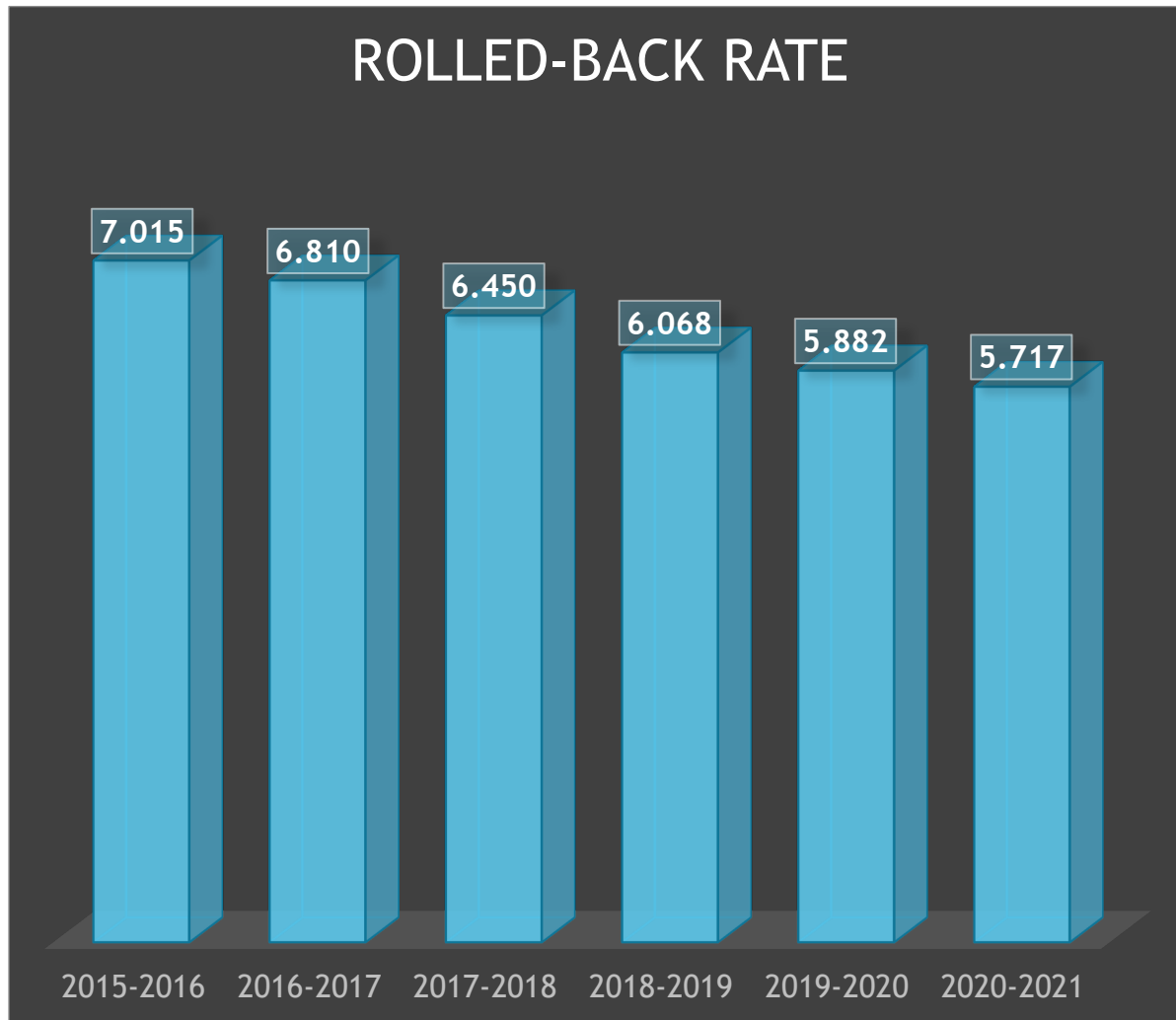




DISTRICT ADVISORY COMMITTEE
December 2, 2020

Tax Increase Over Rolled-Back Rate



The rolled-back rate of **5.717** mills is the property tax levy that will, after the value of new construction is deducted, produce the same amount of revenue as the previous year.

The proposed rate of **5.907** mills is **3.33% higher than the rolled back rate**, therefore this is advertised as an ad valorem (tax) increase.

	FY16 Actual	FY17 Actual	FY18 Actual	FY19 Actual	FY20 Actual	FY21 (2nd Calc)
Required Local Effort	4.944	4.600	4.264	4.026	3.819	3.651
Prior Period Funding Adjustment Millage	0.005	0.000	0.008	0.007	0.014	0.008
Discretionary Operating Millage	0.748	0.748	0.748	0.748	0.748	0.748
Capital Outlay	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
TOTAL	7.197	6.848	6.520	6.281	6.081	5.907

Millage Levy Comparison

State Taxing Authority: RLE and Prior Period Funding Adjustment Millage;
Local School Board Taxing Authority: Discretionary Operating Millage, Capital Outlay

FY21 Property Tax Calculation Based on 5.907 Mills



Assessed Property Value	\$159,513
Homestead Exemption	25,000
Taxable Value	\$134,513
FY21 Millage Levy	5.907
Tax Due	\$794.57

