

The Budget of the Monroe County School Board 2019-2020

September 10, 2019

The School Board of Monroe County, Florida

Table of Contents

Introduction.....	1
Letter from the Superintendent.....	2
Financial Section Overview - Fiscal Year 2018-2019.....	4
General Fund Budget	8
• Fund 0110 General Fund.....	13
• Budget to Budget Comparison.....	15
• Estimated Safe Schools Levy.....	17
Special Revenue Program Overview.....	18
• Fund 400 Special Revenue Summary.....	20
• Fund 0410 School Food Service.....	21
• Fund 0420 Special Revenue Federal Funds.....	22
Debt Service Overview.....	23
• Fund 0200 Debt Service Funds Summary.....	24
Capital Improvement Budget Overview.....	25
• Proposed Funding by Project.....	28
• Fund 0300 Capital Funds Summary.....	30
Internal Service Overview.....	31
• Fund 0700 Internal Revenue Funds Summary.....	32
• Fund 0710 Workman’s Compensation & General Liability.....	33
• Fund 0711 Vista.....	34
• Fund 0712 Health Insurance.....	35
Fiduciary Funds Overview.....	36
• Fund 0800 Pension.....	37
Understanding Florida Education School Funding.....	38
Resolution 837 ESE 524.....	48
Resolution 838 Final Budget.....	50

School District of Monroe County, Florida

Superintendent

Mark T. Porter

School Board

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Bobby Highsmith, Chair

District 2

Andy Griffiths

District 3

Mindy Conn, Vice Chair

District 4

John Dick

District 5

Dr. Sue Woltanski



Administration

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Mr. Patrick Lefere, Executive Director of Operations and Planning

Dr. Ramon Dawkins, Executive Director of Human Resources

Dr. Dave Murphy, Executive Director of Assessment and Accountability

Mr. Jim Drake, CPA, Executive Director of Finance and Performance

MARK T. PORTER
Superintendent of Schools



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District # 2
ANDY GRIFFITHS

District # 3
MINDY CONN
Vice-Chairman

District # 4
JOHN R. DICK

District # 5
DR. SUE WOLTANSKI

September 10, 2019

Dear School Board Members and Citizens of Monroe County,

I am pleased to present to you the budget of the Monroe County School Board for 2019-2020 (FY 2020). The total expenditure budget of \$272.09 million includes the General Fund with an operating budget of \$111.69 million, which is a significant portion at 41.05 percent of the total of all funds. Our Capital Projects Fund is the largest fund at \$114.37 million and represents 42.03 percent of the overall budget.

The proposed FY 2020 total expenditure budget of \$272.09 million is \$23.06 million less than the total budget adopted last fiscal year. The General Fund of \$111.69 million increased \$3.87 million; Special Revenue increased \$.32 million; Debt Service increased \$3.34 million; Capital Projects decreased by \$31.27 million, and Internal Service Funds increased by \$0.68 million. This budget will support an expected increase of 114 students, bringing our projected total unweighted fulltime equivalent (UWFTE) enrollment to 8,283. In addition, the operating budget includes amounts that address increasing costs, such as utility and maintenance costs.

The operating budget (General Fund) increased a total of \$3.87 million. Funding of \$83.1 million from the Florida Education Finance Program (FEFP), which is 74.40% of total General Fund revenues, is \$85 more per student than last year. Total FEFP funding per student is \$10,032. The operating budget includes additional funding for school safety and security mandated by the Florida Legislature.

The unassigned fund balance (\$5.8 million) that we carried forward from FY 2019 into the FY 2020 budget was \$1 million less than the one carried forward into the FY 2019 budget. The unassigned amount represents 5.7% of total revenues, in excess of the state mandate of three percent.

The \$114.37 million Capital Projects budget reflects a decrease of \$31.27 million primarily due to the completion of the replacements of Plantation Key School and Gerald Adams Elementary School as well as continued construction/remodel/renovation of Stanley Switlik Elementary. The capital projects budget also includes a set-aside of approximately \$10 million for repairs

and renovation in case of a named windstorm. This set-aside covers the District's \$10 million self-insured risk from a named windstorm. This budget also includes funding for normal maintenance, renovation, and repair, upgrading the District's technology and the District's Security and Safety projects. Remodeling and renovation will be occurring throughout the year. Approximately \$16.58 million of the budget is used to service the District's outstanding debt.

Increasing student performance and graduation rates, even as the district exceeds state and federal averages for most performance accountability measures, will remain the focus of Monroe County Schools. Monroe County Schools continue to be a statewide leader in student performance.

Sound fiscal decisions at the local level must include an awareness of the uncertainties that exist at the state, national and international levels. The fiscal lesson of past years is that economic downturns can occur quickly, causing budget cuts at any time during a fiscal year. The national and state economies have not recovered to points where they can withstand major economic shocks and continue to function without economic output decreases. Therefore, I am preparing for the future by continuing to maintain the strength of our fiscal house to meet the challenges of the difficult times which most assuredly lie ahead of us.

It is my pledge to the children and citizens of this county to provide the best possible services for the limited dollars available. In my position as Superintendent, I will continue to engage discussions with state legislators about the importance of funding to promote high quality schools. This is vital for the future of our students and the long term economic viability for the State of Florida.

The FY 2020 budget is designed to: (1) meet student educational and school operating needs (2) have the flexibility to adapt to changing conditions during the year, and (3) provide a substantial reserve. Budget development, review, and consideration were completed with a detailed review of every revenue and expenditure category within the context of the District's strategic plan and financial policies. This document should serve the public as a valuable source of information about the district's finances, operations, accomplishments, and future direction. I hereby submit and recommend this budget to the Monroe County School Board for fiscal year 2019-20.

Respectfully,



Mark T. Porter
Superintendent, Monroe County Schools

FINANCIAL SECTION OVERVIEW

The purpose of this section is to display all budgeted revenues and expenditures of each major fund in summary form to establish a “big picture.” The “big picture” reflects a total educational budget of \$281.12 million.

The profile of the school district is designed to help readers obtain a better understanding. It is difficult to develop a financial and educational plan without considering the impact of the national and state economy on the state revenue inflows. This review of state revenue sources, which is driven by the state economy, attempts to provide a basis from which current and future decisions are considered.

The consolidated schedules, which review revenues and expenditures, explore alternatives for viewing how expenditures occur by examining the type of services provided (function) and the expenditure obtained (object).

BUDGET SUMMARY

The budget for Monroe County Schools is \$272.09 million consisting of the General Fund (\$111.69 million); the Special Revenue Fund (\$12.12 million); the Debt Service Fund (\$16.69 million); the Capital Projects Fund (\$114.37 million); the Internal Service Funds (\$17.17 million) and the Trust and Agency Fund (\$49 thousand). This is an increase of \$2.14 million from the Tentative Budget. Most of the increase (\$1.81 Million) is in the Capital Projects Funds.

The General Fund (\$111.69 million) comprises 41.05% of the budget and is the most discussed because it serves the day-to-day operating needs, such as payment of teacher and bus driver salaries, of the District. Expenditures for personnel salaries and benefits average 80% of the total outlays each year. The budget includes \$80.95 million (72.47%) for salaries and benefits. The budget also allocates \$12.56 million (11.24%) to charter schools.

The Special Revenue Fund (\$12.12 million, 4.45%) is comprised of Food Service (\$4.29 million), and Federal Programs (\$7.83 million). The Food Service Program provides thousands of meals daily. Federal Contracted Programs are federally funded programs that serve special needs of students throughout the District. A significant portion of the federal programs target low performing students (Title I), disadvantaged students (Head Start) and students with disabilities (Individuals with Disabilities Education Act (IDEA)).

The Debt Service Fund (\$16.69 million, 6.13%) is established to pay principal and interest for long term liabilities. The funds noted in this section of the budget incorporate payment on Certificates of Participation (including Qualified Zone Academy Bonds and Qualified School Construction Bonds), and Sales Tax Revenue Bonds.

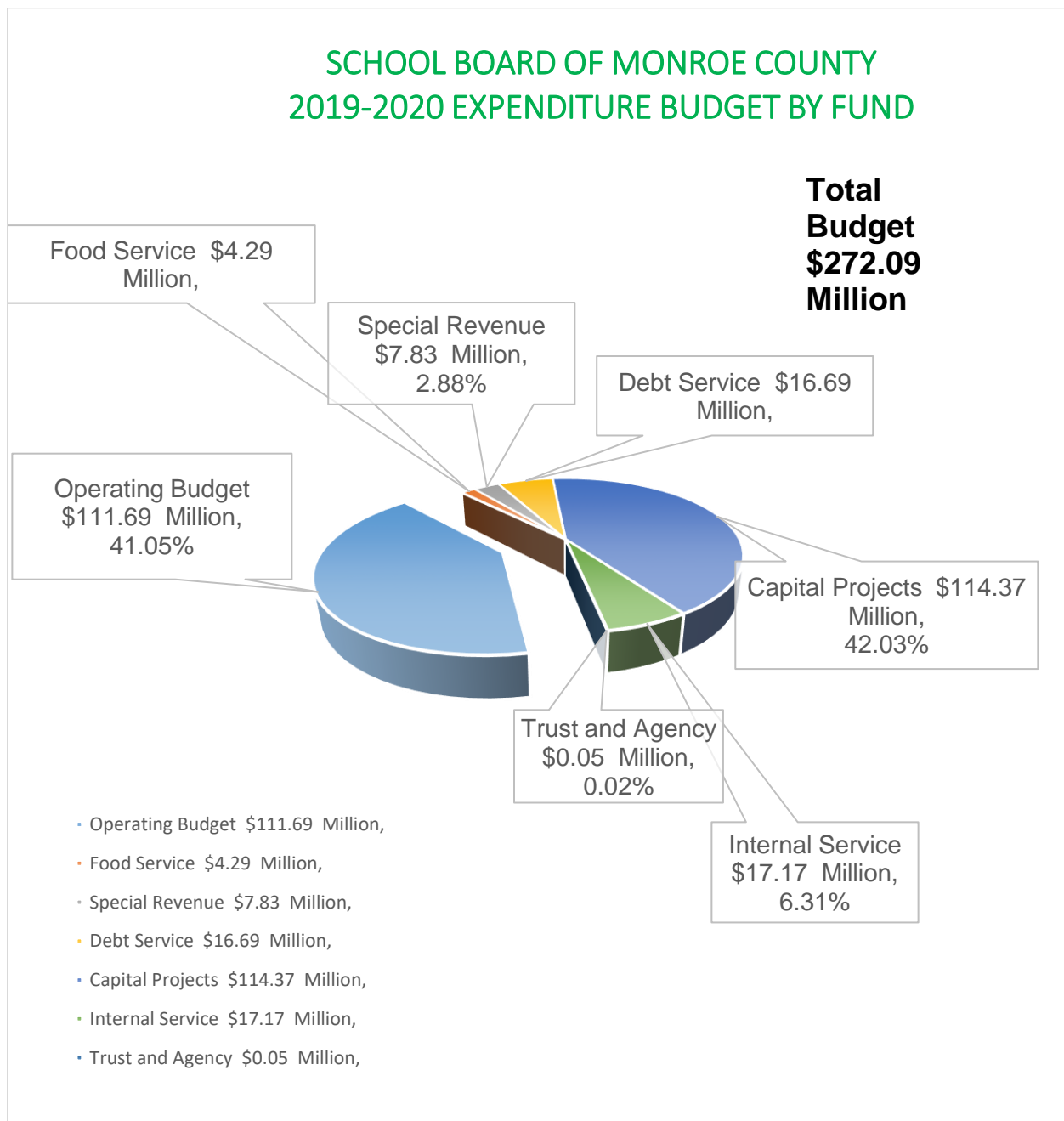
The Capital Projects Fund (\$114.37 million, 42.03%) reflects the School Board’s commitment to provide quality educational facilities encompassed by a safe and healthy environment for learning. This budget addresses remodeling and renovation of current facilities; new construction needs; purchases of school buses; expenditures for land and land improvements; and purchases of furniture and equipment to replace and augment current levels of these assets. The budget also includes \$22.81 million in transfers to cover debt service payments and reimbursement of maintenance, renovation, and repairs paid through the General Fund as permitted by Florida Statute.

The Internal Service Fund (\$17.17 million, 6.31%) is used to account for the District’s individual self-insurance programs. The principal operating revenues of the District’s internal service funds are Board

contributions for premium revenues of the property and casualty, workers' compensation, and group medical self-insurance programs and charges for self-insurance premiums for dependent and retiree coverage. Operating expenses include salaries and benefits, purchased services, and insurance claims.

The Trust and Agency Fund (\$49 thousand, .02%) is for assets held by the School District acting in the capacity of trustee for its' Early Retirement Plan (ERP). The Board administers the ERP assets in a pension trust fund.

Even though the funds are accounted for separately, they function as one cohesive unit to fiscally appropriate the resources the District requires to serve over eight thousand (8,283) students.

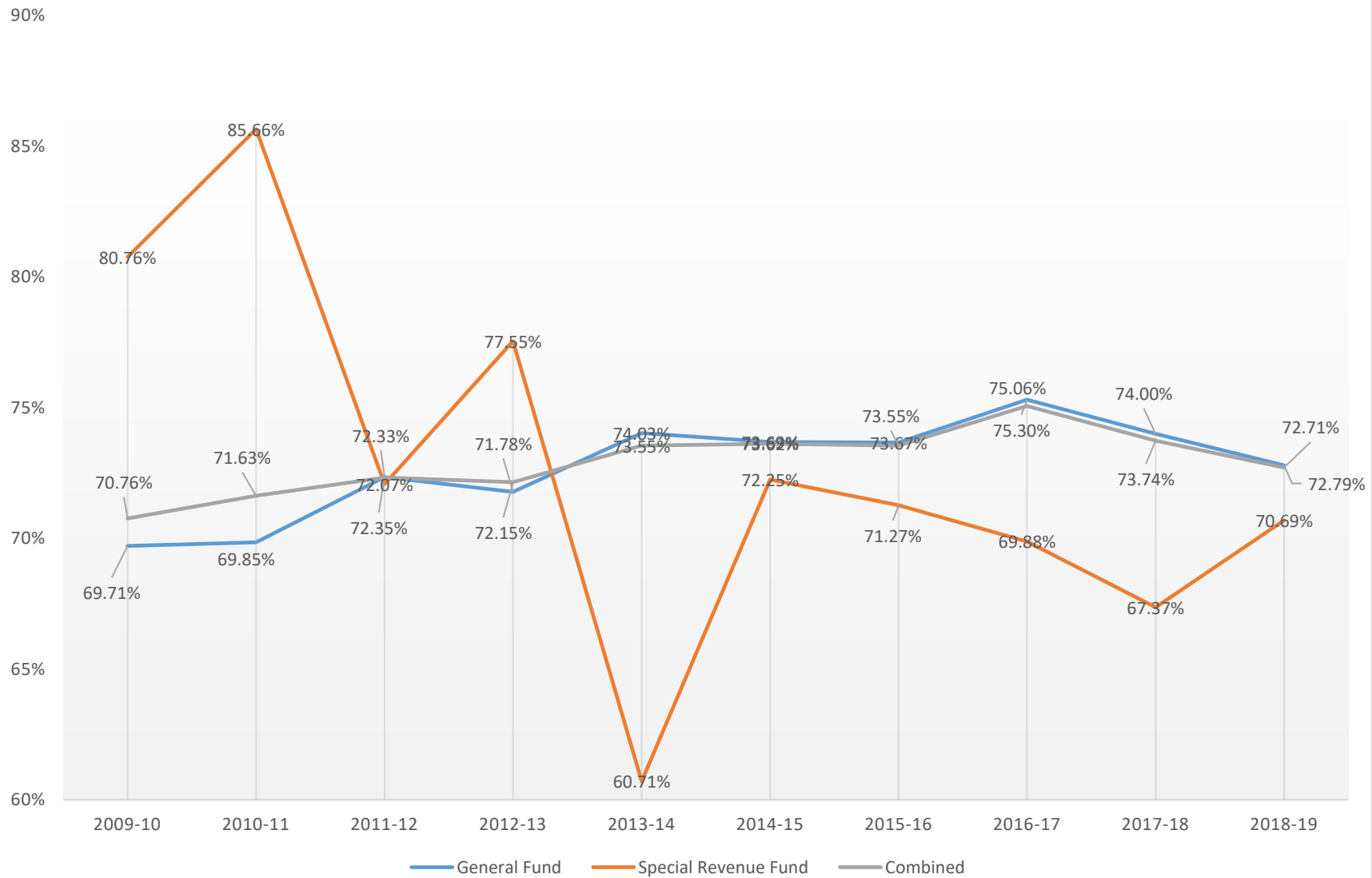


STUDENT FIRST FOCUS

Goal Area 6.2.1 of Strategic Objective #6 Accountable Resource Management sets the expectation of a “students first” focus in the allocation of resources with a target of 75% or more of all operating funding provided to the School District going toward classroom/instructional Expenditures.

