



AGENDA REQUEST FORM

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA

ITEM No.:

K-1.

MEETING DATE	2019-07-23 10:05 - Regular School Board Meeting
AGENDA ITEM	ITEMS
CATEGORY	K. OFFICE OF FINANCIAL MANAGEMENT
DEPARTMENT	Budget

Special Order Request	<input type="radio"/> Yes	<input checked="" type="radio"/> No
Time		
Open Agenda	<input type="radio"/> Yes	<input checked="" type="radio"/> No

TITLE:

Advertisement of the Tentative District Budget and Millage Levy for Fiscal Year 2019-2020

REQUESTED ACTION:

Approve the advertisement of the Tentative District Budget and Millage Levy for the Fiscal Year 2019-2020.

SUMMARY EXPLANATION AND BACKGROUND:

Pursuant to Chapter 200.065 of the Florida Statutes, the School District is required to advertise its intent to adopt a tentative District budget and millage levy in a newspaper within 29 days of the July 1, 2019 certification of the tax roll. The Legislature has decreased the Required Local Effort (RLE) millage for fiscal year 2019-20. In order to participate in the Florida Education Finance Program (FEFP), the school district is required to levy the RLE provided by the State. See Executive Summary.

SCHOOL BOARD GOALS:

Goal 1: High Quality Instruction Goal 2: Continuous Improvement Goal 3: Effective Communication

FINANCIAL IMPACT:

The major components of the District budget are the \$2.6 billion General Fund Budget and the \$1.3 billion Capital Fund Budget.

EXHIBITS: (List)

(1) Executive Summary (2) Notice of Proposed Tax Increase (3) Notice of Tax for School Capital Outlay (4) Budget Summary and ESE 139 (5) Memo to Revise

BOARD ACTION:

APPROVED

(For Official School Board Records Office Only)

SOURCE OF ADDITIONAL INFORMATION:

Name: Oleg Gorokhovskiy	Phone: 754-321-2248
Name:	Phone:

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA
Senior Leader & Title

Judith M. Marte - Chief Financial Officer

Signature

Judith M. Marte
7/22/2019, 2:59:32 PM

Electronic Signature

Form #4189 Revised 06/05/2019

RWR/ JMM/OG:nr

Approved In Open Board Meeting On:

JUL 23 2019

By:

Leatha P. Burkwood

School Board Chair

THE SCHOOL BOARD OF BROWARD COUNTY, FLORIDA
OFFICE OF THE SUPERINTENDENT
ROBERT W. RUNCIE
SUPERINTENDENT OF SCHOOLS

July 22, 2019

TO: School Board Members

FROM: Judith M. Marte
Chief Financial Officer

VIA: Robert W. Runcie
Superintendent of Schools

SUBJECT: **Revision to K-1, Advertisement of the Tentative District Budget and Millage Levy for Fiscal Year 2019-2020, for the July 23, 2018 Regular School Board Meeting**

Attached is a revision for K-1, Advertisement of the Tentative District Budget and Millage Levy for Fiscal Year 2019-2020, for the July 23, 2019 Regular School Board Meeting.

The District is in receipt of the updated Required Local Effort (RLE) and the final millage rate from the Florida Department of Education (FDOE). As a result of this new updated information, please substitute the previously provided information with the attached.

RWR/JMM:nr
Attachments

c: Cabinet

EXECUTIVE SUMMARY

This Board agenda item authorizes **only the advertising** of the 2019-20 tentative District budget and millage levy in the newspaper for the purpose of informing the public of the hearing scheduled for 6:00 p.m. on August 1, 2019 at the Kathleen C. Wright Administration Building. The authorization of the millage levy and adoption of the tentative 2019-20 District budget will not be approved until the public hearing.

Pursuant to Chapter 200.065 of the Florida Statutes, the School District is required to advertise its intent to adopt a tentative District budget and millage levy in a newspaper within 29 days of the July 1, 2019 certification of the tax roll.

