

DAYTONA BEACH CHAMBER OF COMMERCE

EDUCATION COMMITTEE MEETING

AUGUST 13, 2014

MILLAGE LEVY COMPARISON

	FY10 Actual	FY11 Actual	FY12 Actual	FY13 Actual	FY14 Actual	FY15 Actual	TAXING AUTHORITY	
							State	Local School Board
Required Local Effort	5.307	5.698	5.551	5.368	5.095	5.079	✓	
Prior Period Adjustment Funding Millage	0.000	0.041	0.014	0.022	0.015	0.009	✓	
Discretionary Operating Millage	0.748	0.748	0.748	0.748	0.748	0.748		✓
Additional Discretionary Millage	0.000	0.000	0.000	0.000	0.000	0.000		N/A
Critical Operating Needs- 0.25 Special Option	0.250	0.250	0.250	0.250	0.000	0.000		✓ FY14 Voter Ref.
Discretionary Local Capital Improvement	1.500	1.500	1.500	1.500	1.500	1.500		✓
Debt Service	0.000	0.000	0.000	0.000	0.000	0.000		N/A
TOTAL	7.805	8.237	8.063	7.888	7.358	7.336		

FY15 OPERATING BUDGET TAXING AUTHORITY

Certified Tax Roll:	\$ 28,893,765,446
Adjustment Factor:	0.00096

	Non-Discretionary	 Board Authority
Required Local Effort Millage	5.079	
Total Required Local Effort Revenue	\$ 140,881,377	
Prior Period Funding Adjustment Millage	.009	
Total Prior Period Funding Adjustment Revenue	\$ 249,642	
Discretionary Operating Millage		0.748
Total Discretionary Millage Revenue		\$ 20,748,035
TOTALS	\$ 141,131,019	\$ 20,748,035

FY15 PROPERTY TAX CALCULATION BASED ON 7.336 MILLS



Property Value	\$ 109,543*
----------------	-------------

Homestead Exemption	25,000
---------------------	--------

Taxable Value	84,543
---------------	--------

FY15 Millage Levy	7.336
-------------------	-------

Tax Due	\$620.21
---------	----------

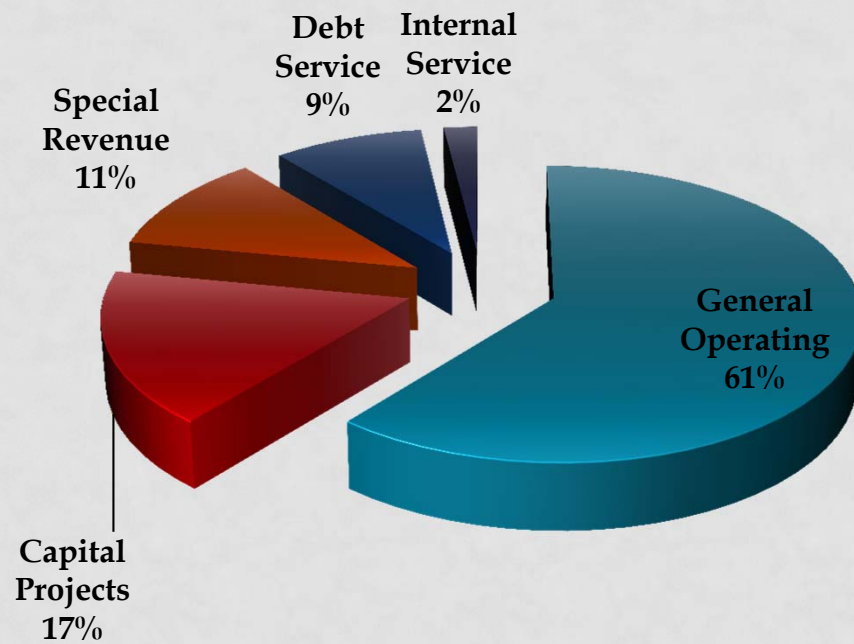
* Average as reported by Volusia County Property Appraiser