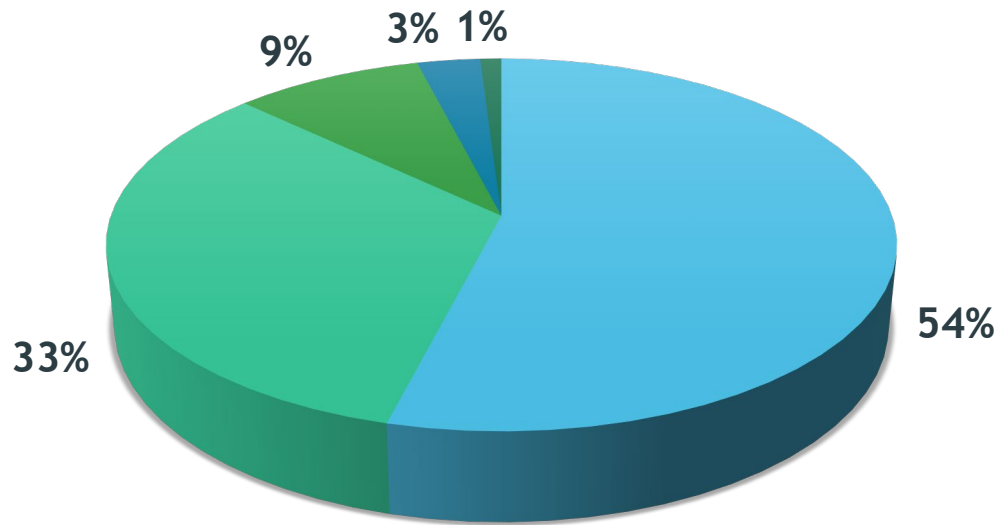
2-Year Fund Comparison

Budget to Budget

Fund	2019-20 (in millions)	2020-21 (in millions)
General Operating	\$ 535.8	\$ 535.2
Capital Projects	327.1	296.1
Special Revenue	87.2	100.0
Debt Service	28.9	47.6
Internal Service	12.4	13.2
Total	\$ 991.4	\$ 992.1

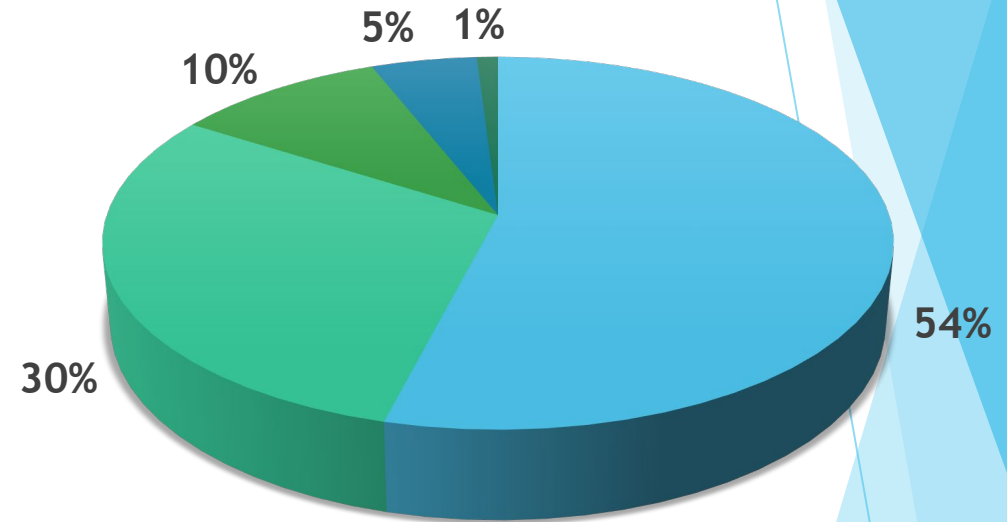
District Summary Budget

2019-2020



■ General Operating ■ Capital Projects
■ Debt Service ■ Special revenue
■ Internal Service

2020-2021



■ General Operating ■ Capital Projects
■ Special Revenue ■ Debt Service
■ Internal Service

General Fund

General Operating Revenue Summary

	FY20 Adopted Budget	FY20 Actuals	FY21 Final Budget
Federal	\$ 3,045,000	\$ 1,994,088	\$ 1,245,000
State:			
Florida Education Finance Program (FEFP)	211,952,482	201,701,019	214,952,102
Categorical	68,103,795	68,919,139	66,821,643
Other State	1,083,385	2,047,515	1,083,385
Total State	\$281,139,662	\$272,667,673	\$282,857,130
Local:			
Ad Valorem Taxes	181,136,068	182,292,595	188,647,938
Interest	500,000	1,620,047	500,000
Other Local	4,570,368	11,942,022	5,270,368
Total Local	\$186,206,436	\$195,854,664	\$194,418,306
TOTAL REVENUE	\$ 470,391,098	\$470,516,425	\$ 478,520,436

2020-21 Volusia's FEFP 2nd Calculation

FTE Students 62,589.26	x	Program Weights	=	Weighted FTE Students 68,623.46	x	Base Student Allocation (BSA) \$ 4,319.49	x	District Cost Differential 0.9665	=	Base Funding \$ 286,488,334			
+	0.748 mills Compression Adjustment \$ 4,331,177	+	DJJ Supplemental Allocation \$ 223,244	+	Safe Schools \$ 3,884,130	+	Reading Instruction \$ 2,642,195	+	Supplemental Academic Instruction \$ 16,959,540	+	ESE Guaranteed Allocation \$ 22,836,789		
+	Teacher Classroom Supply Asst \$ 1,188,230	+	Mental Health Asst Allocation \$ 2,134,393	+	Funding Compression Allocation \$ 3,230,081	+	Student Transportation \$ 10,834,709	+	Instructional Materials \$ 5,087,465	+	Turn Around School Supplement \$ 881,895	+	Teacher Salary Increase Allocation \$ 10,400,835
Digital Learning Contribution \$ 115,362	=	Gross State, Local & Federal FEFP \$ 371,238,379	-	Required Local Effort \$ 156,286,277	=	Net State FEFP \$ 214,952,102	+	School Recognition & Lottery (Vetoed)	+	Class Size Reduction \$ 66,821,643	=	Total State Funding \$281,773,745	

