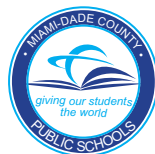


EXECUTIVE SUMMARY



TENTATIVE BUDGET 2008-09

BUSINESS OPERATIONS
Financial Operations
Office of Budget Management



Miami-Dade County Public Schools

School Board Members

Mr. Agustin J. Barrera, Chair

Ms. Perla Tabares Hantman, Vice Chair

Mr. Renier Diaz de la Portilla

Ms. Evelyn Langlieb Greer

Dr. Wilbert “Tee” Holloway

Dr. Martin Karp

Ms. Ana Rivas Logan

Dr. Marta Pérez

Dr. Solomon C. Stinson

Ms. Angelique Gayle, Student Advisor

Superintendent of Schools

Dr. Rudolph F. Crew

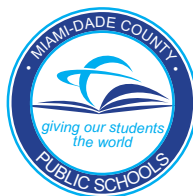


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SUPERINTENDENT'S MESSAGE

Four years ago, Miami-Dade County Public Schools (M-DCPS) was in need of dramatic reform. Together, we worked closely with our stakeholders to craft a strategic plan that has set a clear and compelling vision for the District. We have kept an unwavering emphasis on three broad strategies: 1) strengthening the instructional and curriculum bases of the District; 2) eliminating chronic low performance in M-DCPS schools; and 3) developing accurate systems to strengthen financial controls and responding to the District's construction and growth needs.

We have worked tirelessly towards reaching these goals, and the progress made to-date has both improved the quality of education received by children in Miami-Dade County, and transformed this community's expectations around what they should expect from a public school system. Highlights of our accomplishments include:

- A drastic improvement in FCAT scores, with M-DCPS students now scoring significantly above the national median in both reading and mathematics at all grades tested;
- Enrollment in advanced level courses has increased 10% since 2003-04, and these gains cut across ethnic groups and genders;
- The number of schools offering a dual language program has increased from 75 schools in 2004-05 to 109 schools in 2007-08 (these include programs in French, German, Italian, Portuguese, Spanish, and Chinese);
- The creation of web portals for students, parents, teachers, and administrators have transformed the way the District communicates and shares data both internally and externally;
- Through the implementation of Cognos business intelligence software, school and District administrators have real-time access to student and school performance data;
- The Parent Academy, at no cost to the District, was founded and has taught countless parents the skills, knowledge, and confidence necessary to champion their children's education;
- Educational compacts have been signed with nine municipalities across the county, showcasing a commitment to do what is necessary to deliver a globally competitive education to our children.

Over the past year, the District has faced unprecedented financial pressures. A collapse of the housing market, a faltering national economy, recently enacted property tax legislation, and a state legislature having severely cut funding to our schools. All of these variables have led to a substantial decrease in projected revenue both for FY 2007-08 and 2008-09. At the same time, we are coping with ever-increasing prices for fuel, food, and energy. The combined effect of this decrease in revenues and increase in costs has left a gap of over \$300 million that we must properly account for in order to balance the budget.

To achieve this goal it was necessary for the District to make some very difficult cuts, including:

- A 30% reduction to the Central Office budget, which included a major reorganization that downsized the Regions from six to four, as well as a reduction-in-force that eliminated over 400 non-school positions.
- An elimination of all non-mandatory summer school
- A \$9.0 million reduction to Magnet schools
- A \$7.3 million reduction to the Gifted program
- A \$5.0 million reduction to the Alternative Education program

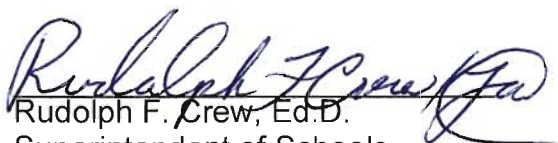
Our intent has been to avoid touching specific educational programs and every effort has been made to spare classrooms as much as possible. However, the reality was all options had to remain on the table, and it was necessary to make small cuts to School Direct costs (4.9%) and School Indirect costs (less than 3%).

While the District's budget woes, and the financial picture across the State of Florida, portray a grim picture, this is just one pixel in a much larger snapshot. We must not lose focus, or hope, on the many successes in our classrooms: the awe of a first-grader who has just grasped addition or the joy of a senior who has just walked across the stage to claim a diploma.

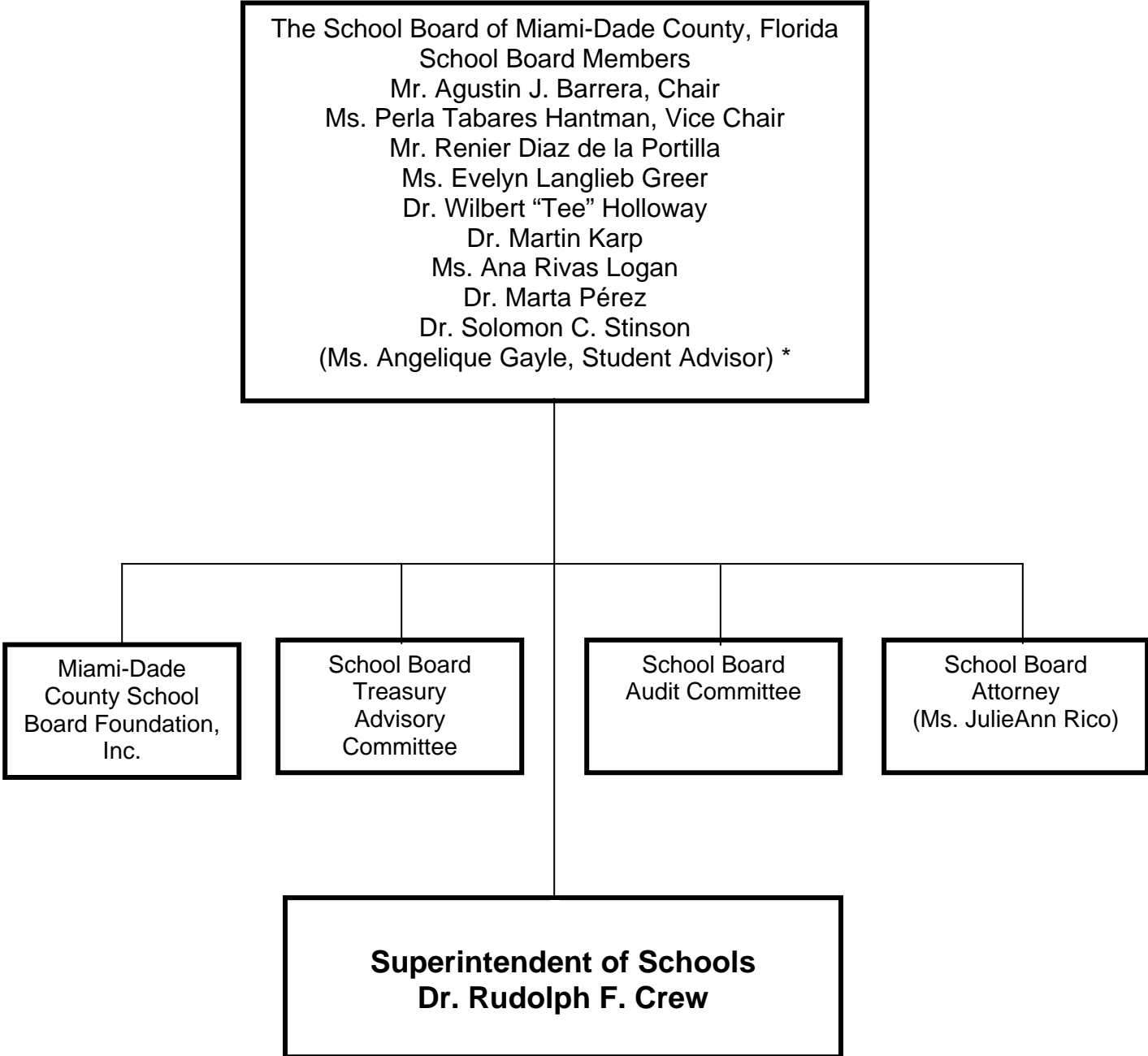
The big picture shows we are making steady progress. Our students' FCAT scores continuing a trend that adds up to significant improvement, and for the third year in a row, the majority of our students are performing at or above the national median in reading and math. A feat that was almost unimaginable a mere four years ago.

Regardless of the financial pressures we face, our children will continue to show up to school each morning, and we are unwilling to compromise the quality of education they deserve to receive. Their futures will be filled with global competition and collaboration, and it is a moral imperative that we educate our students to the global standards that are required.

Over the course of the next year the Florida Legislature, the School Board of Miami-Dade County, Florida, and citizens across the state, will be forced to make decisions that will drastically impact the quality of education we are able to provide to our children. As we move forward, I promise you that our budget decisions will serve the bigger picture and make the future brighter for every one of our students.


Rudolph F. Crew, Ed.D.
Superintendent of Schools

MIAMI-DADE COUNTY SCHOOL BOARD



* M-DCPS student who sits on the Board in an advisory capacity.

KEY EVENTS IN DEVELOPING THE BUDGET FOR 2008-09

2007

December 17 Budget Workshop #1 with Board Members.

2008

February 7 Budget Workshop #2 with Board Members.

February 13 Budget Update at Board Meeting.

Board Meeting:

Action Item:

- Board adopts 2007-08 mid-year budget resolutions.

March 4 Regular 2008 Legislative session begins.

March 10 Budget Workshop #3 with Board Members.

April 28 Budget Workshop #4 with Board Members.

May 2 Regular 2008 Legislative session ends.

May 13 Budget Workshop #5 with Board Members.

May 21 Board Meeting:

Report on Results of 2008 Legislative Session.

Action Item:

- Board approves downsizing of School Improvement Zone school site positions.
- Board approves changes in the School Allocation Plan.

June 12 Budget Workshop #6 with Board Members.

June 16 Innovation, Efficiency & Governmental Relations Committee Meeting.

June 18 Board Meeting:

Action Item:

- Board approves a Reduction-In-Force (RIF)/layoff of selected positions.
- Board approves furlough days for Managerial Exempt Personnel (MEP) administrators, principals, and assistant principals.
- Board approves reducing the school board office budgets by ten percent.

KEY EVENTS IN DEVELOPING THE BUDGET FOR 2008-09 (continued)

- June 25 Special School Board Meeting:
- Action Item:
- Board approves a RIF of selected positions reporting to Business Operating Solutions for Schools (BOSS).
- Action Item:
- Board approves Superintendent's downsizing and reorganization of selected district offices and associated RIF/layoff of selected central office positions.
- Action Item:
- Board approves changes to the School Allocation Plan.
 - Board approves an increase in transportation rates charged for field trips.
- July 15 Board Meeting:
- Action Item:
- Board adopts 2007-08 budget resolution and readopts the 2007-08 budget, as amended, as the interim 2008-09 budget.
 - Board authorizes the Superintendent to advertise tentative budget as well as the 2008-09 School Allocation Plan.
- July 30 First Public Hearing: 6:01 p.m.:
- Action Item:
- Board adopts tentative 2008-09 millage levy and annual budget as well as the 2008-09 School Allocation Plan.
- September 10 Board Meeting and Second Public Hearing: 6:01 p.m.:
- Action Item:
- Board adopts Five-year Facilities Work Program, final 2008-09 millage levy and annual budget, approves 2007-08 annual financial report for submission to Department of Education and approves final 2007-08 budget resolutions.

DESCRIPTION OF THE BUDGET PROCESS AND CONTROLS

Florida Law requires the School Board to adopt each fiscal year a balanced budget for all funds under its jurisdiction: General Fund, Debt Service Funds, Capital Outlay Funds, Special Revenue Funds and Fiduciary Fund.

The law is very specific in defining the process and timetable to be followed in adopting the budget and ad valorem property tax millage rates. By law, the School Board must conduct two public hearings on the proposed budget and millage rates. The process prescribed by law is briefly described below.

CERTIFICATION OF ASSESSED VALUE OF TAXABLE PROPERTY

The County Property Appraiser is required by law to certify to each tax jurisdiction in the county the assessed value of all non-exempt taxable real property in the county. The Property Appraiser, who is independent of the School Board, is required to provide this certification no later than July 1 each year, unless extended by the State.

READOPTION OF CURRENT BUDGET

Because the fiscal year for school districts in Florida begins before tentative adoption, which occurs after the first public hearing, the District readopted the current budget in June each year as authority to operate until a new budget is tentatively adopted.

ADVERTISEMENT OF TENTATIVE BUDGET AND PROPOSED MILLAGE RATES

The Superintendent of Schools is responsible for recommending a tentative budget and property tax millage rates to the School Board. By law the Board must advertise a tentative budget and millage rates in a daily newspaper of general circulation in the county within 29 days after receiving the certification from the Property Appraiser. The advertisement contains a budget summary, proposed millage rates and a notice of the date, time and address of the first public hearing on the budget.

FIRST PUBLIC HEARING

The first public meeting on the budget must be held by the Board at least two days, but not more than five days, after the publication of the budget advertisement. Citizens are able to address the Board at the public hearing regarding the tentative budget and proposed millage rates. Following the public hearing, the School Board adopts a tentative budget and a resolution stating the millage rates to be levied and sets the date for the second public hearing.

MAILING OF TAX NOTICE TO EACH PROPERTY OWNER

The County Property Appraiser notifies each property owner, usually in mid-August, of the amount of the property tax levies proposed by each tax jurisdiction. The notice also shows the actual tax levies for the prior year and the tax levies for the current year which would result from applying the prior year's millage rates to the current taxable assessed value of the property. The tax notice also contains the date, time and address for the final public hearing to be held.

SECOND (FINAL) PUBLIC HEARING

The second public hearing is required to be held at least 65 days, but not more than 80 days after receiving the tax roll certification from the Property Appraiser. Again, citizens are able to address the board at this public hearing. After this public hearing, the School Board adopts the final budget and a resolution stating the ad valorem property tax millage rates to be levied. State law prohibits adoption of a total millage rate higher than was adopted at the first public hearing, unless each property owner is notified by mail of the proposed change, including the amounts of taxes under the original adopted rates and the higher proposed rates.

However, in the event that the assessed value of non-exempt taxable real property initially certified by the Property Appraiser on July 1 has changed by more than one percent, the school district may administratively adjust its rate without a public hearing, provided that the amount of taxes computed by applying the adjusted adopted rate are equal to the taxes computed using the originally adopted millage rate.

SUBMISSION OF FINAL BUDGET DOCUMENTS

Following the second public hearing, the Superintendent must submit copies of the final Adopted Budget to the Florida Department of Education. Copies of the budget and millage advertisements and the budget and millage resolutions adopted by the School Board also are provided to the Florida Department of Revenue, which is required to determine if the school district was in compliance with the applicable state law. Finally, the School Board must certify the final adopted millage rate to the County Tax Collector and the County Property Appraiser.

BUDGET AMENDMENTS

State Board of Education Rules (SBE) which have the effect of law require that the budget be adopted in a form prescribed by the State Department of Education. SBE Rules also require that the School Board approve amendments to the adopted budget.

State law prohibits expenditures which exceed appropriations authorized by the School Board. Therefore, several times during the year as necessary, the Superintendent of Schools submits for school board approval, changes to budgeted revenues, appropriations and/or appropriated reserves.

Budget amendments must be approved in a public school board meeting, the date, time and place of which must be advertised to the public. The agenda and the recommended budget amendment must be available to any citizen prior to the scheduled board meeting.

Finally, any citizen may sign up to address the school board during its meeting regarding any proposed action on the agenda, including budget amendments.

BUDGET CONTROLS

Regulations of the State Board of Education require that expenses may not be incurred in excess of Board-approved appropriations. The following systems and procedures are in effect to assure that expenditures do not exceed the approved budget:

1. A computerized position control system prevents full-time personnel from being hired unless a vacant, authorized staff position exists.
2. A computerized financial system uses encumbrance accounting to verify the availability of a budget authorization before a purchase order is processed for most non-salary transactions. Non-salary items which are not subject to this control, such as utilities and employee benefits, are subject to frequent projections and monitoring on a systemwide basis.
3. Projections of revenues and expenditures are prepared monthly, beginning in November each year, in order to provide an early warning of any potentially serious budget problems.

BASIS OF BUDGETING

The budgetary accounts of the district are grouped into funds in accordance with generally accepted accounting principles and standards prescribed by the Florida Department of Education, as required by law.

GOVERNMENTAL FUNDS

General Fund is used to account for all financial resources not required to be accounted for in another fund and for certain revenues from the state that are legally restricted to be expended for specific current operating purposes.

Special Revenue Funds are used to account for the financial resources of the school food service program, as well as grants from federal, state and local sources. Due to the implementation of GASB 34 in 2001-2002, they are also used to account for donations and ticket sale proceeds used for special events, and law enforcement trust fund as provided by law.

Debt Service Funds are used to account for the accumulation of resources for the scheduled payment of principal, interest and related costs on long-term general obligation debt and certificates of participation debt.

Capital Outlay Funds are used to account for restricted financial resources which must be used for educational capital outlay needs, which encompasses land, new construction, renovation and remodeling projects, fixed equipment, furniture, fixtures and equipment, motor vehicles, audio visual materials and library books.

FIDUCIARY FUND

Pension Trust Fund is used to account for resources used to finance the District's Supplemental Early Retirement Program.

BASIS OF BUDGETING - GOVERNMENTAL FUNDS

The budgets for all governmental funds are developed based on the modified accrual basis of accounting. Revenues are budgeted in the fiscal year in which they are expected to become available. Appropriations are budgeted in the fiscal year in which a fund liability is expected to be incurred.

The principal exceptions are: (1) interest on general long-term debt is budgeted in the fiscal year when due; and (2) appropriations for liabilities reported as long-term debt are budgeted in the fiscal year when due.

BUDGET DEVELOPMENT PROCESS GOVERNMENTAL FUNDS

Under Florida law the Superintendent of Schools, whether elected or appointed, is responsible for submitting to the school board for approval both proposed millage rates and a balanced budget recommendation. The processes by which those budget recommendations are developed are briefly described below:

General Fund budget recommendations are developed by the Superintendent of Schools and key members of his Cabinet (senior administrative staff). After the conclusion of the legislative session, district financial staff prepares an analysis of anticipated general fund revenue and constraints on their use. This information is presented to the School Board and in greater detail to the Superintendent and his Cabinet.

During several meetings over a 2-3 week period, the Cabinet reviews revenue projections and requests for appropriations submitted by administrative staff and principals. From the results of these meetings a Preliminary Budget is developed and reviewed with the School Board. School Board members may ask questions and comment, but no official action is taken. A Board Budget Workshop may be held to further discuss the budget recommendation.

The Executive Summary represents the Superintendent's budget recommendation and may include changes as a result of questions and comments from School Board members during the Board Budget Workshop as well as changes that may have occurred due to current year-end results.