DISTRICT SUMMARY BUDGET

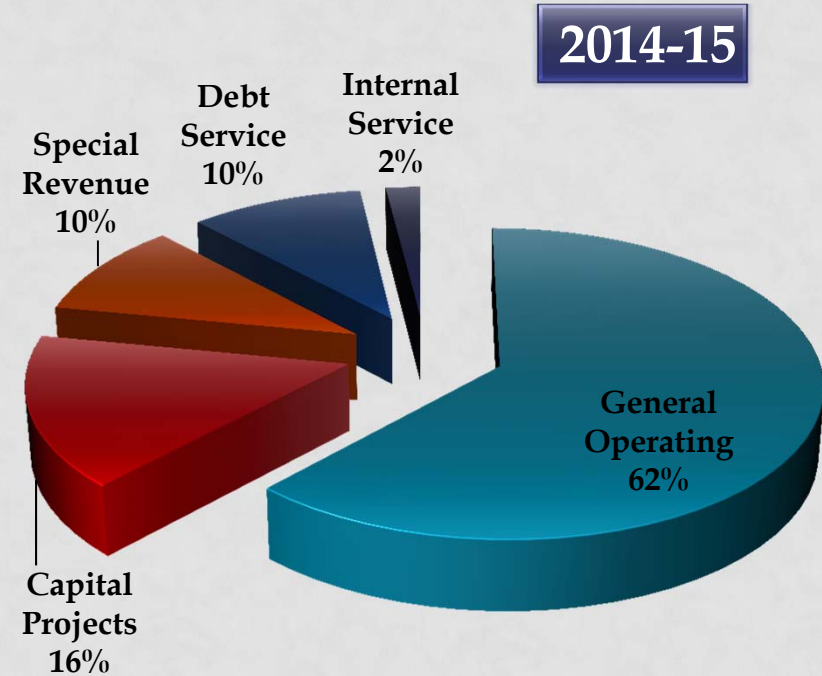
FUND	FY 14 ADOPTED	FY 15 TENTATIVE
General Fund	\$ 465,621,961	\$ 478,003,841
Debt Service Funds	74,716,689	74,713,482
Capital Outlay Funds	128,576,772	126,516,556
Special Revenue - School Way Café	37,198,145	35,788,854
Special Revenue – “Race To The Top”	4,122,680	1,975,258
Special Revenue – Title I, IDEA*, Other	41,707,994	43,787,730
Internal Service Funds (Self-Insured Programs)	14,942,975	14,741,975
TOTAL DISTRICT	\$ 766,887,216	\$775,527,696

* Individuals with Disabilities Education Act

DISTRICT SUMMARY BUDGET



2013-14



2014-15

GENERAL OPERATING REVENUE SUMMARY

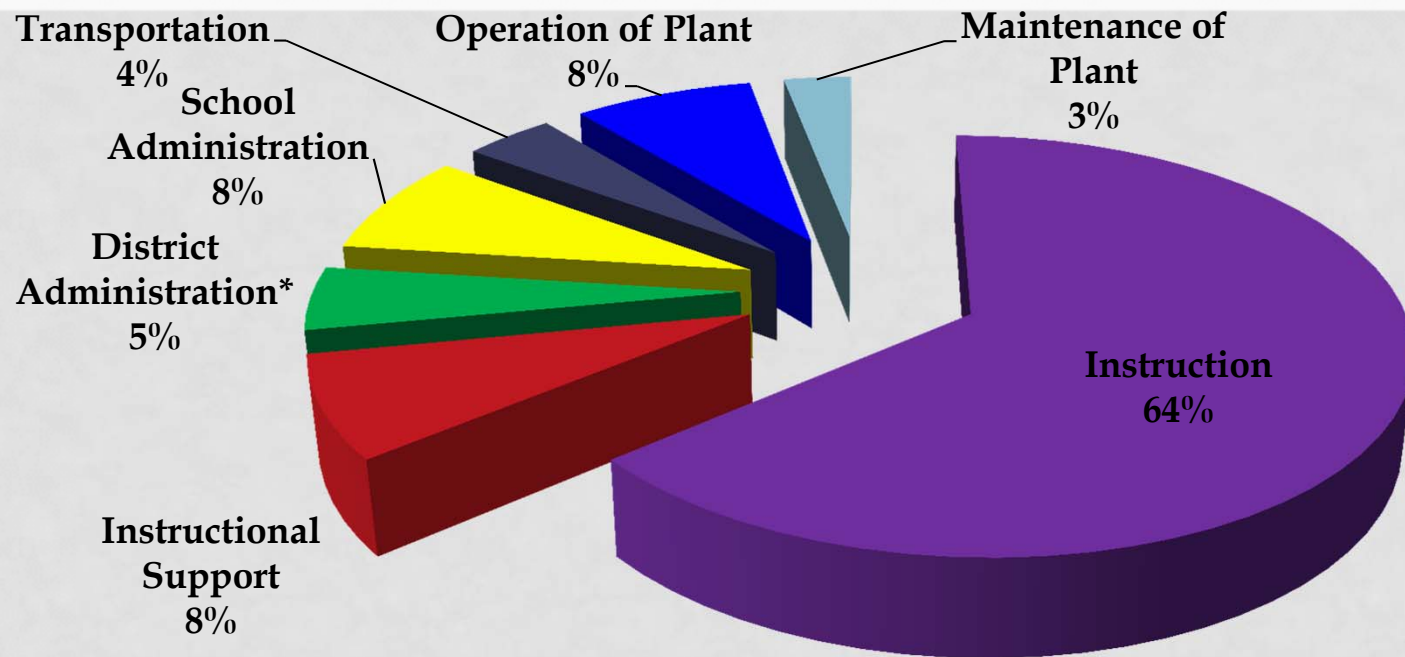
	FY14 Adopted Budget	FY15 Tentative Budget
Federal	\$ 2,145,000	\$ 2,145,000
State:		
FEFP	177,483,234	183,927,052
Categoricals	67,034,174	69,156,156
Other State	1,695,282	1,695,282
Total State	246,212,690	254,778,490
Local:		
Ad Valorem Taxes	152,656,491	161,884,055
Interest	150,000	150,000
Other Local	2,106,669	3,828,161
Total Local	154,913,160	165,862,216
TOTAL REVENUE	\$ 403,270,850	\$ 422,785,706

