

A blurred hallway with a brass door handle in the foreground. The hallway is brightly lit with warm, yellowish light, and the background is out of focus, showing a person walking in the distance. The text is overlaid on the image in white with a black outline.

SCHOOL BOARD OF PINELLAS COUNTY

FIRST PUBLIC HEARING TO ADOPT
TENTATIVE BUDGET AND MILLAGES
JULY 26, 2016

SCHOOL BOARD OF PINELLAS COUNTY

TENTATIVE MILLAGES
FOR FISCAL YEAR 2016-2017



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 2016-2017 vs. Actual 2015-2016</i>	2015/2016 Actual	2016/2017 Proposed	<i>Percent Change</i>
Required Local Effort	5.0220	4.5700	<i>-9.00%</i>
Discretionary Local Effort	0.7480	0.7480	<i>0.00%</i>
Local Referendum	0.5000	0.5000	<i>0.00%</i>
Operating Subtotal	6.2700	5.8180	<i>-7.21%</i>
Capital Outlay	1.5000	1.5000	<i>0.00%</i>
Total Millage	7.7700	7.3180	<i>-5.82%</i>

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.

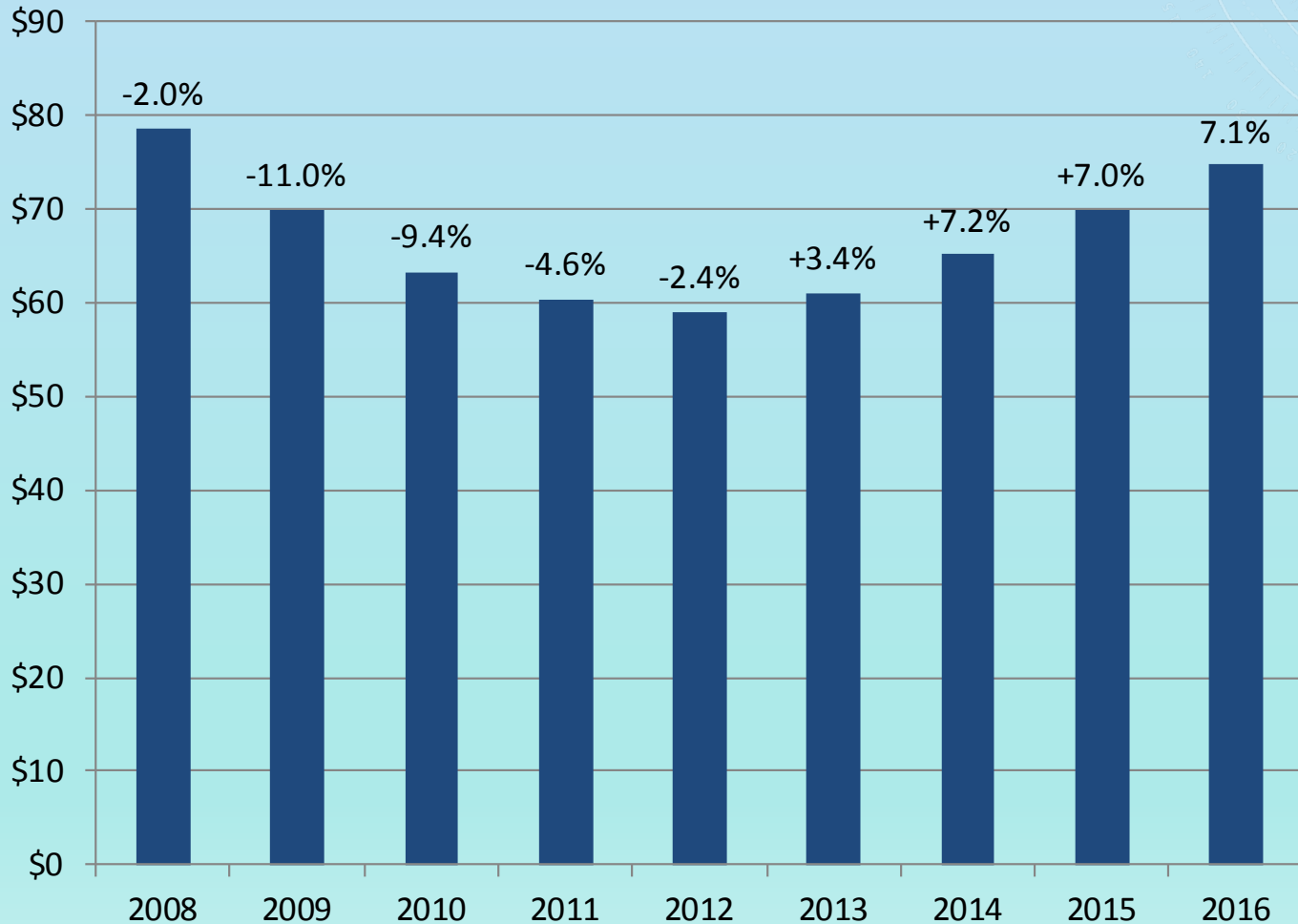


PROPOSED MILLAGE VS. "ROLLED-BACK" RATE

<i>2016/17 Proposed vs. "Rolled back" Rate</i>	Rolled Back Rate	2016/2017 Proposed	Percent Change
Required Local Effort	4.7198	4.5700	-3.17%
Discretionary Local Effort	0.7030	0.7480	6.40%
Local Referendum	0.4699	0.5000	6.41%
Capital Outlay	1.4097	1.5000	6.41%
Total Millage	7.3024	7.3180	0.21%

GROSS TAXABLE VALUE TREND

\$Billion