Volusia FEFP Funding Year-to-Year and Versus Statewide Average

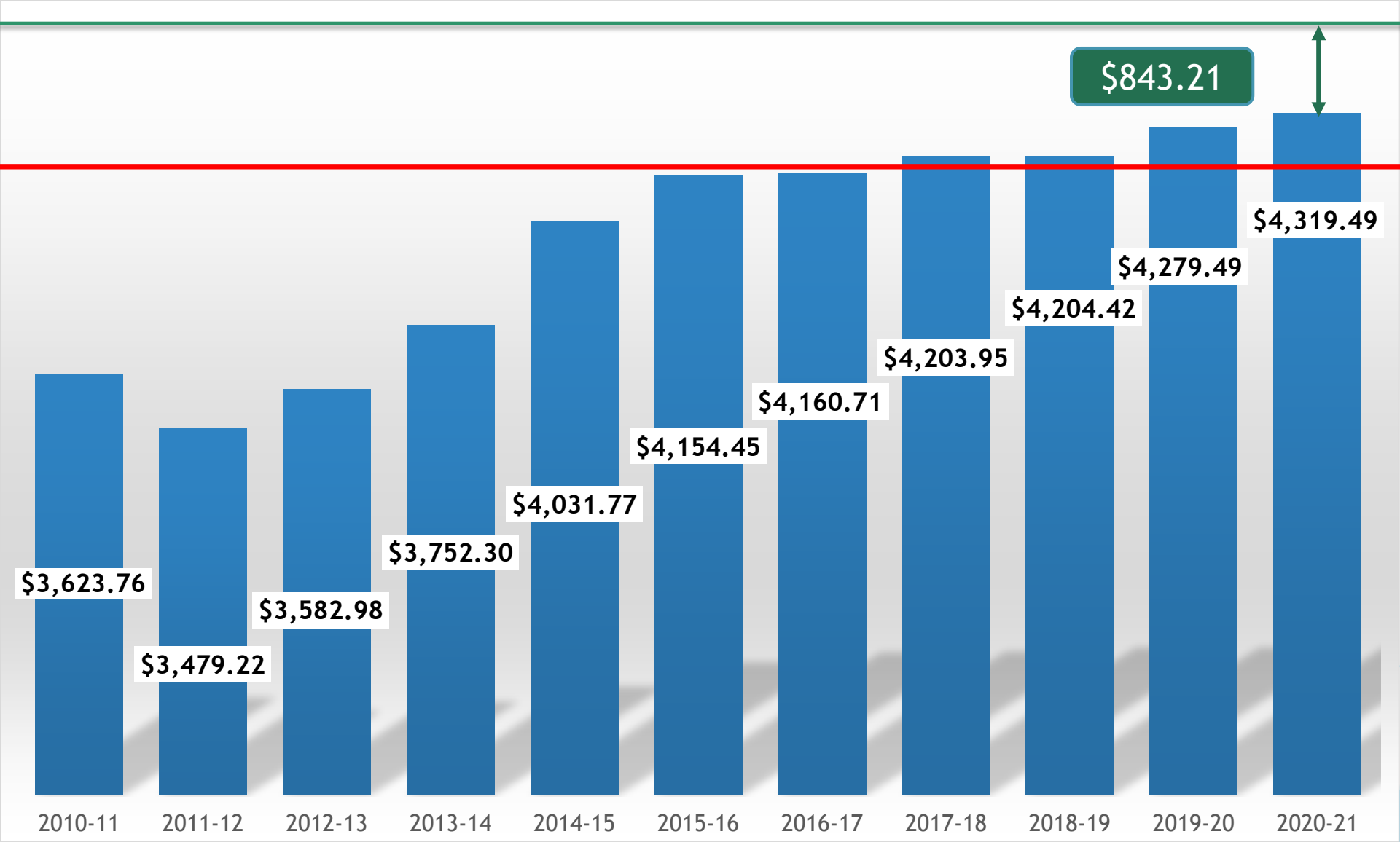
Volusia *	Per FTE
2019-20	\$7,350.38
2020-21	\$7,510.54
Change	\$160.16
% Change	2.18%

Statewide*	Per FTE
2019-20	\$7,647.15
2020-21	\$7,786.61
Change	\$139.46
% Change	1.82%

Volusia is below the statewide per FTE average by \$276.07

* 2019-20 4th calc; 2020-21 2nd calc

State-wide Base Student Allocation (BSA)



24% Inflation
\$5,162.70

2007-08 BSA
(pre-recession)
\$4,163.47

2020-21 BSA
increase over
2019-20 is
\$40 per
student

District Cost Differential (DCD) FY2004-2021

(Second Calculation)

District	DCD	Total Loss / Gain
Brevard*	0.9877	(52,695,659)
Broward**	1.0179	564,362,521
Clay**	0.9895	(26,843,927)
Collier*	1.0500	127,449,947
Duval**	1.0081	85,059,289
Escambia*	0.9759	(125,061,977)
Flagler*	0.9572	(40,252,415)
Hillsborough**	1.0045	137,542,744
Lake*	0.9805	(70,213,545)
Lee*	1.0203	67,842,030
Manatee*	0.9873	(17,530,217)
Marion*	0.9489	(137,781,059)

District	DCD	Total Loss / Gain
Miami-Dade**	1.0142	530,935,409
Orange*	1.0076	52,536,587
Osceola*	0.9890	(61,199,032)
Palm Beach**	1.0413	535,281,097
Pasco**	0.9833	(70,280,709)
Pinellas**	0.9981	31,542,688
Polk**	0.9687	(160,477,067)
St. Johns*	1.0079	(22,824,915)
St. Lucie*	1.0010	(30,501,472)
Sarasota*	1.0068	10,466,801
Seminole*	0.9955	(31,855,504)
Volusia*	0.9665	(170,717,623)