As noted in the chart on the next page, the Monroe County School District missed its goal of 75% in the 2018-19 fiscal year by 2.21 percent. The significant increase in Safety and Security expenditures appears to be a major factor in the decrease in Student First Focus expenditures. The chart shows that from a low point in Fiscal Year 2006-07 of 66.91% “student first” resource allocation to a high point in the 2016-17 fiscal year of 75.3%, that the District strives to meet the 75% target established in Goal Area 6.2.1.

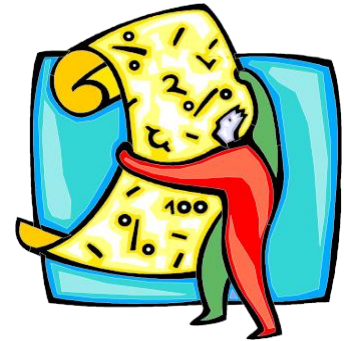
Student First Focus Last 10 Years



GENERAL FUND BUDGET FISCAL YEAR 2019-2020

SOURCES AND USES OVERVIEW

The basic day-to-day resources of the school district are accounted for in the General Fund. From a perspective of services rendered, the resources of the General Fund are used to conduct educational and supportive services programs. General Fund operating expense examples include but are not limited to: salaries of employees; fringe benefits of employees; contracted services with vendors; payments to charter schools, materials and supplies to carry out operations; instructional materials and textbooks; professional fees; legal costs; utilities; transportation costs of getting children to and from school; and custodial services to maintain clean and healthy schools.



The total FY 2020 General Fund budget of \$111.69 million is \$3.87 million (3.59%) more than the original adopted FY 2019 budget, and \$3.62 million more than the final adopted FY 2019 budget. Total estimated revenues (including transfers) for fiscal year 2019-2020 are \$111.69 million and proposed expenditures total \$111.69 million. Included in the proposed expenditure number are carry forward encumbrances, state restricted grants and unrestricted project carryover of approximately \$.48 million and non-spendable reserves for inventory and prepaid expenses of \$.43 million. This budget reflects a proposed ending fund balance of \$6.72 million.

SOURCES OF FUNDS

Resources of the General Fund are derived from local, state and federal sources. Approximately 77.99% of the total estimated revenue base is derived from local sources; primarily property taxes, fees, interest income and indirect cost reimbursements. State sources account for approximately 15.35%, transfers from Capital Projects Funds account for 5.58%, and Federal sources account for 1.09%. All of the State revenue received is restricted, and must be spent using specific criteria.

USES OF FUNDS

The General Fund budget's total expenditures are \$111.69 million. The preponderance of expenditures is for salaries and employee benefits (\$80.95 million), and is approximately 72.47 % of total estimated expenditures (\$111.69 million). Payments to charter schools in the amount of \$12.56 million (11.24%) are the second largest budgeted expenditure.

From a functional (type of service rendered) approach the sum of expenditures for instruction and instructional support (pupil personnel, instructional media, curriculum development, in-service training, instructional related technology), totaling \$82.96 million, plus an additional \$25.77 million for school administration, central services, administrative technology services, maintenance and operation of plant, and transportation accounts for approximately 97.35% of the budgeted expenditures. Expenditures for the Superintendent's activities, School Board activities, community services, and business activities make up the balance (\$2.96 million), or approximately 2.65% of the budgeted expenditures.

MAJOR BUDGETARY ALLOCATIONS

Some of the major budgetary allocations for FY 2019-2020 include the following:

- Additional compensation for employees
- Payments to Charter Schools
- Mandated Safety and Security expenditures (SRO's and SSO's)
- Mandated Mental health expenditures

BASIS OF ACCOUNTING

The financial transactions of the General Fund are recorded on the modified accrual basis of accounting. Under this concept, revenues are recognized when they become measurable and available to finance current operations; expenditures are recorded when the liability (obligation to pay) is incurred, and is expected to be paid within the normal operating cycle. A liability is incurred when the delivery of goods or services is complete.

The effect of this modified accrual basis influences the projections for property taxes, interest income, indirect costs and other cash flow considerations, including salaries, employee benefits and other major expenditure obligations.

General Fund Estimated Revenues

Revenue projections, including transfers of \$6.23 million for fiscal year 2019-2020, are \$111.69 million. This is an increase in State and local allocations of approximately \$4.43 million. This is the result of an increase of \$4.59 million in base funding, categorical, class size reduction, and school recognition funding. Property taxes increased by \$5.04 million due to a \$1.97 billion increase in property values. Of the increases noted above, \$.36 million came from state sources and remainder was from local property taxes and other revenues.

In the discussion that follows, major revenue items are addressed with emphasis placed on significant changes from the prior year.

LOCAL SOURCES

AD VALOREM (PROPERTY TAXES)

The estimate for Ad Valorem Taxes is based on the certified tax roll provided by the county tax assessor's office, adjusted for exempt uncollectible taxes during the budget year.

Total property taxes in this fund are \$84.49 million and are projected to increase \$5.04 million. Taxable property is reassessed by the property appraiser's office and in accordance with their time-lines and criteria. The District will receive approximately \$45.85 million of Required Local Effort (1.555 mills), which is required by the state to be levied to receive approximately \$15.19 million in state funding. The supplementary discretionary millage of 0.748 mills will provide \$22.06 million. The voted additional millage (.54 mill) will provide \$16.05 million of which \$1.19 million relates to the assessed safety and security millage. Property taxes increased because the assessed property value increased from \$28.74 billion to \$30.72 billion, an increase of \$1.97 billion. All of these sources support day-to-day operational expenses of the school district and the amounts are budgeted at least 96% of total Ad Valorem taxes, which is required for all school district budgeting.

Other Local Sources - included in this category are earnings on investments, indirect costs, course fees and miscellaneous revenues totaling \$4.62 million, which includes a flow-through of Best and Brightest funds. Other Miscellaneous Revenues, consisting of tuition fees and internal service reimbursements, are also projected to remain relatively constant.

STATE SOURCES

FLORIDA EDUCATION FINANCE PROGRAM (FEFP)

This category represents the State funding formula for public education of \$83.10 million for Monroe County Schools.

Categoricals and Others – This source represents funding for instructional materials, transportation, Pre-K education, state license tax, class size reduction, and other special categories totaling \$17.14 million. It should be noted that Safe School Programs, Supplemental Academic Instruction, transportation, teachers lead, the Reading Instruction program, and digital classrooms, were funded by the Legislature for 2019-2020 as quasi-categorical programs within FEFP funds. They are treated just like categoricals because the funds must be spent for the specific purposes defined by each program. The Federally Connected Student Supplement does not contain restrictions on its' use.

FEDERAL SOURCES

The projection of \$1.21 million for this category is based on prior year funding derived from Federal Impact Aid and Medicaid Funds.

FISCAL YEAR 2018-2019 BUDGET EXPENDITURES

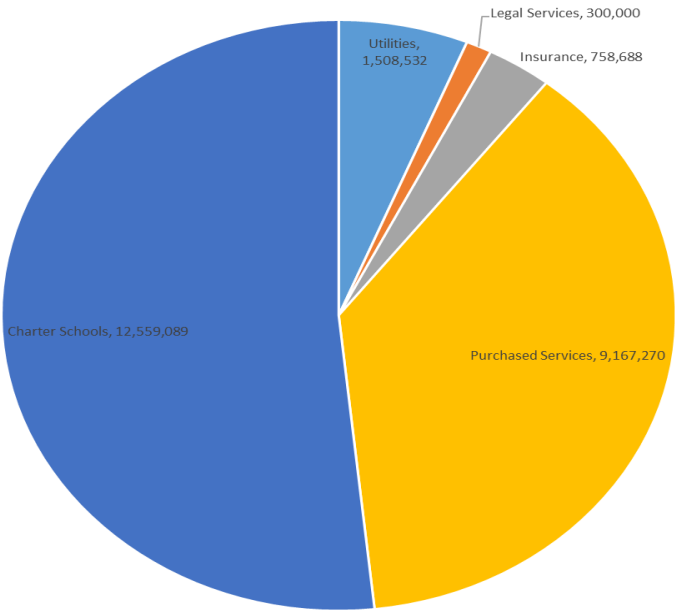
When compared to the actual expenditures in fiscal year 2018-19 (\$108.68 million), budgeted expenditures for fiscal year 2019-2020 (\$111.69 million) have increased by approximately \$3.01 million (3.69%). The increase is primarily in the instructional function (\$2.05 million), instructional staff training (\$ 137 thousand), Board (\$93 thousand), and operation of plant function (\$872 thousand) and maintenance of plant function (\$205 thousand). Other functions increased, except for general administration (\$17 thousand decrease), Facilities acquisition and construction (\$244 thousand decrease), pupil transportation services (\$190 thousand decrease), administrative technology (\$1 thousand decrease), and food service (\$6 thousand decrease).

Major Budget Assumptions - The overall assumptions used for development of expenditure estimates are derived from the Board Goals, School Improvement plans, objectives and strategies, State mandated curriculum requirements, enrollment projections, long-range strategic plan priorities, fixed costs and other operational priorities. In the discussion that follows, major budget assumptions are presented by object of expenditures:

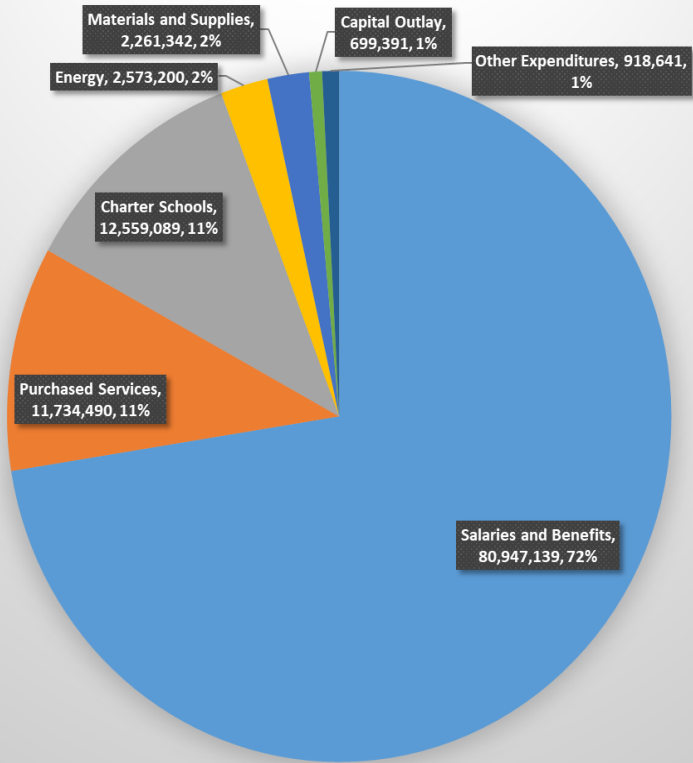
Salaries - The budget for salaries is influenced by a combination of factors such as:

- A. School Site Salaries - Comprised of teachers, teacher aides, principals and assistant principals, other instructional support staff, secretarial, clerical and custodial. Expenditures in this category are budgeted based on projected enrollment and required positions identified by the Principals, and Executive Directors.
- B. Non-School Site Salaries - Comprised of instructional support personnel – administrative, secretarial, clerical, and service technicians – budgets in this category are developed based on justification of need and represent actual salaries based on Board approved salary schedules.
 - 1. All fiscal year 2019-2020 estimated salaries include compensation enhancements.
 - 2. Vacancies and/or requests for new positions are evaluated to assess costs, benefits, and applicability to classroom support.
- C. Fringe Benefits - Retirement and Social Security are based on published rates and applied to each calculated unit and/or position. Non-retirement benefits are based on historical enrollment and/or the number of budgeted positions. Health insurance costs are calculated based on actual participation rates, actual Board costs, and converted to a standard per employee health cost.
- D. Purchased Services - Expenditures in this category represent a combination of fixed and variable cost components.
 - a. Fixed Costs - Labeled fixed costs due to the nature of the items involved – utilities, insurance and certain contracted services – the requirement for resources is determined by factors normally outside the School Board’s control. The budget is based on historical trends adjusted for estimated effects of inflation on contracts, and actual rates for insurance.
 - b. Other Purchased Services - Excluding the fixed or mandated costs above, the remainder of purchased services represents requested uses of per pupil allocations to schools for administrative and departmental operating costs.
- E. Supplies and Materials - The budget for this category is based on approved budget requests from schools and departments. Included in this category are textbook allocations funded by the State. These dollars also represent the “flex” or supply money given to schools for distribution to teachers to support their classroom educational activities.
- F. Capital Outlay - Total funds in this category represent requested uses of per pupil allocations to schools and approved support department requests. Because of the increase in computer technology and related software, a large portion of the budget is allocated for these needs.
- G. Other Expenditures - The budget for this category is primarily for substitute teachers, school accreditation expenses, miscellaneous uses of per pupil allocations for schools, and system-wide fees such as bank fees and other expenses.