Resulting from statutory requirement, and District Board meeting dates, the following schedule was developed for the District's Budget Calendar:

<u>Date</u>	<u>Item</u>
July 16, 2019	<i>Advertisement of the Tentative District Budget and Millage Levy for Fiscal Year 2019-20</i> is submitted to the Regular School Board Meeting on July 23, 2019.
July 19, 2019	Florida Statutes require FLDOE to provide the Required Local Effort (RLE) and final millage rate update to all school districts by this date.
July 22, 2019	Revise, if necessary, July 23, 2019 RSBM, Item K-1, Advertisement of the Tentative District School Budget and Millage Levy for the Fiscal Year 2019-20.
July 23, 2019	Regular School Board Meeting, 10:05 a.m.
July 27, 2019	Advertisement printed in the newspaper.
August 1, 2019	1 st Public Hearing, 6:00 p.m.
August 2, 2019	School Board certifies the proposed millage rate to the Broward County Property Appraiser's Office.
September 4, 2019	2 nd Public Hearing, 5:30 p.m.

The Legislature has decreased the RLE millage (from 4.027 to 3.887) for fiscal year 2019-20. In order to participate in the Florida Education Finance Program (FEFP), the School District is **required to levy** the Required Local Effort (RLE) **provided by the State**.

The advertisement will include the following: Notice of Proposed Tax Increase; Notice of Tax for School Capital Outlay; and Budget Summary that are attached to this agenda.

NOTICE OF PROPOSED TAX INCREASE

The School Board of Broward County, Florida will soon consider a measure to increase its property tax levy.

Last year's property tax levy

A. Initially proposed tax levy.....	\$1,288,303,929
B. Less tax reductions due to Value Adjustment Board and other assessment changes.....	\$13,974,757
C. Actual property tax levy.....	\$1,274,329,172
This year's proposed tax levy.....	\$1,440,693,634

A portion of the tax levy is required under state law in order for the school board to receive \$767,685,777 in state education grants. The required portion has increased by 1.64 percent and represents approximately six tenths of the total proposed taxes.

The remainder of the taxes is proposed solely at the discretion of the school board.

All concerned citizens are invited to a public hearing on the tax increase to be held on August 1, 2019, at 6:00 P.M., at the K.C. Wright Administration Building, 600 Southeast Third Avenue, Fort Lauderdale, Florida.

A DECISION on the proposed tax increase and the budget will be made at this hearing.

Notice of Tax for School Capital Outlay

The School Board of Broward County, Florida will soon consider a measure to continue to impose a 1.5 mill property tax for the capital outlay projects listed herein.

This tax is in addition to the School Board's proposed tax of 5.1350 mills for operating expenses and is proposed solely at the discretion of the school board.

THE PROPOSED COMBINED SCHOOL BOARD TAX INCREASE FOR BOTH OPERATING EXPENSES AND CAPITAL OUTLAY IS SHOWN IN THE ADJACENT NOTICE

The capital outlay tax will generate approximately \$312,675,032 to be used for the following projects:

CONSTRUCTION AND REMODELING

Additions, remodeling and renovations at educational and ancillary facilities throughout the District
Construction and remodeling to improve the physical security of school buildings throughout the District
Planning, design and construction of future educational and ancillary facilities
New additions, remodeling and renovations at athletic and physical education facilities throughout the District
Portable building construction and remodeling
Modular building construction and remodeling
Acquisition of new or expanded educational and ancillary sites

MAINTENANCE, RENOVATION, AND REPAIR

Reimbursement of the maintenance, renovation, and repairs paid through the General Fund as permitted by Florida Statute
Maintenance, renovation and repairs to improve the physical security of school buildings throughout the District
Major maintenance, renovation, and repairs of existing educational and ancillary facilities, including repairs of hurricane damage
Building and fire safety renovations in District and leased facilities and sites
Health, safety and sanitation repairs and upgrades
Americans with Disabilities Act, Title II compliance repairs and upgrades
Roof repairs and replacements
Heating, ventilation, air conditioning unit repairs and replacements
Paving of driveways, physical education and athletic courts
Athletic facility repairs, maintenance and upgrades
Drainage, sodding, irrigation, lighting and fencing of sites
Indoor environmental quality maintenance and repairs
Portable building renovations, maintenance and repairs
Major painting, electrical, plumbing and telecommunications projects
Carpet and flooring repairs and replacements
Minor remodeling renovations and repairs of existing educational and ancillary facilities

