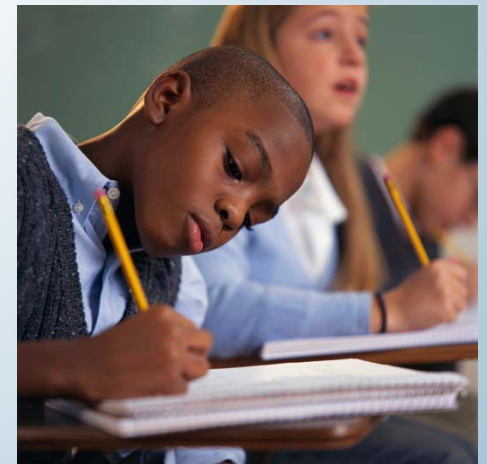
Federal Direct	\$322,000	0.04%
Federal Through State	2,715,324	0.32%
State Sources	362,125,552	42.42%
Local Sources	401,037,124	46.97%
Transfers	30,000,000	3.51%
Other	300,000	0.04%
Fund Balance	57,194,126	6.70%
Total - Anticipated Resources	<u>\$853,694,126</u>	<u>100.00%</u>

Operating Budget Revenue Sources

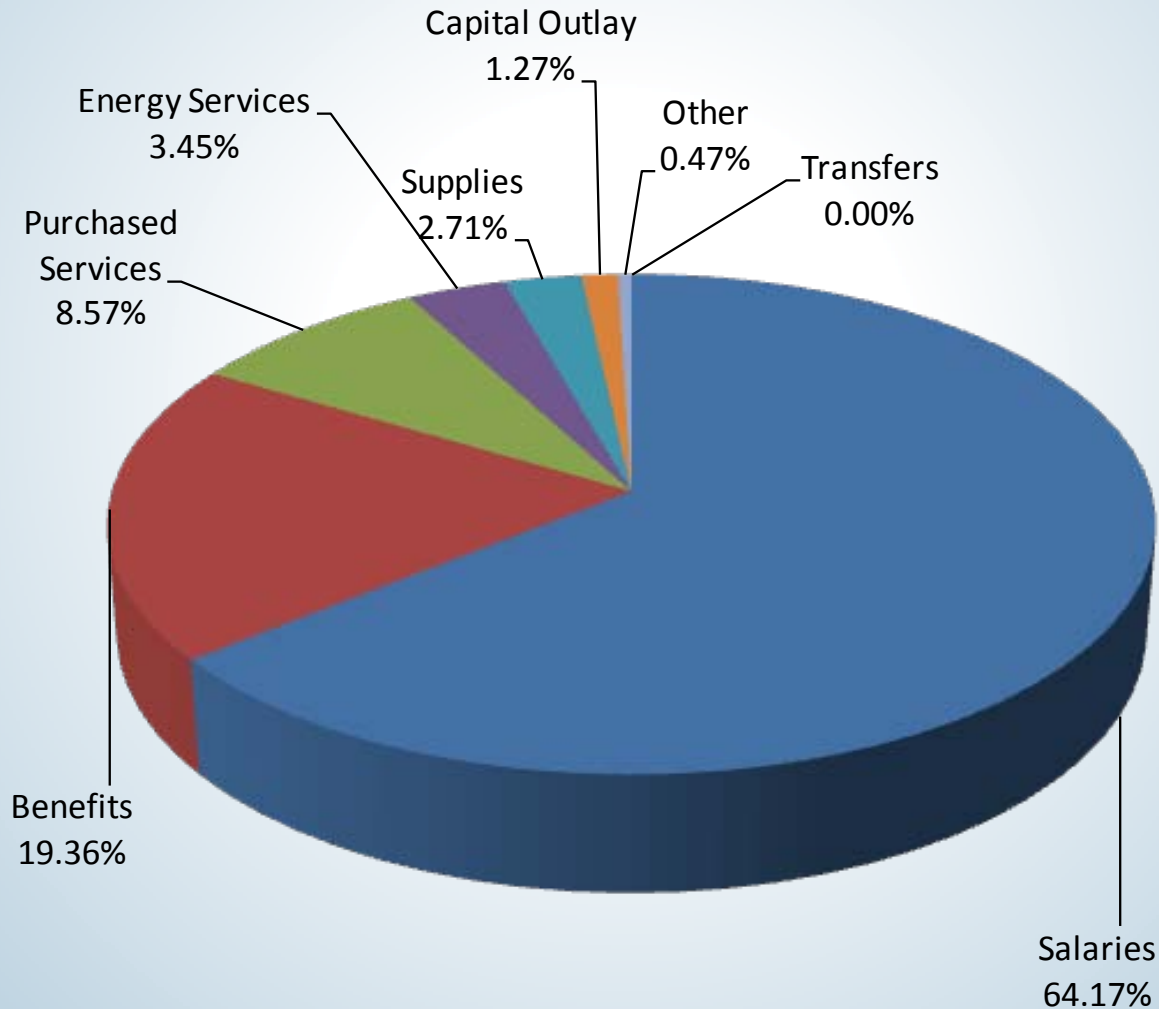


Proposed Operating Budget

- 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

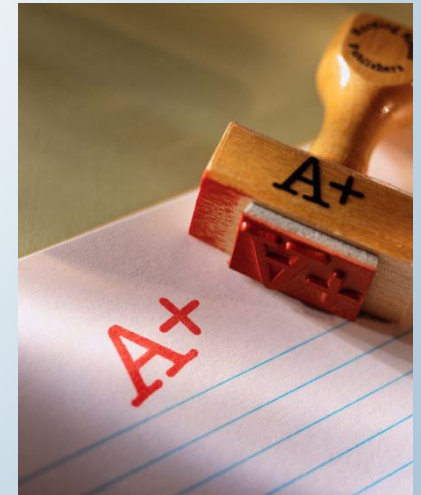
- State Sources
 - Capital Outlay & Debt Service (CO & DS)
 - Flow – through revenue has been bonded (state)
 - Race Track
- Local Sources
 - Property Taxes – 1.50 mills
 - Interest earnings
- Fund Balance
 - Past practice has been to operate under a “Pay – As – You Go” policy

Proposed Capital Projects

Largo High School - replacement school	\$10,000,000
Maintenance and Infrastructure projects	27,478,993
Contingency	3,000,000
Technology, equipment, school buses and vehicles	17,221,960
Other (two-mill relief, transfers, relocatables and land)	29,518,046
Total Capital Appropriations for FY 2013-2014	<hr/> \$87,218,999
Carryover of prior projects	124,361,198
Ending Fund Balance	86,625,718
Grand total Capital Outlay appropriations, transfers & fund balance	<hr/> <hr/> \$298,205,915

Proposed Special Revenue

- Contracted Programs
 - Total Budget \$93,907,991
 - 12-13 Continuing Grants
 - New Grants upon receipt
- American Recovery and Reinvestment Grants
 - Total Budget \$13,324,241
 - Targeted Assistance
 - Race to the Top
 - Other Stimulus
- Food Service
 - Total Budget \$56,783,322
 - Self-Supporting



Proposed Debt Service Budget

- Purpose
 - To pay the principal and interest on existing long - term debt
- Outstanding Bond Issues
- (\$21.9 Million)
 - 2005 SBE Bonds
 - 2010 SBE Bonds
- Total Budget \$4,713,539

Proposed Internal Service Budget

- Total Budget
\$7,932,794
- Worker's Compensation
- Liability Insurance



School Board of Pinellas County

- The Proposed 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
- www.pcsb.org/budget/

School Board of Pinellas County

- Motion Necessary to Adopt the Proposed Budget