PROPERTY TAX REVENUE COMPARISON

	Revenue 2015-2016	Revenue 2016-2017	Difference
Required Local Effort	\$336,728,289	\$328,029,725	(\$8,698,564)
Discretionary	50,153,875	53,690,642	3,536,767
Local Referendum	33,525,318	35,889,467	2,364,149
Total Operating	\$420,407,482	\$417,609,834	(\$2,797,648)
Capital Outlay Millage	100,575,953	107,668,400	7,092,447
Total Millage	\$520,983,435	\$525,278,234	\$4,294,799

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>7.318</u>
• Total 2016 School Tax	<u>\$1,280.65</u>

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



A circular arrangement of various colored pencils pointing towards the center. The pencils are in shades of green, blue, purple, pink, red, orange, yellow, and white. The tips of the pencils are sharp and pointed towards the center of the circle.

SCHOOL BOARD OF PINELLAS COUNTY

Proposed Tentative Budget For
Fiscal Year 2016-2017

BUDGET CALENDAR

- October 2015 – June 2016
 - Board Workshops
 - Budget Analysis
 - Budget Forecasting
 - Staffing Plan Development
- March – June 2016
 - Budget Development
 - Budget Steering Committee
- July – September
 - Minor Budget Adjustments
 - Public Hearings
 - Approval of Budget and Millage



BUDGET PARAMETERS

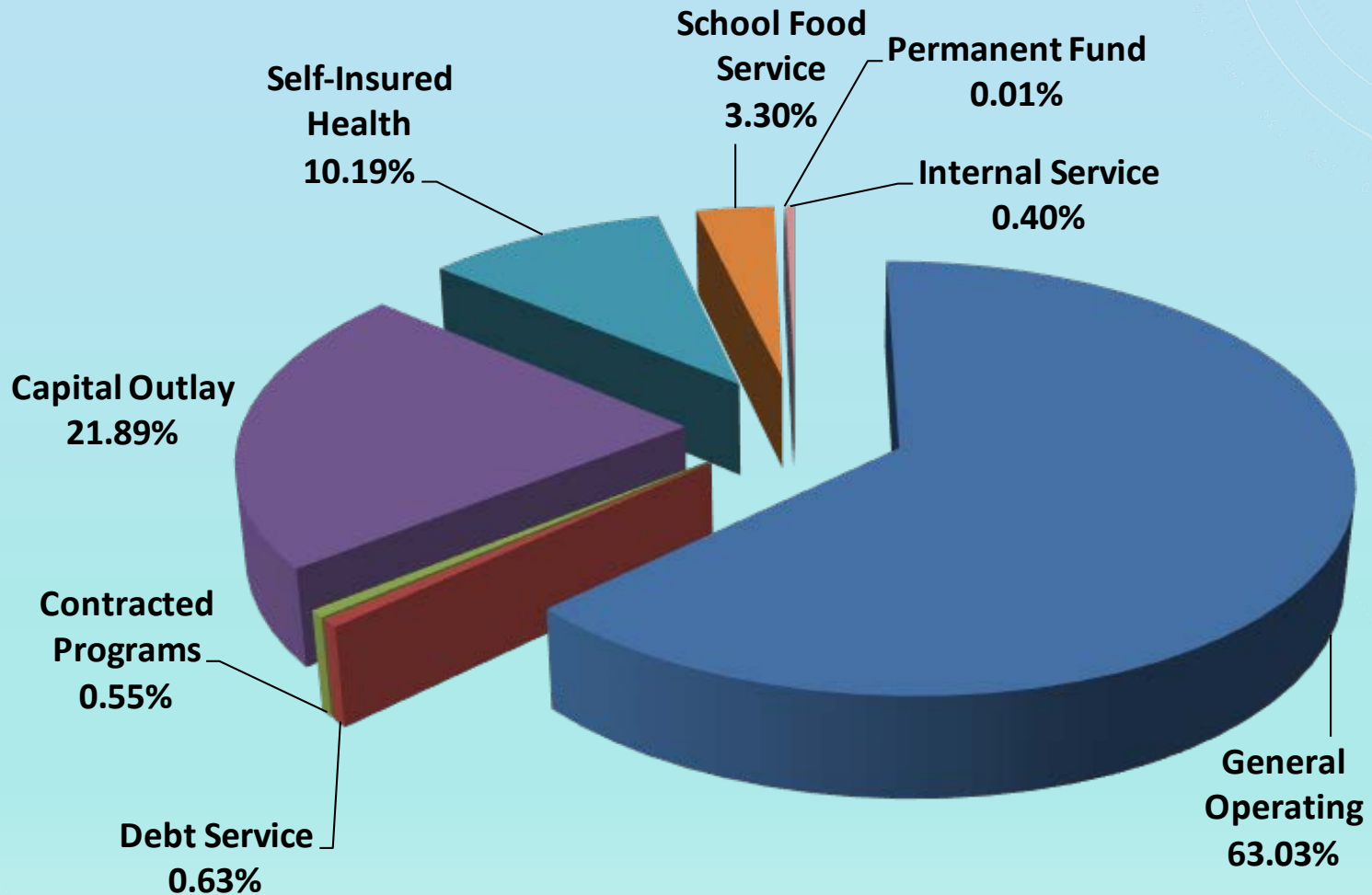
- 63/37 Expenditure Benchmark
- Contingency
- Core Curriculum / Strategic Directions