MOTOR VEHICLE PURCHASES

Purchase up to two hundred (200) school buses
Purchase of other vehicles permitted by Florida Statute

NEW AND REPLACEMENT EQUIPMENT, COMPUTER AND DEVICE HARDWARE AND OPERATING SYSTEM SOFTWARE NECESSARY FOR GAINING ACCESS TO OR ENHANCING THE USE OF ELECTRONIC AND DIGITAL INSTRUCTIONAL CONTENT AND RESOURCES, AND ENTERPRISE RESOURCE SOFTWARE

Video Surveillance and Security Equipment
Equipment to improve the physical security of school buildings throughout the District
Furniture and equipment permitted by Florida Statute
Playground and physical education equipment at educational facilities
Data processing and electronic retrofit equipment
Instructional equipment and materials as permitted by Florida Statute
Computers and electronic learning devices as permitted by Florida Statute
Enterprise resource software applications as permitted by Florida Statute

PAYMENTS FOR EDUCATIONAL FACILITIES AND SITES DUE UNDER A LEASE-PURCHASE AGREEMENT

Debt service on Certificates of Participation (COPs) for thirty-one (31) new school facilities, additions at seventy-five (75) elementary schools, thirteen (13) middle schools, eighteen (18) high schools and four (4) education centers, two (2) bus maintenance facilities, two (2) ancillary facilities, one hundred four (104) school buses, educational site acquisition and expansion, portable construction, energy management equipment, modular buildings, hurricane repairs and roof replacements, kitchen HVAC upgrades/replacements, playground equipment and installations, Americans with Disability Act, Title II compliance improvements, upgrades and equipment, district wide indoor air quality renovations, District comprehensive needs, instructional television (TV) tower replacements and upgrades, and financial software systems for enterprise resource planning (ERP)

Debt service for a projected issuance of Certificates of Participation (COPS) for planning, design, construction and renovations of educational and ancillary facilities

Lease payments for educational services related equipment under a master lease/purchase agreement

PAYMENTS FOR RENTING AND LEASING EDUCATIONAL FACILITIES AND SITES

Leasing of portable classrooms
Leasing of educational and ancillary facilities and plants

PAYMENTS OF LOANS APPROVED PURSUANT TO SS. 1011.14 AND 1011.15, F.S.

PAYMENT OF COSTS OF COMPLIANCE WITH ENVIRONMENTAL STATUTES, RULES, AND REGULATIONS

Asbestos and hazardous waste testing, removal and restoration
Air quality, radon and lead testing
Maintenance, repair and removal and disposal of underground fuel tanks and hazardous waste
Wetland monitoring and mitigation

PAYMENT OF PREMIUMS FOR PROPERTY AND CASUALTY INSURANCE NECESSARY TO INSURE THE EDUCATIONAL AND ANCILLARY PLANTS OF THE SCHOOL DISTRICT

Insurance premiums on District facilities

PAYMENT OF COSTS OF LEASING RELOCATABLE EDUCATIONAL FACILITIES

Leasing of portable classrooms and portable ancillary facilities and plants

PAYMENTS TO PRIVATE ENTITIES TO OFFSET THE COST OF SCHOOL BUSES PURSUANT TO S. 1011.71(2)(i), F.S.

PAYMENT OF COSTS OF OPENING DAY COLLECTION FOR LIBRARY MEDIA CENTER

All concerned citizens are invited to a public hearing to be held on August 1, 2019 at 6:00 P.M., at the K. C. Wright Administration Building, 600 Southeast 3rd Avenue, Fort Lauderdale, Florida.