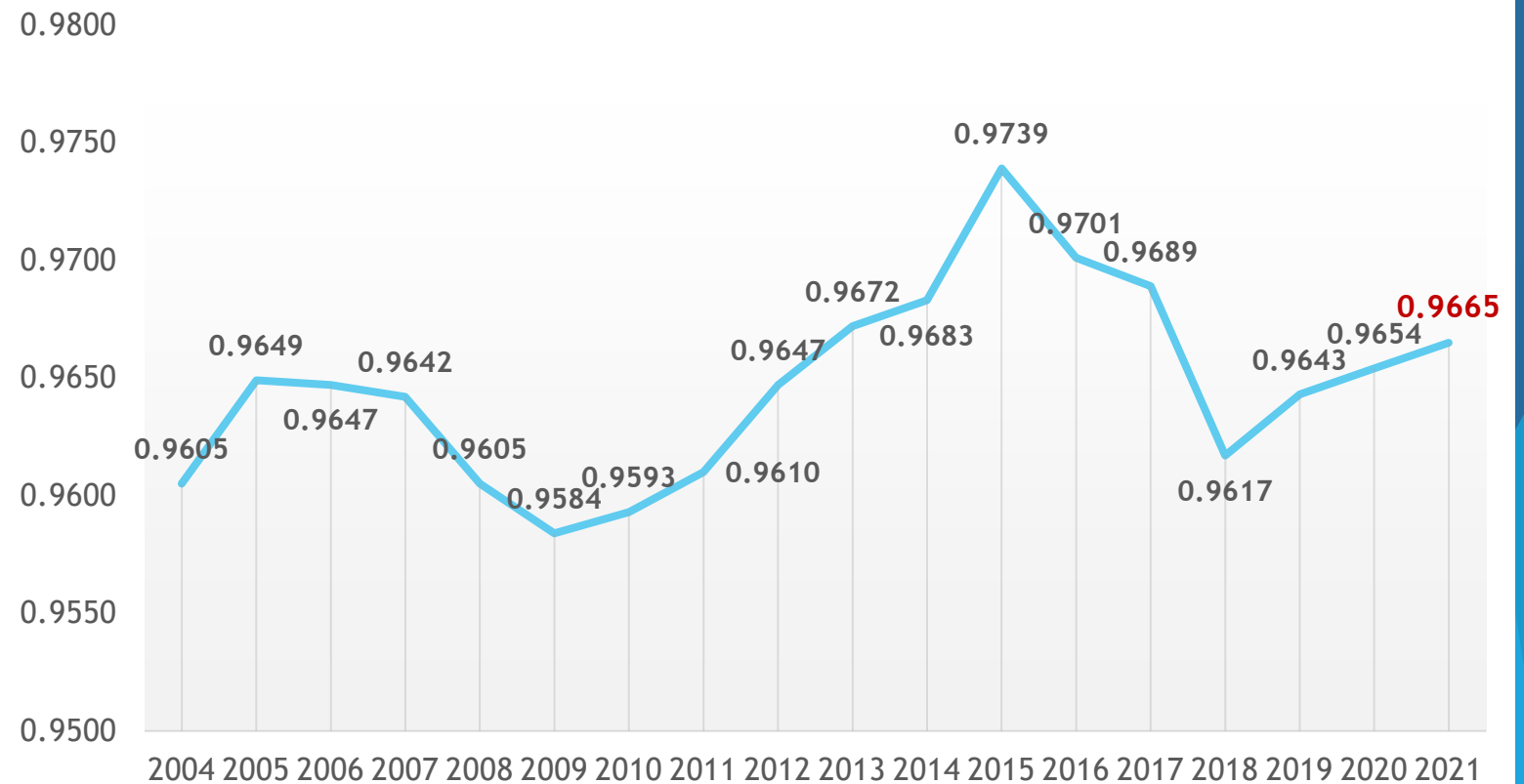
* FY21 DCD factor increase

** FY21 DCD factor decrease

Volusia's District Cost Differential FY2004 - FY2021

YEAR	Total Loss (\$\$)
2004	(9,952,908)
2005	(9,345,453)
2006	(9,672,768)
2007	(10,388,551)
2008	(11,737,220)
2009	(11,315,339)
2010	(9,769,507)
2011	(9,366,228)
2012	(8,066,638)
2013	(7,850,340)
2014	(7,759,168)
2015	(6,988,877)
2016	(8,381,467)
2017	(8,917,099)
2018	(11,011,122)
2019	(10,211,885)
2020	(10,053,038)
2021*	(9,930,015)
Total Loss	\$(170,717,623)

***FY20-21 DCD
loss per FTE
(\$158.65)**



Fiscal Year	Millage Rate (RLE)	Tax Roll Increase
2010-11	5.698	(12.61)%
2011-12	5.551	(8.28)%
2012-13	5.368	(1.44)%
2013-14	5.095	2.34%
2014-15	5.079	6.44%
2015-16	4.944	5.61%
2016-17	4.600	6.92%
2017-18	4.264	7.34%
2018-19	4.026	8.86%
2019-20	3.819	8.04%
2020-21*	3.651	8.26%

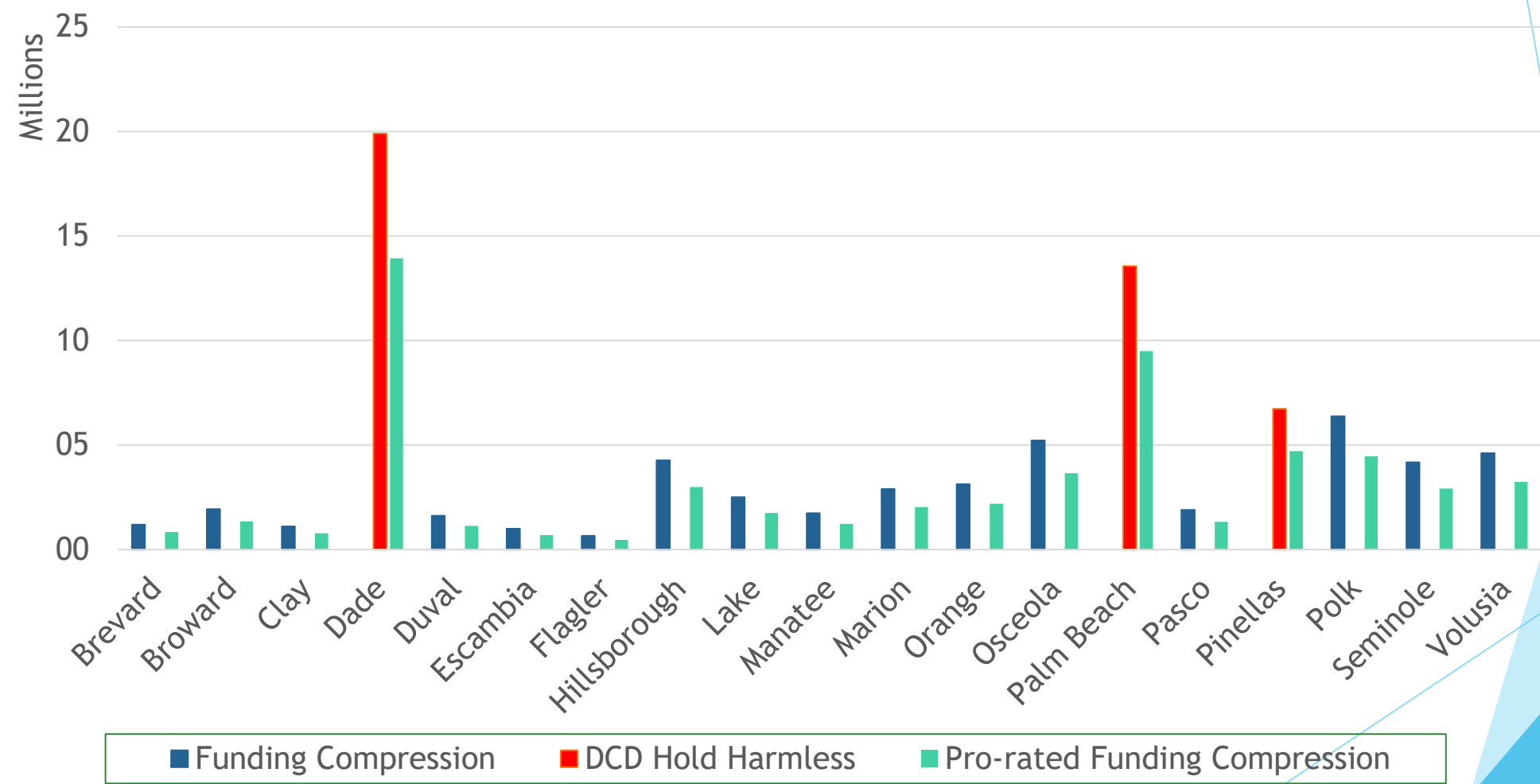
History of Required Local Effort (RLE) and Tax Roll in Volusia County