Purchased Services Analysis FY 2019-20



General Fund Budgeted Expenditures By Major Object FY 2019-20



**THE SCHOOL BOARD OF MONROE COUNTY
GENERAL FUND**

Revenue	2017-18 AUDITED	2018-19 UNAUDITED	2019-20 BUDGET	2018-19 UNAUDITED ACTUAL TO 2019-20 BUDGET CHANGE	
				AMOUNT	%
FEDERAL DIRECT					
FEDERAL IMPACT,CURRENT OPS	242,450.00	238,533.00	300,000.00	61,467.00	20.49%
MISCELLANEOUS FEDERAL DIRECT	0.00	60,421.00	169,832.00	109,411.00	64.42%
TOTAL FEDERAL DIRECT	242,450.00	298,954.00	469,832.00	170,878.00	36.37%
FEDERAL THRU STATE					
MEDICAID	376,668.00	377,102.00	585,000.00	207,898.00	35.54%
FEDERAL THROUGH LOCAL	289,079.00	146,657.00	160,000.00	13,343.00	8.34%
MISC. FEDERAL THRU STATE	750.00	624,890.00	0.00	(624,890.00)	0.00%
TOTAL FEDERAL THRU STATE	666,497.00	1,148,649.00	745,000.00	(403,649.00)	(54.18)%
STATE REVENUE SOURCES					
FL EDUCATION FINANCE PROGRAM	4,325,008.00	4,691,629.00	5,080,837.00	389,208.00	7.66%
WORKFORCE DEVELOPMENT	757,807.00	713,649.00	609,617.00	(104,032.00)	(17.07)%
CO&DS WITHHELD FOR ADMIN EXP	3,878.00	3,886.00	4,795.00	909.00	18.96%
DIAGNOSTIC & LEARN. RESOURCE	212,446.00	222,889.00	240,000.00	17,111.00	7.13%
RACING COMMISSION FUNDS	223,250.00	223,250.00	223,250.00	0.00	0.00%
STATE LICENSE TAX	31,876.00	28,358.00	30,000.00	1,642.00	5.47%
DISTRICT DISCRETIONARY LOTTERY	15,003.00	28,966.00	29,589.00	623.00	0.00%
CLASS SIZE REDUCTION	9,176,370.00	9,399,816.00	9,640,223.00	240,407.00	2.49%
SCHOOL RECOGNITION/MERIT SCH	395,965.00	435,549.00	435,549.00	0.00	0.00%
VOLUNTARY PRE-K	529,757.00	571,957.00	575,000.00	3,043.00	0.53%
OTHER MISC STATE REVENUE	1,221,759.00	1,140,464.00	275,000.00	(865,464.00)	(314.71)%
TOTAL STATE REVENUE SOURCES	16,893,119.00	17,460,413.00	17,143,860.00	(316,553.00)	(1.85)%
LOCAL REVENUE SOURCES					
DISTRICT SCHOOL TAXES	75,967,648.00	79,447,962.00	84,488,833.00	5,040,871.00	5.97%
TAX REDEMPTIONS	161,356.00	146,358.00	200,000.00	53,642.00	26.82%
PAYMENT IN LIEU OF TAXES	110,931.00	112,491.00	112,000.00	(491.00)	(0.44)%
RENT	264,749.00	302,263.00	250,000.00	(52,263.00)	(20.91)%
INTEREST ON INVESTMENTS	309,210.00	375,953.00	550,000.00	174,047.00	31.64%
GIFTS, GRANTS, AND BEQUESTS	29,180.00	107,454.00	50,000.00	(57,454.00)	0.00%
ADULT EDUCATION COURSE FEES	20,958.00	20,128.00	20,000.00	(128.00)	(0.64)%
ADULT-CONT WORKFORCE COURS FEE	0.00	0.00	0.00	0.00	0.00%
ADULT-LIFE LONG LEARNING FEES	0.00	1,440.00	5,000.00	3,560.00	0.00%
ADULT-GENERAL EDU DEV. TEST	1,300.00	870.00	0.00	(870.00)	0.00%
ADULT-OTHER STUDT FEE-TAB TEST	1,762.00	2,250.00	5,000.00	2,750.00	55.00%
PRE-K:SCHOOL AGE CHILDCARE FEE	0.00	0.00	0.00	0.00	0.00%
SCHOOL AGE CHILDCARE FEE	613,343.00	595,188.00	625,000.00	29,812.00	4.77%
TRANS-BUS FEES/SCHOOL&DEPART	10,856.00	0.00	25,000.00	25,000.00	100.00%
TRANSPORTATION FEE/CHARTERS	107,804.00	91,290.00	100,000.00	8,710.00	8.71%
SALE OF JUNK	4,954.00	56,972.00	0.00	(56,972.00)	0.00%
FEDERAL INDIRECT COST RATE	192,553.00	223,986.00	225,000.00	1,014.00	0.45%
MISCELLANEOUS LOCAL SOURCE-OTH	466,204.00	869,534.00	450,000.00	(419,534.00)	(93.23)%
REFUNDS OF PRIOR YEAR'S EXPEND	22,849.00	110.00	0.00	(110.00)	0.00%
COLLECTIONS DAMAGED TEXTBOOKS	4,379.00	5,306.00	0.00	(5,306.00)	0.00%
TOTAL LOCAL REVENUE SOURCES	78,290,036.00	82,359,555.00	87,105,833.00	4,746,278.00	5.45%

**THE SCHOOL BOARD OF MONROE COUNTY
GENERAL FUND**

	2017-18 AUDITED	2018-19 UNAUDITED	2019-20 BUDGET	2018-19 UNAUDITED ACTUAL TO 2019-20 BUDGET CHANGE	
				AMOUNT	%
OTHER FIN SOURCES & TRANSFERS					
TRANSFERS FROM CAPITAL PROJECT	5,586,693.00	6,385,332.00	6,228,767.00	(156,565.00)	(2.51)%
TOTAL OTHER FIN SOURCES & TRANSFERS	5,586,693.00	6,385,332.00	6,228,767.00	(156,565.00)	(2.51)%
NON REVENUE SOURCES					
SALE OF EQUIPMENT	0.00	0.00	0.00	0.00	0.00%
INSURANCE LOSS RECOVERY	89,974.00	0.00	0.00	0.00	0.00%
OTHER LOSS RECOVERY	0.00	1,660.00	0.00	(1,660.00)	0.00%
TOTAL NON REVENUE SOURCES	89,974.00	1,660.00	0.00	(1,660.00)	0.00%
TOTAL REVENUES, OTHER FINANCING SOURCES AND NON REVENUE SOURCES	101,768,769.00	107,654,563.00	111,693,292.00	4,038,729.00	3.62%
BEGINNING BALANCE	9,959,080.00	7,745,980.00	6,716,267.00	(1,029,713.00)	(15.33)%
TOTAL ESTIMATED REVENUE & BEGINNING FUND BALANCE	111,727,849.00	115,400,543.00	118,409,559.00	3,009,016.00	2.54%
Appropriations/Expenses					
INSTRUCTION	68,656,621.00	70,161,166.00	72,208,879.00	2,047,713.00	2.84%
STUDENT SUPPORT SERVICES	4,609,527.00	5,148,913.00	5,190,060.00	41,147.00	0.79%
INSTRUCTIONAL MEDIA SERVICES	533,854.00	603,754.00	620,731.00	16,977.00	2.74%
INSTRUCTION & CURRICULUM	1,666,443.00	1,816,060.00	1,841,363.00	25,303.00	1.37%
INSTRUCTIONAL STAFF TRAINING	999,999.00	972,833.00	1,109,652.00	136,819.00	12.33%
INSTRUCTION RELATED TECHNOLOGY	1,897,305.00	1,976,093.00	1,985,808.00	9,715.00	0.49%
BOARD	649,715.00	648,333.00	741,058.00	92,725.00	12.51%
GENERAL ADMINISTRATION	585,656.00	634,354.00	617,257.00	(17,097.00)	(2.77)%
SCHOOL ADMINISTRATION	4,962,885.00	5,199,443.00	5,098,581.00	(100,862.00)	(1.98)%
FACILITIES & CONSTRUCTION	802,096.00	1,243,054.00	999,133.00	(243,921.00)	(24.41)%
FISCAL SERVICES	1,139,272.00	1,012,736.00	1,168,036.00	155,300.00	13.30%
FOOD SERVICES	10,682.00	5,626.00	0.00	(5,626.00)	0.00%
CENTRAL SERVICES	1,968,282.00	2,107,421.00	2,093,931.00	(13,490.00)	(0.64)%
PUPIL TRANSPORTATION SERVICES	3,773,569.00	3,981,936.00	3,791,663.00	(190,273.00)	(5.02)%
OPERATION OF PLANT	7,617,436.00	9,330,136.00	10,201,661.00	871,525.00	8.54%
MAINTENANCE OF PLANT	2,773,766.00	3,003,184.00	3,208,167.00	204,983.00	6.39%
ADMINISTRATIVE TECHNOLOGY SERV	390,380.00	379,736.00	378,979.00	(757.00)	(0.20)%
COMMUNITY SERVICES	944,381.00	459,498.00	438,333.00	(21,165.00)	(4.83)%
DEBT SERVICE	0.00	0.00	0.00	0.00	0.00%
TOTAL EXPENDITURES	103,981,869.00	108,684,276.00	111,693,292.00	3,009,016.00	2.69%
ENDING FUND BALANCE	7,745,980.00	6,716,267.00	6,716,267.00	0.00	0.00%
TOTAL APPROPRIATIONS/EXPENDITURES AND ENDING FUND BALANCE	111,727,849.00	115,400,543.00	118,409,559.00	3,009,016.00	2.54%

**THE SCHOOL BOARD OF MONROE COUNTY
GENERAL FUND**

Revenue	2018-19 BUDGET	2019-20 BUDGET	2018-19 BUDGET TO 2019-20 BUDGET CHANGE	
			AMOUNT	%
FEDERAL DIRECT				
FEDERAL IMPACT,CURRENT OPS	300,000.00	300,000.00	0.00	0.00%
MISCELLANEOUS FEDERAL DIRECT	654,832.00	169,832.00	(485,000.00)	(74.06)%
TOTAL FEDERAL DIRECT	954,832.00	469,832.00	(485,000.00)	(50.79)%
FEDERAL THRU STATE				
MEDICAID	585,000.00	585,000.00	0.00	0.00%
INDIVIDUALS WITH DISABILITIES	0.00	0.00	0.00	0.00%
FEDERAL THROUGH LOCAL	160,000.00	160,000.00	0.00	0.00%
TOTAL FEDERAL THRU STATE	745,000.00	745,000.00	0.00	0.00%
STATE REVENUE SOURCES				
FL EDUCATION FINANCE PROGRAM	4,779,649.00	5,080,837.00	301,188.00	6.30%
WORKFORCE DEVELOPMENT	713,649.00	609,617.00	(104,032.00)	(14.58)%
PERFORMACNE BASED INCENTIVES	0.00	0.00	0.00	0.00%
ADULT HANDICAPPED	0.00	0.00	0.00	0.00%
CO&DS WITHHELD FOR ADMIN EXP	4,795.00	4,795.00	0.00	0.00%
DIAGNOSTIC & LEARN. RESOURCE	240,000.00	240,000.00	0.00	0.00%
RACING COMMISSION FUNDS	223,250.00	223,250.00	0.00	0.00%
STATE LICENSE TAX	30,000.00	30,000.00	0.00	0.00%
DISTRICT DISCRETIONARY LOTTERY	0.00	29,589.00	29,589.00	0.00%
CLASS SIZE REDUCTION	9,343,721.00	9,640,223.00	296,502.00	3.17%
SCHOOL RECOGNITION/MERIT SCH	435,549.00	435,549.00	0.00	0.00%
VOLUNTARY PRE-K	575,000.00	575,000.00	0.00	0.00%
OTHER MISC STATE REVENUE	1,239,000.00	275,000.00	(964,000.00)	(77.80)%
TOTAL STATE REVENUE SOURCES	17,584,613.00	17,143,860.00	(440,753.00)	(2.51)%
LOCAL REVENUE SOURCES				
DISTRICT SCHOOL TAXES	79,887,796.59	84,488,833.00	4,601,036.41	5.76%
TAX REDEMPTIONS	200,000.00	200,000.00	0.00	0.00%
PAYMENT IN LIEU OF TAXES	112,000.00	112,000.00	0.00	0.00%
RENT	250,000.00	250,000.00	0.00	0.00%
INTEREST ON INVESTMENTS	300,000.00	550,000.00	250,000.00	83.33%
GIFTS, GRANTS, AND BEQUESTS	0.00	50,000.00	50,000.00	0.00%
ADULT EDUCATION COURSE FEES	20,000.00	20,000.00	0.00	0.00%
ADULT-POST SEC VOC COURSE FEE	0.00	0.00	0.00	0.00%
ADULT-OTHER SCHOOL,COURSE FEES	0.00	5,000.00	5,000.00	0.00%
ADULT-OTHER STUDT FEE-TAB TEST	5,000.00	5,000.00	0.00	0.00%
PRE-K:SCHOOL AGE CHILDCARE FEE	0.00	0.00	0.00	0.00%
TRANS-BUS FEES/OUTSIDE SOURCE	0.00	0.00	0.00	0.00%
TRANS-BUS FEES/SCHOOL&DEPART	625,000.00	625,000.00	0.00	0.00%
TRANSPORTATION FEE-INTERNAL	25,000.00	25,000.00	0.00	0.00%
TRANSPORTATION FEE/CHARTERS	100,000.00	100,000.00	0.00	0.00%
SALE OF JUNK	0.00	0.00	0.00	0.00%
FEDERAL INDIRECT COST RATE	225,000.00	225,000.00	0.00	0.00%
MISCELLANEOUS LOCAL SOURCE-OTH	450,000.00	450,000.00	0.00	0.00%
REFUNDS OF PRIOR YEAR'S EXPEND	0.00	0.00	0.00	0.00%
COLLECTIONS DAMAGED TEXTBOOKS	0.00	0.00	0.00	0.00%
TOTAL LOCAL REVENUE SOURCES	82,199,796.59	87,105,833.00	4,906,036.41	5.97%

**THE SCHOOL BOARD OF MONROE COUNTY
GENERAL FUND**

	2018-19 BUDGET	2019-20 BUDGET	2018-19 BUDGET TO 2019-20 BUDGET CHANGE	
			AMOUNT	%
OTHER FIN SOURCES & TRANSFERS				
TRANSFERS FROM CAPITAL PROJECT	6,000,000.00	6,228,767.00	228,767.00	3.81%
TOTAL OTHER FINANCING SOURCES	6,000,000.00	6,228,767.00	228,767.00	3.81%
NON REVENUE SOURCES				
SALE OF EQUIPMENT	0.00	0.00	0.00	0.00%
INSURANCE LOSS RECOVERY	0.00	0.00	0.00	0.00%
TOTAL NON REVENUE SOURCES	0.00	0.00	0.00	0.00%
TOTAL REVENUES, OTHER FINANCING SOURCES AND NON REVENUE SOURCES	107,484,241.59	111,693,292.00	4,209,050.41	3.92%
BEGINNING FUND BALANCE	7,745,980.58	6,716,267.00	(1,029,713.58)	(13.29)%
TOTAL ESTIMATED REVENUE AND BEGINNING FUND BALANCE	115,230,222.17	118,409,559.00	3,179,336.83	2.76%
Appropriations/Expenditures				
INSTRUCTION	69,505,779.42	72,208,879.00	2,703,099.58	3.89%
STUDENT SUPPORT SERVICES	5,325,210.97	5,190,060.00	(135,150.97)	(2.54)%
INSTRUCTIONAL MEDIA SERVICES	556,422.67	620,731.00	64,308.33	11.56%
INSTRUCTION & CURRICULUM	1,745,405.83	1,841,363.00	95,957.17	5.50%
INSTRUCTIONAL STAFF TRAINING	919,921.18	1,109,652.00	189,730.82	20.62%
INSTRUCTION RELATED TECHNOLOGY	2,001,483.38	1,985,808.00	(15,675.38)	(0.78)%
BOARD	721,649.62	741,058.00	19,408.38	2.69%
GENERAL ADMINISTRATION	640,043.40	617,257.00	(22,786.40)	(3.56)%
SCHOOL ADMINISTRATION	5,248,326.94	5,098,581.00	(149,745.94)	(2.85)%
FACILITIES & CONSTRUCTION	597,815.49	999,133.00	401,317.51	67.13%
FISCAL SERVICES	1,158,755.84	1,168,036.00	9,280.16	0.80%
FOOD SERVICES	100.00	0.00	(100.00)	(100.00)%
CENTRAL SERVICES	2,292,186.53	2,093,931.00	(198,255.53)	(8.65)%
PUPIL TRANSPORTATION SERVICES	3,507,130.97	3,791,663.00	284,532.03	8.11%
OPERATION OF PLANT	9,686,299.04	10,201,661.00	515,361.96	5.32%
MAINTENANCE OF PLANT	2,997,716.83	3,208,167.00	210,450.17	7.02%
ADMINISTRATIVE TECHNOLOGY SERV	375,965.25	378,979.00	3,013.75	0.80%
COMMUNITY SERVICES	534,969.79	438,333.00	(96,636.79)	(18.06)%
DEBT SERVICE	0.00	0.00	0.00	0.00%
TOTAL EXPENDITURES	107,815,183.15	111,693,292.00	3,878,108.85	3.60%
ENDING FUND BALANCE	7,415,039.02	6,716,267.00	(698,772.02)	(9.42)%
TOTAL APPROPRIATIONS/EXPENDITURES AND ENDING FUND BALANCE	115,230,222.17	118,409,559.00	3,179,336.83	2.76%

Monroe County Schools
Estimated Safe Schools Levy
For the 2019/20 Fiscal Year

	Actual YTD FY 18-19
Safety & Security Millage Revenue	1,390,143
Safe Schools Categorical Revenue	700,212
Total School Safety & Security Revenue	2,090,355
Safety and Security Costs	(1,730,015)
Balance (Carry Over)	360,340
	Budget FY 19-20
Estimated Safety & Security Millage Revenue	1,179,513
Safe Schools Categorical Revenue	755,143
Total School Safety & Security Revenue (including Carry- Over of \$360,340)	2,294,996
Budgeted Safety and Security Costs	(2,158,358)
Balance (Carry Over)	136,638

SPECIAL REVENUE PROGRAM OVERVIEW

This budget is consistent with the State Department of Education's "RED BOOK" format, which is also known as CAMIS (Cost Analysis Management Information System).