A DECISION on the proposed CAPITAL OUTLAY TAXES will be made at this hearing.

BUDGET SUMMARY
THE PROPOSED OPERATING BUDGET EXPENDITURES OF
THE SCHOOL BOARD OF BROWARD COUNTY ARE 7.5%
MORE THAN LAST YEAR'S TOTAL OPERATING EXPENDITURES

FISCAL YEAR
2019-2020

PROPOSED MILLAGE LEVY		
OPERATING		
LOCAL EFFORT		3.8870
DISCRETIONARY		0.7480
ADDITIONAL OPERATING		0.5000
DEBT SERVICE		0.1043
CAPITAL OUTLAY		1.5000
TOTAL		6.7393

BUDGET

REVENUES	General	Special Revenue	Debt Service	Capital Projects	Internal Service	Total All Funds
Federal Sources	\$ 24,750,000	\$ 312,075,455	\$ -	\$ 2,711,000	\$ -	\$ 339,536,455
State Sources	1,165,703,840	2,062,248	2,316,425	38,090,000		1,208,172,513
Local Sources	1,139,923,855	22,267,619	21,741,338	326,830,032	850,000	1,511,612,844
TOTAL REVENUES	\$ 2,330,377,695	\$ 336,405,322	\$ 24,057,763	\$ 367,631,032	\$ 850,000	\$ 3,059,321,812
Transfers In	122,099,161	40,000	175,483,634			297,622,795
Nonrevenue Sources			215,264,653	337,500,000		552,764,653
Fund Balances/Net Assets-July 1, 2019	159,060,000	51,546,999		569,799,945	349,400	780,756,344
TOTAL REVENUES, TRANSFERS AND BALANCES	\$ 2,611,536,856	\$ 387,992,321	\$ 414,806,050	\$ 1,274,930,977	\$ 1,199,400	\$ 4,690,465,604

EXPENDITURES

Instruction	\$ 1,592,942,179	\$ 137,760,065				\$ 1,730,702,244
Student Support Services	132,589,962	15,290,713				147,880,675
Instructional Media Services	21,669,585	3,000.00				21,672,585
Instruction & Curriculum						
Development Services	27,751,138	30,259,237				58,010,375
Instructional Staff Training Services	8,774,772	15,802,688				24,577,460
Instructional-Related Technology Board	24,911,779					24,911,779
Board	5,275,208					5,275,208
General Administration	9,149,715	9,634,698				18,784,413
School Administration	142,549,291	650,000				143,199,291
Facilities Acquisition & Construction	10,122,864			981,110,207		991,233,071
Fiscal Services	11,016,088					11,016,088
Food Service		132,314,786				132,314,786
Central Services	72,480,845	545,119			1,068,951	74,094,915
Student Transportation Services	85,819,855	803,459				86,623,314
Operation of Plant	208,695,780	581,853				209,277,633
Maintenance of Plant	65,762,054					65,762,054
Administrative Technology Services	4,328,104					4,328,104
Community Services	15,712,452	3,818,509				19,530,961
Debt Service	1,480,417		199,541,397			201,021,814
TOTAL EXPENDITURES	\$ 2,441,032,088	\$ 347,464,127	\$ 199,541,397	\$ 981,110,207	\$ 1,068,951	\$ 3,970,216,770
Transfers Out	40,000	1,200,000	215,264,653	293,820,770		510,325,423
Fund Balances/Net Assets-June 30, 2020	170,464,768	39,328,194			130,449	209,923,411
TOTAL EXPENDITURES, TRANSFERS AND BALANCES	\$ 2,611,536,856	\$ 387,992,321	\$ 414,806,050	\$ 1,274,930,977	\$ 1,199,400	\$ 4,690,465,604

THE TENTATIVE, ADOPTED, AND/OR FINAL BUDGETS ARE ON FILE IN THE
OFFICE OF THE ABOVE MENTIONED TAXING AUTHORITY AS A PUBLIC RECORD