Debt Service Funds budget recommendations to the School Board are compiled by financial staff based on debt service requirements for existing debt and estimated debt service requirements for proposed new debt issuances.

Capital Outlay Funds budget recommendations are developed collaboratively by staff from Financial Operations and School Facilities. Financial staff identifies new funds available for new projects, either from revenue sources or from proposed new debt issuances. School Facilities staff prioritizes new projects based on recommendations from demographic studies and consultations with staff from Regional Centers and Facilities Inspections.

Special Revenue Funds consist of the Food Service Fund, Contracted Programs Fund and Miscellaneous Special Revenue Fund. The recommended **Food Service Fund** budget is developed jointly by financial staff and food service staff based on projected student participation and other factors.

The ***Contracted Program Fund*** budget is compiled by financial staff and at this time includes only budget carryover from grants which extend into fiscal year 2008-09 and new grants which are already approved by the granting agencies. The budget will be amended to reflect future grants as they are approved by the School Board and the granting agency.

The ***Miscellaneous Special Revenue Fund*** budget is completed by financial staff and consists of Special Events Fund and the School Board Law Enforcement Trust Fund.

The ***Fiduciary Fund*** budget is completed by financial staff and consists of the District's Supplemental Early Retirement Program.

DESCRIPTION OF OTHER BUDGET DOCUMENTS

This **Executive Summary** contains budget information about each of the funds or fund groups of the school board for which a budget must be adopted. The budget information contained in this document is summary in nature.

Described below are several other documents which are produced during the planning and budgeting processes of the school district and which provide more detailed information about the budgets of the General Fund and the Capital Outlay Funds.

Operating Budget Workpapers (computer printout) containing detailed general fund appropriations have been provided to School Board Members. School budgets are aggregated by levels of schools (i.e., elementary, middle, senior high and adult) and selected programs (i.e., exceptional student, bilingual, vocational).

School Support Centers (departmental/non-school site) budgets are presented in detail as are budgets (i.e., School Operations; Curriculum, Instruction & Improvement; Professional Development) for District Priority Programs and State Categorical Programs.

Board Budget Workshop documents were intended to provide the Board with updates on the FY2008-09 revenue outlook and cost assumptions. Additionally, the workshops provided the Board with the Administration's recommended FY 2008-09 budget reductions. The School Board held budget workshops on the following dates:

December 17, 2007
February 7, 2008
March 10, 2008
April 28, 2008
May 13, 2008
June 12, 2008

The recommended cost reductions presented at these workshops and accepted by the Board on consensus are included in the Executive Summary.

School Allocation Plan, 2008-09 identifies school and program allocation planning formulas on which this budget recommendation is based and will be submitted to the School Board with the Tentative Adopted Budget.

**THREE-YEAR BUDGET COMPARISON - ALL FUNDS
2008-09 TENTATIVE BUDGET**

| | 2006-07 ACTUAL RESULTS | 2007-08 PROJECTED RESULTS | 2008-09 TENTATIVE BUDGET | INCREASE (DECREASE) OVER 2007-08 |
|---------------------------|---------------------------------------|--|---|---|
| General Fund | \$ 3,017,757,779 | \$ 3,010,285,456 | \$ 2,927,887,178 | \$ (82,398,278) |
| Debt Service Funds | 470,666,613 | 623,981,869 | 369,849,626 | (254,132,243) |
| Capital Outlay Funds | 2,384,072,876 | 2,543,353,995 | 2,269,282,056 | (274,071,939) |
| Special Revenue Funds | 469,057,814 | 475,843,445 | 416,874,989 | (58,968,456) |
| Fiduciary Fund | <u>39,120,927</u> | <u>36,757,210</u> | <u>35,934,900</u> | <u>(822,310)</u> |
| Sub-Totals | \$ 6,380,676,009 | \$ 6,690,221,975 | \$ 6,019,828,749 | \$ (670,393,226) |
| Less: Interfund Transfers | <u>\$ 449,018,778</u> | <u>\$ 595,901,403</u> | <u>\$ 534,206,698</u> | <u>\$ (61,694,705)</u> |
| TOTALS | <u>\$ 5,931,657,231</u> | <u>\$ 6,094,320,572</u> | <u>\$ 5,485,622,051</u> | <u>\$ (608,698,521)</u> |

**SUMMARY OF REVENUES & APPROPRIATIONS - ALL FUNDS
2008-09 TENTATIVE BUDGET**

| | GENERAL FUND | DEBT SERVICE FUNDS | CAPITAL OUTLAY FUNDS | SPECIAL REVENUE FUNDS | FIDUCIARY FUND | TOTAL ALL FUNDS |
|---|-------------------------|--------------------------|----------------------------|-----------------------------|----------------------|-------------------------|
| REVENUES | | | | | | |
| Federal | \$ 5,484,142 | | | \$ 364,323,694 | | \$ 369,807,836 |
| State | 1,145,571,359 | 13,425,770 | 30,488,398 | 2,614,000 | | 1,192,099,527 |
| Local: | | | | | | |
| Property Taxes | 1,390,201,101 | 66,875,495 | 428,469,871 | | | 1,885,546,467 |
| Other | 80,715,955 | 1,172,000 | 32,577,446 | 45,226,176 | 3,433,553 | 163,125,130 |
| Total Revenues | \$ 2,621,972,557 | \$ 81,473,265 | \$ 491,535,715 | \$ 412,163,870 | \$ 3,433,553 | \$ 3,610,578,960 |
| TRANSFERS FROM OTHER FUNDS | \$ 172,247,328 | \$ 196,252,370 | \$ 161,707,000 | \$ 4,000,000 | | \$ 534,206,698 |
| NON-REVENUE SOURCES | 10,000,000 | | 489,471,562 | | | 499,471,562 |
| FUND BALANCE FROM PRIOR YEAR | 123,667,293 | 92,123,991 | 1,126,567,779 | 711,119 | 32,501,347 | 1,375,571,529 |
| TOTAL REVENUES & OTHER SOURCES | \$ 2,927,887,178 | \$ 369,849,626 | \$ 2,269,282,056 | \$ 416,874,989 | \$ 35,934,900 | \$ 6,019,828,749 |
| Less: Transfers | | | | | | 534,206,698 |
| TOTAL ALL FUNDS | | | | | | \$ 5,485,622,051 |
| APPROPRIATIONS | | | | | | |
| Instructional | \$ 1,864,308,997 | | | \$ 185,889,734 | | \$ 2,050,198,731 |
| Instructional Support | 239,042,176 | | | 75,937,847 | | 314,980,023 |
| Other | 774,391,178 | 290,288,258 | 1,709,075,358 | 154,189,548 | 4,383,539 | 2,932,327,881 |
| Total Appropriations | \$ 2,877,742,351 | \$ 290,288,258 | \$ 1,709,075,358 | \$ 416,017,129 | \$ 4,383,539 | \$ 5,297,506,635 |
| TRANSFERS TO OTHER FUNDS | \$ 4,000,000 | | \$ 530,206,698 | | | \$ 534,206,698 |
| TRANSFER TO INTERNAL SERVICE | \$ - | | | | | \$ - |
| FUND BALANCE - End of Year | | | | | | |
| Undesignated/Appropriated Contingency | \$ 46,144,827 | | \$ 30,000,000 | \$ 857,860 | | \$ 77,002,687 |
| Designated Reserves | - | 79,561,368 | | | 31,551,361 | 111,112,729 |
| Total Fund Balance | \$ 46,144,827 | \$ 79,561,368 | \$ 30,000,000 | \$ 857,860 | \$ 31,551,361 | \$ 188,115,416 |
| TOTAL APPROPRIATIONS, TRANSFERS & FUND BALANCE | \$ 2,927,887,178 | \$ 369,849,626 | \$ 2,269,282,056 | \$ 416,874,989 | \$ 35,934,900 | \$ 6,019,828,749 |
| Less: Transfers | | | | | | 534,206,698 |
| TOTAL ALL FUNDS | | | | | | \$ 5,485,622,051 |

BUDGET OVERVIEW

2008-09 BUDGETARY PRIORITIES During these challenging fiscal times, the 2008-09 budget was developed with emphasis on maintaining core services for students in their classrooms. The guiding principle used in the development of the Tentative Budget as presented in this document was to make the difficult budget reductions first at the district level, second to school support allocations and last to services that directly impact the classroom and core educational programs. The impact of budget reductions from the Florida State Legislature, declining tax rolls, significant cost increases in employee health insurance, food and fuel, combined with a historically low employee attrition rate, required the District to make changes in the way it operates. Some of the reductions in the FY 08-09 Tentative Budget are as follows:

- Downsizing central administration by 30% through a reduction-in-force and cuts to non-salary budgets.
- Eliminating salary incentives and performance pay for all Managerial Exempt Employees (MEP) as well as all funding for succession management.
- Eliminating all funding for the School Improvement Zone. The three year commitment to the Zone was highly successful as shown by recent test data. The work will continue to be monitored closely but the core mission was a success.
- Restructuring the Regional Offices from six to four and realigning staff to continue to serve our communities while reducing overhead.
- Eliminating the Marketing Department, which supported key initiatives in the District including the 'It Takes' campaign.
- Eliminating the Office of Accountability and System-wide Performance in the interest of increasing the Administration's efforts to downsize central administration.
- Reducing the School Allocation Plan with input and support from school based administration and parents.

As the above list indicates, the District faced the difficult reality that in order to significantly downsize central administration, and eliminate or shrink certain programs, staff would be impacted and some valued and important services and initiatives would have to be pared down. As we continue to navigate through these increasingly difficult financial waters, additional reductions in staff may be necessary. Employment opportunities will be offered to as many staff as possible through attrition and support services will be made available to transitioning employees.

Despite these difficult cuts, the quality of education we provide our students will never be compromised. Literacy, mathematics and the sciences are the bedrock of education and, along with the core concepts of choice and healthy living, will continue to be fully

supported. In that light, many successful programs and initiatives will continue to be funded by operating, grant, categorical and foundation dollars. A small sample of these programs and initiatives are:

- Integrating **Literacy** across all subject areas.
- Continuing **Electives and Parental Choice**, in order to provide enhanced opportunities for academic enrichment.
- Continuing the implementation of the **Wellness Initiative**, including enhanced wellness education for all children in the District.
- Continuing the focus on **Reading** specifically in K-3.

OUTSTANDING ISSUES WITH POTENTIAL BUDGETARY IMPACT In the 2008 Legislative Session, House Bill 5083 (HB5083) and Senate Bill 1746 (SB1746), which were passed and signed into law by the Governor, went into effect on July 01, 2008. These bills changed the date on which the Department of Revenue (DOR) certifies the County's school taxable value that is used in the Fourth FEFP Calculation. This change affects the calculation of the Required Local Effort in the Final FEFP Calculation.

Generally, in the FEFP Calculations, a reduction in Required Local Effort taxes would be offset by an increase in state funding. Miami-Dade County tax reductions (from the actions of the Value Adjustment Board during the summer months) are significant and not known until well beyond the new deadline in HB5083 and SB1746. If the Property Appraiser has to certify the tax roll before critical information is known about the reduction in tax assessments, the resultant effect would be a potential loss of state funds to the District to offset the actual reduction of local tax collections. In 2007-08, the District received approximately \$24 million in state funds to offset the loss of local taxes.

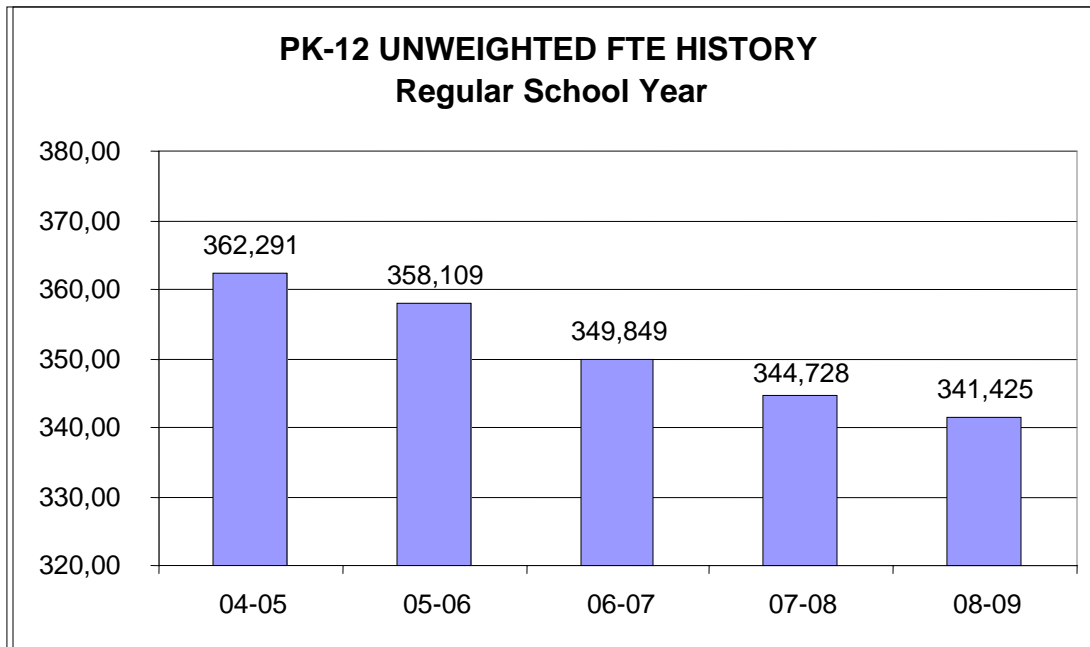
Miami-Dade County averages approximately 25,000 appeals to the Value Adjustment Board (VAB) each year. With property values continuing to decline, it is reasonable to expect the number of appeals filed by property owners to increase, and therefore delay or reduce property tax payments. The District staff and outside consultants are of the opinion the statutory change is punitive to Miami-Dade County Public Schools. The District's outside counsel is reviewing all aspects of this issue and is conferring with staff and the School Board Attorney to determine the best course of action to aggressively appeal the change and address future ramifications. We intend to pursue all available administrative and legal options to challenge this change and its effect on the District's FEFP calculation. For this reason, no budget reduction has been taken in the Tentative Budget for this potential loss of \$24 million in revenue. However, if the issue remains unresolved at the time the adopted budget must be finalized; the District will propose additional budget reductions to the Board and will set aside the equivalent amount in the contingency reserve.

On June 23, 2008, the District was notified, by the Commissioner of Education, of the decision by the Governor's Office to withhold a percentage from each quarter's release of general fund revenue for 2008-09, as a precautionary action due to concerns about state revenue collections. The Commissioner recommended that "school districts develop a 2008-09 budget that reflects contingency funding plans that reduce total Florida Education Finance Program (FEFP) expenditures by approximately 2 percent in order to achieve a statewide reduction of 4 percent in state funding". The holdback applies only to state general revenues which is approximately half of total state funding for public schools. The Commissioner committed to sharing additional information as it becomes available.

Currently, the 2008-09 budget for state general revenues in support of public schools is \$8.491 billion, making the 4 percent holdback approximately \$339.6 million. Miami-Dade represents a 12.92% share of all funding for public schools. The estimated holdback for the District is \$43.9 million or approximately 1.8% of the District's total estimated funding from the State.

We agree with the Commissioner's conclusion that "current economic circumstances represent a significant challenge for school districts", in light of state reductions already made to the District's 2007-08 and 2008-09 budgets and the potential loss of state revenues to make up any reduction in Required Local Effort taxes. For this reason, we accept the Commissioner's recommendation as such, and no reduction has been taken in the Tentative Budget. If the recommendation becomes a request before the adopted budget must be finalized, the District will propose additional budget reductions to the Board and will set aside the equivalent amount in the contingency reserve.

UNWEIGHTED FTE TRENDS

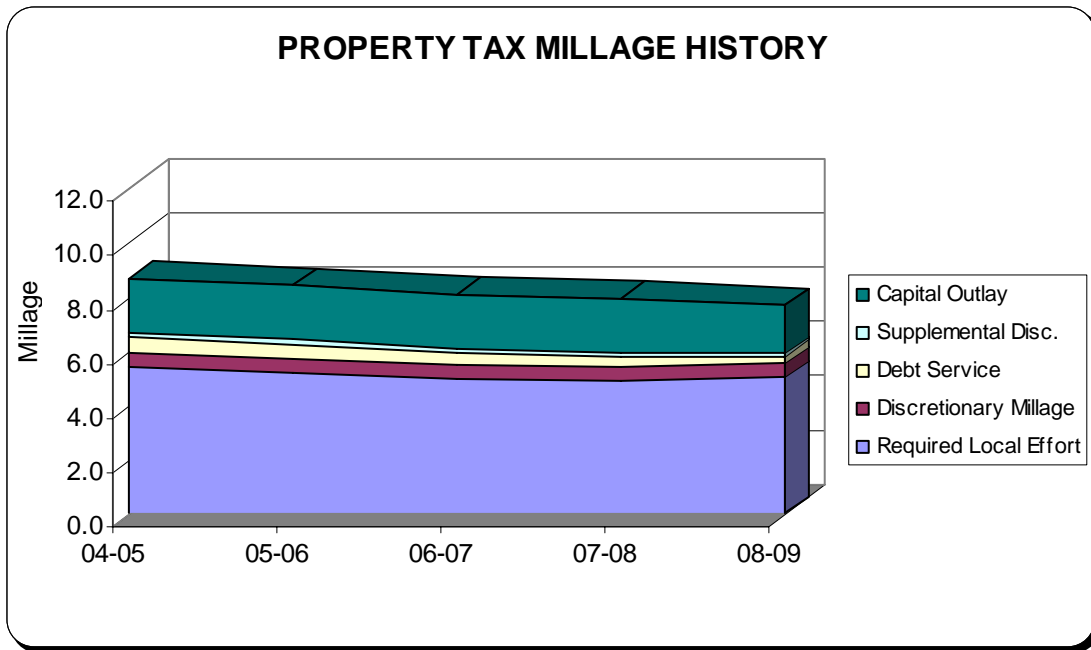


UNWEIGHTED FTE TRENDS: A downward trend for unweighted FTE is projected to continue. For school year 2008-09, it is anticipated that FTE will decrease by 3,303 students. This downward trend in overall enrollment is attributed to population trends; Corporate Tax Scholarships that allow corporations to fund students in private schools; stricter immigration laws and fewer foreign born students, and a reduction in the number of families with school-aged children residing in the county due to the high cost of housing and other costs. Although FTE declines appear to be flattening, the potential always exists in Miami-Dade for an unanticipated **population increase as political and economic instability** impacts South America and The Caribbean Basin.