The combined special revenue budget for Federal Projects and the Food Service Program totals \$12.12 million for 2019-2020 and represents 4.45 percent of the total District budget.

These budgets account for programs for which revenues have been specifically designated by law or contract. The revenues cannot be diverted to other uses. The primary components of special revenue funds are the Food Service Program and all Federal Projects.

The material presented in this budget reflects comparative data for each individual fund source as it relates to revenue and expenditures by both categories (function) and type (object).

The District receives Federal Financial Assistance for the enhancement of various educational programs. This assistance is generally received based on applications submitted to and approved by various granting agencies. These dollars are supplemental in nature and require compliance with "comparability" standards imposed by each Federal program. One measure of effectiveness for this program is reflected in the number and dollar value of special projects applied for and approved from one year to the next.

FOOD SERVICE

The Food Service Program is self-supporting through meal charges to adults and students (25.12%), through federal reimbursements for student meals (62.56%), USDA donated foods and cash in lieu (6.93%), childcare and summer feeding programs (4.46%), and the state food service supplement (0.93%). Federal sources account for 73.95%, state sources account for 0.93%, and local sources account for 25.12% of the revenues in the Food Service program.

The Food Service Program allows schools to operate either as self-contained or as satellite operations for preparation and serving of meals.

Commodities supplement the Food Service Program and are allocated to the District on the basis of total participation in the Federal meal program. A significant portion of the meal program is comprised of free and reduced meals based on approved applications due to financial need.

In fiscal year 2018-19, total revenues of \$3.87 million were \$688 thousand higher than the previous year and expenditures of 3.87 million increased by \$89 thousand. Fund balance increased by \$1,327. Revenues are comprised of federal, state, and local sources. Federal sources decreased \$320 thousand with local sources increasing by \$399 thousand.

The total expenditure budget for the 2019-20 fiscal year is \$4.25 million, an increase of \$176 thousand from the ending budget in the 2018-19 fiscal year. Projected expenditures exceed projected revenue by \$274 thousand. The budgeted decrease in fund balance is attributable to higher food costs related to changes in federal school nutrition regulations as well as some non-recurring expenditures.

FEDERAL CONTRACTED PROGRAMS

The District maintains guidelines for those that wish to apply for grant funds and support services. Federal and State grant application forms are completed by the individuals who will administer the program. These forms are obtained from the Florida Department of Education (FDOE). The applications include statements of

educational goals, instructional strategies to be used to attain the goals, and the projected budget to support these goals and strategies. Some grants require the District to provide matching funds to receive the grant. Others require in-kind services, where the District must demonstrate it is providing services from its own sources as a condition to receive the funds. Other grants require none of these conditions, so the money approved stands on its own to support the grant goals and strategies.

Once the grant application is completed, it is submitted to the School Board by the Superintendent for Board approval. If the Board approves the grant, it is submitted to the FDOE for approval. Spending for the project begins when FDOE approves the grant. Grant money is distributed to the Board by FDOE using one of two methods: (1) State grant proceeds are distributed to the District when the grant is approved by FDOE and (2) Federal Grant proceeds require the District to request the funds based on the expenditures incurred by the program. Any unspent federal or state dollars remaining in the District accounts when the grant periods end must be remitted back to FDOE.

The Federal Contracted Programs budget is \$7.83 million. The three largest grants are the Individuals with Disabilities Education Act (referred to as 'IDEA'), Head Start, and Title I totaling \$3.50 million, \$1.78 million, and \$1.77 million, respectively. These three grants account for 86.97% of this portion of the budget. The IDEA grant targets students with special educational needs, referred to as exceptional student education (ESE) students. The Head Start program targets pre-kindergarten students to increase the achievement level of 3 and 4 year olds with special attention to at-risk children. Approximately 200 families are served through the program at five schools. The Title I funds totaling \$1.77 million serve 5 schools with approximately 3,400 students. Three elementary schools and two K-8 schools are served with Title I funding. The budgets for the Federal Contracted Programs include prior year budgeted amounts which are reduced once the Florida Department of Education certifies the prior year roll forward amounts.

**THE SCHOOL BOARD OF MONROE COUNTY
SPECIAL REVENUE FUNDS**

Revenue	2017-18 AUDITED	2018-19 UNAUDITED	2019-20 BUDGET	2018-19 UNAUDITED ACTUAL TO 2019-20 BUDGET CHANGE	
				AMOUNT	%
FEDERAL DIRECT					
HEAD START	1,319,313.00	1,411,896.00	1,532,587.00	120,691.00	7.87%
MISCELLANEOUS FEDERAL DIRECT	0.00	0.00	0.00	0.00	0.00%
Total FEDERAL DIRECT	1,319,313.00	1,411,896.00	1,532,587.00	120,691.00	8.55%
FEDERAL THRU STATE					
FOOD SERVICE	3,181,364.00	2,861,639.00	2,996,132.00	134,493.00	4.49%
OTHER FEDERAL THROUGH STATE	4,316,628.00	4,369,096.00	6,300,646.00	1,931,550.00	30.66%
Total FEDERAL THRU STATE	7,497,992.00	7,230,735.00	9,296,778.00	2,066,043.00	22.22%
STATE SOURCES					
FOOD SERVICE SUPPLEMENT	33,850.00	35,972.00	33,650.00	(2,322.00)	(6.90)%
LOCAL SOURCES					
FOOD SERVICE SALES	548,830.00	923,633.00	952,466.00	28,833.00	3.03%
INTEREST INCOME	16,609.00	26,883.00	16,550.00	(10,333.00)	(62.44)%
MISCELLANEOUS	7,647.00	21,644.00	14,550.00	(7,094.00)	0.00%
Total LOCAL SOURCES	573,086.00	972,160.00	983,566.00	11,406.00	1.16%
TOTAL REVENUE	9,424,241.00	9,650,763.00	11,846,581.00	2,195,818.00	18.54%
BEGINNING FUND BALANCE	1,170,898.00	1,179,748.00	1,181,077.00	1,329.00	0.00%
TOTAL ESTIMATED REVENUE & BEGINNING	10,595,139.00	10,830,511.00	13,027,658.00	2,197,147.00	16.87%
Appropriations/Expenses					
INSTRUCTION	2,976,466.00	3,175,276.00	4,220,975.00	1,045,699.00	24.77%
STUDENT PERSONNEL SERVICES	961,562.00	978,508.00	1,356,754.00	378,246.00	27.88%
STUDENT SUPPORT SERVICES	0.00	0.00	0.00	0.00	0.00%
INSTRUCTION & CURRICULUM	1,113,442.00	1,010,332.00	1,308,334.00	298,002.00	22.78%
INSTRUCTIONAL STAFF TRAINING	356,164.00	365,307.00	460,509.00	95,202.00	20.67%
INSTRUCTION RELATED TECHNOLOGY	1,160.00	1,107.00	11.00	(1,096.00)	(9963.64)%
GENERAL ADMINISTRATION	192,553.00	223,986.00	289,548.00	65,562.00	22.64%
SCHOOL ADMINISTRATION	0.00	0.00	0.00	0.00	#DIV/0!
FOOD SERVICE	3,700,894.00	3,796,539.00	4,286,912.00	490,373.00	11.44%
CENTRAL/STAFF SERVICES	0.00	0.00	35,000.00	35,000.00	100.00%
PUPIL TRANSPORTATION SERVICES	0.00	0.00	157,904.00	157,904.00	100.00%
OPERATION OF PLANT	1,775.00	1,688.00	4,000.00	2,312.00	57.80%
MAINTENANCE OF PLANT	0.00	0.00	200.00	200.00	100.00%
OTHER CAPITAL OUTLAY	111,375.00	96,691.00	0.00	(96,691.00)	0.00%
TOTAL EXPENDITURES	9,415,391.00	9,649,434.00	12,120,147.00	2,470,713.00	20.39%
ENDING FUND BALANCE	1,179,748.00	1,181,077.00	907,511.00	(273,566.00)	0.00%
TOTAL APPROPRIATIONS/EXPENDITURES AND ENDING FUND BALANCE	10,595,139.00	10,830,511.00	13,027,658.00	2,197,147.00	16.87%

**THE SCHOOL BOARD OF MONROE COUNTY
SCHOOL FOOD SERVICE**

Revenue	2017-18 AUDITED	2018-19 UNAUDITED	2019-20 BUDGET	2018-19 UNAUDITED ACTUAL TO 2019-20 BUDGET CHANGE	
				AMOUNT	%
FEDERAL THRU STATE					
SCHOOL LUNCH REIMBURSEMENT	2,192,789.00	1,831,485.00	1,896,295.00	64,810.00	3.42%
SCHOOL BREAKFAST REIMBURSEMENT	548,353.00	489,666.00	495,638.00	5,972.00	1.20%
SCHOOL SNACK REIMBURSEMENT	3,289.00	2,592.00	3,092.00	500.00	16.17%
CHILD CARE FOOD PROGRAM	87,413.00	172,497.00	181,146.00	8,649.00	4.77%
U.S.D.A. DONATED COMMODITIES	2,136.00	0.00	35,000.00	35,000.00	0.00%
CASH IN LIEU OF DONATED FOODS	241,276.00	268,339.00	276,587.00	8,248.00	2.98%
SUMMER FOOD SERVICE PROGRAM	102,108.00	97,060.00	108,374.00	11,314.00	10.44%
OTHER FOOD SERVICES	4,000.00	12,829.00	0.00	(12,829.00)	0.00%
TOTAL FEDERAL THRU STATE	3,181,364.00	2,874,468.00	2,996,132.00	134,493.00	38.99%
STATE REVENUE SOURCES					
SCHOOL BREAKFAST SUPPLEMENT	14,090.00	15,807.00	14,150.00	(1,657.00)	(11.71)%
SCHOOL LUNCH SUPPLEMENT	19,760.00	20,165.00	19,500.00	(665.00)	(3.41)%
TOTAL STATE REVENUE SOURCES	33,850.00	35,972.00	33,650.00	(2,322.00)	(15.12)%
LOCAL REVENUE SOURCES					
INTEREST ON INVESTMENTS	16,609.00	26,883.00	16,550.00	(10,333.00)	(62.44)%
STUDENT LUNCHES	177,065.00	492,529.00	498,786.00	6,257.00	1.25%
STUDENT BREAKFASTS	20,134.00	63,174.00	68,176.00	5,002.00	7.34%
ADULT BREAKFAST/LUNCHES	34,244.00	32,830.00	36,140.00	3,310.00	9.16%
STUDENT & ADULT A LA CARTE	314,254.00	331,450.00	345,514.00	14,064.00	4.07%
OTHER FOOD SALES	3,134.00	3,650.00	3,850.00	200.00	5.19%
MISCELLANEOUS LOCAL SOURCE-OTH	7,646.00	8,815.00	14,550.00	5,735.00	39.42%
REFUNDS OF PRIOR YEAR'S EXPEND	0.00	0.00	0.00	0.00	0.00%
TOTAL LOCAL REVENUE SOURCES	573,086.00	959,331.00	983,566.00	24,235.00	4.00%
TOTAL REVENUES AND OTHER FINANCING SOURCES	3,788,300.00	3,869,771.00	4,013,348.00	143,577.00	3.58%
BEGINNING BALANCE	1,170,898.00	1,179,748.00	1,181,075.00	1,327.00	0.11%
TOTAL ESTIMATED REVENUE & BEGINNING FUND BALANCE	4,959,198.00	5,049,519.00	5,194,423.00	144,904.00	2.79%
Appropriations/Expenses					
FOOD SERVICES	3,779,450.00	3,868,444.00	4,286,912.00	418,468.00	9.76%
TOTAL EXPENDITURES	3,779,450.00	3,868,444.00	4,286,912.00	418,468.00	9.76%
ENDING FUND BALANCE	1,179,748.00	1,181,075.00	907,511.00	(273,564.00)	(30.14)%
TOTAL APPROPRIATIONS/EXPENDITURES AND ENDING FUND BALANCE	4,959,198.00	5,049,519.00	5,194,423.00	144,904.00	2.79%

**THE SCHOOL BOARD OF MONROE COUNTY
SPECIAL REVENUE FEDERAL FUNDS**

Revenue	2017-18 AUDITED	2018-19 UNAUDITED	2019-20 BUDGET	2018-19 UNAUDITED ACTUAL TO 2019-20 BUDGET CHANGE	
				AMOUNT	%
FEDERAL DIRECT					
HEAD START	1,319,313.00	1,411,896.00	1,532,587.00	120,691.00	7.87%
MISCELLANEOUS FEDERAL DIRECT	0.00	0.00	0.00	0.00	0.00%
TOTAL FEDERAL DIRECT	1,319,313.00	1,411,896.00	1,532,587.00	120,691.00	8.55%
FEDERAL THRU STATE					
VOCATIONAL EDUCATION ACTS	66,868.00	68,380.00	86,605.00	18,225.00	21.04%
ADULT GENERAL EDUCATION	89,761.00	46,445.00	113,251.00	66,806.00	58.99%
ENG. LIT & CIVICS EDUCATION	38,015.00	38,394.00	39,167.00	773.00	1.97%
TEACHER & PRINCIPAL TRAINING	226,149.00	261,868.00	301,393.00	39,525.00	13.11%
EISENHOWER MATH AND SCIENCE	0.00	0.00	0.00	0.00	0.00%
INDIVIDUALS WITH DISABILITIES	1,879,172.00	2,008,111.00	3,579,060.00	1,570,949.00	43.89%
ELEM & SEC EDUC ACT (TITLE I)	1,499,956.00	1,460,460.00	1,775,101.00	314,641.00	17.73%
LANGUAGE INSTRUCTION-TITLE III	116,906.00	98,184.00	146,483.00	48,299.00	32.97%
21ST CENTURY SCHOOLS-TITLE IV	19,375.00	102,187.00	142,008.00	39,821.00	28.04%
OTHER FEDERAL THROUGH STATE	380,426.00	285,067.00	117,578.00	(167,489.00)	(142.45)%
TOTAL FEDERAL THRU STATE	4,316,628.00	4,369,096.00	6,300,646.00	1,931,550.00	44.21%
TOTAL REVENUE	5,635,941.00	5,780,992.00	7,833,233.00	2,052,241.00	26.20%
BEGINNING FUND BALANCE	0.00	0.00	0.00	0.00	0.00%
TOTAL ESTIMATED REVENUE & BEGINNING	5,635,941.00	5,780,992.00	7,833,233.00	2,052,241.00	26.20%
Appropriations/Expenses					
INSTRUCTION	2,976,466.00	3,200,064.00	4,191,298.00	991,234.00	23.65%
STUDENT PERSONNEL SERVICES	961,562.00	978,508.00	1,384,699.00	406,191.00	29.33%
STUDENT SUPPORT SERVICES	0.00	0.00	0.00	0.00	0.00%
INSTRUCTION & CURRICULUM	1,113,442.00	1,010,332.00	1,309,609.00	299,277.00	22.85%
INSTRUCTIONAL STAFF TRAINING	356,164.00	365,307.00	460,509.00	95,202.00	20.67%
INSTRUCTION RELATED TECHNOLOGY	1,160.00	1,107.00	11.00	(1,096.00)	(9963.64)%
GENERAL ADMINISTRATION	192,553.00	223,986.00	289,158.00	65,172.00	22.54%
SCHOOL ADMINISTRATION	0.00	0.00	0.00	0.00	0.00%
CENTRAL/STAFF SERVICES	0.00	0.00	35,000.00	35,000.00	100.00%
PUPIL TRANSPORTATION SERVICES	0.00	0.00	158,749.00	158,749.00	100.00%
OPERATION OF PLANT	1,775.00	1,688.00	4,000.00	2,312.00	57.80%
MAINTENANCE OF PLANT	0.00	0.00	200.00	200.00	100.00%
OTHER CAPITAL OUTLAY	32,819.00	0.00	0.00	0.00	0.00%
TOTAL EXPENDITURES	5,635,941.00	5,780,992.00	7,833,233.00	2,052,241.00	26.20%
ENDING FUND BALANCE	0.00	0.00	0.00	0.00	0.00%
TOTAL APPROPRIATIONS/EXPENDITURES AND ENDING FUND BALANCE	5,635,941.00	5,780,992.00	7,833,233.00	2,052,241.00	26.20%

DEBT SERVICE OVERVIEW

The 2019-2020 debt service budget is estimated at \$16.69 million and represents 6.13 percent of the total budget.