GENERAL OPERATING APPROPRIATION SUMMARY

	FY14 Adopted Budget	FY15 Tentative Budget
Instruction	\$ 284,357,179	\$ 293,396,969
Instructional Support	33,602,208	37,843,751
District Administration*	20,703,027	20,642,806
School Administration	33,753,513	35,119,687
Transportation	17,361,138	17,729,480
Operation of Plant	35,475,233	37,205,642
Maintenance of Plant	14,083,114	14,639,209
Community Service	2,346,699	2,903,370
Debt Service		
TOTAL APPROPRIATIONS	\$ 441,682,111	\$ 459,480,914

*District Administration includes the School Board, General Administration, Facilities, Fiscal Services, Central Services, and Administrative Technology Services

FY15 APPROPRIATIONS BY FUNCTION



*District Administration includes the School Board, General Administration, Facilities, Fiscal Services, Central Services, and Administrative Technology Services

District Cost Differential (DCD)

County	Total Funding Gain or Loss FY04 - FY15	County	Total Funding Gain or Loss FY04 - FY15
Brevard	(34,613,534)	Miami-Dade	363,788,473
Broward	394,884,945	Orange	28,530,844
Clay	(18,252,990)	Osceola	(36,429,725)
Collier	78,078,900	Palm Beach	324,314,811
Duval	47,599,472	Pasco	(41,424,504)
Escambia	(95,899,626)	Pinellas	23,409,125
Hillsborough	97,501,330	Polk	(82,585,600)
Lake	(42,372,776)	Sarasota	(263,477)
Lee	36,410,230	Seminole	(19,802,249)
Leon	(51,030,913)	St. Johns	(21,149,006)
Manatee	(7,421,188)	St. Lucie	(26,846,454)
Marion	(81,150,031)	Volusia	(112,212,997)*

(Based on Final Conference Report for FY15 of Florida Education Finance Program (FEFP).

Base Student Allocation (BSA) History 2000-01 thru 2014-15

Fiscal Year	BSA
2000-01	3,416.73
2001-02	3,298.48
2002-03	3,537.11
2003-04	3,630.03
2004-05	3,670.26
2005-06	3,742.42
2006-07	3,981.61
2007-08	4,079.74
2008-09	3,886.14
2009-10	3,630.62
2010-11	3,623.76
2011-12	3,479.22
2012-13	3,582.98
2013-14	3,752.30
2014-15*	4,031.77