BUDGET SUMMARY

General Operating	\$ 927,900,000
Debt Service	9,214,157
Contracted Programs	8,298,207
Capital Outlay	322,310,117
School Food Service	48,548,409
Internal Service	5,843,967
Self-Insured Health	149,996,344
Permanent Fund	150,412
Grand Total	<u>\$ 1,472,261,613</u>

BUDGET SUMMARY ALL SOURCES



2016-2017 LEGISLATIVE ISSUES

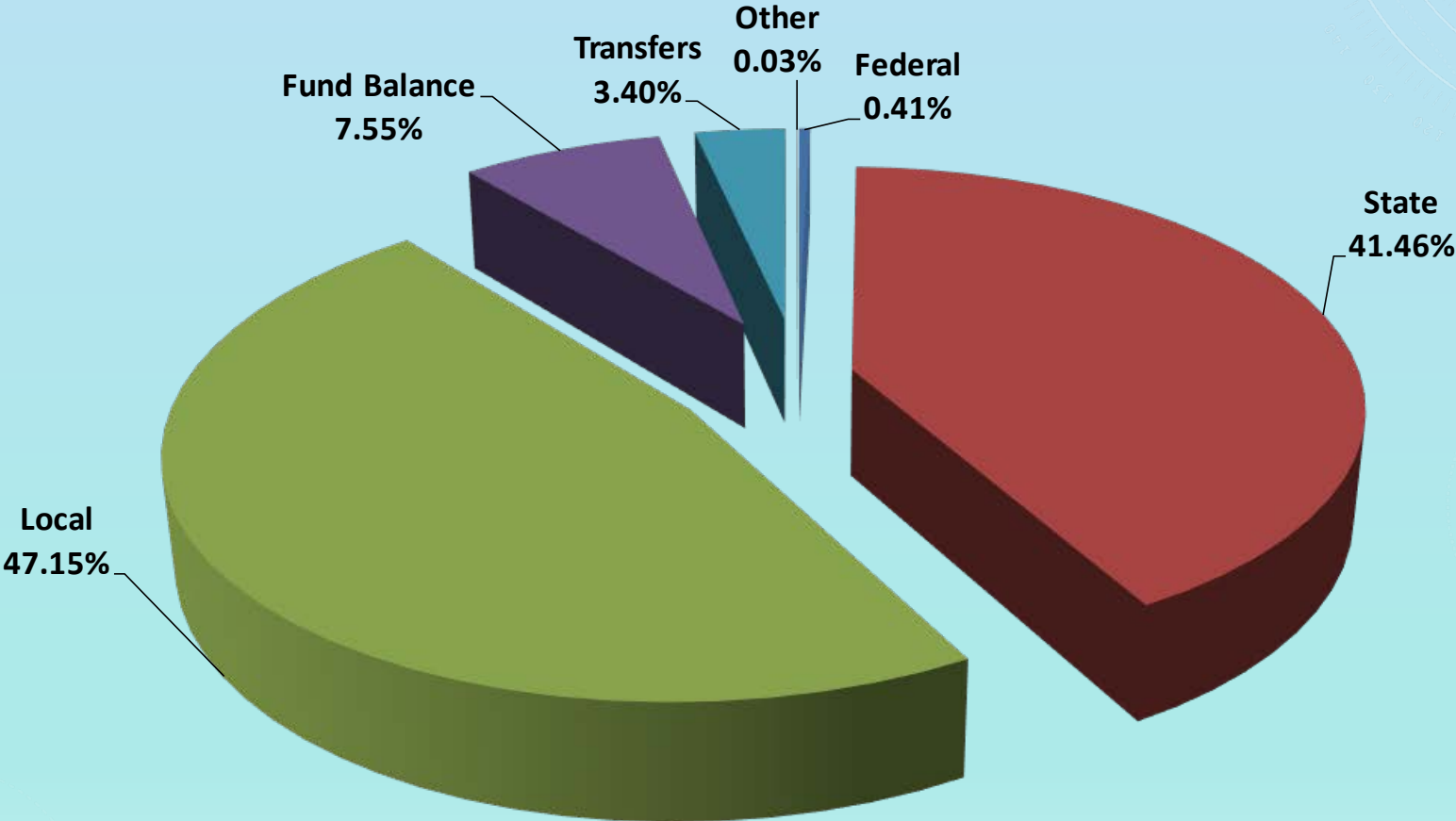
- Increase in Base Student Allocation (BSA) to \$4,160.71
- Increase in district share of revenue of \$12.2 Million
- Increased Digital Classrooms Allocation of \$80 Million Statewide; \$0.3 Million more to Pinellas
- Statewide increase of \$710 Million in Supplemental Academic Instruction Allocation
- Statewide increase to \$1.05 Billion in ESE Guaranteed Allocation
- No allocation of Discretionary Lottery funds for the second year in a row
- Increased Florida Retirement System expenditures