It is important to understand that as enrollment continues to decline, there exist major concerns regarding the impact on the maintenance of the district's initiatives, the operating budget as well as our construction program. For example, even though enrollment is declining, there still exists the need to construct schools and/or new seats and hire new teachers over the next few years to meet the **class size constitutional amendment**. Furthermore, as opportunities in charter schools and non-public educational alternatives continue to grow, the district will need to remain competitive by offering students and parents more educational choices.

The district negotiated three-year salary contracts to recruit and retain highly qualified teachers and staff. Adequate funding through the Florida Education Funding Program is essential for the district to meet this commitment, remain competitive, and provide the best learning and working environment for its students, faculty and staff.

PROPERTY TAX MILLAGE HISTORY



A decrease of 0.256 in the property tax rate is recommended. This is attributable to a decrease in that portion of taxes required to pay the District's debt service and a decrease in Supplemental Discretionary Operating millage to the maximum of \$100 per student. However, there was an increase in the Required Local Effort established by the Florida Legislature in the General Appropriations Act. Other millage rates set by the School Board are the same as the prior year.

It should be noted, however, that the proposed **state-required millage rate identified below could either increase or decrease from the following estimate** based upon whether statewide tax rolls certified by the Department of Revenue in mid-July are higher or lower than those projected in the Appropriations Act passed by the Florida Legislature. The total proposed millage levy consists of the following:

| | <u>Actual</u> <u>2007-08</u> | <u>Recommended</u> <u>2008-09</u> | <u>Increase/</u> <u>(Decrease)</u> |
|--------------------------------------|---------------------------------|--------------------------------------|---------------------------------------|
| State Required Operating* | 4.915 | 5.041 | .126 |
| Local: | | | |
| Basic Discretionary Operating | .510 | .498 | (0.012) |
| Supplemental Discretionary Operating | .145 | .139 | (.006) |
| Discretionary Capital | <u>2.000</u> | <u>1.750</u> | <u>(.250)</u> |
| Subtotal Non-Voted Levy | 7.570 | 7.428 | (.142) |
| Debt Service (Voter-Approved) | <u>.378</u> | <u>.264</u> | <u>(.114)</u> |
| Total Millage Levy | <u>7.948</u> | <u>7.692</u> | <u>(.256)</u> |

* Subject to adjustment by the Commissioner of Education, pursuant to Florida Law.

REDUCING SCHOOL OVERCROWDING. Over the past four years, the District has engaged in an aggressive capital construction and facilities program to insure there are adequate classrooms and student stations to permit compliance with Class Size mandates and to upgrade the quality of our school buildings. The bulk of the District's Capital Improvement Projects are dedicated to the construction program, which has had to rely primarily on local revenues and financing for funding. Needs related to existing school campuses that are not high priority and other capital outlay needs had to be deferred to meet the Class Size mandate. Additional funding factors include the following:

- The M-DCPS construction program has been funded in large part through the leveraging of proceeds from the local optional millage levy (LOML) or impact fees by issuing debt in the form of Certificates of Participation (COPs), tax-exempt lease-purchase transactions. Since 2005-06, the District has issued \$1.5 billion in COP's, representing a 47% increase in total prior COP issuance by the District, net of refundings. The capacity of the district to fund capital projects by issuing COPs is not unlimited because besides the three fourth statutory limitation on servicing the COP debt service with LOML, a market driven limitation of 1 mill of the levy (two times coverage) is adhered to by Florida COP issuers. The nature of the unfunded component of the District's capital program, which relates to comprehensive needs for existing school campuses such as painting and roofing projects, etc., will make it increasingly challenging to meet the bond insurers requirement that 75% of projects financed by COP's be ground leased.
- **An additional \$300 million in COPs issuance is scheduled for 2008-09.**
- In addition to COPs, staff has developed alternative financing mechanisms which have accelerated projects from the District's Five-Year Facilities program, lowered the cost of borrowings, provided relief to the collateral requirements of the COPs program, and achieved increased financial flexibility in the management of the District's debt portfolio. These additional local financing initiatives include the establishment of a Line of Credit through the use of Revenue Anticipation Notes, Master Equipment and Technology Lease programs, City of North Miami Construction Note and a Forward Interest Rate Swap program.

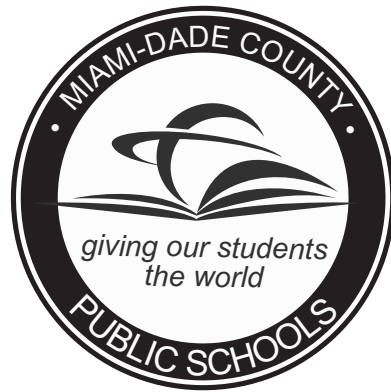
- The only recurring state appropriation of construction funds are Public Education Capital Outlay (**PECO**) and Capital Outlay & Debt Service (**CO&DS**) which for 2008-09 are projected to generate only \$7.97 million for new construction and \$14.46 million for maintenance from PECO and \$1.50 million from CO&DS.
- The District has received less than 6% or \$138.77 million of the total state's \$2.5 billion capital allocation for Class Size Reduction. For 2008-09 the state legislature did not appropriate any capital funding for class size reduction. It is also not anticipated that any further capital funding will be appropriated for this purpose. Initial District construction estimates to meet Class Size Reduction were greater than \$600 million.

The District continues to meet with the citizen-based School Site Planning and Construction Committee to address matters relating to educational facilities planning and construction as it aggressively pursues the construction of new student stations and the modernization of existing schools through the implementation of the Five Year Work Program. Staff also recently completed the District's 2008 Educational Plant survey, which provides an updated and comprehensive needs assessment of the District's existing school campuses as well as the need for additional student stations in order to comply with the Constitutional Class Size Reduction Mandate.

LONG-TERM OUTLOOK AND POLICIES: Year after year, the School Board's major legislative priority has been to obtain sufficient financial resources. Typically, the outlook regarding the state budget for public schools is pessimistic, at least early in the legislative session. This continues to hold true as discussion on Property Tax Reform escalates. Unless the revenue loss is replaced by other state funds, there will be a significant impact on the budget for the next several years with continued Property Tax Reform initiatives.

The 2004 Legislature modified the methodology used to calculate the District Cost Differential to an amenities-based Florida Price Level Index (FPLI) in lieu of the traditional market basket of goods; this policy has been continued by the Florida Legislature annually. The District sought relief through the courts; however, the litigation was dismissed and it is unlikely that this policy will be reversed. In addition, the legislature has also moved to equalize Supplemental and Discretionary Supplemental millage property tax revenues among counties. These two changes to the FEFP formula cost the District more than \$91.4 million in revenues in fiscal 2008-09, funds that would have gone a long way towards fully funding all strategic initiatives and providing for increased starting salaries for teachers to help us recruit and retain the best teachers possible.

The future financial health of the District will, in large, be contingent upon our ability to change the funding paradigm in the State to recognize the need for adequate funding equitably.



**SUMMARY OF REVENUES AND APPROPRIATIONS
GENERAL FUND**

| | 2006-07 ACTUAL | 2007-08 PROJECTED RESULTS | 2008-09 TENTATIVE BUDGET |
|---|---------------------------|--|---|
| REVENUES | | | |
| FEDERAL | 18,340,106 | 14,693,391 | 5,484,142 |
| STATE: | | | |
| Florida Education Finance Program | 832,521,652 | 690,734,194 | 530,163,631 |
| Charter Schools Capital outlay | 12,039,169 | 12,039,169 | 13,206,563 |
| Workforce Development | 105,171,011 | 99,820,655 | 95,587,705 |
| Other Categorical Programs | 412,534,312 | 479,503,782 | 480,883,283 |
| Miscellaneous State Revenue | 16,668,150 | 6,093,813 | 25,730,177 |
| Total State Revenues | 1,392,873,942 | 1,288,191,613 | 1,145,571,359 |
| LOCAL: | | | |
| Property Taxes | 1,144,669,725 | 1,305,820,514 | 1,390,201,101 |
| Miscellaneous Local Revenues | 91,097,593 | 75,476,701 | 80,715,955 |
| Total Local Revenues | 1,235,767,318 | 1,381,297,215 | 1,470,917,056 |
| Transfer From Capital Outlay | 153,857,307 | 182,971,440 | 172,247,328 |
| Non-Revenue Sources (1) | 2,902,314 | 5,750,000 | 10,000,000 |
| Fund Balance From Prior Year | 227,956,440 | 137,381,797 | 123,667,293 |
| TOTAL REVENUES & OTHER SOURCES | 3,017,757,779 | 3,010,285,456 | 2,927,887,178 |
| APPROPRIATIONS | | | |
| Salaries | 1,822,526,665 | 1,857,265,119 | 1,653,574,975 |
| Fringe Benefits | 550,240,657 | 584,187,506 | 574,263,689 |
| Non-Salary | 507,408,660 | 527,950,653 | 649,903,687 |
| Total Appropriations | 2,880,175,982 | 2,969,403,278 | 2,877,742,351 |
| TRANSFERS TO: | | | |
| Food Service | 200,000 | 11,500,000 | 4,000,000 |
| Capital Outlay | | 2,482,231 | |
| FUND BALANCE - End of Year | | | |
| Undesignated/Appropriated Contingency | 40,614,451 | 26,899,947 | 46,144,827 |
| Designated Reserves | 96,767,346 | | |
| Total Fund Balance - End of Year | 137,381,797 | 26,899,947 | 46,144,827 |
| TOTAL APPROPRIATIONS, TRANSFERS & FUND BALANCE - End of Year | 3,017,757,779 | 3,010,285,456 | 2,927,887,178 |

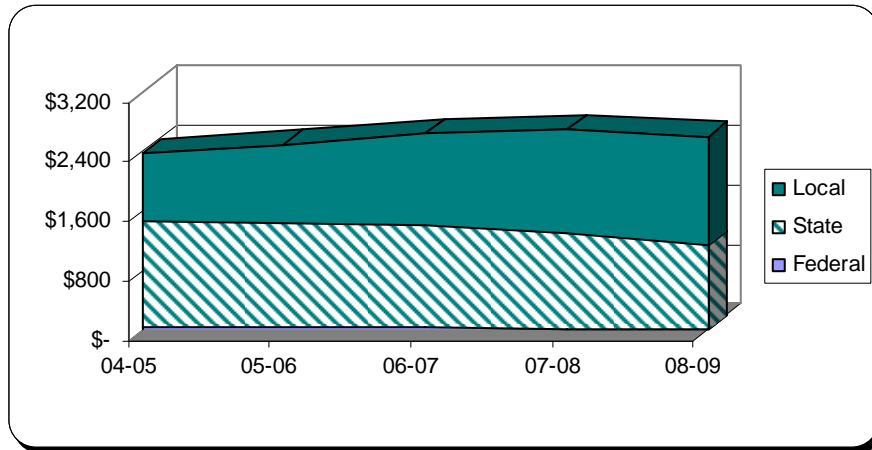
(1) Non-revenue sources include: Capital Leases, Sale of Equipment, FEMA and Insurance Recoveries

Note: Undesignated fund balance in 2006-07 and 2007-08 includes Contingency, rebudgets and commitments. In 2007-08, the budget includes rebudgets and commitments as appropriations, not fund balance.

MAJOR SOURCES OF REVENUE GENERAL FUND

The District derives its operating income from a variety of federal, state and local sources. The major categories of these income sources for the general fund are briefly described below.

REVENUE SOURCES



STATE SOURCES

Florida Education Finance Program. The major portion of support is distributed under the provisions of the Florida Education Finance Program (FEFP), which was enacted by the State Legislature in 1973. FEFP funds are based on full-time equivalent student enrollment (FTE) through a formula that takes into account (i) varying program costs, (ii) cost differentials among districts, and (iii) a minimum required level of local support. Program cost factors are determined by the State Legislature. The amount of FEFP funds disbursed by the state is adjusted three times during each year to reflect changes in FTE and other variables comprising the formula.

To participate in FEFP funding, the District must levy a minimum ad valorem property tax millage for operating purposes which is set annually by the Legislature. For 2008-09, the required levy is 5.041 mills, or .126 mills higher than that levied during 2007-08. This millage rate is subject to change on July 19 based on statewide tax rolls certified by the Department of Revenue.

State FEFP revenue (including prior year adjustments and McKay Scholarship adjustment, but excluding categoricals) is estimated to decrease by \$160.57 million from the current 2007-08 budget. The FEFP funds include a decrease of 3,303 K-12 unweighted FTE, changes in program weights and a slight decrease in the District Cost Differential. The District Cost Differential (DCD) is based upon a three year average; 2006-07 was the last year of the phase-in of the adjusted Florida Price Level Index (FPLI).

State revenue also includes \$7.50 million as a non-recurring appropriation to partially mitigate the revised District Cost Differential formula (down \$5.5 million from 2007-08) and a decrease in Workforce Development (\$4.23 million). The State also funded the Merit Award Program for charter schools for \$0.99 million. Grants under Miscellaneous State revenue are eliminated until an actual grant award has been received.

State Categorical Programs. These are special program appropriations which supplement other district revenues, but must be expended for purposes established by the Legislature. State categorical funding increased \$8.95 million, or 1.98%, in 2008-09. This increase is due primarily to an increase in the Class Size Reduction Program (\$17 million) offset by decreases in Instructional Materials, Teacher Lead, Discretionary Lottery, and School Recognition Programs. In addition, Charter School Capital Outlay funds increased by \$1.17 million due to enrollment offset by appropriations.

LOCAL SOURCES

The primary source of local revenues is ad valorem real and tangible personal property taxes. School boards are not empowered to levy any other taxes. In addition, the district earns interest on cash invested and collects other miscellaneous revenues.

The Florida constitution limits the non-voted millage rate that school boards may levy to 10 mills (\$10 per \$1,000 of taxable real and personal property value). Chapter 1011, Florida Statutes, further limits the non-voted millage levy for operational purposes to an amount set each year by the State Appropriations Act. Within this limit, each school district, in order to participate in the State's appropriation of FEFP funds for current operations, must levy the millage for "required local effort," which is set each year by the State Legislature.

Budgeted revenues from ad valorem taxes are based on applying millage levies to 95 percent of the non-exempt assessed valuation of real and personal property within Miami-Dade County.

When using the average assessed value, the school property tax for 2008-09 in Miami-Dade County would decrease by approximately \$11.45, which consists of a \$42.06 increase due to higher assessed values, and a \$53.51 decrease due to a reduction in the millage rate.

The school property tax for 2008-09 for a **typical homeowner** in Miami-Dade County would increase by \$0.63, which consists of a \$54.55 increase due to a higher assessed value and a \$53.92 decrease due to a reduction in the millage rate. This calculation assumes the homeowner resides in the same home, townhome or condominium as the prior year and has not improved the property (e.g. additional garage or room). In this example, the homeowner is limited to an increase in the assessed value based on the increase in the Consumer Price Index (CPI) or 3% whichever is lower. The CPI increase was 4.1%; therefore, the typical homeowner is limited to a 3% increase in assessed value for 2008.

| | Average Assessment During 2007-08 | Average Assessment During 2008-09** | Typical Assessment During 2008-09*** |
|------------------------------|--|--|---|
| Assessed Value * | \$ 228,761 | \$ 234,053 | \$ 235,624 |
| Less: Homestead Exemption | <u>(25,000)</u> | <u>(25,000)</u> | <u>(25,000)</u> |
| Taxable Value | \$ 203,761 | \$ 209,053 | \$ 210,624 |
| Total Levy | <u>7.948</u> | <u>7.692</u> | <u>7.692</u> |
| Amount of School Taxes | <u><u>\$ 1,619.49</u></u> | <u><u>\$1,608.04</u></u> | <u><u>\$1,620.12</u></u> |

* Includes single family homes, townhomes and condominiums.

** Estimated by Property Appraiser's Office

*** Maximum of 3% increase to homeowner of same property without improvements.

FEDERAL SOURCES

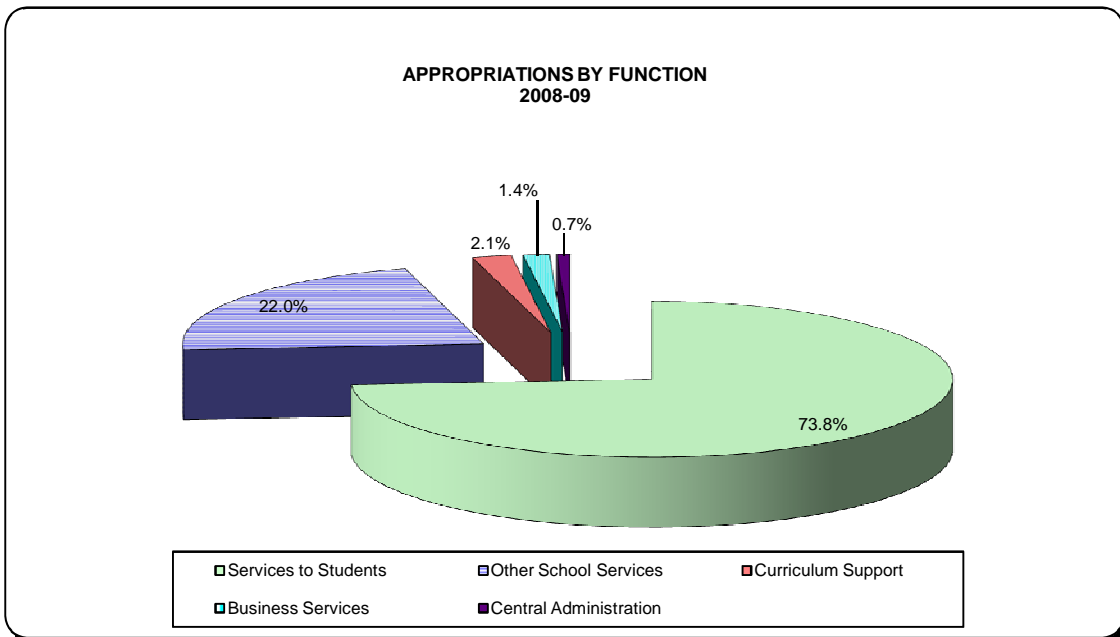
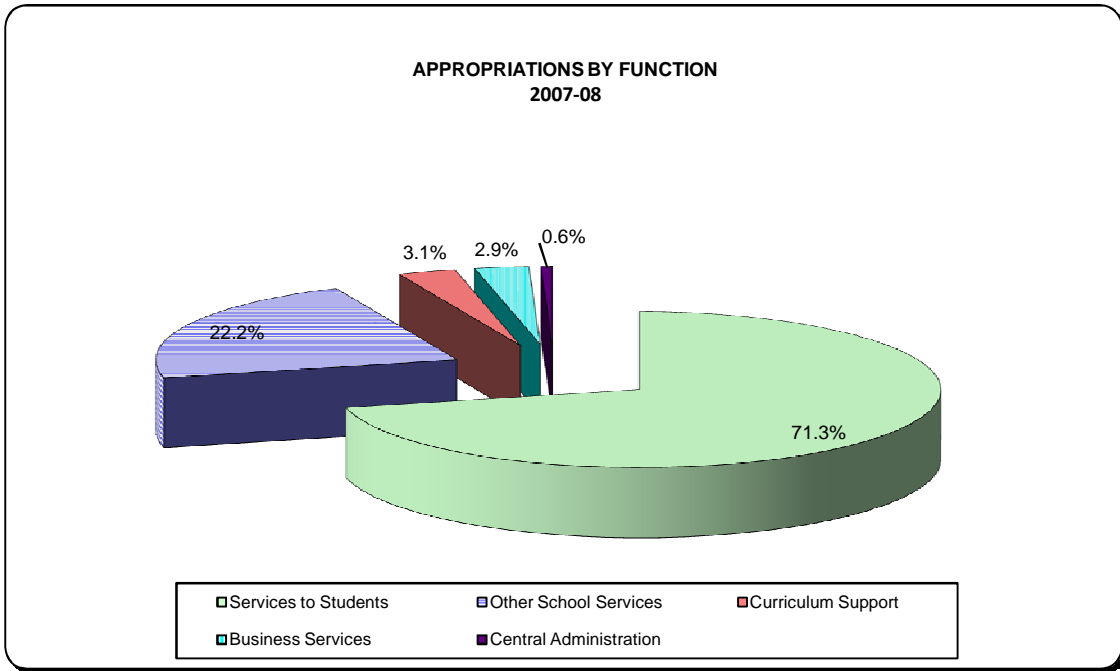
Federal revenue sources are presently projected to decrease by \$9.12 million due to the elimination of the Medicaid Administrative Outreach Program and a projected increase in the Community School reimbursement due to higher enrollment.