School districts are required to account for the payment of interest and principal of general long-term debt. The funds noted in this section of the budget incorporate repayment on the Certificates of Participation (COPs), Qualified School Construction Bonds (QSCB), and Sales Tax Revenue Bonds.

The Debt Service Fund consists of \$1.85 million of federal tax rebates for Qualified School Construction Bonds (QSCBs) and Qualified Zone Academy Bonds (QZABs), \$16.58 million of transfers-in from Capital Outlay, and \$23.38 million of fund balance carried forward from FY 2019. A total of \$16.69 million is expected to be paid in principal, interest, and fee payments to retire debts. All sinking fund payments for the Qualified Zone Academy Bonds (QZAB) have been made at this time.

The legal debt margin is \$3,071,648,217. The net bonded debt applicable to the legal debt margin is \$0. This means the net bonded debt applicable to the legal debt margin is 0%.

Retirement of obligated debt is a primary objective of the district. On May 18, 2018, the District issued Sales Tax Revenue Bonds, Series 2019 in the form of a loan to PNC Bank in the par amount of \$22,500,000 that will be retired on October 1, 2025. Annual debt service payments in the amount of \$3.46 million will be made until the debt is retired.

The accrued liability for retiree health insurance is approximately \$8.7 million. No funds have been set aside to service this future liability. The revenue stream cannot sustain such a reserve without significant cuts to student services.

Monroe County District School Board
2019-2020
Computation of Legal Debt Margin
July 1, 2019
(unaudited)

2018 NON-EXEMPT TAXABLE ASSESSED VALUATION	\$ 30,716,482,166
DEBT LIMIT PERCENTAGE	10%
LEGAL DEBT MARGIN	\$ 3,071,648,217
AMOUNT OF DEBT APPLICABLE TO DEBT LIMIT:	
TOTAL BONDED DEBT (PRINCIPAL)	\$0.00
LESS DEBT SERVICE FUNDS AVAILABLE (PRINCIPAL)	\$0.00
NET BONDED DEBT APPLICABLE TO DEBT LIMIT	\$ 0
AVAILABLE BALANCE	<u>\$ 3,071,648,217</u>

**THE SCHOOL BOARD OF MONROE COUNTY
DEBT SERVICE FUNDS SUMMARY**

Revenue	2017-18 AUDITED	2018-19 UNAUDITED	2019-20 BUDGET	2018-19 UNAUDITED ACTUAL TO 2019-20 BUDGET CHANGE	
				AMOUNT	%
FEDERAL DIRECT					
MISCELLANEOUS FEDERAL DIRECT	1,845,957.00	1,853,863.00	1,853,863.00	0.00	0.00%
TOTAL FEDERAL DIRECT	1,845,957.00	1,853,863.00	1,853,863.00	0.00	0.00%
STATE REVENUE SOURCES					
CO&DS WITHHELD FOR SBE/COBI	0.00	0.00	0.00	0.00	0.00%
SBE/COBI BOND INTEREST	0.00	0.00	0.00	0.00	0.00%
TOTAL STATE REVENUE SOURCES	0.00	0.00	0.00	0.00	0.00%
LOCAL REVENUE SOURCES					
INTEREST ON INVESTMENTS	291,951.00	497,849.00	0.00	(497,849.00)	0.00%
INCR/DECR VALUE OF INVESTMENTS	58,115.00	0.00	0.00	0.00	0.00%
TOTAL LOCAL REVENUE SOURCES	350,066.00	497,849.00	0.00	(497,849.00)	0.00%
OTHER FIN SOURCES & TRANSFERS					
SALES TAX BONDS	293,978.00	66,500.00	0.00	(66,500.00)	0.00%
TRANSFERS FROM CAPITAL PROJECT	11,249,854.00	13,102,002.00	16,578,500.00	3,476,498.00	20.97%
TOTAL OTHER FIN SOURCES & TRANSFERS	11,543,832.00	13,168,502.00	16,578,500.00	3,409,998.00	20.57%
ISSUANCE OF LONG TERM DEBT					
PROCEEDS OF REFUNDING BOND	0.00	0.00	0.00	0.00	0.00%
PREMIUM-LT DEBT REFUNDING BOND	0.00	0.00	0.00	0.00	0.00%
TOTAL ISSUANCE OF LONG TERM DEBT	0.00	0.00	0.00	0.00	0.00%
TOTAL REVENUES AND OTHER FINANCING SOURCES	13,739,855.00	15,520,214.00	18,432,363.00	2,912,149.00	15.80%
BEGINNING BALANCE	19,040,602.00	21,138,719.00	23,382,814.00	2,244,095.00	9.60%
TOTAL ESTIMATED REVENUE & BEGINNING	32,780,457.00	36,658,933.00	41,815,177.00	5,156,244.00	12.33%
Appropriations/Expenses					
DEBT SERVICE	11,641,738.00	13,276,119.00	16,686,500.00	3,410,381.00	20.44%
TOTAL EXPENDITURES	11,641,738.00	13,276,119.00	16,686,500.00	3,410,381.00	20.44%
ENDING FUND BALANCE	21,138,719.00	23,382,814.00	25,128,677.00	1,745,863.00	6.95%
TOTAL APPROPRIATIONS/EXPENDITURES AND ENDING FUND BALANCE	32,780,457.00	36,658,933.00	41,815,177.00	5,156,244.00	12.33%

CAPITAL IMPROVEMENT BUDGET OVERVIEW

The Capital Improvement Program totals \$114.37 million for 2019-20 and represents 42.03 percent of the total budget.

This budget and schedule of projects reflects the School Board's commitment to provide quality educational facilities encompassed by a safe and healthy environment for learning. It is through this commitment the School Board of Monroe County provides and maintains an environment enriched by opportunities for learning and individual growth that all Keys residents have come to expect as part of their quality of life.

The School Board has appropriated \$91.57 million for Capital Improvements throughout the school district for the 2019-2020 fiscal year. The budget is appropriated as follows:

- ✓ 21.15% for Maintenance, Renovation and Repair Projects
- ✓ 70.22% for School Construction Projects
- ✓ 6.50% for Technology Projects
- ✓ 2.13% for Equipment, school buses, and vehicles

Transfers totaling \$22.81 million include \$5.62 million to the General Fund for maintenance, facility management, and charter school capital outlay; \$613 thousand for property insurance; and \$16.58 million transferred to the Debt Service Fund for Certificate of Participation (COPs) and sales tax bond payments.

As part of the budget cycle, the School Board in open public session reviews, discusses, and approves an annual capital outlay plan for expenditure of taxpayers' 0.50-mill property tax revenue. Estimated Capital Outlay projects from all fund sources available for 2019-2020 are itemized on a subsequent project listing.

Capital Outlay priorities are used to rank the need and importance of projects. These priorities are:

- Safety to Life
- Legal Mandates
- Protecting the Current Investment
- Programs and Other Priorities
- Pupil-Teacher Ratio
- Energy Efficiency
- Administrative Space to Complement Administrative and Support Effort
- Permanent and Long-Lasting Facilities

It is also important to note increasingly more of the school system's capital improvement dollars are being driven by outside influences, resulting in an escalation of educational facility needs and costs to meet student growth. Examples of outside influences are the Department of Environmental Regulations; Environmental Protection Agency mandates; local government "concurring requirements" tied to the infrastructure; the community Comprehensive Plan related to land use and

rezoning matters; local environment ordinances requiring quantity regulations; the state Class Size Reduction mandate; and construction inflation. These influences have placed a strain on the school district's capital improvement dollars.

The five-year plant survey is the primary basis for capital expenditures each fiscal year. Its purpose is to aid in formulating plans for housing the educational activities of students and staff on the school district for the next several years. It must consider the local comprehensive plan in its forecast strategies. Plan development must be based on all available data regarding the current status of facilities in relation to capital outlay full-time equivalency (COFTE) student membership and projected changes in such student membership. The intent of the survey is to encourage the thoughtful, orderly development of a program for providing educational and ancillary plants to adequately house the educational and

academic support activities of the district. It must be conducted every five years. Additional costs for "spot surveys" submitted to and approved by FDOE for capital outlay needs that arise in the years after the initial survey is completed are added to the original survey cost. Other costs that are added are building code, hurricane shelter, environmental, and construction inflation impacts.



The overall Capital Projects budget decreased by \$31.27 million primarily due to the substantial completion of the replacements of Plantation Key School and Gerald Adams Elementary School as well as on-going costs for the replacement/remodel/renovation of Stanley Switlik Elementary. The capital projects budget also includes a set-aside of \$10 million for repairs and renovation in case of a named windstorm. This set-aside covers the District's \$10 million self-insured risk from a named windstorm. This budget also includes funding for maintenance, renovation, and repairs to existing school facilities, significant investments in State of the Art technology, the District's Security and Safety projects, and equipment and vehicle replacements.

The ½ cent sales tax was placed on the ballot for renewal on November 4, 2014, to address unmet capital needs and was passed by the voters with approximately 64% of the electorate voting for the renewal. Collection of the ½ cent sales tax began on January 1, 2016 and end on December 31, 2025. The proceeds from this tax will be used to upgrade and address security needs at school facilities, equip schools with modern technology, construct new or replacement facilities, provide for renovations to existing school structures and other permitted capital improvements.

Monroe County Schools issued Qualified Zone Academy Bonds (QZAB) in the amount of \$4.8 million in December 2005. QZAB's can be used to fund projects at schools that have greater than 35% free and reduced meal eligibility. An application was submitted to the Department of Education. Monroe County Schools was in competition with other school districts around the state for the funds. Specific schools funded with these proceeds were Stanley Switlik Elementary, Gerald Adams Elementary, Glynn Archer Elementary, and Horace O'Bryant Middle School, now a K-8

school. These bonds provide funds to upgrade HVAC and other systems at those schools. The final sinking fund payment was made on December 29, 2015. The final payment on this bond will be on December 29, 2020, using sinking fund payments and interest associated with those deposits.

Monroe County Schools issued Qualified School Construction Bonds (QSCBs) in the amount of \$36 million in June 2010. The American Recovery and Reinvestment Act of 2009 established the Qualified School Construction Bond (QCSB) program. QSCBs are financial instruments that provide a subsidy in the form of tax credits to a bank or other financial institution that holds the QSCBs. The approved QSCB program is one in which states or local governments are authorized to issue Qualified School Construction Bonds. Under this program, qualified school districts can borrow funds with no interest cost. The School District's debt service obligation is only for the principal amount of the bonds. The final payment on this bond will be on June 1, 2027. This QSCB was issued to finance construction at Horace O'Bryant School.

The District issued Certificates of Participation, Series 2018A, in the amount of \$31,260,000 to finance a portion of the construction at Stanley Switlik Elementary. The financing was accomplished through the issuance of Certificates of Participation, Series 2018A, to be repaid from the proceeds of rents paid by the District.

On June 14, 2019, the District issued Sales Tax Revenue Bonds, Series 2019 to PNC Bank in the amount of \$22,500,000 to finance construction at Key West High School, Marathon Middle/High School, Stanley Switlik Elementary, and Coral Shores High School. The financing was accomplished through the issuance of Sales Tax Revenue Bonds, Series 2019, to be repaid from the revenues derived from school capital outlay surtax collections.