* 2020-2021 tax roll.

House Bill 5003 Amendment for Funding Compression and **Hold Harmless Allocation**

- ▶ (17) (a) FUNDING COMPRESSION AND HOLD HARMLESS ALLOCATION.—The Legislature may provide an annual funding compression and hold harmless allocation in the General Appropriations Act. The allocation is created to provide additional funding to school districts if the school district's and developmental research schools whose total funds per FTE in the prior year were less than the statewide average or if the school district's district cost differential in the current year is less than the prior year. The total allocation shall be distributed to eligible school districts as follows:
- ▶ (b) Using the most recent prior year FEFP calculation for each eligible school district, ~~subtract the total school district funds per FTE shall be subtracted~~ from the state average funds per FTE, not including any adjustments made pursuant to paragraph (19) (b). The resulting funds per FTE difference, or a portion thereof, as designated in the General Appropriations Act, shall then be multiplied by the school district's total unweighted FTE ~~to provide the allocation.~~
- ▶ (c) Multiply the absolute value of the difference between the eligible school district's current year district cost differential and the prior year district cost differential by a hold harmless factor as designated in the General Appropriations Act. The result is the district cost differential hold harmless index. Multiply the index by the eligible school district's weighted FTE and by the base student allocation as designated in the General Appropriations Act.
- ▶ (d) Add the amounts calculated in paragraphs (b) and (c) and if the amount is ~~calculated funds are~~ greater than the amount included in the General Appropriations Act, ~~the allocation shall they must~~ be prorated to the appropriation amount based on each participating school district's share. This subsection expires July 1, 2021 ~~2020~~.

Funding Compression and Hold Harmless Allocation



Funding Compression and Hold Harmless Allocation Calculation

2019-20 VCS Unweighted FTE	62,137.81
2019-20 Statewide Average - Total Funding per FTE	\$ 7,647.15
2019-20 Volusia - Total Funding per FTE	7,350.38
Amount Below Statewide Average	296.77
25% of funding difference capped at \$100 per FTE	74.19
Funding Compression Allocation	\$ 4,613,191
Proration to Total Statewide Allocation of \$68M - Funding Loss	(1,383,110)
Prorated Funding Compression Allocation*	\$ 3,230,081