**WHERE DOES THE MONEY GO?
2008-09 Tentative Budget**

| | <u>2007-08</u> <u>Amended Budget</u> | | <u>2008-09</u> <u>Tentative Budget</u> | |
|--|---|--------------|---|--------------|
| | <u>Totals</u> <u>(\$ Millions)</u> | <u>%</u> | <u>Totals</u> <u>(\$ Millions)</u> | <u>%</u> |
| SCHOOL LEVEL SERVICES | | | | |
| TEACHING | \$ 1,847.96 | 62.2 | \$ 1,864.31 | 64.9 |
| STUDENT SERVICES [Includes counselors, psychologists, social workers and instructional media] | 180.34 | 6.1 | 176.61 | 6.1 |
| TRANSPORTATION | 91.19 | 3.1 | 81.24 | 2.8 |
| SUB-TOTAL - DIRECT SERVICES TO STUDENTS | \$ 2,119.49 | 71.4 | \$ 2,122.16 | 73.8 |
| | | | | |
| CUSTODIAL SERVICES | \$ 430.57 | 14.6 | \$ 429.91 | 14.9 |
| SCHOOL ADMINISTRATION | 184.82 | 6.2 | 168.35 | 5.9 |
| COMMUNITY SERVICES | 41.33 | 1.4 | 34.14 | 1.2 |
| SCHOOL CONSTRUCTION & RENOVATION | 0.16 | .0 | 1.28 | .0 |
| TOTAL SCHOOL LEVEL SERVICES | \$ 2,776.37 | 93.6 | \$ 2,755.84 | 95.8 |
| | | | | |
| CURRICULUM SUPPORT | | | | |
| INSTRUCTION & CURRICULUM DEVELOPMENT | \$ 34.09 | 1.1 | \$ 20.07 | .7 |
| INSTRUCTIONAL STAFF TRAINING | 15.03 | 0.5 | 9.62 | .3 |
| INSTRUCTIONAL SUPPORT | 38.73 | 1.3 | 32.73 | 1.1 |
| TOTAL CURRICULUM SUPPORT | \$ 87.85 | 2.9 | \$ 62.42 | 2.1 |
| | | | | |
| BUSINESS SERVICES | | | | |
| FISCAL SERVICES [Includes accounting, budget, payroll, accounts payable, and cash management] | \$ 14.84 | 0.5 | \$ 19.60 | .7 |
| CENTRAL SERVICES [Includes purchasing, personnel, data processing and warehousing services] | 71.66 | 2.4 | 19.71 | .7 |
| TOTAL BUSINESS SERVICES | \$ 86.50 | 2.9 | \$ 39.31 | 1.4 |
| | | | | |
| CENTRAL ADMINISTRATION | | | | |
| BOARD OF EDUCATION | \$ 6.46 | 0.2 | \$ 8.09 | .3 |
| GENERAL ADMINISTRATION | 10.98 | 0.4 | 10.86 | .4 |
| GENERAL SUPPORT | 1.25 | .0 | 1.23 | .0 |
| TOTAL CENTRAL ADMINISTRATION | \$ 18.69 | 0.6 | \$ 20.18 | .7 |
| | | | | |
| TOTAL APPROPRIATIONS | \$ 2,969.41 | 100.0 | \$ 2,877.75 | 100.0 |
| | | | | |
| RESERVES & TRANSFERS | 40.88 | | 50.14 | |
| | | | | |
| TOTAL APPROPRIATIONS, RESERVES & TRANSFERS | \$3,010.29 | | \$2,927.89 | |

WHERE DOES THE MONEY GO?

2007-08 and 2008-09



STANDARD & POOR'S & MOODY'S INVESTOR SERVICE RATINGS FOR MIAMI-DADE COUNTY SCHOOL BOARD

In May 2008, both Standard & Poor's (S&P) and Moody's Investors Service affirmed their underlying ratings of 'A+' and 'A2', respectively on the District's outstanding General Obligation Bonds (GOBs) and 'A' and 'A3' on the District's outstanding Certificates of Participation (COPs). Both rating agencies also affirmed a stable outlook for the District. S&P indicated that the outlook reflects the expectation that the District will maintain balanced operations in light of reduced state aid, the rising costs of attracting and maintaining teaching personnel, and student enrollment fluctuations. Reserves are stable, but are considered just adequate based on the pressures faced by the District. The stable outlook reflects the expectation that management will address growing capital pressures and develop a plan to address its capital improvement plan (CIP) funding needs.

The District's underlying rating for the COPs are based on the following factors:

- The Board's general creditworthiness, as lessee;
- A master-lease structure under which failure to appropriate for one series of lease payments causes the termination of all leases covered by the master agreement;
- An extra property tax levy, not subject to electorate approval, that can be used to pay lease obligations and cover aggregate master-lease debt service requirements;
- The Board's historical use of COPs to finance a large portion of the school district's CIP;
- The essential nature of the pledged assets;
- District's substantial taxable property base that has exhibited good historical growth;
- Ongoing budget pressures due to state cuts, rising costs, declining enrollment;
- Uneven financial performance with narrow reserves and cash; and
- Significant ongoing capital program

The District's underlying rating for the outstanding GOBs are based on the following factors:

- A broad and diverse economy in which international trade, banking services, and tourism are important and expanding components;
- A substantial tax base, resulting from above-average growth rates during the past six years;
- An increasing debt burden that remains moderate; and
- A sizable and rapidly growing CIP, which due to the size and magnitude, is likely to place increased financial and operational pressures on the district

Moody's noted that property tax reform measures could restrict the magnitude of future COP issuances with the Florida legislature reducing the allowable 2-mill capital outlay millage by .25 mills and utilizing those funds to ease state funding requirements for schools. While this measure could produce some short-term cash flow issues, a longer-term dislocation of capital operating funds could have a stronger negative credit implication. In addition to the January 2008 Constitutional Amendment 1 relating to portability of Save Our Homes, the District could also be impacted by a more concerning property tax reform proposal being discussed for subsequent years which eliminates property taxes for the required local effort and substitutes it with a more volatile sales tax proposal.

SUMMARY OF DEBT SERVICE FUNDS 2008-09 TENTATIVE BUDGET

| | SBE FUND | COP FUND | MASTER EQUIPMENT LEASE | QUALIFIED ZONE ACADEMY BONDS | GENERAL OBLIGATION BONDS | TOTAL DEBT SERVICE |
|--|----------------------|-----------------------|------------------------------|---------------------------------------|--------------------------------|---------------------------|
| Revenues | | | | | | |
| State | \$ 13,425,770 | \$ - | \$ - | \$ - | \$ - | \$ 13,425,770 |
| Local - Property Taxes | - | - | - | - | 66,875,495 | 66,875,495 |
| Other - Interest | - | 186,000 | 15,000 | - | 971,000 | 1,172,000 |
| Total Revenues | \$ 13,425,770 | \$ 186,000 | \$ 15,000 | \$ - | \$ 67,846,495 | \$ 81,473,265 |
| Transfers From Other Funds | - | 165,011,802 | 28,428,522 | 2,812,046 | - | 196,252,370 |
| Fund Balance - Prior Year | 2,769,085 | 499,954 | 517,099 | 19,020,327 | 69,317,526 | 92,123,991 |
| TOTAL REVENUES & OTHER SOURCES | \$ 16,194,855 | \$ 165,697,756 | (1) \$ 28,960,621 | \$ 21,832,373 | \$ 137,164,021 | \$ 369,849,626 (1) |
| Appropriations | | | | | | |
| Principal | \$ 8,775,000 | \$ 52,195,624 | (1) \$ 20,371,968 | \$ - | \$ 65,595,000 | \$ 146,937,592 (1) |
| Interest | 4,650,770 | 112,816,177 | (1) 8,056,554 | - | 17,827,165 | 143,350,666 (1) |
| Total Appropriations | \$ 13,425,770 | \$ 165,011,801 | \$ 28,428,522 | \$ - | \$ 83,422,165 | \$ 290,288,258 |
| Fund Balance - End of Year | | | | | | |
| Designated | 2,769,085 | 685,955 | 532,099 | 21,832,373 | 53,741,856 | 79,561,368 |
| TOTAL APPROPRIATIONS & RESERVES | \$ 16,194,855 | \$ 165,697,756 | (1) \$ 28,960,621 | \$ 21,832,373 | \$ 137,164,021 | \$ 369,849,626 (1) |

Note:

(1) For 2008-09, it is anticipated that \$57,440,000 Series 2003A COPs will be converted and remarketed or refunded, as authorized by the Board in Agenda Item E-25 on June 18, 2008. Since this transaction is tentatively scheduled for August 2008, current 2008-09 budget estimates do not include the effect of this financing activity (see Note 1 on page 5-5). Final closing entries are projected to be available for September adoption and will be presented as appropriate.

Abbreviations

SBE - State Board of Education

COP - Certificates of Participation

STATE BOARD OF EDUCATION (SBE) FUND

The State of Florida allocates proceeds from motor vehicle license (MVL) taxes to each district based upon statutory formulas. A portion of a district's share of projected future MVL revenues may be bonded at the request of the District. SBE bonds are issued by the State and the net proceeds are distributed to the District for eligible capital projects.

During the period from 1996-97 through 2007-08, net proceeds from the state sales of SBE bonds on behalf of M-DCPS were \$23.06 million, \$4.72 million, \$3.04 million, \$.88 million, \$.49 million, \$1.93 million, no sale for 2002-03, \$1.27 million, \$5.12 million and no sale for both 2005-06 and 2006-07 and \$8.425 million for 2007-08. These proceeds were deposited into capital outlay funds. A sale for fiscal year 2008-09 is not anticipated.

Information for budget and accounting transactions are provided by the state.

| | 2006-07 ACTUAL RESULTS | 2007-08 PROJECTED RESULTS | 2008-09 TENTATIVE BUDGET |
|--|---------------------------------------|--|---|
| REVENUES | | | |
| State Sources | | | |
| CO & DS Withheld for SBE Bonds | \$ 12,471,223 | \$ 12,856,515 | \$ 13,425,770 |
| SBE/COBI Bond Interest | 89,700 | 0 | 0 |
| Sub-Total | \$ 12,560,923 | \$ 12,856,515 | \$ 13,425,770 |
| FUND BALANCE FROM PRIOR YEAR | 4,952,494 | 2,769,085 | 2,769,085 |
| TOTAL REVENUES & OTHER SOURCES | \$ 17,513,417 | \$ 15,625,600 | \$ 16,194,855 |
| APPROPRIATIONS | | | |
| Bond Principal | \$ 7,585,000 | \$ 8,070,000 | \$ 8,775,000 |
| Interest | 5,173,360 | 4,786,515 | 4,650,770 |
| Other Debt Service | 1,985,972 | 0 | 0 |
| Sub-Total | \$ 14,744,332 | \$ 12,856,515 | \$ 13,425,770 |
| FUND BALANCE - END OF YEAR | | | |
| Designated | 2,769,085 | 2,769,085 | 2,769,085 |
| TOTAL APPROPRIATIONS & RESERVES | \$ 17,513,417 | \$ 15,625,600 | \$ 16,194,855 |

CERTIFICATES OF PARTICIPATION (COP) FUND

Certificates of Participation (COPs) represent undivided interests in a dedicated revenue stream (i.e., lease-purchase agreement payments).

The Miami-Dade County School Board Foundation, Inc., was created as a tax-exempt organization for the specific purpose of selling Certificates of Participation and using the proceeds to construct or purchase facilities or equipment which would be acquired by the School Board through a lease-purchase agreement with the School Board Foundation. The School Board Foundation is considered part of the reporting entity under generally accepted accounting principles. Therefore, both capital outlay and debt service transactions related to COPs are included in the District's budgets.

Net proceeds from the sales of COPs are budgeted in a COPs Capital Outlay Fund and are used to finance the purchase/construction/renovation of facilities, appurtenant equipment, motor vehicles, buses, and technology. Funds for debt service payments on the COPs are budgeted in a COPs Debt Service Fund. The primary source of funds for required debt service payments are transfers from the Local Optional Millage Levy Capital Outlay Fund.

The first COPs sale of \$50 million was made in 1988 to fund the construction of a high school and was refinanced in 1993 and again in 2003. Subsequently, between 1994 and 2008, approximately \$2.85 billion of COPs including QZABs (net of refundings) have been sold to finance various capital projects identified on pages 6-8 through 6-10, 6-14 and 6-18 of this document. Although the primary source for repayment of COPs is the Local Optional Millage Levy, it was intended that for the Impact Fee COPs Series 2000A, 2001C, 2004A, 2005A and 2006C, impact fees would be earmarked to fully service the debt and to fulfill the financing requirement of the Interlocal Agreement between Miami-Dade County and the District (see page 6-13). In the past two years, however, impact fees have experienced a significant 72% decline and currently collections service approximately 60% of the debt. Total remaining debt service for the Impact Fee COPs Series is approximately \$253 million.

For 2008-09, it is anticipated that \$57,440,000 Series 2003A COPs will be converted and remarketed or refunded, as authorized by the Board in Agenda Item E-25 on June 18, 2008. Since this transaction is tentatively scheduled for August 2008, the current 2008-09 budget estimates do not include the effect of this financing activity (see Note 1 on page 5-5). Final closing entries are projected to be available for September adoption and will be presented as appropriate.

CERTIFICATES OF PARTICIPATION (COP) FUND (cont'd)

| | 2006-07 ACTUAL RESULTS | 2007-08 PROJECTED RESULTS | 2008-09 TENTATIVE BUDGET | |
|--|------------------------------|---------------------------------|--------------------------------|-----|
| REVENUES | | | | |
| Local Sources - Interest | \$ 354,971 | \$ 287,000 | \$ 186,000 | |
| TRANSFERS | | | | |
| From Capital Outlay Funds | 114,603,405 | 142,813,031 | 165,011,802 | |
| Sub-Total | \$ 114,958,376 | \$ 143,100,031 | \$ 165,197,802 | |
| NON-REVENUE SOURCES | | | | |
| Proceeds of Refunding COPs | \$ 10,570,000 | \$ 511,815,000 | \$ 0 | (1) |
| Premium from Refunding COPs | 980,956 | 13,584,297 | 0 | (1) |
| Payments to Refunded Bond Escrow Agent | (11,300,292) | (244,745,701) | 0 | (1) |
| FUND BALANCE FROM PRIOR YEAR | | | | |
| | 360,300 | 212,955 | 499,954 | |
| TOTAL REVENUES & OTHER SOURCES | \$ 115,569,340 | \$ 423,966,582 | \$ 165,697,756 | (1) |
| APPROPRIATIONS | | | | |
| Bond Principal | \$ 43,645,000 | \$ 328,080,000 | \$ 52,195,624 | (1) |
| Interest | 71,469,778 | 92,495,074 | 112,816,177 | (1) |
| Cost of Issuance of Refunding COPs | 0 | 2,891,554 | 0 | (1) |
| Insurance Premium on Refunding COPs | 0 | 0 | 0 | (1) |
| Underwriters Discount on Refunding COPs | 0 | 0 | 0 | (1) |
| Other Debt Service | 241,607 | 0 | 0 | (1) |
| Sub-Total | \$ 115,356,385 | \$ 423,466,628 | \$ 165,011,801 | |
| FUND BALANCE - END OF YEAR | | | | |
| Designated | \$ 212,955 | \$ 499,954 | \$ 685,955 | |
| TOTAL APPROPRIATIONS & RESERVES | \$ 115,569,340 | \$ 423,966,582 | \$ 165,697,756 | (1) |

Note:

(1) Current 2008-09 budget estimates do not include the effect of the conversion and remarketing or refunding of the \$57,440,000 Series 2003A COPs, tentatively scheduled for August 2008 and authorized by the Board in Agenda Item E-25 on June 18, 2008. This financing activity and final closing entries are projected to be available in September 2008 for Final Budget Adoption and will be presented as appropriate.

MASTER EQUIPMENT/TECHNOLOGY/ERP LEASE AGREEMENT

In 2005-06, a Master Equipment/Technology Lease Program was implemented as an alternative form of financing to lower the cost of borrowing for significant equipment acquisitions and instructional technology updates, and to provide relief to the collateral requirements of the COPs Program. The Master Equipment Lease is also funding the District's Enterprise Resource Project (ERP). The District traditionally funded technology and equipment acquisitions by including them in COPs.