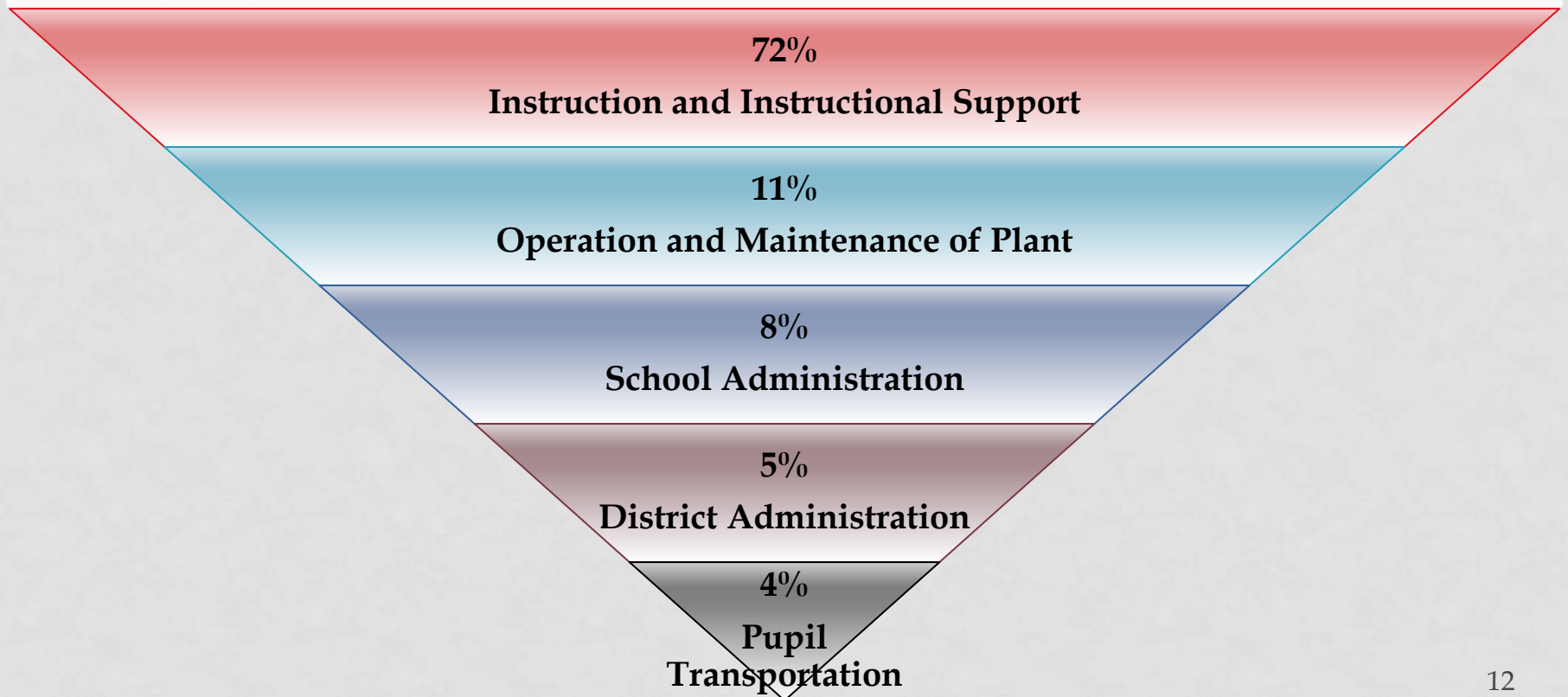


* FEFP Conference Report FY2015

**\$153 of the BSA increase is the special teacher salary allocation from FY 14.
\$126 is the real increase = \$3,878**

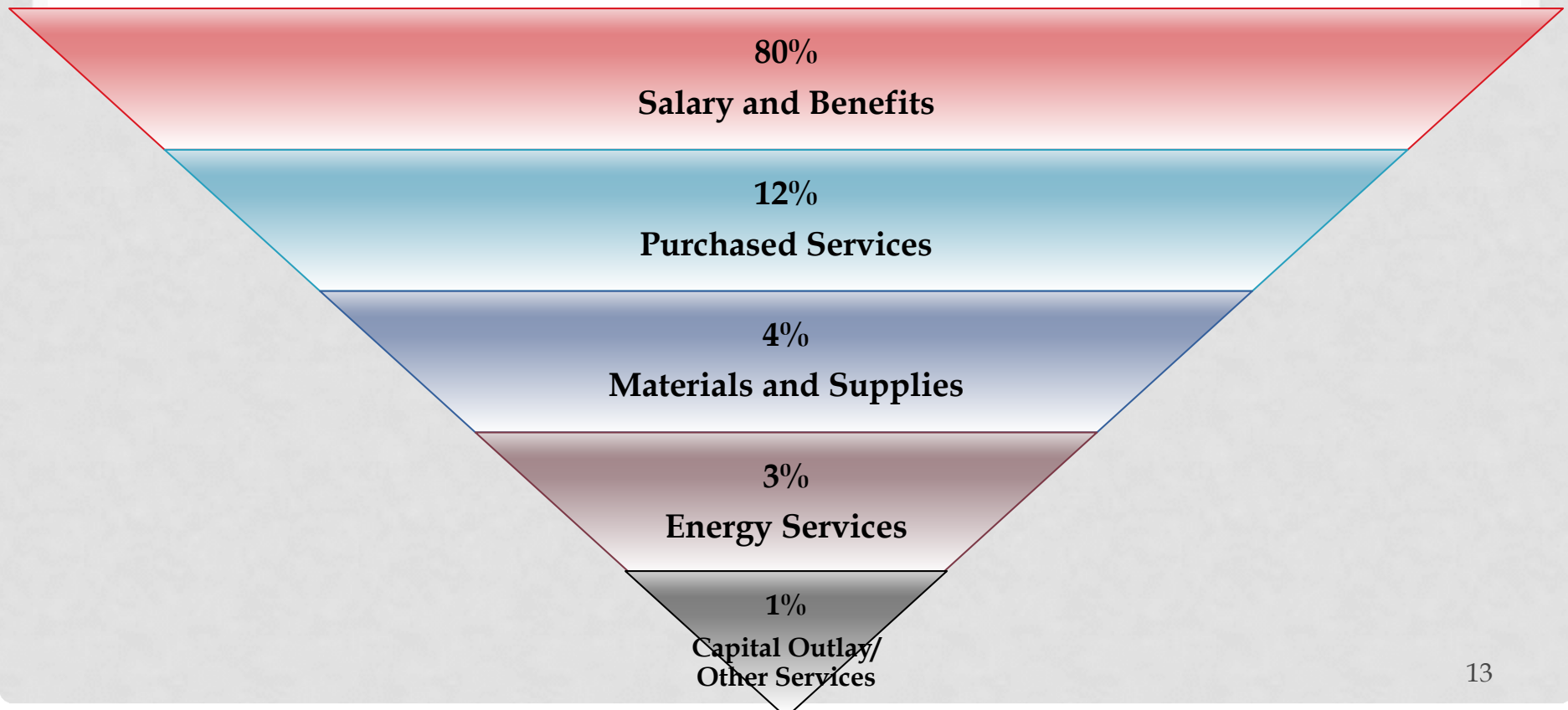
FY15 GENERAL FUND OPERATING BUDGET-\$459,480,914