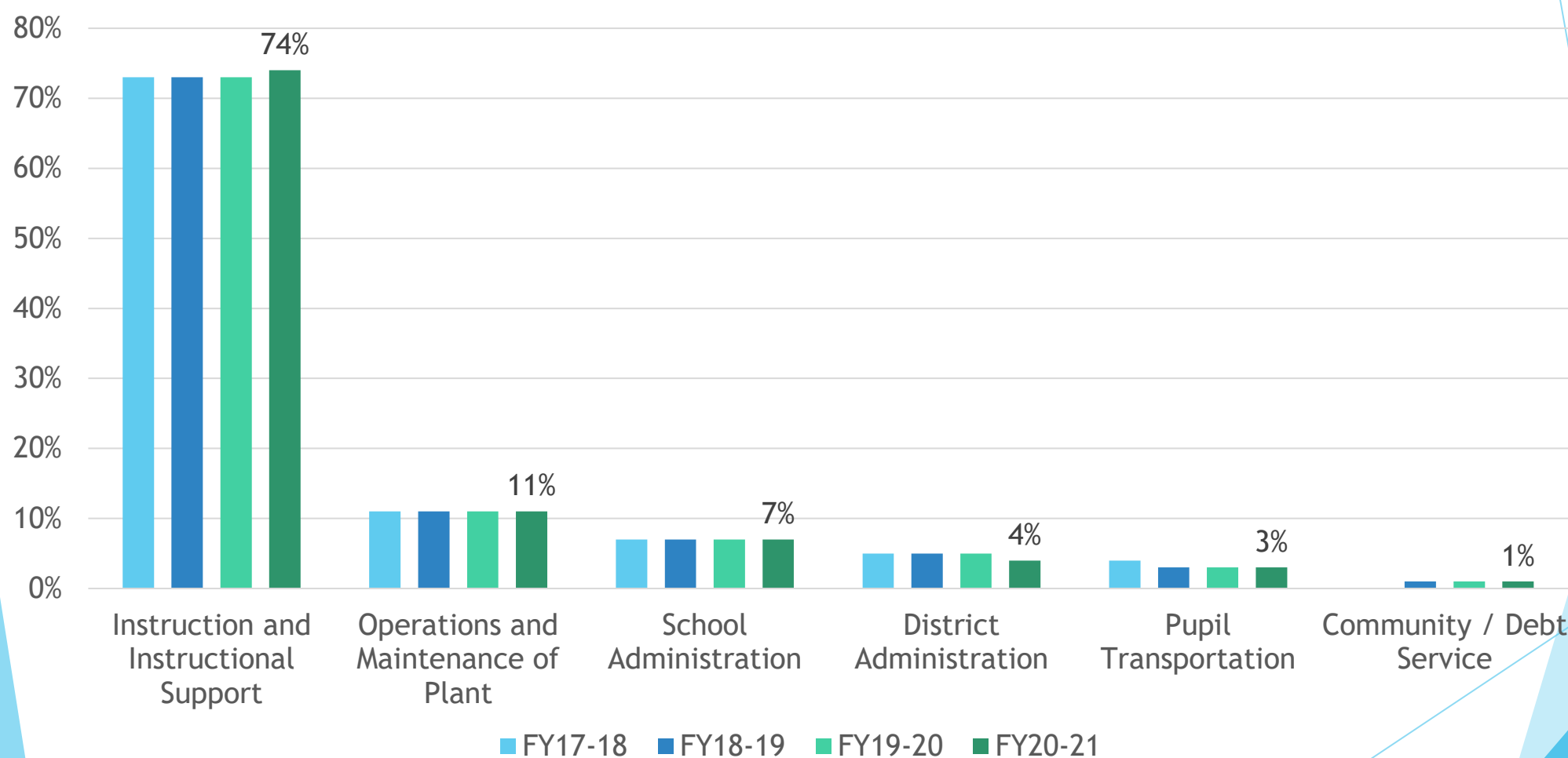
General Operating Appropriation Summary

	FY20 Adopted Budget	FY20 Actuals	FY21 Final Budget
Instruction	\$ 323,017,871	\$ 309,119,246	332,640,009
Instructional Support	44,926,617	46,031,115	44,524,611
District Administration*	25,990,044	23,393,205	22,397,168
School Administration	36,570,045	37,811,447	37,351,160
Transportation	17,264,607	16,275,586	15,203,721
Operation of Plant	41,592,649	38,925,721	43,967,169
Maintenance of Plant	15,008,808	14,696,635	14,612,226
Community Service	3,735,610	4,874,390	3,545,543
Debt Service	0	0	0
Other Capital Outlay	0	105,900	0
TOTAL APPROPRIATIONS	\$ 508,106,251	491,233,245	\$ 514,241,607

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

FY21 General Fund Operating Budget \$514,241,607

—Appropriations by Function

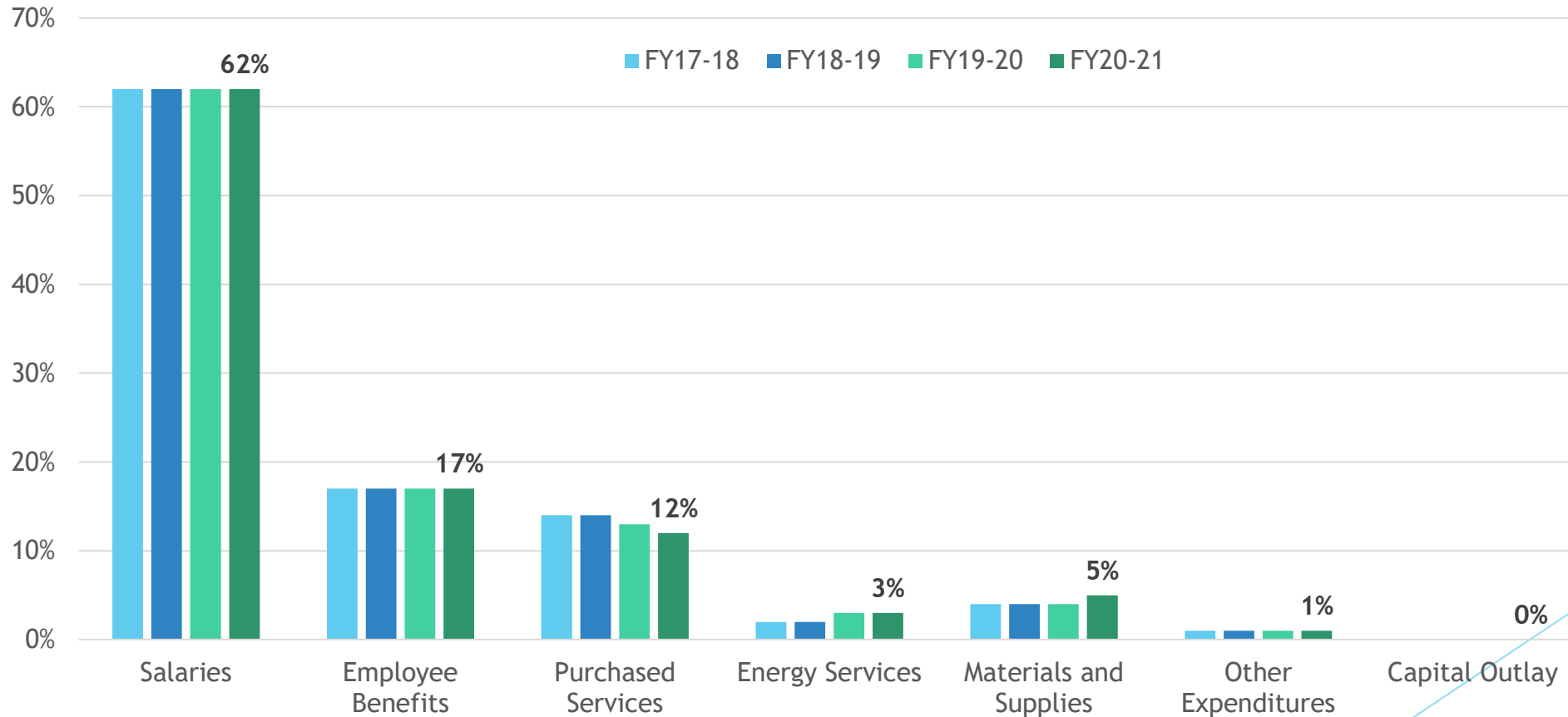


**District Administration includes the School Board, General Administration, Facilities, Fiscal Services, Central Services, and Administrative Technology Services*