The term of the project lease schedules will be matched to the useful life of the asset, primarily 5, 7 and 10 years. In addition to providing relief to the COPs Program, the Master Equipment/Technology Lease Program will provide the following benefits:

- Low upfront cost as compared to bond issuance cost
- Easy to increase or reduce program size/Accommodate smaller more frequent borrowing
- Flexible terms (can structure to draw down funds as needed or escrow funds, can use interest only period, balloon/deferred payments, fixed or floating rate, any time call feature)
- No bond insurance required
- Simple documentation, quick execution, and minimal ongoing disclosures

Proceeds for the Master Equipment Lease were \$63 million in fiscal year 2005-06, \$25.2 million in fiscal year 2006-07, and are projected to be approximately \$7.1 million for fiscal year 2007-08. In addition, proceeds of the Master Technology Lease for fiscal year 2006-07 were \$18.3 million and are projected to be approximately \$17.4 million for fiscal year 2007-08. This Master Technology Lease was structured similarly to the Line of Credit with semi-annual reimbursements/draws for funds already spent without additional cost to the District for commitment/unfunded fees. Costs related to credit enhancements and cross default terms applicable to COP financings do not apply as well.

| | 2006-07 ACTUAL RESULTS | 2007-08 PROJECTED RESULTS | 2008-09 TENTATIVE BUDGET |
|--|---------------------------------------|--|---|
| REVENUES | | | |
| Local Sources - Interest | \$ 7,435 | \$ 7,000 | \$ 15,000 |
| TRANSFERS | | | |
| From Capital Outlay Funds | 9,578,309 | 12,161,056 | 28,428,522 |
| Sub-Total | \$ 9,585,744 | \$ 12,168,056 | \$ 28,443,522 |
| FUND BALANCE FROM PRIOR YEAR | 0 | 510,099 | 517,099 |
| TOTAL REVENUES & OTHER SOURCES | \$ 9,585,744 | \$ 12,678,155 | \$ 28,960,621 |
| APPROPRIATIONS | | | |
| Bond Principal | \$ 6,917,563 | \$ 9,229,690 | \$ 20,371,968 |
| Interest | 2,158,082 | 2,931,366 | 8,056,554 |
| Sub-Total | \$ 9,075,645 | \$ 12,161,056 | \$ 28,428,522 |
| FUND BALANCE - END OF YEAR | | | |
| Designated | \$ 510,099 | \$ 517,099 | \$ 532,099 |
| TOTAL APPROPRIATIONS & RESERVES | \$ 9,585,744 | \$ 12,678,155 | \$ 28,960,621 |

QUALIFIED ZONE ACADEMY BONDS (QZABs)

In 1997, the Taxpayer Relief Act created the QZAB financial instrument, an interest-free bond that school districts may apply for in order to fund school renovations and repairs. The Florida Department of Education awarded the District \$24.5 million of the state's bonding authority in fiscal year 1999-00, \$15 million in 2000-01 to fund additional technology, capital and vocational projects, \$9.7 million in fiscal year 2003-04 and \$2.6 million in fiscal year 2006-07 to fund technology projects.

Principal on the QZABs is paid by the District, while interest is paid by the U.S. Government in the form of income tax credits to lenders. The terms of the QZABs are thirteen and fifteen years and will be retired through a discounted sinking fund where the annual deposits are invested in a guaranteed investment contract that will yield the additional amount needed to retire the principal at maturity. The primary sources of funds for required debt service payments are transfers from QZAB interest earnings and the Local Optional Millage Levy Capital Outlay Fund.

| | 2006-07 ACTUAL RESULTS | 2007-08 PROJECTED RESULTS | 2008-09 TENTATIVE BUDGET |
|--|---------------------------------------|--|---|
| REVENUES | | | |
| Local Sources - Interest | \$ 768,102 | \$ 0 | \$ 0 |
| TRANSFERS | | | |
| From Capital Outlay Funds | 2,680,407 | 2,812,046 | 2,812,046 |
| Sub-Total | \$ 3,448,509 | \$ 2,812,046 | \$ 2,812,046 |
| FUND BALANCE FROM PRIOR YEAR | 12,759,772 | 16,208,281 | 19,020,327 |
| TOTAL REVENUES & OTHER SOURCES | \$ 16,208,281 | \$ 19,020,327 | \$ 21,832,373 |
| APPROPRIATIONS | | | |
| Bond Principal | \$ 0 | \$ 0 | \$ 0 |
| Sub-Total | \$ 0 | \$ 0 | \$ 0 |
| FUND BALANCE - END OF YEAR | | | |
| Designated | \$ 16,208,281 | \$ 19,020,327 | \$ 21,832,373 |
| TOTAL APPROPRIATIONS & RESERVES | \$ 16,208,281 | \$ 19,020,327 | \$ 21,832,373 |

GENERAL OBLIGATION BOND FUND

On March 8, 1988, voters authorized the issuance of \$980 million of General Obligation Bonds for the construction of new schools, additions and renovations to existing schools and equipment. The District sold \$200,000,000 of General Obligation School District Bonds in both fiscal years 1988-89 and 1991-92. As cash requirements dictated, bonds were issued in the amount of \$200 million during 1993-94, \$240 million during 1995-96, and the remaining \$140 million during 1996-97. Net proceeds of these General Obligation Bond sales were recorded in the General Obligation Bond Capital Outlay Fund. All bonds have now been issued. The 1989, 1992, 1994A and 1995 Series were partially refunded during 1993, 1996, and 1998 at considerably lower interest rates. Proceeds from refunding issues were recorded in the debt service fund as were the remarketed General Obligation Bonds in 2003-04, 2004-05 and 2006-07. These proceeds were required by GASB 34 to be reflected as gross proceeds instead of net and generated an additional \$28 million to fund capital projects.

The General Obligation Bond Debt Service Fund is used to record principal and interest payments. The ad valorem millage is levied annually in an amount to cover the debt service requirements. Fund balance at the end of each year must be sufficient to make debt service payments due during July and August of the next fiscal year, before tax revenues are collected. The recommended millage rate for fiscal year 2008-09 is .274 mills, which is .104 mills lower than 2007-08.

| | 2006-07 ACTUAL RESULTS | 2007-08 PROJECTED RESULTS | 2008-09 TENTATIVE BUDGET |
|---|------------------------------|---------------------------------|--------------------------------|
| REVENUES | | | |
| Local Sources | | | |
| District School Tax | \$ 83,330,930 | \$ 88,856,906 | \$ 66,875,495 |
| Interest Revenue | 1,485,304 | 997,000 | 971,000 |
| Net Increase(Decrease) in Fair Value of Investments | 69,363 | 0 | 0 |
| Sub-Total | \$ 84,885,597 | \$ 89,853,906 | \$ 67,846,495 |
| TRANSFERS | | | |
| From Capital Outlay Funds | 168,099,350 | 0 | 0 |
| Total Revenues | \$ 252,984,947 | \$ 89,853,906 | \$ 67,846,495 |
| FUND BALANCE FROM PRIOR YEAR | 58,804,884 | 62,837,299 | 69,317,526 |
| TOTAL REVENUES AND BALANCES | \$ 311,789,831 | \$ 152,691,205 | \$ 137,164,021 |
| APPROPRIATIONS | | | |
| Bond Principal | \$ 223,215,000 | \$ 62,440,000 | \$ 65,595,000 |
| Interest | 25,737,532 | 20,933,679 | 17,827,165 |
| Sub-Total | \$ 248,952,532 | \$ 83,373,679 | \$ 83,422,165 |
| FUND BALANCE - END OF YEAR | | | |
| Designated | 62,837,299 | 69,317,526 | 53,741,856 |
| TOTAL APPROPRIATIONS & RESERVES | \$ 311,789,831 | \$ 152,691,205 | \$ 137,164,021 |

**DEBT SERVICE AS A PERCENTAGE
OF TOTAL TAXABLE ASSESSED VALUE OF PROPERTY
(000's)**

| | 2008-09 DEBT SERVICE PAYMENTS * | TOTAL REMAINING DEBT SERVICE * |
|--|--|---|
| State Board of Education Bonds (Series 1999A, 2000A, 2001A, 2002A, 2003A, 2004A, 2005A, and 2005B) | \$ 13,426 | \$ 125,671 |
| Certificates of Participation (Series 2008B) | 25,329 | 1,007,988 |
| Certificates of Participation (Series 2008A) | 7,196 | 352,082 |
| Certificates of Participation (Series 2007C) | 4,541 | 213,864 |
| Certificates of Participation (Series 2007B) | 5,007 | 175,456 |
| Certificates of Participation (Series 2007A) | 15,745 | 560,246 |
| Certificates of Participation (Series 2006D)** | 510 | 16,512 |
| Certificates of Participation (Series 2006C) | 5,018 | 70,288 |
| Certificates of Participation (Series 2006B) | 14,246 | 341,928 |
| Certificates of Participation (Series 2006A) | 13,870 | 332,934 |
| Certificates of Participation (Series 2005A) | 4,879 | 45,403 |
| Certificates of Participation (Series 2004A)** | 4,589 | 120,105 |
| Certificates of Participation (Series 2003D) | 9,815 | 272,975 |
| Certificates of Participation (Series 2003C)** | 4,741 | 4,741 |
| Certificates of Participation (Series 2003B)** | 9,014 | 203,627 |
| Certificates of Participation (Series 2003A)** | 4,048 | 98,481 |
| Certificates of Participation (Series 2002B) | 4,528 | 98,034 |
| Certificates of Participation (Series 2002A) | 4,593 | 97,818 |
| Certificates of Participation (Series 2001C) | 1,966 | 7,858 |
| Certificates of Participation (Series 2001B) | 3,511 | 85,918 |
| Certificates of Participation (Series 2000A) | 4,545 | 9,067 |
| Certificates of Participation (Series 1998C)** | 4,186 | 8,696 |
| Certificates of Participation (Series 1998A)** | 11,822 | 23,644 |

* Includes principal and interest payments only for debt outstanding as of June 30, 2008.

** Issued to refund a previously issued COP Series.

**DEBT SERVICE AS A PERCENTAGE
OF TOTAL TAXABLE ASSESSED VALUE OF PROPERTY (cont'd)
(000's)**

| | 2008-09 DEBT SERVICE PAYMENTS * | TOTAL REMAINING DEBT SERVICE * |
|--|--|---|
| Master Equipment Lease (ERP) | \$ 1,947 | \$ 9,085 |
| Master Equipment Lease (Technology-Sun Trust) | 11,074 | 55,368 |
| Master Equipment Lease (Buses 2005-06) | 2,924 | 23,390 |
| Master Equipment Lease (PC Technology 2005-06) | 1,098 | 3,293 |
| Master Equipment Lease (HVAC 2005-06) | 2,636 | 21,088 |
| Master Equipment Lease (Security Cameras 2005-06) | 2,418 | 7,254 |
| Master Equipment Lease (Buses 2006-07) | 3,085 | 27,769 |
| North Miami Florida Educational Facilities Construction Note | 0 | 124,000 |
| Qualified Zone Academy Bonds (Series 2000) | 0 | 24,508 |
| Qualified Zone Academy Bonds (Series 2001) | 0 | 15,000 |
| Qualified Zone Academy Bonds (Series 2003) | 0 | 9,744 |
| Qualified Zone Academy Bonds (Series 2006) | 0 | 2,599 |
| General Obligation Bonds (Series 1998) | 23,312 | 181,588 |
| General Obligation Bonds (Series 1997) | 11,140 | 101,400 |
| General Obligation Bonds (Series 1996) | 17,857 | 71,811 |
| General Obligation Bonds (Series 1994) | 11,676 | 81,944 |
| General Obligation Bonds (Series 1993) | 19,437 | 19,437 |
| TOTAL DEBT OUTSTANDING JUNE 30, 2008 | <u>\$ 285,729</u> | <u>\$ 5,052,614</u> |
| DEBT SERVICE AS A PERCENT OF TOTAL ASSESSED VALUE OF TAXABLE PROPERTY | <u>.111%</u> | <u>1.96%</u> |
| TOTAL TAXABLE ASSESSED VALUE | | <u>\$ 257,726,238</u> |

* Includes principal and interest payments only for debt outstanding as of June 30, 2008.

FUTURE DEBT SERVICE REQUIREMENTS *
(000's)

| Year Ended June 30: | SBE | COPs | MEL/MTL | NORTH MIAMI NOTE | QZABs | GOB | TOTAL |
|------------------------|-------------------|--------------------|-------------------|------------------------|------------------|-------------------|---------------------|
| 2009 | \$ 13,426 | \$ 163,699 | \$ 25,182 | \$ 0 | \$ 0 | \$ 83,422 | \$ 285,729 |
| 2010 | 13,601 | 170,221 | 24,532 | 124,000 | 0 | 64,035 | 396,389 |
| 2011 | 13,639 | 173,949 | 24,532 | 0 | 0 | 64,018 | 276,138 |
| 2012 | 13,672 | 172,678 | 21,017 | 0 | 0 | 64,135 | 271,502 |
| 2013 | 13,694 | 172,430 | 21,017 | 0 | 0 | 46,129 | 253,270 |
| AFTER 2014 | 57,639 | 3,294,688 | 30,967 | 0 | 51,851 | 134,441 | 3,569,586 |
| Total | <u>\$ 125,671</u> | <u>\$4,147,665</u> | <u>\$ 147,247</u> | <u>\$ 124,000</u> | <u>\$ 51,851</u> | <u>\$ 456,180</u> | <u>\$ 5,052,614</u> |

* Includes principal and interest payments only for debt outstanding as of June 30, 2008.

Note: The above debt service schedules and total future debt service obligations differ from those listed in the 2007-08 Executive Summary due to the refunding of various series, changes in variable interest rates and issuance of additional debt.

Abbreviations

| | |
|------------------|--|
| SBE | State Board of Education |
| COPs | Certificates of Participation |
| MEL/MTL | Master Equipment Lease/Master Technology Lease |
| NORTH MIAMI NOTE | North Miami Florida Educational Facilities Construction Note |
| QZABs | Qualified Zone Academy Bonds |
| GOB | General Obligation Bonds |

**ESTIMATED LEGAL DEBT MARGIN ON BONDED DEBT
AS OF JUNE 30, 2008
(\$ Millions)**

The Florida State Board of Education Administrative Rule 6A-1.037 (2) establishes a parameter on bonded indebtedness for school districts. Limits are computed as a stated percentage of the assessed value of taxable property as of the most current year.

Limit of bonded indebtedness:

| | | |
|---|----------------|--------------------|
| 10% of the net assessed value of taxable property in 2007 (approximately \$257,726 million) | | \$25,772.60 |
| Gross bonded debt * | \$ 479.09 | |
| Less amounts available in Debt Service Funds** | <u>(61.31)</u> | |
| Total amount applicable to debt limit | | <u>417.78</u> |
| Legal debt margin on bonded debt | | <u>\$25,354.82</u> |

* Includes outstanding bonds issued by the District and bonds issued by the state on behalf of the District and repaid from the District's share of Florida Motor Vehicle License taxes.

** Includes estimated cash on hand available on June 30, 2008.

**SUMMARY OF REVENUES AND APPROPRIATIONS
CAPITAL OUTLAY FUNDS**

| REVENUES | 2006-07 Actual | 2007-08 Projected | 2008-09 Tentative Budget |
|--|---------------------------|------------------------------|---|
| STATE | | | |
| CO & DS Distribution | \$ 2,613,739 | \$ 2,605,677 | \$ 1,500,000 |
| K-12 Class Size Reduction - Classrooms for Kids | 25,496,340 | 54,680,128 | - |
| Deferred - Classrooms for Kids | - | 3,939,690 | 3,939,690 |
| Public Education Capital Outlay (PECO) | 41,442,604 | 40,825,395 | 22,432,505 |
| Deferred Revenue - (PECO) | - | 2,616,203 | 2,616,203 |
| Deferred Revenue - Effort Index Grants | - | 2,497,438 | - |
| Microsoft Antitrust Settlement | - | 14,413,012 | - |
| Total State | <u>\$ 69,552,683</u> | <u>\$ 121,577,543</u> | <u>\$ 30,488,398</u> |
| LOCAL | | | |
| Optional Millage Levy | \$ 402,180,769 | \$ 470,142,359 | \$ 428,469,871 |
| Interest on Investments | 42,466,943 | 33,309,000 | 20,607,000 |
| Net Increase(Decrease) in Fair Value of Investments | 1,982,095 | - | - |
| Gifts/Contributions/Settlements | 1,156,070 | 476,801 | - |
| Deferred Revenue - Auditorium Grant for Hialeah Sr | - | 345,675 | - |
| Impact Fees | 25,156,965 | 12,026,029 | 11,970,446 |
| Total Local | <u>\$ 472,942,842</u> | <u>\$ 516,299,864</u> | <u>\$ 461,047,317</u> |
| TOTAL REVENUES | <u>\$ 542,495,525</u> | <u>\$ 637,877,407</u> | <u>\$ 491,535,715</u> |
| FUND BALANCES FROM PRIOR YEAR | 963,568,764 | 882,781,442 | 1,126,567,779 |
| TRANSFER IN FROM OPERATING | - | 2,482,231 | - |
| INTERFUND TRANSFER (Among Capital Funds Only) | - | 241,161,598 | 161,707,000 |
| NON-REVENUE SOURCES | | | |
| Remarketing of GO Bonds | 166,435,000 | - | - |
| Premium from Remarketing of GO Bonds | 8,344,877 | - | - |
| Revenue Anticipation Notes | - | 150,000,000 | 150,000,000 |
| Equipment/Technology Master Lease | 43,527,324 | 64,614,283 | 39,471,562 |
| Master Lease COPs Issuance (LOML) | 511,204,392 | 538,305,000 | 300,000,000 |
| Premium from COP Issuance | 24,496,994 | 17,707,034 | - |
| SBE Bonds | - | 8,425,000 | - |
| North Miami Construction Note | 124,000,000 | - | - |
| TOTAL REVENUES & OTHER SOURCES | <u>\$ 2,384,072,876</u> | <u>\$ 2,543,353,995</u> | <u>\$ 2,269,282,056</u> |
| APPROPRIATIONS | | | |
| Site & Site Improvements | \$ 78,063,229 | \$ 77,026,734 | \$ 67,140,571 |
| Building | 675,234,350 | 454,756,741 | 1,000,971,597 |
| Remodeling | 188,140,507 | 168,088,950 | 443,430,381 |
| Equipment | 58,710,147 | 80,613,920 | 123,464,318 |
| Motor Vehicles and Buses | 26,558,621 | 60,811 | 1,016,981 |
| Interest on N. Mia. Note & Revenue Anticipation Notes | 4,264,397 | 2,455,313 | 7,206,140 |
| Dues and Fees | 6,057,940 | 6,367,483 | - |
| Other | 15,443,465 | 45,497,092 | 65,845,370 |
| TOTAL APPROPRIATIONS | <u>\$ 1,052,472,656</u> | <u>\$ 834,867,044</u> | <u>\$ 1,709,075,358</u> |
| TRANSFERS | | | |
| Transfer to General Fund- Maintenance, Equipment, School Leases, Prepaid Property Insurance | \$ 153,857,307 | \$ 182,971,440 | \$ 172,247,328 |
| Transfer to Debt Service | 294,961,471 | 157,786,134 | 196,252,370 |
| Inter-Fund Transfer (Among Capital Funds only) | - | 241,161,598 | 161,707,000 |
| FUND BALANCE - END OF YEAR | | | |
| Designated | \$ 878,134,095 | \$ 1,083,329,635 | \$ - |
| Deferred Revenue | - | 6,555,893 | - |
| Property Insurance Reserve | - | 22,189,181 | - |
| Undesignated/Contingency/Debt Service Reserve | 4,647,347 | 14,493,070 | 30,000,000 |
| Total Fund Balance - End of Year | <u>\$ 882,781,442</u> | <u>\$ 1,126,567,779</u> | <u>\$ 30,000,000</u> |
| TOTAL APPROPRIATIONS, TRANSFERS & FUND BALANCE - END OF YEAR | <u>\$ 2,384,072,876</u> | <u>\$ 2,543,353,995</u> | <u>\$ 2,269,282,056</u> |

OVERVIEW

Capital Outlay Funds

The 2008-09 Tentative Capital Outlay Budget is a total of \$2,269.28 million consisting of:

| | |
|--|----------------------------------|
| Projected opening fund balance carried over from 2007-08 and deferred 2007-08 revenues: | <u>In Millions</u> \$1,133.12 |
| New revenues/COP sales/Interfund Transfers: | \$1,136.16 |

The capital budget planning process, which has been underway throughout the fiscal year, considers the capital program in a broad, multi-year context. This summary of the preliminary capital plan presents revenue and appropriation projections for fiscal year 2008-09. The first year of this five year plan is the basis of the 2008-09 Annual Capital Outlay Budget. The appropriations for fiscal years 2009-10 through 2012-13 are tentative and are being prioritized.