OPERATING FUND RESOURCES

Federal Direct	\$310,000	0.03%
Federal Through State	3,500,000	0.38%
State Sources	384,736,964	41.46%
Local Sources	437,453,036	47.15%
Transfers	31,500,000	3.40%
Other	300,000	0.03%
Fund Balance	70,100,000	7.55%
Total - Anticipated Resources	<u>\$927,900,000</u>	<u>100.00%</u>

OPERATING BUDGET REVENUE SOURCES

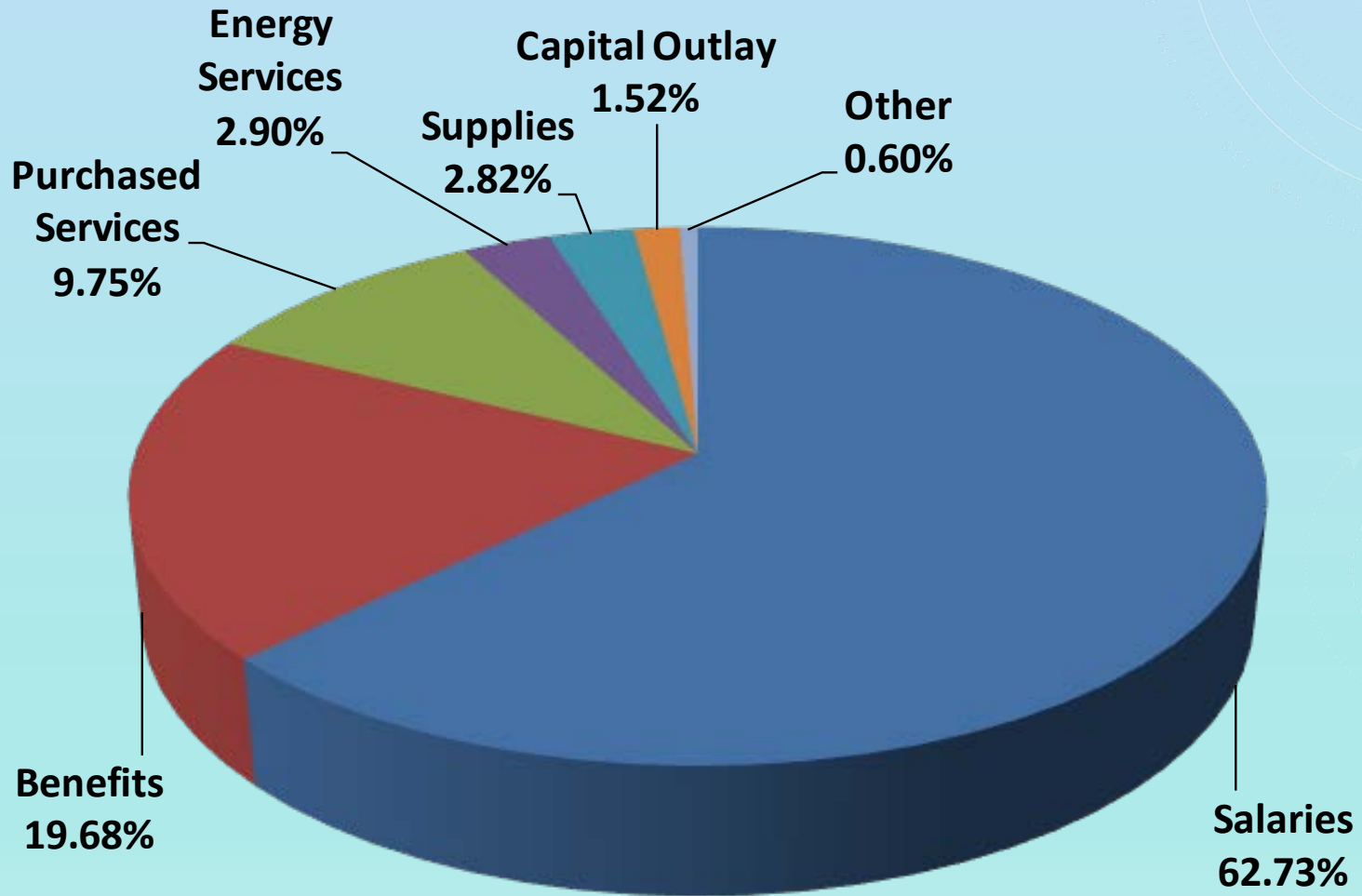


PROPOSED OPERATING BUDGET

- 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
 - Public Education Capital Outlay (PECO)
 - Capital Outlay & Debt Service (CO & DS)
 - Flow – through revenue has been bonded (state)
 - Race Track
- 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, 2016
 - Work Program must be approved before the Board adopts the final budget
- Major Changes
 - Addition of new “Year 5” (2020-2021)



PROPOSED CAPITAL PROJECTS

Major Renovation and Construction of Schools:

Anona Elementary School	\$3,600,000
Cypress Woods Elementary School	4,100,000
Melrose Elementary School	19,350,000
Orange Grove Elementary School	4,500,000
Plumb Elementary School	3,900,000
Sawgrass Lake Elementary School	3,100,000
Pinellas Park Middle School	28,431,000
Oak Grove Middle School	3,400,000
Career Academies of Seminole	11,287,500
Lakewood High School	7,200,000
Osceola Fundamental High School	4,500,000
Tarpon Springs High School	10,000,000
Relocatables, Site Acquisitions, Minor Projects	34,147,665