FY21 General Fund Operating Budget

\$514,241,607

—Appropriations by Object



Current Concerns

Decrease in total enrollment

Reallocation of teaching units according to parent instructional program selection

Volusia Online Revenue Loss

FEFP adjustment in June 2021

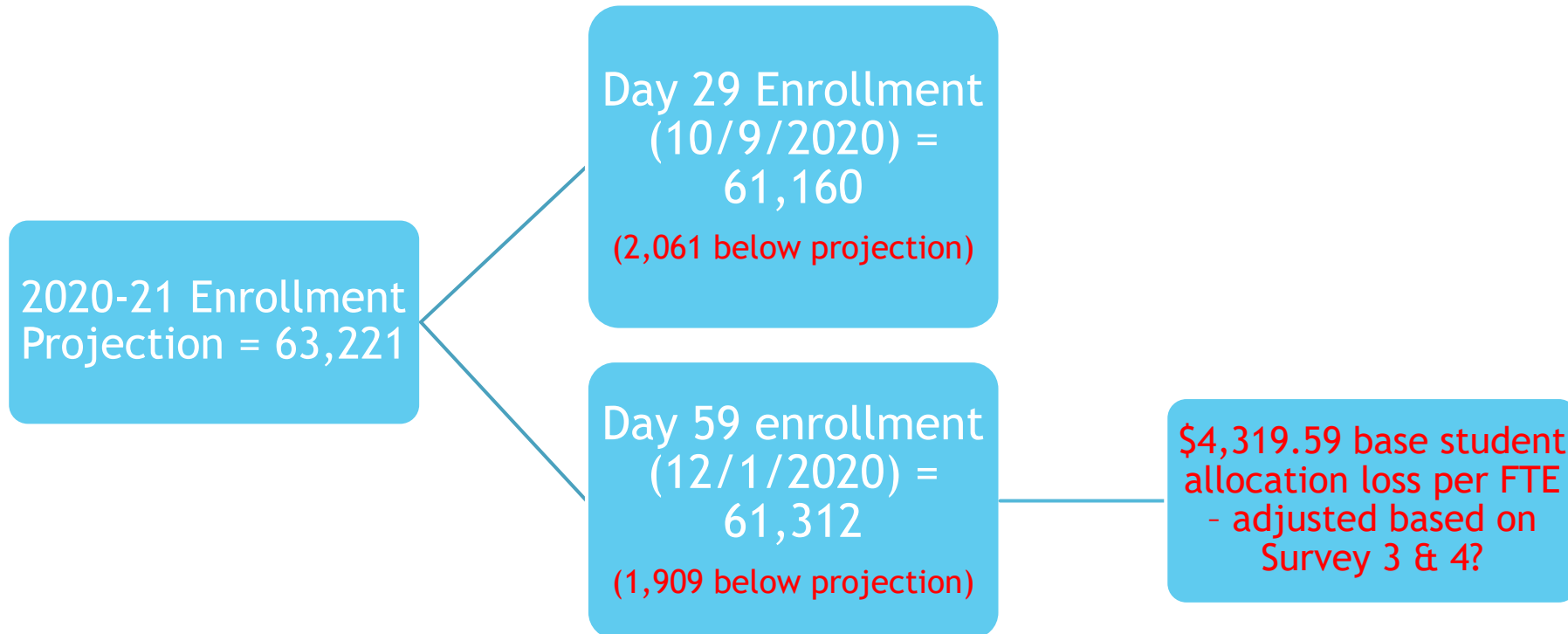
Use of Unassigned Fund Balance

PPE Expenditures & Reimbursement

DOE Education Order Nos. 2020-EO-06 and 2020-EO-07

- ▶ EO-06 stated we will receive funding for first semester based on projections, not actual student data from Survey 2, to ensure financial continuity.
 - ▶ We will receive less funding for Virtual students than for brick & mortar and live students.
 - ▶ We will also have McKay Scholarships and Family Empowerment Scholarships deducted from our funding.
- ▶ EO-07 states districts with approved Spring 2021 Education Plan will receive funding to continue financial continuity, with modifications to ensure districts with increased enrollment receive funding for growth in Surveys 3 & 4.
 - ▶ Funding for those districts with growth will be deducted proportionately across all school districts to stay within the statewide appropriation.

2020-21 Enrollment Projections



FEFP Estimated Seat-Time Funding Versus Virtual Education Funding

- 6,198 full-time Volusia Online students
- Virtual students must complete course or District receives NO FUNDING.
- Difference in funding virtual versus seat-time \$12 million.
- Could mean loss of up to \$46 million in funding