CAPITAL IMPROVEMENT PROGRAM

Project Listing Summaries

The major portion of this section is a summary listing of capital projects for 2019-2020 by category and project number as noted on the following two pages:

School Board of Monroe County
Proposed Funding by Project
Fiscal Year 2018-19

AMOUNT TO APPROPRIATE: 114,372,843

APPROPRIATIONS:

Projects

Elementary School Projects

3296 Gerald Adams	3,712,606
3297 Switlik	23,452,827

K-8 School Projects

3292 Plantation Key	4,123,496
3326 Sugarloaf	1,826,938

High School Projects

3321 MHS Athletic Complex	3,529,743
3322 Coral Shores Exclusive Use	1,154,959
3327 KWHS Backyard/TRMS	9,569,048
3328 CSHS Emergency Lighting Project	375,000

Support Facility Projects

3756 Upper Keys Administrative Annex	1,668,663
3320 Lower Keys Transportation/ Internal Service Facility	14,884,378

TOTAL CONSTRUCTION PROJECTS	64,297,658
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Other Projects

3005 A/C HVAC	2,459,212
3012 Maintenance/Repair	77,453
3013 Roofing	698,327
3019 Lease of Portables	160,198
3055 Concrete Repair	51,119
3065 Elevators	20,000
3077 Painting	473,155
3096 Plumbing	21,215
3102 ADA	61,954
3105 Doors. Thresholds	10,450
3108 VCT/Flooring	137,943
3113 Sewer	608,939
3114 Fencing	759,171
3118 Electrical	102,857
3130 Carpentry	41,588
3198 Fire Alarm	55,280
3228 Safety to Life	791,065
3133 Drainage	373,714
3271 Waster Water 2010	388,093
3295 Security Projects	351,225
3284 Air monitoring	88,000
3288 Construction Consultants	1,118,904
3293 Deferred Maintenance Projects/Hurricane Repairs	10,000,000
3066 Telephone/Intercom Sytems	66,010
3299 CCTV.	40,000
3294 Sitework	150,000
7221 FEMA - Hurricane Irma	261,062

TOTAL MAINTENANCE, RENOVATION, AND REPAIR	19,366,934
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Technology Projects

School Board of Monroe County

Proposed Funding by Project

Fiscal Year 2018-19

3016	WAN Equipment	410,000
3021	Network Admin/Security SW	369,000
3023	Permanent Records Solution	83,000
3025	WAN Communications	155,146
3028	Admin Resources	120,000
3036	ITV Equipment	152,000
3042	IS Curriculum Software	834,552
3272	Computer Refresh	2,951,148
3351	WAN Equipment/Support	56,000
3911	Xerox	206,415
3601	Management/Prof dev SW	275,000
3602	Teacher Student Productivity SW	75,864
3604	School Technology Funds	113,000
3701	ERP System	119,280
3702	HR Software	26,219
8622	Digital Classrooms	1,428
TOTAL TECHNOLOGY PROJECTS		<u>5,948,052</u>
 Equipment/Vehicles		
3004	Equipment Replacement	30,582
3007	Equipment - Maintenance	76,495
3039	Transportation Equipment	175,630
3745	Equipment - Music	56,850
3755	Equipment - School FF&E	189,712
3760	Equipment - Adminstrative	60,000
3010	Buses	530,000
3011	Vehicles	788,000
3355	Vocational Equipment	45,663
TOTAL EQUIPMENT/VEHICLES		<u>1,952,932</u>
TOTAL EXPENDITURES		<u>91,565,576</u>
 Transfers		
3026	Funded by 2 mill (TRT Transfer at 80%)	1,770,723
3927	Facility Project Management	539,394
3914	Transfer for School Maintenance	2,891,621
3017	Charter School PECO	414,029
3920	Transfer for Property Insurance	613,000
		<u>6,228,767</u>
 Debt Service		
3915	2018A COPS	1,868,000
3916	Sales Tax Revenue Bond (2017)	9,295,000
3899	Sales Tax Revenue Bond (2017)	3,465,000
3975	Qualified School Construction Bond 2010	1,948,000
	Qualified Zone Academy Bond 2005	2,500
		<u>16,578,500</u>
TOTAL EXPENDITURES AND TRANSFERS		114,372,843
Budgeted Ending Fund Balance		<u>-</u>
TOTAL BUDGETED APPROPRIATIONS		<u><u>114,372,843</u></u>

**THE SCHOOL BOARD OF MONROE COUNTY
CAPITAL FUNDS SUMMARY**

Revenue	2017-18 AUDITED	2018-19 UNAUDITED	2019-20 BUDGET	2018-19 UNAUDITED ACTUAL TO 2019-20 BUDGET CHANGE	
				AMOUNT	%
FEDERAL DIRECT					
MISCELLANEOUS FEDERAL DIRECT	0.00	0.00	2,500,000.00	2,500,000.00	100.00%
TOTAL FEDERAL DIRECT	0.00	0.00	2,500,000.00	2,500,000.00	100.00%
STATE REVENUE SOURCES					
CO&DS DISTRIBUTED	254,644.00	255,172.00	257,590.00	2,418.00	0.94%
INTEREST ON UNDISTRIB CO&DS	3,158.00	4,801.00	0.00	(4,801.00)	0.00%
PUBLIC EDUC CAP OUTLAY (PECO)	433,811.00	463,841.00	0.00	(463,841.00)	0.00%
CHARTER SCHOOL CAPITAL OUTLAY	161,013.00	409,492.00	414,029.00	4,537.00	1.10%
TOTAL STATE REVENUE SOURCES	852,626.00	1,133,306.00	671,619.00	(461,687.00)	(68.74)%
LOCAL REVENUE SOURCES					
DISTRICT LOCAL CAP IMPROV TAX	13,299,658.00	13,899,088.00	14,743,911.00	844,823.00	5.73%
LOCAL SALES TAX (HALF CENT)	0.00	0.00	0.00	0.00	0.00%
SCH.DISTR. LOCAL SALES TAX	16,982,267.00	19,068,984.00	20,558,275.00	1,489,291.00	7.24%
TAX REDEMPTIONS	25,965.00	23,613.00	0.00	(23,613.00)	0.00%
GIFTS, GRANTS, AND BEQUESTS	180,403.00	0.00	0.00	0.00	0.00%
INTEREST ON INVESTMENTS	1,543,964.00	1,978,716.00	0.00	(1,978,716.00)	0.00%
MISCELLANEOUS LOCAL SOURCE-OTH	455,000.00	7,937.00	0.00	(7,937.00)	0.00%
REFUNDS OF PRIOR YEAR'S EXPEND	94,605.00	0.00	0.00	0.00	0.00%
TOTAL LOCAL REVENUE SOURCES	32,581,862.00	34,978,338.00	35,302,186.00	323,848.00	0.92%
LONG TERM DEBT & SALE OF CAP ASSETS					
SALES TAX BONDS	35,000,000.00	0.00	0.00	0.00	0.00%
LOAN SECTION 1011.14	0.00	22,433,500.00	0.00	(22,433,500.00)	0.00%
TOTAL LONG TERM DEBT & SALE OF CAP ASSETS	35,000,000.00	22,433,500.00	0.00	(22,433,500.00)	0.00%
TOTAL REVENUES AND OTHER FINANCING SOURCES	68,434,488.00	58,545,144.00	38,473,805.00	(20,071,339.00)	(52.17)%
BEGINNING BALANCE	109,712,600.00	106,771,512.00	75,899,038.00	(30,872,474.00)	(40.68)%
TOTAL ESTIMATED REVENUE & BEGINNING	178,147,088.00	165,316,656.00	114,372,843.00	(50,943,813.00)	(44.54)%
Appropriations/Expenses					
FACILITIES & CONSTRUCTION	54,539,029.00	69,930,035.00	91,565,576.00	21,635,541.00	23.63%
OPERATION OF PLANT	0.00	0.00	0.00	0.00	0.00%
DEBT SERVICE	0.00	249.00	0.00	(249.00)	0.00%
TOTAL EXPENDITURES	54,539,029.00	69,930,284.00	91,565,576.00	21,635,292.00	23.63%
Transfers to Debt Service and General Fund	16,836,547.00	19,487,334.00	22,807,267.00	3,319,933.00	14.56%
ENDING FUND BALANCE	106,771,512.00	75,899,038.00	0.00	(75,899,038.00)	0.00%
TOTAL APPROPRIATIONS/EXPENDITURES AND ENDING FUND BALANCE	178,147,088.00	165,316,656.00	114,372,843.00	(50,943,813.00)	(44.54)%

INTERNAL SERVICE OVERVIEW

The 2019-2020 internal service budget is estimated at \$17.17 million and represents 6.31% of the total budget.

The Internal Service Fund (\$17.17 million, 6.31%) is used to account for the District's individual self-insurance programs. The principal operating revenues of the District's internal service funds are Board contributions for premium revenues of the property and casualty, workers' compensation, and group medical self-insurance programs and charges for self-insurance premiums for dependent and retiree coverage. Operating expenses include salaries and benefits, purchased services, and insurance claims.

The results of financial operations for the Health Insurance, VISTA Insurance, and the Workers' Compensation/General Liability Self-Insurance Funds showed improvement during the fiscal year 2018-2019. The Internal Service Fund ended the fiscal year with a net position of \$5,540,860 compared to a balance of \$5,527,030 for the fiscal year ended June 30, 2018, a slight increase from the prior year.

The Health Insurance Self-Insurance Fund reported premium revenues, loss recoveries, and interest income in excess of claims expenses by \$177,122. As a result, the net position of the Health Insurance fund increased from \$3,224,424 to \$3,401,546. This increase is due to favorable claims experience during the fiscal year 2018-19. No increase in premiums is prosed in the 2019-20 budget.

The Workers' Compensation/General Liability Self-Insurance Fund reported claim expenses in excess of premium revenues, loss recoveries, and interest income by \$145,373. As a result, the net position decreased from \$1,733,616 to \$1,588,243. This decrease in net position is the result of the settlement of several workers compensation and general liability claims. For the 2019-2020 budget year, there will be no change in workers compensation premiums as the rate closely reflects the actuarially determined premium.

Claims expenses for these funds include Incurred But Not Reported (IBNR) as required by the Government Accounting Standards Board. These IBNR adjustments, in essence, report claims expense on a fully accrual basis, as opposed to a cash basis.

**THE SCHOOL BOARD OF MONROE COUNTY
INTERNAL SERVICE FUNDS SUMMARY**

Revenue	2017-18 AUDITED	2018-19 UNAUDITED	2019-20 BUDGET	2018-19 UNAUDITED ACTUAL TO 2019-20 BUDGET CHANGE	
				AMOUNT	%
LOCAL REVENUE SOURCES					
INTEREST ON INVESTMENTS	90,846.00	229,930.00	0.00	(229,930.00)	0.00%
GIFTS, GRANTS, AND BEQUESTS	25,000.00	20,000.00	25,000.00	5,000.00	0.00%
PREMIUM REVENUE	2,454,319.00	1,959,677.00	2,003,990.00	44,313.00	2.21%
PREMIUM REVENUE BOARD	9,563,209.00	9,637,146.00	10,700,000.00	1,062,854.00	9.93%
PREMIUM REVENUE EMPLOYEE DED.	2,706,109.00	2,660,609.00	2,800,000.00	139,391.00	4.98%
PREMIUM REVENUE/VISTA RETIREES	484,234.00	527,473.00	500,000.00	(27,473.00)	(5.49)%
TOTAL LOCAL REVENUE SOURCES	15,323,717.00	15,034,835.00	16,028,990.00	994,155.00	6.20%
NON REVENUE SOURCES					
INSURANCE LOSS RECOVERY	400,795.00	672,130.00	750,000.00	77,870.00	10.38%
TOTAL NON REVENUE SOURCES	400,795.00	672,130.00	750,000.00	77,870.00	10.38%
BEGINNING NET POSITION	3,318,659.00	5,527,030.00	5,540,860.00	13,830.00	0.25%
TOTAL ESTIMATED REVENUE & BEGINNING FUND BALANCE	19,043,171.00	21,233,995.00	22,319,850.00	1,085,855.00	4.86%
Appropriations/Expenses					
CENTRAL SERVICES	13,516,141.00	15,693,135.00	17,165,263.00	1,472,128.00	8.58%
TOTAL EXPENSES	13,516,141.00	15,693,135.00	17,165,263.00	1,472,128.00	8.58%
ENDING NET POSITION	5,527,030.00	5,540,860.00	5,154,587.00	(386,273.00)	(7.49)%
TOTAL APPROPRIATIONS/EXPENDITURES AND ENDING FUND BALANCE	19,043,171.00	21,233,995.00	22,319,850.00	1,085,855.00	4.86%

**THE SCHOOL BOARD OF MONROE COUNTY
WORKMANS COMP / GENERAL LIABILITY INTERNAL SERVICE FUND**

Revenue	2017-18 AUDITED	2018-19 UNAUDITED	2019-20 BUDGET	2018-19 UNAUDITED ACTUAL TO 2019-20 BUDGET CHANGE	
				AMOUNT	%
LOCAL REVENUE SOURCES					
INTEREST ON INVESTMENTS	55,640.00	92,496.00	0.00	(92,496.00)	0.00%
PREMIUM REVENUE	1,688,921.00	1,305,579.00	1,228,990.00	(76,589.00)	(6.23)%
TOTAL LOCAL REVENUE SOURCES	1,744,561.00	1,398,075.00	1,228,990.00	(169,085.00)	(6.23)%
NON REVENUE SOURCES					
INSURANCE LOSS RECOVERY	0.00	446,007.00	250,000.00	(196,007.00)	(78.40)%
TOTAL NON REVENUE SOURCES	0.00	446,007.00	250,000.00	(196,007.00)	(78.40)%
BEGINNING NET POSITION	1,116,079.00	1,733,616.00	1,588,243.00	(145,373.00)	(9.15)%
TOTAL ESTIMATED REVENUE & BEGINNING FUND BALANCE	2,860,640.00	3,577,698.00	3,067,233.00	(510,465.00)	(16.64)%
Appropriations/Expenses					
CENTRAL SERVICES	1,127,024.00	1,989,455.00	1,238,935.00	(750,520.00)	(60.58)%
TOTAL EXPENDITURES	1,127,024.00	1,989,455.00	1,238,935.00	(750,520.00)	(60.58)%
ENDING NET POSITION	1,733,616.00	1,588,243.00	1,828,298.00	240,055.00	13.13%
TOTAL APPROPRIATIONS/EXPENDITURES AND ENDING FUND BALANCE	2,860,640.00	3,577,698.00	3,067,233.00	(510,465.00)	(16.64)%

**THE SCHOOL BOARD OF MONROE COUNTY
VISTA INTERNAL SERVICE FUND**

Revenue	2017-18 AUDITED	2018-19 UNAUDITED	2019-20 BUDGET	2018-19 UNAUDITED ACTUAL TO 2019-20 BUDGET CHANGE	
				AMOUNT	%
LOCAL REVENUE SOURCES					
INTEREST ON INVESTMENTS	9,492.00	13,395.00	0.00	(13,395.00)	0.00%
PREMIUM REVENUE	150,458.00	137,141.00	175,000.00	37,859.00	21.63%
TOTAL LOCAL REVENUE SOURCES	159,950.00	150,536.00	175,000.00	24,464.00	21.63%
NON REVENUE SOURCES					
INSURANCE LOSS RECOVERY	2,085.00	0.00	0.00	0.00	0.00%
TOTAL NON REVENUE SOURCES	2,085.00	0.00	0.00	0.00	0.00%
BEGINNING NET POSITION	577,419.00	568,990.00	551,071.00	(17,919.00)	(3.25)%
TOTAL ESTIMATED REVENUE & BEGINNING FUND BALANCE	739,454.00	719,526.00	726,071.00	6,545.00	0.90%
Appropriations/Expenses					
CENTRAL SERVICES	170,464.00	168,455.00	204,250.00	35,795.00	17.53%
TOTAL EXPENSES	170,464.00	168,455.00	204,250.00	35,795.00	17.53%
ENDING NET POSITION	568,990.00	551,071.00	521,821.00	(29,250.00)	(5.61)%
TOTAL APPROPRIATIONS/EXPENDITURES AND ENDING FUND BALANCE	739,454.00	719,526.00	726,071.00	6,545.00	0.90%

**THE SCHOOL BOARD OF MONROE COUNTY
HEALTH INSURANCE INTERNAL SERVICE FUND**

Revenue	2017-18 AUDITED	2018-19 UNAUDITED	2019-20 BUDGET	2018-19 UNAUDITED ACTUAL TO 2019-20 BUDGET CHANGE	
				AMOUNT	%
LOCAL REVENUE SOURCES					
INTEREST ON INVESTMENTS	25,714.00	124,039.00	0.00	(124,039.00)	0.00%
GIFTS, GRANTS, AND BEQUESTS	25,000.00	20,000.00	25,000.00	5,000.00	0.00%
PREMIUM REVENUE	614,940.00	516,957.00	600,000.00	83,043.00	13.84%
PREMIUM REVENUE BOARD	9,563,209.00	9,637,146.00	10,700,000.00	1,062,854.00	9.93%
PREMIUM REVENUE EMPLOYEE DED.	2,706,109.00	2,660,609.00	2,800,000.00	139,391.00	4.98%
PREMIUM REVENUE/VISTA RETIREES	484,234.00	527,473.00	500,000.00	(27,473.00)	(5.49)%
TOTAL LOCAL REVENUE SOURCES	13,419,206.00	13,486,224.00	14,625,000.00	1,138,776.00	7.79%
NON REVENUE SOURCES					
INSURANCE LOSS RECOVERY	398,710.00	226,123.00	500,000.00	273,877.00	54.78%
TOTAL NON REVENUE SOURCES	398,710.00	226,123.00	500,000.00	273,877.00	54.78%
BEGINNING NET POSITION	1,625,161.00	3,224,424.00	3,401,546.00	177,122.00	5.21%
TOTAL ESTIMATED REVENUE & BEGINNING FUND BALANCE	15,443,077.00	16,936,771.00	18,526,546.00	1,589,775.00	8.58%
Appropriations/Expenses					
CENTRAL SERVICES	12,218,653.00	13,535,225.00	15,722,078.00	2,186,853.00	13.91%
TOTAL EXPENSES	12,218,653.00	13,535,225.00	15,722,078.00	2,186,853.00	13.91%
ENDING NET POSITION	3,224,424.00	3,401,546.00	2,804,468.00	(597,078.00)	(21.29)%
TOTAL APPROPRIATIONS/EXPENDITURES AND ENDING FUND BALANCE	15,443,077.00	16,936,771.00	18,526,546.00	1,589,775.00	8.58%

FIDUCIARY FUNDS OVERVIEW

The fund totals \$49,000 and represents .02% of the total budget.