Appendix B includes an updated tentative Total Capital Outlay Revenue & Appropriations Analysis which looks at the Five Year Capital Outlay Plan from a macro perspective net of Deferred Revenues, Rebudgets and Commitments. The final schedules in Appendix B are a summary by major funding source and a detail funding matrix of projects included in the 2008-09 budget.

Meeting the State Constitutional Class Size Reduction mandate while modernizing and maintaining aging school plants have been the goals driving the capital budget for the past few years. In order to achieve these goals, innovative financing programs were developed, in addition to the traditional COP financing program to support an accelerated and aggressive construction program. Since 2005-06, the District has financed and expended over \$2.5 billion in capital outlay projects.

In the following sections, the revenue sources and assumptions are discussed and appropriations are summarized by major category.

LOCAL SOURCES DRIVE THE CAPITAL BUDGET

For the next five years, the District's Capital Budget is primarily driven by the Local Optional Millage Levy (LOML) and its ability to finance additional projects through Certificates of Participation (COPs). For 2008-09, the Florida Legislature decreased the maximum allowable millage for capital purposes from 2 mills to 1.75 mills. This .25 mills reduction in capital was offset by an increase in Required Local Effort in the operating budget. This legislative change significantly impacted the District's debt capacity by reducing the revenue stream which supports the District's capital financing program. Financing of the District's Five Year Capital Plan was reduced by more than \$695 million.

Section 1011.71, Florida Statutes allows school districts to levy up to 1.75 mills for capital outlay purposes. As the primary source of revenue in the capital budget, it is projected to provide \$428.47 million for 2008-09 and approximately \$2.5 billion over the next five years. These projections are based on the March 2008 State Revenue Estimating Conference adjusted in 2008-09 for the Certified Taxable Value notice from July 1, 2008.

For 2008-09, Miami-Dade is expected to expend approximately 34% of LOML proceeds for debt service on COPs, substantially less than the three-fourths limit set by statute. Market constraints of two times coverage limit the leveraging of LOML. Please note that due to those constraints and continued statewide property tax reform initiatives, the District's debt capacity was analyzed by using a more conservative LOML calculation than that of the State Revenue Estimating Conference. For debt capacity purposes, LOML revenue was calculated by assessing the 1.75 mills to the Certified Taxable Value notice from July 1, 2008 and applying a conservative growth factor of 6.3% to 6.7% for 2009-10 through 2012-13. It is also important to note that while the District has the legal authority to more than double its financing, LOML is limited in its capacity to absorb that level of additional debt service payments because it funds other major appropriations within the capital budget.

These major appropriations include the transfers to the General Fund for maintenance and equipment, leases for school facilities, capital outlay management and overhead, property insurance premiums, roofing, asbestos removal, maintenance contracts, and capital contingency. Unless these other appropriations are significantly reduced or absorbed by the General Fund – a difficult proposition considering the significant current and projected revenue reductions, COPs capacity within the next five years is limited. Additional debt capacity had been possible in recent years due to the robust growth in LOML (previously assessed at 2-mills) and because of increased property values.

ADDITIONAL LOCAL FINANCING INITIATIVES

In order to accelerate projects from the District's Five-Year Facilities Program staff has developed new innovative forms of financing which have lowered the cost of borrowing and provided additional debt capacity to fund more projects. In addition, the alternative financing initiative has allowed the COP program to be dedicated to only construction needs, as well as provided relief to the collateral requirements for COPs. Details for each initiative are as follows:

ADDITIONAL LOCAL FINANCING INITIATIVES (continued)

- Revenue Anticipation Notes - Line of Credit (LOC) – First School District to structure a Revenue Anticipation Note (RAN) as a LOC allowing the draw down of funds only for amounts spent. For fiscal year 2008-09 it is anticipated that up to \$150 million in RANs either as a LOC or public note offering will be issued providing additional capacity to budget capital projects while significantly reducing outstanding debt balances.
- Master Equipment & Technology Lease programs utilized for the first time by the District in fiscal year 2005-06. An additional \$50 million was authorized for fiscal year 2006-07 and another \$85.4 million was authorized for the ERP project for 2007-08.
- City of North Miami Construction Note provides \$124 million in interim financing for the construction and acquisition of two public high schools as provided under an Interlocal Agreement with the City.
- In an effort to achieve further financial flexibility in the management of the District’s debt portfolio, staff has also engaged in a Forward Interest Rate Swap program which has successfully hedged against the risk of higher interest rates by locking in historically low current interest rates and increased the capacity to issue more variable rate debt in the future.

CLASS SIZE REDUCTION AND M-DCPS’ DISPROPORTIONATE SHARE OF STATE CAPITAL CLASS SIZE REDUCTION REVENUES

In November 2002, Florida voters passed a constitutional amendment (Amendment 9) requiring school class sizes to be capped by the 2010 school year at 18 students in grades K-3, 22 in grades 4-8, and 25 in high schools. In response, the state legislature created the Classrooms for Kids (Capital Class Size Reduction) program and appropriated the following funds statewide and to the District for the construction of new student stations:

| (In \$ Millions) | | | |
|------------------|----------------------|---------------------|-------------------|
| Fiscal Year | M-DCPS Allocation | State Allocation | M-DCPS Share % |
| 2003-04* | 45.56 | 600 | 7.60% |
| 2004-05 | 4.98 | 100 | 4.98% |
| 2005-06 | 4.11 | 83.4 | 4.93% |
| 2006-07 | 53.50 | 1,100 | 4.86% |
| 2007-08 | 30.62 | 650 | 4.71% |
| 2008-09 | 0 | 0 | 0% |
| Total | 138.77 | 2,533.4 | 5.48% |

* Includes \$4.77 million Effort Recognition Funds created by the legislature along with the Classrooms for Kids program in 2003-04.

It is important to note that not only did the State not appropriate any capital funding for class size reduction for 2008-09, but it is not anticipated that any further capital funding

will be appropriated for this purpose. It is also important to note that the funding formula for capital Class Size Reduction funds is largely based on growth. Given that the District has recently experienced a decline in enrollment, M-DCPS was disproportionately allocated less than 5% of the total statewide Class Size Reduction funds since 2004-05. For the past few years, a top priority in the District's legislative program has been to revise the funding formula for capital Class Size Reduction funds to be based more on need rather than growth.

INCREASED ACCOUNTABILITY

Pursuant to section 1013.64 Florida Statutes, school districts are required to build school facilities at a cost that does not exceed the state average cost per student station when using state authorized funds. These costs are adjusted annually for changes in the Consumer Price Index. The following represents the initial cost per student station requirement and current cost limits. For 2008-09, the Florida legislature adjusted the cost per student station to reflect rising costs in the construction industry statewide.

Cost per Student Station Based on State Average

| School Type | 1998-99 \$ | 1999-00 \$ | 2000-01 \$ | 2001-02 \$ | 2002-03 \$ | 2003-04 \$ | 2004-05 \$ | 2005-06 \$ | 2006-07 \$ | 2007-08 \$ | 2008-09 \$ |
|-------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| Elementary | 11,865 | 12,102 | 12,382 | 12,784 | 13,063 | 13,343 | 13,480 | 13,818 | 17,952 | 18,549 | 19,188 |
| Middle | 13,604 | 13,875 | 14,197 | 14,657 | 14,978 | 15,299 | 15,456 | 15,843 | 19,386 | 20,031 | 20,721 |
| Senior High | 18,003 | 18,361 | 18,786 | 19,396 | 19,820 | 20,245 | 20,453 | 20,965 | 25,181 | 26,019 | 26,915 |

UNDISTRIBUTED CAPITAL CONTINGENCY, LEGAL RESERVES & DEBT SERVICE RESERVES

An adequate level of undistributed capital contingency is maintained in order to fund unforeseen conditions and resulting unplanned change orders. A debt service reserve is also maintained this year in order to guard against the possibility that revenues may be lower than projected and/or interest rates and therefore interest expense will be higher than projected.

An appropriated reserve for central contingency of \$20 million and a debt service reserve of \$10 million is recommended for 2008-09. Although in the current five year plan the debt service reserve is maintained at \$10 million for fiscal years 2009-10 through 2012-13, it may be necessary to increase debt service reserves for these years in order to mitigate against the impact of any further economic downturn.

REVENUE ANTICIPATION NOTES (RANs)

RANs are short term loans pursuant to Section 1011.14, Florida Statutes that provide interim financing for the capital program. They are to be repaid within five years, subject to annual appropriation and rollover. For 2005-06 and 2006-07 RANs in the form of Lines of Credit (LOC) were issued for \$100 million and \$220 million respectively. These amounts were used to provide interim financing for projects listed in the five year capital outlay plan. For 2008-09, \$150 million will be required to fund capital projects as outlined in Appendix B and the repayment of the \$150 million RANs from 2007-08 is anticipated to be repaid with \$32 million from the Local Optional Millage Levy, \$82 million from COP proceeds and the balance rolled over to the new 2008-09 RAN. The table below details several RAN's issued within the last few years as well as the type of projects funded by them.

| RANs | Amount | Projects Funded |
|-------------|---------------|--|
| 2001-02 | \$42,876,500 | Miami Jackson Sr. Replacement-planning |
| | | South Miami Senior Addition-planning |
| | | Fire Code Repairs |
| | | Technology Ed Labs |
| | | Security Cameras |
| | | School Buses |
| | | Maintenance Vehicle Replacement |
| | | Portable Replacement |
| | | Replacement of High Mileage Police Vehicles |
| | | |
| 2004-05 | \$55,000,000 | Modular additions at various school sites |
| | | |
| 2005-06 | \$100,000,000 | Used to provide interim financing for various capital projects listed in the five year plan. |
| | | |
| 2006-07 | \$220,000,000 | Used to provide interim financing for various capital projects listed in the five year plan. |
| | | |
| 2007-08 | \$150,000,000 | Used to provide interim financing for various capital projects listed in the five year plan. |

MASTER EQUIPMENT & TECHNOLOGY LEASE

In 2005-06, a Master Equipment Lease Program authorizing up to \$120 million was implemented to lower the cost of borrowing while providing relief to the collateral requirements of the COPs Program, the District's traditional funding source for significant equipment acquisitions. The following projects have been leased to date under this program:

| Equipment Type | Amount |
|----------------------------|--------------------|
| | \$49,665,73 |
| School Buses | 2 |
| Personal Computer Upgrades | 5,000,000 |
| Air Conditioning Units | 21,986,770 |
| Security Cameras | 11,013,230 |
| | <u>\$87,665,73</u> |
| Total | <u>2</u> |

During 2006-07 a \$50 million Master Technology Lease Program was authorized for instructional technology update projects.

The term of the project lease schedules will be matched to the useful life of the assets, primarily 5, 7 and 10 years. In addition to providing relief to the COPs Program, the Master Equipment Lease Program will provide the following benefits:

- Low upfront cost as compared to bond issuance cost
- Easy to increase or reduce program size/accommodate smaller more frequent borrowing
- Flexible terms (can structure to draw down funds as needed or escrow funds, can use interest only period, balloon/deferred payments, fixed or floating rate, any time call feature)
- No bond insurance required
- Simple documentation, quick execution, and minimal ongoing disclosures

The Master Equipment Lease Program was increased by \$85.4 million for the Enterprise Resource Planning (ERP) Project during 2007-08. This amount will replace the \$32.33 million unused portion of the original \$120 million authorized amount from 2005-06.

MASTER LEASE CERTIFICATES OF PARTICIPATION (COPs)

It is anticipated that a COP in the amount of \$300 million will be issued during 2008-09 to fund additional projects as listed below:

Series 2008-09
\$300,000,000

Southside Elementary
Miami Carol City Senior*
HHH1 (Varela, Southridge SH relief)*
AA2 MacArthur North K-8
Miami Central Sr.
Comprehensive Needs*

*Project budgets include \$82 million repayment of the 2007-08 RANs.

ACTUAL COPs SALES DURING 2007-08:

| SERIES | AMOUNT | PROJECTS FUNDED | |
|--------|-------------|---|---|
| 2008B | 550,000,000 | Bay Harbor K8 Conversion* Holmes El. Replacement* Arch Creek El.(S/S E1-Phase II & III)* Dr. Rolando Espinosa K-8 (S/S P1 -EB Thomas Relief)* Dr. Manuel Barreiro El. (S/S W1 Jane Roberts/Dante Fascell/BF Ashe Relief ES's* S/S YYY1 Palmetto/Killian/Sunset SHS's Relief Addition @ Southwood EF Stirrup El. Addition | K-8 Conversion @ Leewood ES K8 Conversion @ Vineland ES S/S TT1 K-8 Campbell Drive Relief Addition @ Miami SHS/Renovate* Young Men's Academy* Sunny Isles Beach K-8 S/S BB1 Bay Harbor ES/Highland Oaks ES/MS Relief Addition @ Coral Way K8 Comprehensive Needs |

*Project budgets include \$76.67 million repayment of the 2006-07 RANs.

MASTER LEASE CERTIFICATES OF PARTICIPATION (COPs) (continued)

Prior issues of Master Lease certificates of participation have funded the following projects:

| <u>SERIES</u> | <u>AMOUNT</u> | <u>PROJECTS FUNDED</u> | |
|------------------|---------------|--|---|
| | <u>\$</u> | | |
| 1998 | 50,000,000 | Braddock, G. Holmes Sr. | |
| 1994-A | 163,500,000 | Hurston, Z. Elem. Saunders, L.C. Elem. Fascell, D. Elem. Reeves, H. Elem. Smith, John I. Elem. | Bell, Paul Middle Jan Mann Alt. Middle Coral Reef Sr. Purchase Portables Administration Bldg. Annex |
| 1996-A | 163,500,000 | Whigham, E. Elem. Wyche, C. Elem. Hartner, E. Elem. Santa Clara Elem. PLC A at Hadley Elem. PLC B at Hialeah Gardens Elem. | PLC C at Greynolds Park Elem. PLC D at Kensington Park Elem. Warehouse Purchase and Renovation School Buses Replace Main Frame Computer |
| 1996-B | 141,915,000 | Caribbean Elem. Lentin, L. Elem. Krop, Dr. M. Sr. PLC K at Bryan Elem. PLC N at Ashe Elem. PLC Q at Porter Elem. PLC S at Gordon Elem. | PLC T at Gordon Elem. PLC V at Graham Elem. Lindsey Hopkins T.E.C. Parking Garage Retrofit for Technology Energy Cost Containment Improvements S/S "B1" at Ada Merritt K-8 |
| 1998-99 | 66,850,000 | Booker T. Washington Conversion Miami Lakes Tech Conversion Vocational Equipment Technology Retrofit Vehicle Replacement | Drivers Education Maintenance/Materials Management Stores and Distribution Facilities Operations |
| 2000-01 | 184,700,000 | Ferguson, J. Sr. High Coral Park Sr. Additions Palmetto Sr. Gym School Buses WLRN Tower –Distance Learning Project Vocational Equipment | Energy Cost Containment Improvements High School Dining Shelters Fire Code Repairs Central West Transportation School Police Vehicles |
| 2002-03 A | 149,925,600 | Fire Code Repairs Portable Replacement Doral Sr. (S/S "FFF") | South Miami Sr. Addition RANs Repayment |

MASTER LEASE CERTIFICATES OF PARTICIPATION (COPs) (continued)

| SERIES | AMOUNT | PROJECTS FUNDED | |
|-----------------------|---------------|--|--|
| 2002-03 D | 176,850,000 | Portable Replacement Miami Jackson Sr. Replacement Miami Norland Sr. Gym E.B. Thomas El. K-8 conversion Miami Killian Sr. Addition | Southwest Miami Sr. Addition School Buses Technical Education Labs Comprehensive Needs |
| 2006-A | 207,989,000 | S/S CCC-1 – South Dade Sr. Repl. New Modular – Palm Lakes El. Modular Addition at Coral Reef Sr. Modular Addition at Miami Palmetto Sr. | Modular Addition at Pinecrest El. Winston K-8 Conversion – Winston Park El. Comprehensive Needs |
| 2006-B | 212,443,000 | Modular Addition at S. Hialeah El. South Miami K-8 Conversion Early Childhood Center (Joella Goode, Wyche El. relief) Early Childhood Center (M.S. Douglas El. relief) Goulds Elementary (S/S A1-Chapman, Naranja, Redland El. Relief) | Spanish Lakes Elementary (S/S U1 – Joella Good, Palm Springs North El. Relief) West Hialeah Gardens Elementary (S/S V1 – E.R. Graham El., Ben Sheppard El. Relief) Ponce de Leon Middle renovations Comprehensive Needs |
| 2007-A | 332,571,672 | Hialeah Gardens Middle (S/S MM1-Marti Mid/Milam K-8, Filer MS/Hialeah MA/Palm Springs MS Relief) Hialeah Gardens Sr. (S/S JJJ-Goleman Senior Relief) Comprehensive Needs | Miami Central Senior High School (Additions, Remodeling & Renovations) Zelda Glazer Middle (S/S UU-1-Bell, Thomas, Curry MS Relief) |
| 2007-B & C | 195,944,876 | Andover Middle (S/S PP-1) Mandarin Lakes K-8 (S/S DD-1-Relief of Leisure City K-8, Peskoe Elementary & Chapman Elementary) Comprehensive Needs | Coconut Palm K-8 (S/S CC-1-Relief of Pine Villa Elementary, Redland Elementary & Middle) Aventura Waterways K-8 (S/S D -Relief of Virginia Boone/Highland Oaks Elementary, Madie Ives Elementary) |