Area Superintendents' fund for special school causes	5,000,000
Furniture, Equipment, Technology, Vehicles and Safety	20,029,923
Two Mill Relief, Transfers, Debt Service, Contingency	40,518,533
Total Capital Appropriations for FY 2016-2017	<hr/> \$203,064,621
Carryover of prior projects	26,261,737
Ending Fund Balance	92,983,759
Total Capital Outlay appropriations, transfers & fund balance	<hr/> <hr/> \$322,310,117

PROPOSED SPECIAL REVENUE

- Contracted Programs
 - Total Budget \$8,298,207
 - 15-16 Continuing Grants
 - New Grants upon receipt
- Food Service
 - Total Budget \$48,548,409
 - Self-Supporting



PROPOSED DEBT SERVICE BUDGET

- Purpose
 - To pay the principal and interest on existing long - term debt
- Outstanding Bond Issues
- (\$10.6 Million)
 - 2005 SBE Bonds
 - 2010 SBE Bonds
- Certificates of Participation Bonds
- Total Budget \$9,214,157

PROPOSED INTERNAL SERVICE BUDGET

- Total Budget
\$5,843,967
- Worker's Compensation
- Liability Insurance



PROPOSED SELF-INSURED HEALTH BUDGET

- Total Budget
\$149,996,344
- 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) 588-6479
- www.pcsb.org

A large crowd of graduates in black caps and blue stoles at a commencement ceremony. The graduates are seen from behind, filling the frame. The text "Motion Necessary to Adopt the Tentative Budget" is overlaid in white at the bottom.

Motion Necessary to Adopt the
Tentative Budget