EXECUTIVE SUMMARY
2019-20 Capital Fund Budget Amendment #7
As of June 30, 2020

This item amending the Capital Fund Budget includes final revenue recognition and adjustments related to year-end closing activities.

Capital Unallocated Reserve

Final revenue adjustments paired with a reduction to debt service appropriations results in approximately $19.2 million added to the capital unallocated reserve and $195 thousand used for the new security operations center. The final year-end balance of the unallocated reserve is $96 million. Please note that in the FY21 District Educational Facilities Plan (DEFP) approximately $41 million of the unallocated reserve is being used for the FY21 appropriations, therefore the unallocated reserve to start FY21 will be $55 million.

The Capital Fund amendment includes the addition of $4.5 million in impact fee revenues that exceeded original revenue projections, $3.7 million in addition Federal funding received for hurricane Irma and $6.1 million in year-end net revenue activities. The capital fund also reduced appropriations to debt service by $4.7 million because of refinancing savings.

Favorable Year End Results	Amount (in millions)
• Impact Fees	$4.5
• Federal Hurricane Reimbursement	3.8
• Net Interest, Misc. Revenue, Year-End Adj	6.2
• Savings in Debt Service	4.7
	$19.2

Deferred Revenue

In addition, this amendment shows the deferral $12.3 million of State revenues for Senate Bill 7026 (Marjorie Stoneman Douglas Funding) and the Educational Facilities Security grant. The deferment is an accounting treatment that simply moves the anticipated revenues from FY20 into FY21 to align with anticipated expenditures and the State's revenue reporting procedures. **The deferment of revenue does not change the appropriations for Senate bill 7026 or the Security Grant projects in any way.**

General Obligation Bond (GOB) revenue recognition of $422.3 million is also deferred from FY20 into FY21. Similarly, to the State funding, the deferment of GOB revenues is to align revenues and cash flows with anticipated project expenditures and the sale of future tranches of GOB and does not impact the budget or schedule of the SMART Program projects.

Finally, $20.4 million revenue from the sale of land related to the Pines Blvd. and 172nd Ave. property is being deferred from FY20 into FY21 to align with the anticipated closing which has been extended by the buyer per terms in the current sales contract.

Reserve Activity

The Reserve Exhibit C includes the impact of Board approved budget increases for SMART Program construction projects through June 2020. **Additional allocations into the SMART Program require the Board's approval.** When considering potential uses of the capital reserves, it is important to note there are other capital outlay needs (such as funding needs for deferred maintenance) to consider when deciding how to allocate these other dollars.

Detail on other changes included in this amendment are in the Revenue Exhibit A and Appropriation Exhibit B.