APPROPRIATIONS BY FUNCTION



FY15 GENERAL FUND OPERATING BUDGET - \$459,480,914

APPROPRIATIONS BY OBJECT



ARTIFACTS

2014-15 FEFP Funding Comparison

Artifact 1

Volusia County Schools

	2013-2014 3rd Calc	2013-2014 4th Calc	2014-2015 House-3/27/14	2014-2015 Senate-4/3/14	2014-2015 Conference	Difference Conf. vs 4th Calc
Formula Components						
Unweighted FTE	60,766.04	60,920.43	61,012.69	61,012.69	61,012.69	92.26
Weighted FTE	66,151.04	66,351.70	66,397.61	66,397.61	66,415.76	64.06
						-
Base Student Allocation	3,752.30	3,752.30	4,051.09	4,048.55	4,031.77	279.47
District Cost Differential	0.9683	0.9683	0.9739	0.9739	0.9739	0.0056
	-	-	-	-	-	-
School Taxable Value	27,144,412,805	27,144,412,805	28,475,882,386	28,475,882,386	28,475,882,386	1,331,469,581
Required Local Effort Millage	5.095	5.095	5.173	5.173	5.173	0.078
Discretionary Millage	0.748	0.748	0.748	0.748	0.748	-
Prior Period Funding Adj.	0.015	0.015	-	-	-	(0.015)
0.25 critical needs millage	-	-	-	-	-	-
Total Millage	5.858	5.858	5.921	5.921	5.921	0.063
WFTE x BSA x DCD	\$ 240,350,019	\$ 241,079,088	\$ 261,962,246	\$ 261,797,997	\$ 260,784,192	\$ 19,705,104
ESE Guaranteed Allocation	22,068,792	22,068,792	22,165,045	22,165,045	22,103,900	35,108
Compression Adjustment - 0.748 mills	3,784,509	3,749,652	3,992,670	3,992,670	3,950,572	200,920
Declining Enrollment Supplement	-	-	-	-	-	-
Safe Schools	1,593,768	1,593,017	1,707,670	1,581,721	1,615,202	22,185
Reading Instruction	2,772,141	2,763,863	2,993,672	2,772,874	2,775,166	11,303
Supplemental Academic Instruction	16,076,784	16,076,784	16,359,865	16,135,928	16,098,814	22,030
Teacher Salary Increases	10,508,159	10,475,423	-	-	-	(10,475,423)
DJJ Supplemental Funding	163,551	167,490	196,369	165,000	226,208	58,718
Student Transportation	10,210,063	10,214,231	11,191,339	10,365,819	10,325,980	111,749
Instructional Materials	4,826,471	4,815,196	5,247,578	4,997,147	4,974,395	159,199
Digital Learning	-	-	1,563,256	743,561	743,467	743,467
Teacher Classroom Supply Assistance	1,022,261	1,022,261	1,109,498	1,027,667	1,027,472	5,211
Additional Allocation	214,761	214,091	-	-	-	(214,091)
Proration to Available funds	-	(1,139,840)	-	-	-	1,139,840
Principal Training	-	-	-	221,795	-	-
Virtual Education Contribution	143,450	152,174	163,602	-	175,057	22,883
Total FEFP	313,734,729	313,252,222	328,652,810	325,967,224	324,800,425	11,548,203
Required Local Effort Taxes	(132,768,752)	(132,768,752)	(141,413,510)	(141,413,510)	(141,413,510)	(8,644,758)
Total State FEFP	180,965,977	180,483,470	187,239,300	184,553,714	183,386,915	2,903,445
Categoricals						
Class-size Reduction	65,536,977	65,536,977	65,653,990	66,751,124	66,474,623	937,646
Total Categorical Funding	65,536,977	65,536,977	65,653,990	66,751,124	66,474,623	937,646
Lottery	-	589,662	-	-	592,179	2,517
School Recognition	2,264,763	2,089,354	2,264,763	2,264,763	2,089,354	-
Total State Funding	248,767,717	248,699,463	255,158,053	253,569,601	252,543,071	3,843,608
Local Funding						
Total Required Local Effort	132,768,752	132,768,752	141,413,510	141,413,510	141,413,510	8,644,758
Discretionary Local Effort	19,491,860	19,491,860	20,447,962	20,447,962	20,447,962	956,102
Total Local Funding	152,260,612	152,260,612	161,861,472	161,861,472	161,861,472	9,600,860
Total Funding	\$ 401,028,329	\$ 400,960,075	\$ 417,019,524	\$ 415,431,073	\$ 414,404,543	\$ 13,444,468
Budgeted Funding Per Student	\$ 6,599.55	\$ 6,581.70	\$ 6,834.96	\$ 6,808.93	\$ 6,792.10	3.35%