TRUST AND AGENCY activity is the primary emphasis of this portion of the budget. This accounts for assets held by the School District acting in the capacity of trustee or agent for external or internal entities. The Board maintains one pension trust fund.

As authorized by Section 1012.685, Florida Statutes, the Board implemented an Early Retirement Plan (ERP) effective July 1, 1992. The ERP is a single-employer public employee retirement system (PERS) and was offered for only one year. The purpose of the ERP was to provide eligible District employees, who elect to retire under the early retirement provisions of the Florida Retirement System with a monthly benefit equal to the statutory reduction of the normal retirement benefits when early retirement precedes the normal retirement age of 62.

The Board administers the ERP assets in a pension trust fund and is responsible for their investment. The Board appoints and removes the ERP administrator. A summary of Eligibility and Benefits follows:

- **Eligibility.** All full-time United Teachers of Monroe bargaining unit members or administrative support personnel who were members of the FRS or the Teachers Retirement System (TRS) and who had attained the age of 55 as of August 1, 1992, completed 25 or more years of creditable service as determined by the FRS or the TRS, and have made application for benefits on or before June 10, 1992.
- **Benefits.** The amount of early payment reduction in monthly benefits from the FRS or the TRS as a consequence of early retirement.

As of June 30, 2019, there were six retirees and their beneficiaries receiving benefits under the ERP. There are no current employees eligible to participate in the ERP.

Total contributions to the ERP in the 2018-19 fiscal year amounted to \$52,574, all of which were paid by the Board, and were \$1,880 less than the actuarially determined contribution requirement determined through the actuarial valuation performed as of July 1, 2017. The District has budgeted \$49,000 for the current year.

All of the assets in the District's pension trust fund are legally required reserves. None of the assets have been designated by the Board for any other specific purpose. Costs of administering the ERP are financed through the ERP's resources (employer contributions and investment earnings).

**THE SCHOOL BOARD OF MONROE COUNTY
FIDUCIARY FUNDS SUMMARY**

	2017-18 AUDITED	2018-19 UNAUDITED	2019-20 BUDGET	2018-19 UNAUDITED ACTUAL TO 2019-20 BUDGET CHANGE	
				AMOUNT	%
Revenue					
LOCAL REVENUE SOURCES					
INTEREST ON INVESTMENTS	2,982.00	4,372.00	0.00	(4,372.00)	0.00%
OTHER OPERATING REVENUE	58,828.00	52,694.00	49,000.00	(3,694.00)	(7.54)%
TOTAL LOCAL REVENUE SOURCES	61,810.00	57,066.00	49,000.00	(8,066.00)	(16.46)%
BEGINNING FUND BALANCE	199,439.00	202,421.00	206,793.00	4,372.00	2.11%
TOTAL ESTIMATED REVENUE & BEGINNING FUND BALANCE	261,249.00	259,487.00	255,793.00	(3,694.00)	(1.44)%
Appropriations/Expenses					
CENTRAL SERVICES	58,828.00	52,694.00	49,000.00	(3,694.00)	(7.54)%
TOTAL EXPENSES	58,828.00	52,694.00	49,000.00	(3,694.00)	(7.54)%
FUND BALANCE	202,421.00	206,793.00	206,793.00	0.00	0.00%
TOTAL APPROPRIATIONS/EXPENDITURES AND ENDING FUND BALANCE	261,249.00	259,487.00	255,793.00	(3,694.00)	(1.44)%

UNDERSTANDING THE FLORIDA EDUCATION SCHOOL FUNDING PROCESS

Florida public schools are financed from local, state, and federal sources. Revenues and expenditures are budgeted in four basic “funds” or groups of accounts. These four funds are the General Fund, the Capital Projects Fund, the Debt Service Fund, and the Special Revenue (Food Service and Federal Projects) Funds. Additionally, special operating funds can be established at the discretion of the local school district. School district budgets are for the fiscal year (July 1 – June 30), although special purpose budgets for federal programs can have a different fiscal year.

The General Fund

SOURCES OF REVENUE FOR DISTRICT’S GENERAL FUND AND OTHER OPERATING FUNDS

The general fund can be used for all lawful expenditures of the district but generally is considered the district’s “operating budget” which includes expenditures for these items.

- Salaries and benefits
- Supplies and materials
- Utilities and energy
- Related day-to-day costs
- Purchased services

Available monies to expend come from these sources:

- State sources and general fund property tax
- Other local sources (i.e., interest income, indirect costs) and beginning fund balances
- Federal sources

Most revenues to Monroe County Schools’ general funds are provided through the Florida Education Finance Program (FEFP). That being said, most of Monroe School Board funding from the FEFP comes from local property taxes (90%). The following outline provides a brief description of revenues for the general fund and other operating expenditures.

FLORIDA EDUCATION PROGRAM FUNDING

In 1973 the Florida Legislature enacted the Florida Education Finance Program (FEFP) and established the state policy on equalized funding to guarantee to each student in the Florida public education system the availability of programs and services appropriate to his or her educational needs that are substantially equal to those available to any similar student notwithstanding geographic differences and varying local economic factors.

To equalize educational opportunities, the FEFP formula recognizes: (1) varying local property tax bases; (2) varying education program costs; (3) varying costs of living; and (4) varying costs for equivalent educational programs due to sparsity and dispersion of the student population.

The key feature of the finance program is to base financial support for education upon the individual student participating in a particular program rather than upon the numbers of teachers or classrooms. FEFP funds are primarily generated by multiplying the number of full-time equivalent students (FTE’s) in each of the educational programs by cost factors to obtain weighted FTE’s. Weighted FTE’s are then multiplied by a base student allocation and by a district cost differential to determine the state and local FEFP funds. Program cost factors are determined by the DOE and adopted by the Legislature and represent relative cost differences among the FEFP programs.

The following paragraphs provide background information regarding financial support of education in Florida. The FEFP formula (see previous paragraph) has always been funded with a combination of state revenue and local property taxes. The FY 2020 statewide FEFP formula consists of 43.1% from local property taxes and 56.9% from state taxes.

STATE SOURCES: Funds for state support of school districts are provided primarily by legislative appropriations. The major portion of state support is distributed under the provisions of the FEFP. With the exception of a small amount, which was appropriated from the State School Trust Fund, the FEFP appropriation is funded from the state's General Revenue Fund. While a number of tax sources are deposited in the General Revenue Fund, the predominant source is the sales tax. The 67 school districts will receive \$12.5 billion from the State through the Florida Education Finance Program. School districts receive an additional \$9.4 billion from local property taxes, for a total of \$21.9 billion.

Proceeds from the Florida Lottery are primarily used to finance the following appropriations: School Recognition, Assistance to Low Performing Schools, payment of bonds for school construction, community college funding for enhancements, state university funding for enhancements, and Florida Bright Futures Scholarship Program. The Florida Legislature appropriated \$2.1 billion in Educational Enhancement Trust Funds to benefit Florida's schools and students for fiscal year 2019-20. Florida's 67 school districts received \$673 million, a significant portion of Educational Enhancement Trust Funds. It includes \$135 million for school recognition, \$104 million for class size reduction, \$353 million for the Florida Educational Finance Program, and \$81 million for workforce development. The legislature also appropriated \$222 million to pay debt service for educational facilities, \$595 million to Bright Futures scholarships, \$65 million for other financial aid, and \$531 million to state universities and community colleges.

In addition, state funds are appropriated to meet other needs by means of categorical programs and special allocations. These include the Instructional Materials Programs, Student Transportation and Class Size Reduction among others.

Capital Outlay funds to the districts are provided for in two sections of the Constitution of the State of Florida. Article XII, Section 9(d), of the State Constitution, provides a stated amount to each district annually from proceeds of licensing of motor vehicles. Article XII, Section 9(a)(2), of the State Constitution, provides that school districts may share in the proceeds from gross utilities taxes as provided by legislative allocation.

Racing Commission funds have been made available to each county commission in equal amounts. Many county commissions have shared this revenue with school districts directly or according to legislative acts of local application. These amounts are distributed by the state directly to county governments. The county government distributes the applicable portion to school boards.

LOCAL SUPPORT: Local revenue for school support is derived almost entirely from property taxes. Each of the 67 schools districts in the state is a countywide district.

Each school board participating in the state allocation of funds for current operation of schools must levy the millage set for its required local effort. The Legislature sets an amount as required local effort based on the 2019 certified tax roll provided by the Department of Revenue. The Commissioner of Education certifies the required millage of each district. Local required effort cannot exceed 90 percent of a district's total FEFP entitlement. The Monroe County Schools required local effort millage is 1.5550 for 2019-2020. The RLE is 55% of the grand total FEFP calculation for Monroe County Schools.

School Boards may set discretionary tax levies of the following types:

- (1) Capital outlay and maintenance: School Boards may levy up to 1.50 mills as prescribed in section 1011.71(2), *Florida Statutes* for new construction and remodeling as set forth in s. 1013.64(3)(b) and (6)(b) without regard to prioritization in that section, sites and site improvement or expansion to new sites, existing sites, auxiliary or ancillary facilities; maintenance, renovation, and repair school plants; school bus purchases, and purchase of new and replacement equipment. The Monroe County School Board levies 0.5 mills for the specified purposes. Payments for lease-purchase agreements for educational facilities and sites (*pursuant to Section 1003.02(1)(f) or 1013.15(2), Florida Statutes*) are authorized in an amount not to exceed three-fourths the proceeds of the millage levied under this authority. Proceeds may also be used to repay loans established according to Section 1011.14 and 1011.15, *Florida Statutes*, used for these authorized purposes; repayment of costs directly related to complying with state and federal environmental statutes; regulations governing school facilities; and payment of costs of leasing relocatable educational facilities for up to three years. (Violation of these expenditure provisions results in an equal reduction of FEFP funds in the year following audit citation).
- (2) Current operation. The current discretionary operating millage for 2019-2020 is 0.748 mills. This is the maximum amount of discretionary millage the Board can approve without getting voter approval in a referendum.

Qualified electors may vote an additional millage levy for operation and capital outlay purposes for a period not to exceed four years, in addition to the levies set by the Board. The Monroe County School Board levies a voted half mill for operations. On August 28, 2018, the electors of the District approved an additional voted millage of up to .0625 mill for School Safety and Security to augment insufficient State funding. As a result, the Board will levy an additional .04 mill to make up the difference between actual cost to fund the mandate and State funding provided. Tax levies for debt service are in addition to the levies for current operation but are limited by State Board of Education Rule to 6 mills and 20 years duration except with specific State Board approval. The amount of the school bond issue, together with other school bonds outstanding against the district, cannot exceed 10% of the nonexempt assessed valuation of the district without specific State Board Approval. The Monroe County School Board does not levy any millage for debt service. (*Sections 1011.73 – 1010.46, Florida Statutes; Rule 6A-1.037, Florida Administrative Code*).

Budgeted revenue from local taxes and local required effort are based on applying millage levies of no less than 96 percent of the nonexempt assessed valuation of property for school purposes.

Board adoption of millage levies is governed by the advertising and public meeting requirements of *Chapter 200, Florida Statutes (Truth-In-Millage)* and Florida Statute 1011.03.

Developmental research schools (lab schools) at state universities are funded as special school districts. Since these districts have no taxing authority, the state provides the same dollar amount per student as is generated for district students by the tax base of the district in which the lab school is located. Local required effort is not deducted from the FEFP calculation and the amount, which would have been raised by the discretionary levy of 0.748 mills, is added to each school's FEFP allocation.

FEDERAL SUPPORT: The State Board of Education may approve plans for cooperating with the Federal government in carrying out any phase of the educational program in which it finds cooperation desirable and must provide for the proper administration of funds apportioned to the State from Federal appropriations. The State Board is responsible for prescribing rules covering contracts or agreements made with Federal agencies.

The Commissioner is responsible for recommending ways of cooperating with the Federal government on any phase of the educational program in which cooperation is desirable. The Commissioner recommends policies for

administering funds appropriated from Federal sources to the state for any educational purpose, and provides for the execution of plans and policies approved by the State Board.

School Districts receive funds from the federal government directly and through the state as an administering agency. School districts may receive federal funds from various agencies such as the Department of Agriculture, the Department of Education and the Department of Health and Human Services. Examples of Federal support include but are not limited to the following:

- Head Start
- Individual with Disabilities Education Act – Grants to States and Preschool Grants
- National School Lunch and School Breakfast Programs
- Education Consolidation and Improvement Act
- Adult Education Acts
- Elementary and Secondary Education Act, Title I

Description of State Distribution

FLORIDA EDUCATION FINANCE PROGRAM (FEFP)

LEGAL AUTHORIZATION - Section 1011, *Florida Statutes*

REQUIREMENTS FOR PARTICIPATION - Each district which participates in the state appropriations for the Florida Education Finance Program (FEFP) shall provide evidence of its effort to maintain an adequate school program throughout the district and shall meet at least the following requirements.

- (1) Maintain adequate and accurate records, including a system of internal accounts for individual schools, and file with the Department of Education, in correct and proper form on or before the date due as fixed by law or rule, each annual or periodic report that is required by rules of the State Board of Education.
- (2) Operate all schools for a term of at least 180 actual teaching days or the equivalent on an hourly basis. Upon written application, the State Board may prescribe procedures for altering this requirement.
- (3) Adopt rules relating to the appointment, promotion, transfer, suspension, and dismissal of personnel.
- (4) Expend funds for salaries in accordance with a salary schedule or schedules adopted by the School Board in accordance with the provisions of the laws and rules of the State Board. Expenditures for salaries of instructional personnel must include compensation based on employee performance demonstrated under S.1012.34.
- (5) Observe fully at all times law and rules of the State Board relating to the preparation, adoption, and execution of budgets for district school boards.
- (6) Make the minimum financial effort required for the support of the FEFP as prescribed in the current year's General Appropriations Act.
- (7) Maintain a system of planning and evaluation as required by law.
- (8) Comply with the minimum classroom expenditure requirements and associated reporting pursuant to S.1011.64.

For a more detailed description of how dollars flow to Florida school districts click on the link to the Florida Department of Education Office of Funding and Financial Reporting Funding for Florida School Districts document: <http://www.fldoe.org/core/fileparse.php/7507/urlt/Fefpdist.pdf>

FEFP Calculations

The FEFP is calculated five times for each year's appropriation. These calculations are as follows:

- (1)First Calculation - This calculation is completed immediately after the annual legislative session. Districts' allocations for July are distributed on this calculation. This calculation was published May 1, 2019 for FY 2020.
- (2)Second Calculation - This calculation is made upon receipt of the certified tax roll from the Department of Revenue as provided for in Section 1011.62, *Florida Statutes*. Districts' allocations for August through November are distributed using this calculation. This calculation was published July 19, 2019 for FY 2020.
- (3)Third Calculation - This calculation is made upon receipt of the districts' October FTE surveys reported in November. District allocations for December through March are distributed using this calculation. (Districts' current year July and October and prior year June FTE are summed and a February estimate is made based on previous year's trend of February and October surveys). This calculation was published January 11, 2019 for FY 2019.
- (4)Fourth Calculation - This calculation is made upon receipt of the districts' actual February FTE surveys and estimated June FTE surveys reported in March. District allocations for April through June are distributed using this calculation. This calculation was published April 24, 2019 for FY 2019.
- (5)Final Calculation - This calculation is made upon receipt of the districts' actual June FTE survey, usually reported in July. Prior year adjustments in the following fiscal year are made, based on a comparison of this final calculation to the Fourth calculation. This calculation is typically published in October or November of subsequent fiscal year.