DEBT SERVICE

Debt service on the Certificates of Participation (COPs) is funded by revenue from the local optional millage levy (LOML) and impact fees to the extent available. This revenue is netted against the interest earned on the COPs proceeds. The debt service for the Master Equipment Lease and the Master Technology Lease Programs is also funded by LOML revenue. It is anticipated that the North Miami Construction Note will be funded from a COP series to be issued during 2009-10. The table below lists the estimated debt service requirements for the next five years.

| | | (\$ In Millions) | | | | |
|---|-------|------------------|----------------|----------------|----------------|----------------|
| LOML COPs | | 2008-09 | 2009-10 | 2010-11 | 2011-12 | 2012-13 |
| Series | 1998A | 11.82 | 11.82 | 0.00 | 0.00 | 0.00 |
| Series | 1998C | 4.18 | 4.51 | 0.00 | 0.00 | 0.00 |
| Series | 2001B | 3.51 | 3.99 | 3.52 | 3.98 | 3.73 |
| Series | 2002A | 4.59 | 4.54 | 4.64 | 4.67 | 4.63 |
| Series | 2002B | 4.53 | 4.63 | 4.34 | 4.91 | 4.71 |
| Series | 2003A | 4.05 | 2.93 | 2.94 | 2.94 | 2.94 |
| Series | 2003B | 9.01 | 9.01 | 9.00 | 8.70 | 8.71 |
| Series | 2003C | 4.74 | 0.00 | 0.00 | 0.00 | 0.00 |
| Series | 2003D | 9.82 | 15.00 | 7.90 | 7.73 | 7.99 |
| Series | 2006A | 13.87 | 13.87 | 13.87 | 13.87 | 13.87 |
| Series | 2006B | 14.25 | 14.25 | 14.25 | 14.25 | 14.25 |
| Series | 2007A | 15.75 | 15.75 | 24.04 | 24.03 | 24.04 |
| Series | 2007B | 5.01 | 5.01 | 8.30 | 7.89 | 7.89 |
| Series | 2007C | 4.54 | 4.54 | 4.54 | 4.54 | 4.54 |
| Series | 2008A | 7.20 | 11.67 | 28.03 | 28.03 | 28.04 |
| Series | 2008B | 25.33 | 27.38 | 27.38 | 27.38 | 27.38 |
| LOML COPs subtotal | | 142.20 | 148.90 | 152.75 | 152.92 | 152.72 |
| QZAB Series | | 2.81 | 2.81 | 2.81 | 2.81 | 2.81 |
| LOML COPs/QZAB subtotal | | 145.01 | 151.71 | 155.56 | 155.73 | 155.53 |
| IMPACT FEE COPs | | | | | | |
| Series | 2000A | 4.54 | 4.52 | 0.00 | 0.00 | 0.00 |
| Series | 2001C | 1.96 | 1.97 | 1.97 | 1.97 | 0.00 |
| Series | 2004A | 4.59 | 4.59 | 9.14 | 9.14 | 10.66 |
| Series | 2005A | 4.88 | 4.71 | 4.56 | 3.12 | 3.10 |
| Series | 2006C | 5.02 | 5.02 | 5.02 | 5.02 | 5.02 |
| Series | 2006D | 0.51 | 0.51 | 0.51 | 0.51 | 0.93 |
| Impact Fee COPs subtotal | | 21.50 | 21.32 | 21.20 | 19.76 | 19.71 |
| MASTER EQUIPMENT/ TECHNOLOGY LEASE | | | | | | |
| Buses | | 6.01 | 6.01 | 6.01 | 6.01 | 6.01 |
| PC Tech. | | 1.10 | 1.10 | 1.10 | 0.00 | 0.00 |
| HVAC | | 2.64 | 2.64 | 2.64 | 2.64 | 2.64 |
| Security Cameras | | 2.42 | 2.42 | 2.42 | 0.00 | 0.00 |
| ERP | | 1.95 | 1.30 | 1.30 | 1.30 | 1.30 |
| Tech-Sun Trust | | 11.07 | 11.07 | 11.07 | 11.07 | 11.07 |
| Master Eq/Tech Lease Subtotal | | 25.19 | 24.54 | 24.54 | 21.02 | 21.02 |

DEBT SERVICE (continued)

(\$ In Millions)

| | <u>2008-09</u> | <u>2009-10</u> | <u>2010-11</u> | <u>2011-12</u> | <u>2012-13</u> |
|--|----------------|----------------|----------------|----------------|----------------|
| North Miami Construction Note | | 124.00 | | | |
| Total Debt Service (actual) | 191.70 | 321.57 | 201.30 | 196.51 | 196.26 |
| Proposed Financing (est.) | | | | | |
| LOML COPs | 1.31 | 22.21 | 32.98 | 43.75 | 53.87 |
| Master Equipment/Technology Lease | 3.25 | 10.34 | 13.98 | 13.98 | 14.71 |
| Estimates subtotal | 4.56 | 32.55 | 46.96 | 57.73 | 68.58 |
| Total Including Proposed Debt Service | 196.26 | 354.12 | 248.26 | 254.24 | 264.84 |

IMPACT FEES

Once a very robust revenue source, impact fee collections have experienced a significant 81% decline since 2004-05. The following schedule lists revenue received to date since the impact fee ordinance went into effect on October 1, 1995.

| Fiscal Year | Total | Growth |
|------------------------------|-------------------|---------|
| 1995-1996 | \$ 6,905,602.00 | |
| 1996-1997 | 18,152,623.10 | 162.87% |
| 1997-1998 | 18,882,697.99 | 4.02% |
| 1998-1999 | 22,533,410.60 | 19.33% |
| 1999-2000 | 20,372,623.98 | -9.59% |
| 2000-2001 | 25,610,659.00 | 25.71% |
| 2001-2002 | 29,295,847.96 | 14.39% |
| 2002-2003 | 27,859,891.92 | -4.90% |
| 2003-2004 | 44,073,927.92 | 58.20% |
| 2004-2005 | 63,501,101.66 | 44.08% |
| 2005-2006 | 42,715,753.93 | -32.73% |
| 2006-2007 | 25,156,965.45 | -41.11% |
| subtotal | \$ 345,061,105.51 | |
| 2007-2008 through 3rd Qtr | 9,828,487.23 | |
| receipts as of 6/12/2008 | \$ 354,889,592.74 | |
| 4th Qtr (est.) | 2,197,541.77 | |
| 2007-2008 subtotal | 12,026,029.00 | -52.20% |
| Total | \$ 357,087,134.51 | |

Impact fees are estimated to be \$11.97 million for 2008-09, and \$50.32 million for 2009-10 through 2012-13. Since the ordinance went into effect, over \$354 million has been received and appropriated in specific benefit district accounts, projects and debt service.

IMPACT FEES (continued)

Amendments to the Interlocal Agreement were approved by the Board on April 12, 2000, and by the Miami-Dade County Commission on July 25, 2000. The amendments grant the District the use of alternative construction and financing methods.

In order to comply with the financing requirements of the Interlocal Agreement, the District has issued four COPs, one in fiscal year 2000-01 for \$101 million, one in 2001-02 for \$42,700,000, one in fiscal year 2004-05 for \$57.6 million, and one in 2005-06 for \$54.9 million to fund additional school construction. The following schedules list each COP issue and corresponding projects.

IMPACT FEE COP ISSUES:

| SERIES | AMOUNT | PROJECTS FUNDED |
|---------------|----------------|---|
| 2000-01 | \$ 101,000,000 | Sibley, Hubert Elem. David Lawrence K-8 (S/S "QQ1"-FIU North) Varela, Felix (S/S "EEE") Sr. Graham Educ. Ctr.(S/S "C"-Elementary) |
| 2001-02 | \$ 42,700,000 | Key Biscayne El. Addition Westland Hialeah Sr. (S/S "WWW" -Miami Springs Sr. relief) MLC "TT" (Middle school component of Graham Education Center) |
| 2004-05 | \$ 57,600,000 | Miami Beach Senior Westland Hialeah Sr. (S/S "WWW" -Miami Springs Sr. relief) F.C. Martin Elementary Pine Villa Modular Addition Coral Way El.-Middle Learning Center |
| 2005-06 | \$ 54,903,500 | New Modular – Caribbean El. New Modular – Flagler El. New Modular – Hurston El. New Modular – Kendale Lakes El. New Modular – Redland El. New Modular – Citrus Grove El. New Modular – Kennedy Middle New Modular – Rockway Middle Ojus Elementary Addition |

REVENUES

As summarized on Page 6-23, projected new revenues and other sources of funds available for new appropriations in 2008-09, which include COPs, will total \$1,011.13 million.

The following matrix lists actual and potential revenue sources for capital outlay funding available to the District along with a description of its uses and restrictions:

| Revenue Source | Florida Statute or Legal Reference | Description |
|---|------------------------------------|--|
| PECO New Construction (Actual) | s.1013.64(3) | Public Education Capital Outlay (PECO) funds are state funds estimated to be available for new school construction. The distribution of new construction PECO funds among the districts is affected mainly by the growth of student membership in each district. Projects must be recommended in the District's Educational Plant Survey and encumbered within 31 months. The projected 2008-09 allocation of \$7.97 million is based on the DOE's preliminary report of PECO appropriations. |
| PECO Maintenance (Actual) | s.1013.64(1) | State funds estimated to be available for remodeling, renovation, maintenance and repair, and site improvements. Projects must be recommended in the District's Educational Plant Survey and encumbered within 31 months. At least one-tenth of a board's allocation must be expended to correct unsafe, unhealthy, or unsanitary conditions in its education facilities as required by s.235.06, or a lesser amount sufficient to correct all deficiencies in its Annual Comprehensive Safety Inspection Reports. The projected 2008-09 allocation of \$14.46 million is based on the DOE's preliminary report of PECO appropriation. |
| PECO Cooperative-Use Facilities (Actual & Potential) | s.1013.52 | Actual joint-use funding was awarded for the New World School of the Arts in Fiscal Year 1990-91. Only one joint-use facility for any given board, college, or university shall be approved in any five year period and must demonstrate a need for construction of new joint-use facilities involving post secondary institutions by sufficient actual full-time equivalent enrollments in leased, rented or borrowed spaces. Funds may be expended only on the approved joint-use project. |
| PECO Cooperative Funding for Career & Technical Educational Facilities (Potential) | s.1013.75 | For districts committing to funding 40% of a project through their own financing or private participation, this PECO award can potentially fund 60% of the planning, construction, and equipping of a career educational facility identified as being critical to the economic development and the workforce needs of the school district. District funding requests are evaluated and prioritized by the state in accordance with statewide critical needs. All funds must be expended on the approved vocational educational facility. |

| Revenue Source | Florida Statute or Legal Reference | Description |
|---|------------------------------------|---|
| PECO Satellite Facilities (Potential) | s.1013.54 | Districts may request funding from this source to construct, remodel, or renovate an educational facility within the industrial environment (a maximum of one facility per year). As part of the application, private industry would provide at least one-half of the funding of the cost of the facility, the Board would provide one-fourth of the cost, and the State would provide one-fourth of the cost. If renovating a business-owned site, the Board must obtain a minimum 40 year lease for the use of the educational facility, and lease at no cost to the Board for a period of at least five years. |
| Classrooms First Lottery Bond Program (Actual) | s.1013.68 | The Classrooms First program was a non-recurring appropriation of \$249.2 million during the special legislative session of 1996-97. These funds have been fully expended since 2006-07. |
| Effort Index Grants (Actual) | s.1013.73 | The district was awarded Effort Index Grants in the amount of \$62.8 million after meeting very stringent local effort funding criteria. This entitlement was a non-recurring appropriation resulting from the special legislative session of 1996-97. These funds have been fully expended since 2007-08. |
| School Capital Outlay Sales Surtax (maximum of one-half cent) (Potential) | s.212.055 | This fund source requires approval by a majority vote of the electors of the county voting in a referendum on the planned capital uses of the surtax proceeds. Any school board imposing the surtax shall implement a freeze on non-capital local school property taxes, at the millage rate imposed in the year prior to the implementation of the surtax for a period of at least 3 years from the date of the imposition of the surtax. This provision shall not apply to existing debt service or required state taxes. |
| Local Government Infrastructure Sales Surtax (one-half cent or one-cent) (Potential) | s.212.055 | The amount the school district receives would depend on negotiations with the county and other municipalities. This surtax requires approval by a majority vote of the electors of the county voting in a referendum on the planned capital uses of the surtax proceeds. The surtax may not be levied beyond 15 years without obtaining voter approval on an extension. Surtax proceeds may be distributed to the county, municipalities, and school district pursuant to an interlocal agreement or the formula provided in s.218.62. |

| Revenue Source | Florida Statute or Legal Reference | Description |
|--|--|--|
| General Obligation Bonds (Actual & Potential) | s.1010.40 and s.1010.41 | <p>In 1988, voters approved a \$980 million bond referendum for the construction of new schools and renovation of existing school facilities.</p> <p>In order to float additional bonds for school capital outlay, voters would have to approve another general obligation bond referendum, (a tax increase) with planned capital uses of the proceeds, and thereby increase the current voted debt service millage. District staff is currently identifying facilities needs and priorities intended for a future bond referendum.</p> |
| LOML (i.e. 2-mill levy) (Actual) | s.1011.71(2) | <p>Local Optional Millage Levy (LOML) funds are proceeds of a millage that was reduced .25 mills in the 2008 Legislative session from 2.0 mills to 1.75 mills. This millage is capped by the State and set by the School Board for capital outlay purposes. A LOML of 1.75 mills is assumed for 2008-09. The LOML revenue projection is estimated at \$428.47 million for 2008-09 and is based on the property tax roll from the July 1, 2008 estimate provided by the Miami-Dade County Property Appraiser's office. Funds must be expended for survey recommended school projects as stipulated in s.1011.71.</p> <p>The district levies the maximum 1.75 mills for capital outlay. This revenue represents the major capital revenue source for the district.</p> |
| CO & DS (Actual) | Article XII Sec 9(d) of the Florida Constitution | <p>The Capital Outlay and Debt Service (CO & DS) fund is an annual distribution from the State which is available for capital purposes after annual debt service requirements are fulfilled. It is assumed that the CO & DS distribution will be \$1.50 million for 2008-09. This represents less than .1% of the total capital budget. It is one of the most restrictive sources of funds. All projects must be on the District's Project Priority List. This funding source is used primarily to fund roofing projects.</p> |
| SBE Bonds (Actual) | Article XII Sec 9(d) of the Florida Constitution | <p>These bonds are sold by the state on behalf of the District and they pledge the District's share of motor vehicles license revenue. Projects funded with this source must be on the District Project Priority List and on an approved state bond resolution. For 2008-09, information on this revenue source is not yet available and is pending the state calculation of the District's debt capacity. This funding source is used primarily to fund roofing projects.</p> |

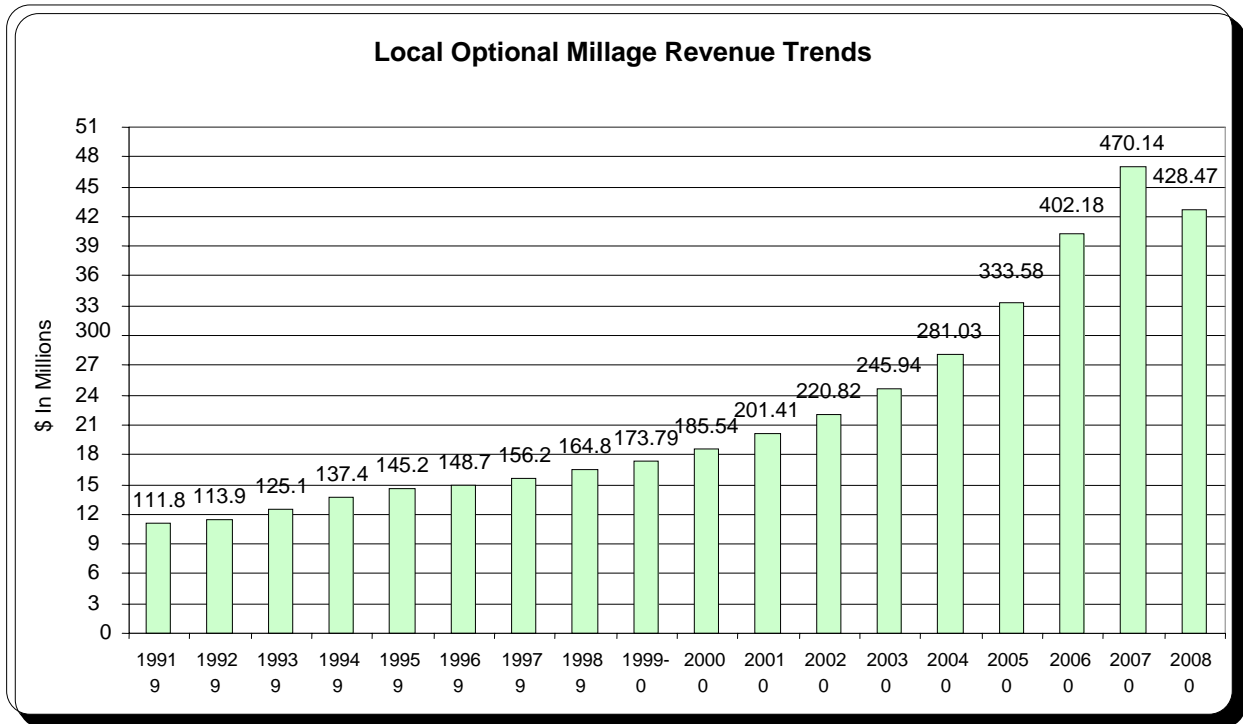
| Revenue Source | Florida Statute or Legal Reference | Description |
|-------------------------------------|--|--|
| COPs (Actual) | s.1003.02(1)(f) s.1013.15(2) s.1011.71(2) | Certificates of Participation (COPs) are a funding mechanism similar to lease-purchase funding that provides funds for construction of new facilities or purchase of vehicles or equipment that will be paid from annual capital outlay revenue or general fund revenue over an extended period. Projects funded from this source must be survey recommended in the District's Educational Plant Survey. |
| RANS (i.e. s.237 loans) (Actual) | s.1011.14 and s.1011.15 | Revenue Anticipation Notes (RANs) are loans which may be used for capital projects and site acquisitions, and repaid from the proceeds of COPs. Per statute, the loans must be repaid in not more than five years and are subject to annual appropriations and rollover. |
| Impact Fees (Actual) | Miami-Dade County Ordinance 95-79 ¹ | Revenues from the ordinance implemented on October 1, 1995, requiring builders and developers to pay a fee when applying for residential building permits. Fee revenue is intended to partially mitigate the impact to the school district caused by potential student membership growth associated with new construction and development. |
| QZABs (Actual & Potential) | s.226 of the Taxpayer's Relief Act of 1997, section 1397E of the Internal Revenue Code | <p>Qualified Zone Academy Bonds (QZABs) are intended to facilitate the financing of school renovations and repairs. These bonds are non-interest bearing with appropriate tax credits being provided to lenders by the federal government. Schools eligible for this funding are those which are located either in an Empowerment Zone or Enterprise Community or where 35% or more of the students in that school are eligible for free or reduced lunch under the National School Lunch Act. Districts are required to secure 10% of the project amount from private cash or in-kind contributions.</p> <p>During the first round of QZABs, the Florida Department of Education (DOE) awarded the majority of bonding authority allocated to the State of Florida to Miami-Dade County Public Schools, \$24.5 million out of \$40 million. In 2000-01, the District was awarded an additional \$15 million for school technology and capital upgrades. In 2003-04, the District was awarded an additional \$ 9.7 million. During 2006-07 the District issued an additional \$2.6 million of QZAB bonds given the additional bonding authority for school technology needs awarded by FDOE.</p> |