2014-2015 Volusia FEFP Calculation

FTE Students	X	Program Weights	X	Weighted FTE Students	X	Base Student Allocation (BSA)	X	District Cost Differential (DCD)	=
Volusia 61,012.69				Volusia 66,415.76		Volusia 4,031.77		Volusia 0.9739	

Base Funding	+	Declining Enrollment Allocation	+	0.748 Compression Adjustment	+	DJJ Supplemental Allocation	+	Digital Learning	+
Volusia \$260,784,192		Volusia \$0		Volusia \$3,950,572		Volusia \$226,208		Volusia \$743,467	

Safe Schools	+	Reading Allocation	+	Supplemental Academic Instruction	+	ESE Guaranteed Allocation	+	Teacher Classroom Supply	+
Volusia \$1,615,202		Volusia \$2,775,166		Volusia \$16,098,814		Volusia \$22,103,900		Volusia \$1,027,472	

Student Transp.	+	Instructional Materials	+	Virtual Education Contribution	=	Gross State, Local, and Federal FEFP	-	Required Local Effort	=
Volusia \$10,325,980		Volusia \$4,974,395		Volusia \$175,057		Volusia \$324,800,425		Volusia \$141,413,510	

Net State FEFP	+	Lottery	+	School Recognition	+	Class Size Reduction	=	Total State Funding
Volusia \$183,386,915		Volusia \$592,179		Volusia \$2,089,354		Volusia \$66,474,623		Volusia \$252,543,071

Volusia's Total State Funding \$252,543,071

2014-15 General Fund Budget Projection
Changes from FY14 to FY15 Adopted Budget
Conference FEFP - (April 29, 2014)