Other Local Revenue and Beginning Fund Balance

School districts receive revenues from these local sources:

- ▶ Ad Valorem property taxes
- ▶ Revenues paid to the district for tuition and student charges
- ▶ Investment earnings
- ▶ Any other lawful revenue-raising activities

Monies not expended in any budget year at the district level are allowed to be carried forward to the subsequent budget year as a beginning fund balance.

STATE REVENUE SOURCES

Financial operations of the State of Florida covering all receipts and expenditures are maintained through the use of three funds - the General Revenue Fund, Trust Funds, and the Working Capital Fund.

Major sources of tax revenues to the General Revenue Fund are the sales and use tax (77%) corporate income tax (7.2%), documentary stamp tax (2.8%), insurance premium tax (2.5%), highway safety fees (1.7%), beverage tax (0.9%), service charges (1.5%), corporate filing fees (1.1%) and other taxes and fees (5.3%).

Gross Receipt Tax

All gross receipts utilities tax collections are credited to the Public Education Capital Outlay and Debt Service Trust Fund.

Lottery

In November 1986, the voters of the State of Florida approved a constitutional amendment, which allows State operated lotteries. Section 15, Article X of the Florida Constitution provides for State lotteries, with the proceeds being dedicated exclusively to education. The 1987 Legislature passed Chapter 24, *Florida Statutes*, creating the Department of Lottery to operate the State Lottery and setting forth the allocation of the revenues. Of the revenues generated by the Lottery, at least 50% is to be returned to the public as prizes; at least 39% is to be deposited in the Educational Enhancement Trust fund (for public education); and no more than 11% can be spent on the administrative cost of operating the lottery.

The lottery is Florida's second largest source of state income, but its susceptibility to economic fluctuations makes it an unstable revenue source. This year, \$0.4 million of Lottery proceeds will fund the School Recognition program and fund the school advisory councils. These expenditures are determined by school faculties and staff and are not available for daily operations.

TAX INFORMATION

- ▶ Tax Roll Data
- ▶ Tax Millage Rates
- ▶ Roll Back Rates
- ▶ Local Tax Dollars

Ad valorem property taxes are the largest and most critical single source of local revenue to the school district. Each year the School Board is required to assess its educational requirements and needs. Property tax millage is levied for the general operating fund, for the capital projects and to retire debt service. The following pages represent the School Board millages required to run the school district; the technical “legally required” millage rollback calculation which causes most of the confusion with citizens; and what each of the school district millages generate in actual dollars for the operations.

MILLAGE CALCULATION

Explanation of Roll Back Rate

The “Roll Back Rate” is found in *Florida Statutes*, Chapter 200. The method of calculation is determined by the Department of Revenue. **The “roll back rate” does not include any Debt Service millage effects.**

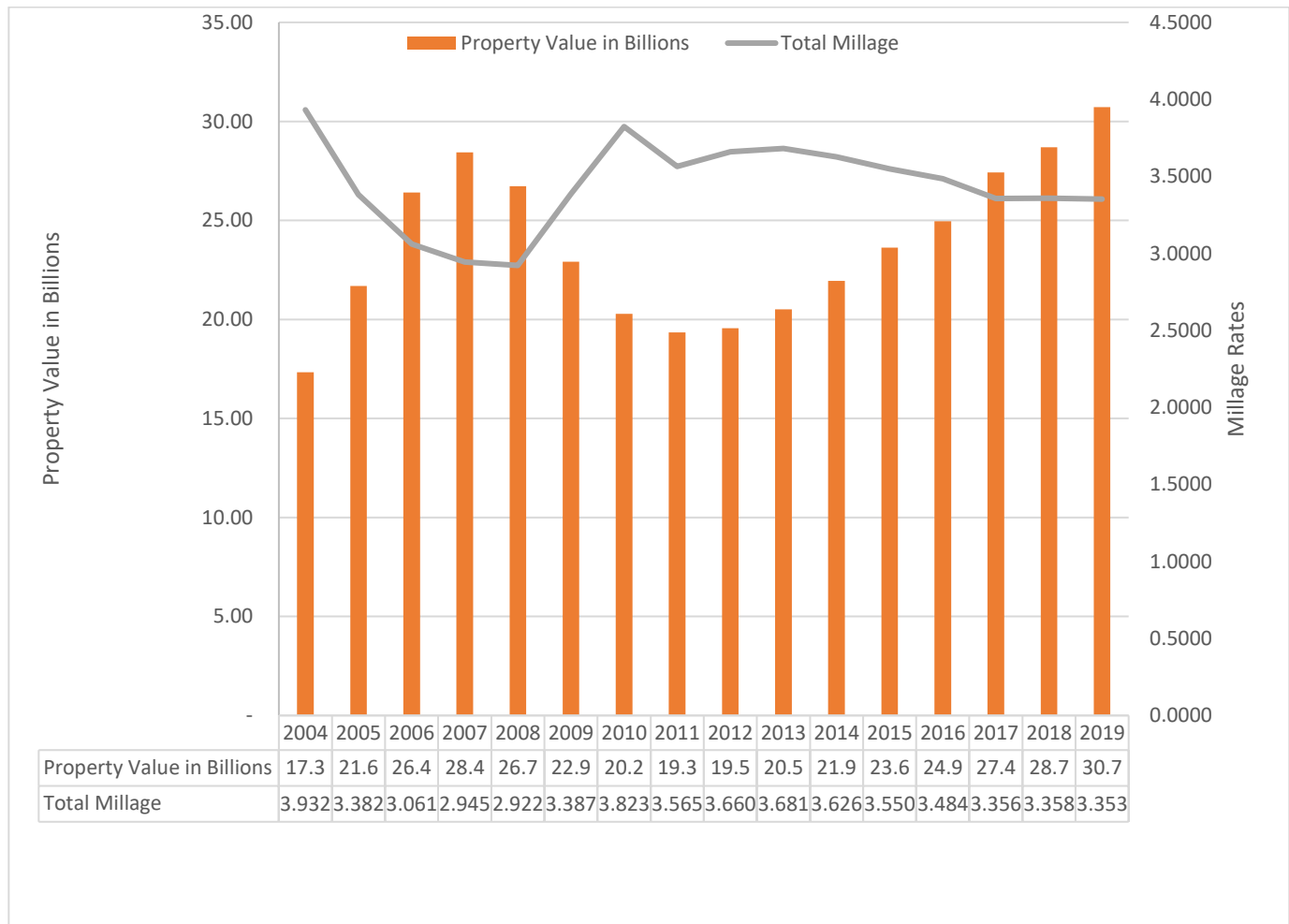
Property taxes are based on a unit called a “mill”. A mill is the rate used to calculate taxes based upon assessed property value. One mill is equal to \$1.00 per \$1,000 of assessed property value.

The “roll back rate” is the millage rate ON THE NEW TAX ROLL that will generate the same total dollars raised in the prior year. The 2019-2020 millage is 3.3430 mills, which potentially would generate \$102.7 million (100%). This is used to determine the State and local “roll back rate” for 2018-2019 of 3.1817 mills. The roll back rate generates \$96.5 million using this year’s adjusted taxable value. The current year (2019) adopted millage of 3.3430 mills is 5.07% more than the roll back rate of 3.1817 mills. This means the school district has a tax increase for fiscal year ending June 30, 2020.

The **TOTAL adopted fiscal year 2019 millage rate** of 3.3430 mills decreased by 0.0150 mills or 0.06%. The TOTAL absolute millage for 2018-2019 is 3.3430 mills compared to the 2018-2019 millage of 3.3580. The millage decrease is due to the reduction of the Required Local Effort and a reduction in additional voted millage to .04 from .05 mill for School Safety and Security.

The above calculations are based on the tax roll as estimated by the Property Appraiser on the “Certification of School Taxable Value” (DR-420S) on June 30, 2019 and on Required Local Effort as calculated by the Florida Department of Education.

Included below is a chart that demonstrates the relationship between property values and millage rates.



**School Board of Monroe County
Millage Levy Information
2nd FEFP Calculation**

	2019/20	2018/19	Increase / (Decrease)	% Increase / (% Decrease)
Operating Fund				
Local Required Effort	1.5550	1.5600	(0.0050)	(0.32)%
Basic Discretionary	0.7480	0.7480	0.0000	0.00%
Additional Voted millage	0.5400	0.5500	0.0100	(20.00)%
Debt Service Fund	0.0000	0.0000	0.0000	100.00%
Capital Outlay Fund	0.5000	0.5000	0.0000	0.00%
Total Millage	3.3430	3.3580	.01500	(0.45)%

The tentative millage rate for FY 2019-20 is 0.45% less than the millage rate levied last year. The Required Local Effort (RLE) which is mandated by statute has been reduced. The School Board must levy the RLE to receive State funding in the amount of \$15,186,198.

The amount of school tax on a home valued at \$509,500 allowing for the maximum increase in valuation on a home valued at \$500,000 in the previous year. (\$484,500 after homestead exemption) will be \$1,619.68 this year as compared to \$1,595.05 last year. The school tax on a home with a maximum increase in valuation and no homestead exemption would be \$1,838.65.

For homesteaded properties, the maximum increase in valuation is limited to a 1.9 percent increase pursuant to the "Save Our Homes" amendment. A homesteaded homeowner will see a slight increase in their upcoming property tax bill.

The overall assessed property values increased by 6.87% in Monroe County for the 2019 tax year.

Of course, each taxpayers' situation is different and may not yield the same results as averages were used in this comparison.

**FLORIDA DEPARTMENT OF EDUCATION
 RESOLUTION DETERMINING
 REVENUES AND MILLAGES LEVIED**

RESOLUTION 837 OF THE DISTRICT SCHOOL BOARD OF MONROE COUNTY, FLORIDA, DETERMINING THE AMOUNT OF REVENUES TO BE PRODUCED AND THE MILLAGE TO BE LEVIED FOR THE GENERAL FUND, FOR THE DISTRICT LOCAL CAPITAL IMPROVEMENT FUND AND FOR DISTRICT DEBT SERVICE FUNDS FOR THE FISCAL YEAR BEGINNING JULY 1, 2019, AND ENDING JUNE 30, 2020.

WHEREAS, section 1011.04, Florida Statutes, requires that, upon receipt of the certificate of the property appraiser giving the assessed valuation of the county and of each of the special tax school districts, the school board shall determine, by resolution, the amounts necessary to be raised for current operating purposes and for debt service funds and the millage to be levied for each such fund, including the voted millage; and

WHEREAS, section 1011.71, Florida Statutes, provides for the amounts necessary to be raised for local capital improvement outlay and the millage to be levied; and

WHEREAS, the certificate of the property appraiser has been received;

THEREFORE, BE IT RESOLVED by the district school board that the amounts necessary to be raised, as shown by the officially adopted budget, and the millages necessary to be levied for each school fund of the district for the fiscal year are as follows:

1. DISTRICT SCHOOL TAX (nonvoted levy)

a) Certified taxable value	b) Description of levy	c) Amount to be raised	d) Millage levy
\$ <u>30,716,482,166</u>	Required Local Effort	\$ <u>45,853,565</u>	<u>1.5550</u> mills s. 1011.62(4), F.S.
	Prior-Period Funding Adjustment Millage	\$ <u>0</u>	<u>0</u> mills s. 1011.62(4)(e), F.S.
	Total Required Millage	\$ <u>45,853,565</u>	<u>1.5550</u> mills

2. DISTRICT SCHOOL TAX DISCRETIONARY MILLAGE (nonvoted levy)

a) Certified taxable value	b) Description of levy	c) Amount to be raised	d) Millage levy
\$ <u>30,716,482,166</u>	Discretionary Operating	\$ <u>22,056,892</u>	<u>0.7480</u> mills s. 1011.71(1), F.S.

3. DISTRICT SCHOOL TAX ADDITIONAL MILLAGE (voted levy)

a) Certified taxable value	b) Description of levy	c) Amount to be raised	d) Millage levy
\$ <u>30,716,482,166</u>	Additional Operating	\$ <u>15,923,425</u>	<u>0.5400</u> mills ss. 1011.71(9) and 1011.73(2), F.S.
	Additional Capital Improvement	\$ <u>0</u>	<u>0</u> mills s. 1011.73(1), F.S.

4. DISTRICT LOCAL CAPITAL IMPROVEMENT TAX (nonvoted levy)

a) Certified taxable value	b) Description of levy	c) Amount to be raised	d) Millage levy
\$ <u>30,716,482,166</u>	Local Capital Improvement	\$ <u>14,743,912</u>	<u>0.5000</u> mills <small>s. 1011.71(2), F.S.</small>
	Discretionary Capital Improvement	\$ <u>0</u>	<u> </u> mills <small>s. 1011.71(3), F.S.</small>

5. DISTRICT DEBT SERVICE TAX (voted levy)

a) Certified taxable value	b) Description of levy	c) Amount to be raised	d) Millage levy
\$ <u> </u>	<u> </u>	\$ <u> </u>	<u> </u> mills <small>s. 1010.40, F.S.</small>
	<u> </u>	\$ <u> </u>	<u> </u> mills <small>s. 1011.74, F.S.</small>
	<u> </u>	\$ <u> </u>	<u> </u> mills

6. THE TOTAL MILLAGE RATE TO BE LEVIED ☒ EXCEEDS ☐ IS LESS THAN THE ROLLED-BACK RATE COMPUTED PURSUANT TO SECTION 200.065(1), F.S., BY 5.07 PERCENT.

STATE OF FLORIDA

COUNTY OF MONROE

I, Mark T. Porter, superintendent of schools and ex-officio secretary of the District School Board of Monroe County, Florida, do hereby certify that the above is a true and complete copy of a resolution passed and adopted by the District School Board of Monroe County, Florida, on September 10, 2019.

Signature of District School Superintendent

Date of Signature

Note: Copies of this resolution shall be sent to the Florida Department of Education, School Business Services, Office of Funding and Financial Reporting, 325 West Gaines Street, Room 814, Tallahassee, Florida 32399-0400; county tax collector; and county property appraiser.

Resolution Number 838 Adoption of Final Budget

A RESOLUTION OF THE MONROE COUNTY SCHOOL BOARD ADOPTING THE FINAL BUDGET FOR FISCAL YEAR 2019-2020.

WHEREAS, the School Board of Monroe County, Florida, hereby pursuant to Chapters 200 and 1011, Florida Statutes, approves final millage rates and final budgets for the fiscal year July 1, 2019 to June 30, 2020; and

WHEREAS, the Monroe County School Board set forth the appropriations and revenue estimate for the budget for fiscal year 2019-2020.

WHEREAS, at the public hearing and in full compliance with Chapter 200, Florida Statutes, the Monroe County School Board adopted the final millage rates and the budget in the amount of \$272,087,043 for fiscal year 2019-2020.

NOW THEREFORE, BE IT RESOLVED:

That the attached budget of the Monroe County School Board, including the millage rates, is adopted by the School Board of Monroe County as a final budget for the categories indicated for the fiscal year July 1, 2019 to June 30, 2020.

Chairman