Seat-time
Allocation

\$7,410
per FTE

Virtual
Allocation

\$5,448
per FTE

Funding
Difference
\$1,962 per FTE

FUND BALANCE

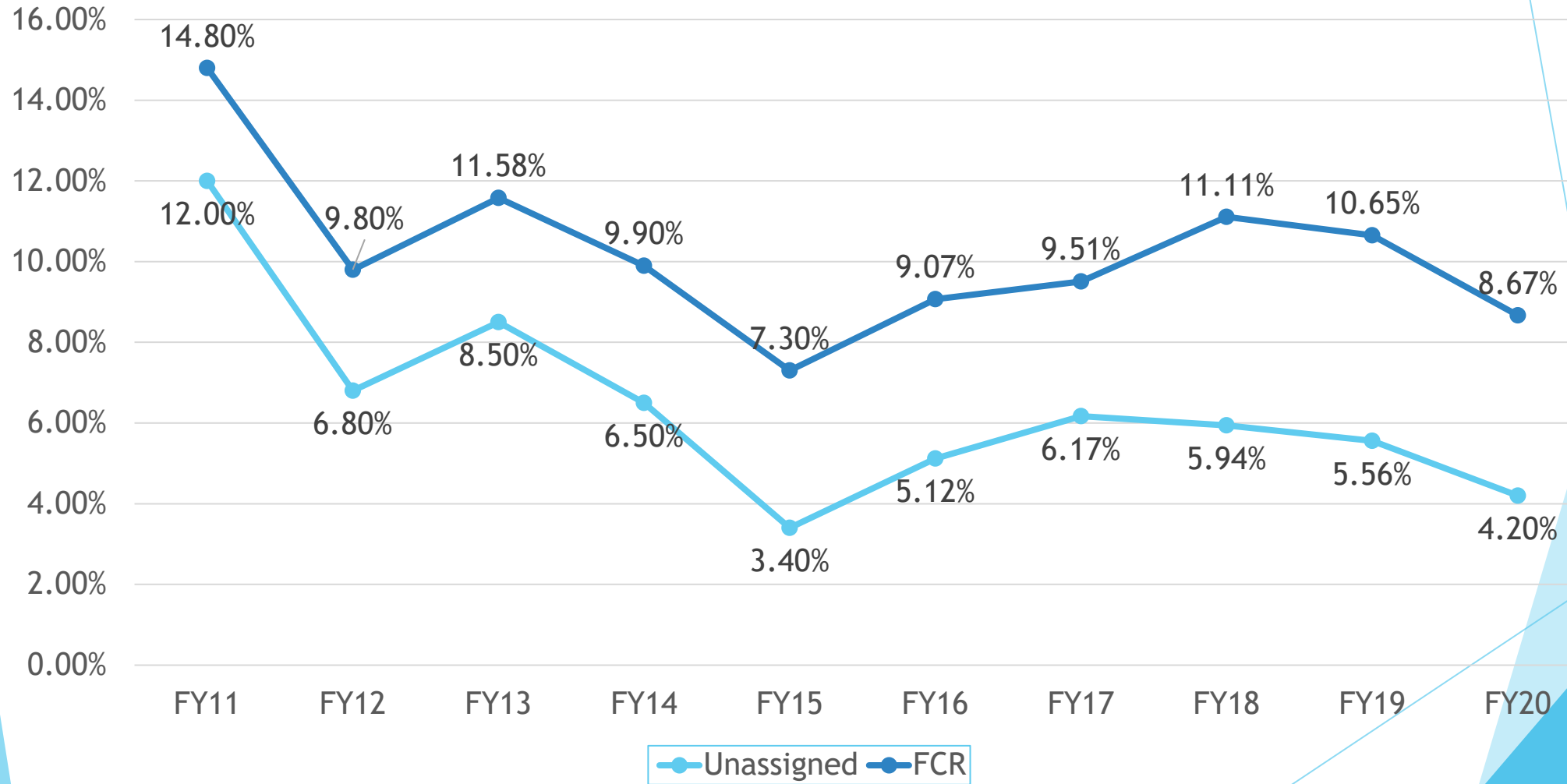
To maintain the District's financial stability, it is essential to maintain adequate levels of fund balance for potential revenue shortfalls, emergencies, and unanticipated expenditures.

The School Board shall maintain a minimum unreserved general fund balance equal to three percent (3%) of the District's projected general fund revenues. For the purpose of this policy, the District's compliance with this standard shall be calculated in accordance with the rules and regulations promulgated by the Department of Education pursuant to section 1011.051, Florida Statutes.

It shall be the School Board's goal to maintain an unreserved general fund balance equal to five percent (5%) of the District's projected general fund revenues. Except for grants or funds provided to the District by state or federal sources with restrictions on how the funds may be appropriated, non-recurring funds received by the District shall be designated for the unreserved general fund balance.

The Superintendent shall be authorized to take the necessary steps to comply with all statutory fund balance reporting and maintenance requirements set out in sections 1011.051 and 218.503, Florida Statutes.

Unassigned Fund Balance & Financial Condition Ratio (FCR)



Fund Balance Estimate

Fund Balance	6/30/2019 Actual	6/30/2020 Actual
Assigned - State & Local	\$ 15,841,327	\$ 10,363,861
Assigned - FY21 Budget	8,129,718	10,655,991
Unassigned	26,201,039	19,765,396
Total Assigned/Unassigned	\$ 50,172,084	\$ 40,785,248
% Unassigned to Revenue	5.56%	4.20%
Financial Condition Ratio	10.65%	8.67%

Federal Funds

CARES Act - Elementary & Secondary School Emergency Relief Fund (ESSER) - \$15.3M

District Allocation

- \$13,312,098
- Plus \$601,945
Indirect revenue
for district grant
administration

Charter School Allocation

- \$487,456

Private School Allocation

- \$904,862

CARES Act - ESSER Budget - District Expenditures (Revised)

General Operating \$10.5M

- Instructional software licenses
- Professional Development
- Summer recovery transportation
- 2nd Grade Reading Camp
- Additional staff to support Volusia Online growth
- Reimbursement for emergency time & bus driver salaries to deliver meals
- Plexiglass Shields
- District cost of FFCRA
- Teacher Substitutes due to COVID
- Administrative leave days for employees due to COVID illness/quarantine
- Unemployment costs (summer)
- Tutoring
- PPE

Capital Expenditures \$2.8M

- Student devices (laptops/ipads) to support 1:1 instruction
- Hot spots for student online learning
- Technology infrastructure upgrades
- System monitoring software
- Cyber Security software

CARES Act - Governor's Emergency Education Relief (GEER) Grant for Sanitation & Cleaning

Volusia Allocation	Amount*
District allocation	\$555,685
Charter schools	50,517
Private schools	66,183
Total Allocation	\$662,544

*estimated

DOE released nearly \$30 million for sanitation & cleaning

FEMA has denied reimbursement to Districts for PPE costs

District incurred \$700K to purchase initial school-based PPE kits

New request for \$1M

Application due September 15, 2020

CARES Act Funding from Volusia County

\$1,250,000

Used for PPE

Submit by Dec 31

Questions