Artifact 3

	Current Projection (In millions) 11-May-14	Current Projection (In millions) 24-Jun-14	
Revenues:			
Increase from 2nd Calc to 3rd based on enrollment increase	4.33	4.33	
Conference FEFP Revenue	13.44	13.44	
Reduction in Capital Transfer to General	(2.00)	(2.00)	
Revenue changes:	15.77	15.77	
Appropriations:			
Recurring Salary Increases-FY14 3%	3.63	3.63	
Health Insurance increase-7.6%	3.60	2.96	
Retirement Rate increase-unfunded liability increase/HIS	0.91	0.91	
Earmarked FEFP Categorys			
Safe Schools	0.02	0.02	
Reading Instruction	0.01	0.01	
SAI	0.02	0.02	
DJJ Supplemental Funding	0.06	0.06	
Instructional Materials	0.16	0.16	
Digital Learning	0.74	0.74	
Virtual Education Contribution	0.02	0.02	
Class Size Reduction	0.94	0.94	
Additional School Staffing Since FY14 Budget Adoption	4.37	4.37	
Dual Enrollment-Agreement with DSC	1.50	1.50	
McKay Scholarship increase-Actuals for FY14	1.00	1.00	
Maintenance Positions- 2 Mechanics for Portable Refurb	0.09	0.09	
Subtotal-Appropriations	17.07	16.43	
Items Under Consideration:			
Volusia Virtual School-including Blended Learning	0.84	0.27	(Approved Allocation)
Middle School ESOL Support Facilitation Model-6.5 units	0.35	0.00	(Not Allocated)
Common Planning Proposal for all Secondary Schools-25 units	1.40	0.00	(Not Allocated)
Curriculum/Instructional Services School-Wide Projects	0.00	0.33	(Updated Request-Approved)
Add 5 Principals to eliminate sharing at small schools	0.00	0.50	(Updated Request-Approved)
Instructional Services (RTTT Retention)	0.27	0.30	(Updated Request-Approved)
Foreign Language Program Specialist	0.09	0.00	(Not Allocated)
Program Accountability	0.13	0.13	(Updated Request-Approved)
Add 2 Social Workers	0.14	0.14	
Add 5 Campus Advisors	0.15	0.15	
Add 3 Guidance and 2 Media to eliminate sharing	0.31	0.31	
8 TOA's to AP's (Keeping Months at 11)	0.10	0.09	
Total Items Under Consideration	3.78	2.22	
Appropriation Increases	20.85	18.65	
Reduction in Prior Year Fund Balance	(4.30)	(4.30)	
Projected Deficit	(9.38)	(7.18)	
Options:			
Retirement Savings		2.00	
FTE Fluctuation		2.00	
Reduce Unemployment Budget		0.20	
Unassigned Reserves		2.98	
REMAINING DEFICIT		0.00	

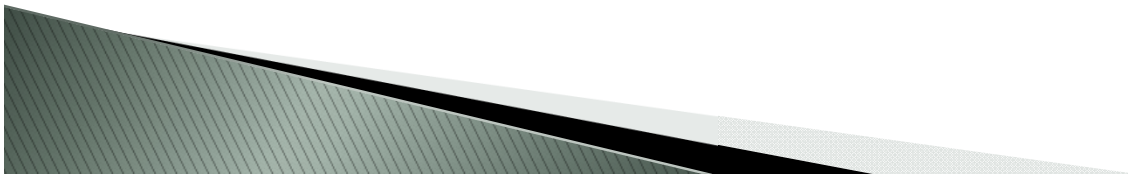
THE CAPITAL BUDGET

Revenue Projection Assumptions

- ▶ Public Education Capital Outlay (PECO) – No K–12 allocation since FY11. The Legislature allocated \$50m for K–12 Maintenance and Repairs in FY15. Volusia should receive around \$1.1m based on growth factors and Capital Outlay Full Time Equivalent (COFTE). No future estimate is made due to Legislative uncertainty.

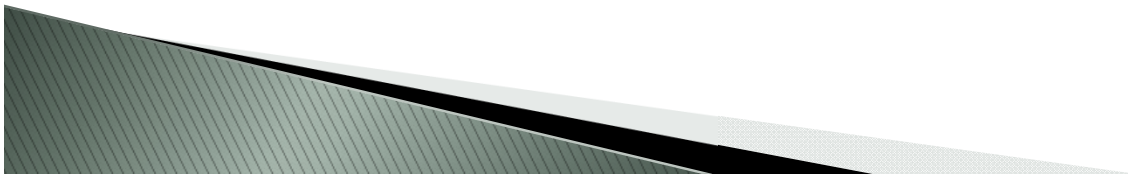
Revenue Projection Assumptions

- ▶ FY15 based on Property Appraiser's Pre-Preliminary estimate of property values, which is 5.90% greater than current year certified tax roll (will adjust to FY15 certified tax roll in July). FY16–FY19 projected to increase by 4% each year and continue to increase if economy improves.



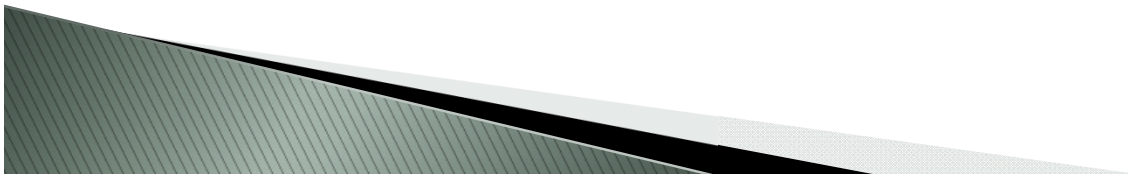
Revenue Projection Assumptions

- ▶ Sales Tax –FY15–FY17 projected to increase 1% per year with only ½ year for FY17 as sales tax ends December 2016. Remaining collections go to debt service.



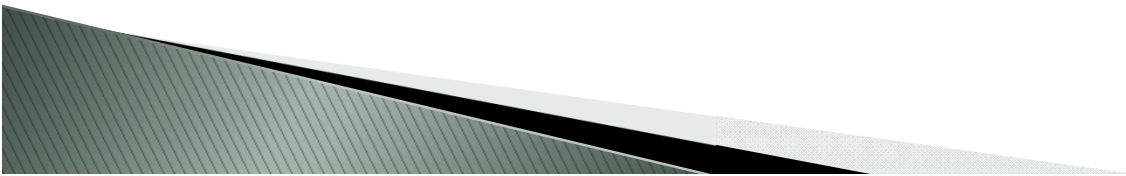
Revenue Projection Assumptions

- ▶ Impact Fees – The School Board suspended impact fees from 1/1/12 to 12/31/13. The Negotiated Rulemaking Committee completed its work and made its recommendation to the Board at its June 25th 2013 meeting. Impact Fee collection is on schedule to meet the FY14 estimate of \$500k. Projected FY15 at \$1.5m, then FY16–FY19 at \$3m each year.
- ▶ Debt service on Impact Fee projects require \$2.6m per year.



Revenue Projection Assumptions

- ▶ Interest – No projections are made for the 5 year plan due to low rates and uncertainty of balances. Total Capital Interest for FY14 is under \$100k.



Five Year Revenue Forecast

Revenue	Budget 2014-15	Forecast 2015-16	Forecast 2016-17	Forecast 2017-18	Forecast 2018-19
State Sources					
CO&DS	\$ 330,000	\$ 330,000	\$ 330,000	\$ 330,000	\$ 330,000
PECO	1,100,000	0	0	0	0
Total State Sources	1,430,000	330,000	330,000	330,000	330,000
Local Sources					
Ad Valorem Taxes	41,394,892	43,050,688	44,772,715	46,563,624	48,426,169
Sales Tax	33,347,170	33,680,642	17,008,724	0	0
Impact Fees	1,500,000	3,000,000	3,000,000	3,000,000	3,000,000
Total Local Sources	\$ 76,242,062	\$ 79,731,330	\$ 64,781,439	\$ 49,563,624	\$ 51,426,169
Beginning Fund Balances	38,613,764	37,174,541	40,442,331	49,359,506	36,428,846
Total Revenue & Fund Balances	\$ 116,285,826	\$ 117,235,871	\$ 105,553,770	\$ 99,253,130	\$ 88,185,015

Five Year Appropriations Forecast

	Budget 2014-15	Forecast 2015-16	Forecast 2016-17	Forecast 2017-18	Forecast 2018-19
Appropriations					
New Construction	\$ 0	\$ 0	\$ 2,000,000	\$ 17,500,000	\$ 2,500,000
Projects at Existing Sites	8,480,000	8,500,000	8,500,000	8,500,000	8,500,000
Facilities Management	1,150,000	1,150,000	1,150,000	1,150,000	1,150,000
Technology	4,000,000	4,000,000	4,000,000	4,000,000	4,000,000
System Wide Equipment and Vehicles	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
Buses	2,813,670	2,896,200	2,896,200	2,896,200	2,896,200
Total Appropriations	17,443,670	17,546,200	19,546,200	35,046,200	20,046,200
Transfers Out					
To General Fund	11,007,250	9,007,250	7,007,250	5,007,250	3,007,250
To Debt Service Fund	50,660,365	50,240,090	29,640,814	22,770,834	22,770,234
Total Transfers	61,667,615	59,247,340	36,648,064	27,778,084	25,777,484
Ending Fund Balances	37,174,541	40,442,331	49,359,506	36,428,846	42,361,331
Total Appropriations, Transfers & Fund Balances	\$ 116,285,826	\$ 117,235,871	\$ 105,553,770	\$ 99,253,130	\$ 88,185,015

Artifacts 2 & 3 – 2015-2019 Fiscal Forecast and Capital Outlay 5-Yr Work Program

Half-Cent Extension



Awaiting Outcome of $\frac{1}{2}$
Cent Sales Tax Extension
Voter Referendum

August 26, 2014

BUDGET ISSUES FOR 2014 - 15

- Virtual Education Enrollment
- Dual Enrollment
- Class Size Compliance
- Transitional Effects of Increased Student Enrollment
- Adequacy of Capital Budget Needs
- Recurring Budget Appropriation for FY14 Salary Increases
- Florida Retirement System increase for Unfunded Liability
- McKay Scholarship Increase
- Health Insurance Increase
- Collective Bargaining Outcome
- Use of Reserves for balancing the budget