¹ The Ordinance is also governed by the Interlocal Agreement between Miami-Dade County & The School Board of Miami-Dade County Relating to Education Facilities Impact Fee Monies

| Revenue Source | Florida Statute or Legal Reference | Description |
|--|------------------------------------|---|
| Interest Earnings (Actual) | | Interest earned by the District from the investment of available Capital Outlay funds, including the proceeds from bond sales, subject to arbitrage rebate requirements. Restrictions on interest earnings are subject to the restrictions of the originating fund. It is projected that interest revenue will be \$20.61 million for fiscal year 2008-09, based on preliminary cash flow projections and assumed interest rates between 2.50% and 3.0%. |
| Classrooms for Kids | s.1013.735 | Funded by the state through the issuance of lottery revenue bonds, this program was created in 2003-04 in response to Florida voters passing a constitutional size amendment (Amendment 9) capping class size to 18 in grades K-3, 22 in grades 4-8, and 25 in grades 9-12 by the 2010 school year. For 2008-09, the state did not appropriate any funding for this purpose. To date, Miami-Dade has received a disproportionate share of the total statewide appropriation (see page 6-4). This is attributable to the statutory distribution formula, which is largely based on growth and the fact that the District has been experiencing declining enrollment. The District has appropriated these funds for the construction of new student stations. |
| Effort Recognition | s.1013.736 | Created by the legislature in 2003-04 along with the Classrooms for Kids program, it is intended to fund the constitutional class size reduction mandate passed by Florida voters in 2002. In 2003-04, Miami-Dade received an allocation of \$4.77 million out of a total statewide appropriation of \$30 million. This program's statutory distribution formula is based on local effort funding criteria. Additional funding for the program has not been continued in subsequent state budgets. |
| Uncommitted Fund Balance (Actual) | | The portion of the unexpended 2007-08 carried forward balance that is not committed to an ongoing project and that is available for new appropriations in 2008-09 is projected to total \$36.68 million. Uncommitted fund balances are subject to the same restrictions as the originating fund. |

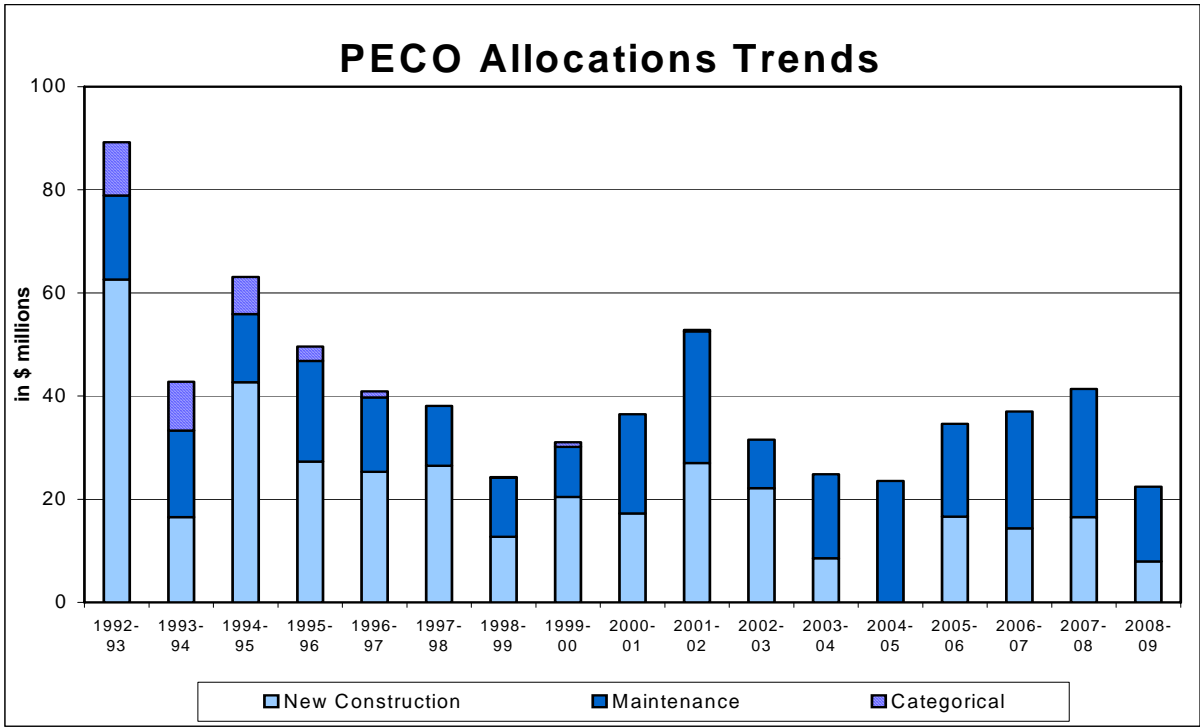
TRENDS IN REVENUES

The chart below displays the trends since 1991-92 in the Local Optional Millage Levy, which is the district's largest recurring source of revenue for capital outlay. Revenue has increased over the years due primarily to a steadily increasing tax roll.



| | | | | | | | | | | |
|-----------------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|
| | 91-92 | 92-93 | 93-94 | 94-95 | 95-96 | 96-97 | 97-98 | 98-99 | 99-00 | 00-01 |
| Millage Levied | 1.8 | 1.8 | 2.0 | 2.0 | 2.0 | 2.0 | 1.996 | 2.0 | 2.0 | 2.0 |
| Maximum Millage | 2.0 | 2.0 | 2.0 | 2.0 | 2.0 | 2.0 | 2.0 | 2.0 | 2.0 | 2.0 |
| | 01-02 | 02-03 | 03-04 | 04-05 | 05-06 | 06-07 | 07-08 | 08-09 | | |
| Millage Levied | 2.0 | 2.0 | 2.0 | 2.0 | 2.0 | 2.0 | 2.0 | 1.75 | | |
| Maximum Millage | 2.0 | 2.0 | 2.0 | 2.0 | 2.0 | 2.0 | 2.0 | 1.75 | | |

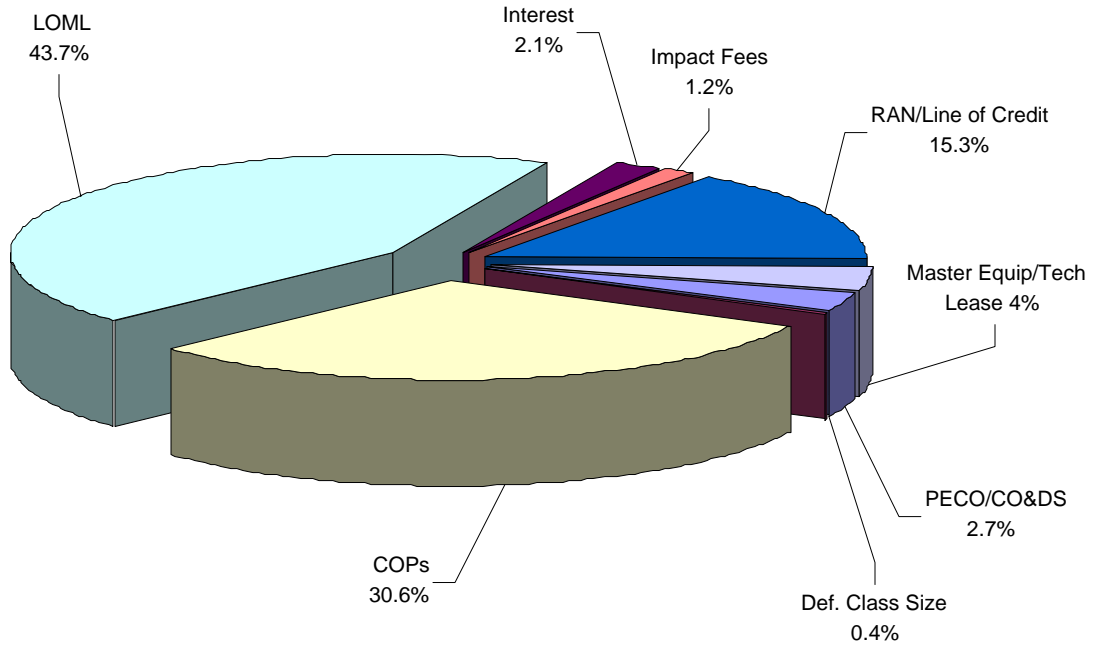
- For 2008-09, the Florida Legislature decreased the maximum allowable millage for capital purposes from 2 mills to 1.75 mills. This .25 mills reduction in capital was offset by an increase in Required Local Effort in the operating budget.
- The Board's authority to levy capital millage was renewed by the 1995 legislature for an indefinite period.
- Local Optional Millage Levy was increased in 1993-94 by 0.2 mills and remained constant through 2007-08, except for a small reduction in 1997-98.



- Since 1992, the PECO allocation has dropped from \$89.2 million to \$22.43 million (new construction: \$7.97, and maintenance: \$14.46 million).
- Declined student enrollment after Hurricane Andrew and a general decline in total state appropriations were responsible for the decrease in 1993-94, while increased allocations in 1994-95 were partially a result of the return of students after Hurricane Andrew.
- Categorical PECO funding has been significantly reduced since 1994-95. Allocations in prior years included:

| | |
|-------------------------|------------------------------------|
| Full-Service Schools | Science/Technology Labs |
| Retrofit for Technology | Technology Education Lab Equipment |
| Fire Safety/ADA | Environmental Center |
| WLRN Digital Conversion | |
- The reduction in PECO revenue for 1998-99 was due to available PECO funds being redirected from public schools to community colleges and state universities.
- Public schools' share of PECO funds decreased immediately following the special legislative session in 1997, while that of the community colleges and state universities increased. As a result, the PECO allocation was skewed in favor of community colleges and state universities since PECO appropriations are based on a prior 5 year average.

PROJECTED REVENUES 2008-09



- Local sources represent approximately 96.9% of total revenue for 2008-09.
- State revenues represent approximately 3.1% of total revenue for 2008-09.
- The major source of revenue over the next five years will continue to be the Local Optional Millage levy (LOML), while the next largest source will be debt issued by the district.

**FUNDING SOURCES & BALANCES
AVAILABLE FOR NEW APPROPRIATIONS
(\$ In Millions)**

| FUND SOURCE: | Projected Year 1 (2007-08) |
|---|---|
| PECO - New Construction | \$ 7.97 |
| PECO - Maintenance/Renovation | 14.46 |
| Local Optional Millage | 428.47 |
| CO & DS | 1.50 |
| Master Lease Purchase COPs | 300.00 |
| Revenue Anticipation Notes/Line of Credit | 150.00 |
| Technology Lease | 39.47 |
| Interest Revenue | 20.61 |
| Impact Fees | 11.97 |
| Uncommitted Fund Balance | <u>36.68</u> |
| Total | <u>\$1,011.13</u> |

APPROPRIATIONS

New appropriation projections are summarized by major category on Page 6-27. The suppositions relating to each category are discussed below.

New Schools and Projects Adding Capacity:

The total cost estimates for new school projects have been revised and adjusted to reflect the most current cost estimates. Funding has been included for off-site improvements where those requirements are known. Budget details for each new school in the capital program as well as new capacity projects are presented in Appendix B. For the 2008-09 year, new capacity projects are funded at approximately \$246.02 million.

Comprehensive Needs:

Projected funding levels for comprehensive needs associated with major repairs and deferred maintenance projects for 2007-08 are in Appendix B. For the 2007-08 year, comprehensive needs are funded at approximately \$110.93 million.

Transfers to the Operating Budget:

The following lists the transfers to the general fund for fiscal year 2008-09.

| <u>Description</u> | <u>\$ Amount</u> |
|-------------------------------------|--------------------|
| Maintenance Services Transfer | 137,782,976 |
| Equipment Transfer | 10,173,034 |
| Prepaid Property Insurance Premiums | 22,192,594 |
| Leases for School Facilities | <u>2,098,724</u> |
| Total | <u>172,247,328</u> |

Long Term Obligation:

As shown on page 6-11 and 6-12, debt service requirements for master lease COPs, QZABs, Master Equipment & Technology Lease and the North Miami Construction Note will be \$196.26 million in 2008-09 and are projected to be \$354.12, \$248.26, \$254.24 and \$264.84 million for years 2009-10 through 2012-13. The actual funding requirements for the debt will depend on prevailing interest rates at the time of issuance and terms of the lease purchase.

Capital Outlay Abatement:

The Capital Outlay Abatement allocation funds the salaries of construction managers, as well as, other positions and services throughout the district which support the capital program. It has averaged 8% of total capital expenditures over the last several years.

Ancillary Facilities and Central Accounts:

The budget details for ancillary facilities and central accounts are present in Appendix B.

EFFECT OF CAPITAL OUTLAY PROGRAM ON THE OPERATING BUDGET

As the district's school construction program proceeds and new schools are opened, the Operating Budget must absorb additional overhead costs for operations. There are new schools and school expansions scheduled to open in 2008-09. The new schools are Arch Creek Elementary School, Dr. Manuel Barreiro Elementary School, Andover Middle School, Hialeah Gardens Middle School, Zelda Glazer Middle School, Aventura Waterways K-8 Center, Coconut Palm K-8, Mandarin Lakes K-8 Academy, Sunny Isles Beach K-8 Community School, Dr. Rolando Espinosa K-8 Center, Young Men's Preparatory Academy @ Buena Vista Complex, and Hialeah Gardens Senior High School. The additional operating cost is estimated to be \$9,473,564 as follows:

| Schools | School | | Counseling | Other | Total |
|-----------------|---------------------|---------------------|-------------------|--------------------|---------------------|
| | Office | Media Center | Program | Support | |
| Elementary (2) | \$ 570,064 | \$ 112,776 | \$ 106,864 | \$ 368,112 | \$ 1,157,816 |
| Middle (3) | 1,194,645 | 250,284 | 512,322 | 717,102 | 2,674,353 |
| K-8 Centers (5) | 1,985,850 | 305,165 | 269,500 | 1,195,170 | 3,755,685 |
| Senior (2) | 759,436 | 265,268 | 107,800 | 753,206 | 1,885,710 |
| Total | \$ 4,509,995 | \$ 933,493 | \$ 996,486 | \$3,033,590 | \$ 9,473,564 |

The Operating Budget will continue to be affected each year as additional facilities are completed.

NEW APPROPRIATIONS BY MAJOR CATEGORY
(\$ In Millions)

Tentative Budget
2008-09

NEW SCHOOLS/NEW CAPACITY PROJECTS

(See Appendix B for details)

246.02

EXISTING SCHOOLS – COMPREHENSIVE NEEDS:

| | |
|--|-------|
| ADA Projects | 8.00 |
| SI/FI/HI-Safety/Fire/Health Inspection projects | 30.00 |
| Comprehensive Needs-Several Locations (see Appendix B) | 16.07 |
| Roofing | 18.00 |
| Asbestos | 2.50 |
| Security Cameras | 0.50 |
| Portable Demolition/Reloc | 2.50 |
| Structural Projects | 3.00 |
| Painting & Water Intrusion | 4.00 |
| HVAC projects | 9.50 |
| Electrical Upgrade projects | 1.00 |
| School Remodeling – Regions | 1.10 |
| Service Contracts | 10.00 |
| Central Maintenance Contracts | 3.31 |
| Safety to Life | 1.44 |

TRANSFER TO OPERATING BUDGET:

| | |
|----------------------------------|--------|
| Instructional Equipment Transfer | 10.17 |
| Maintenance Services Transfer | 137.78 |
| Property Insurance | 22.19 |
| Leases for School Facilities | 2.10 |

SHORT & LONG TERM OBLIGATIONS:

| | |
|--|--------|
| Revenue Anticipation Notes Principal Repayment | 150.00 |
| Revenue Anticipation Notes Interest Payment | 1.96 |
| North Miami Construction Note Interest Payment | 5.24 |
| Master Lease COPs Debt Service-LOML | 143.51 |
| Master Lease COPs Debt Service-Impact Fees | 21.51 |
| Master Equipment & Technology Lease | 28.43 |
| QZAB Debt Service | 2.81 |

**OTHER TECHNOLOGY, ANCILLARY FACILITIES
AND CENTRAL ACCOUNTS:**

| | |
|--|-------|
| Construction Management - Capital Outlay Abatement | 37.12 |
| Technology | 20.31 |
| ERP System | 39.47 |
| General Ancillary | 0.82 |
| Debt Service Reserve | 10.00 |
| Central Contingency | 20.00 |
| District-Wide FF&E | 0.27 |
| School Copiers | 0.50 |

Total \$1,011.13

**PROPOSED USES OF LOCAL OPTIONAL MILLAGE LEVY
2008-09
Proposed Rate = 1.75 mills**

| | | |
|---------------------------------------|---|----------------------|
| Prog Transfers to General Fund | | |
| 0810 | Instructional Equipment | \$ 10,173,034 |
| 1570 | Maintenance Services Transfer | 124,769,261 |
| 1569 | Leases Instructional Facilities | 2,098,724 |
| 1572 | Property Insurance | 3,698,766 |
| Transfers to Debt Service | | |
| 0942 | Master Lease COPs | 131,797,595 |
| 0925 | Impact Fee COPs Debt Service | 9,087,280 |
| 0923 | QZAB Debt Service | 2,812,046 |
| 0927 | RANs Repayment** | 32,169,345 |
| 0927 | North Miami Construction Note Interest Payment | 5,244,515 |
| 0922 | Master Equipment & Technology Lease | 28,120,522 |
| | | |
| 0927 | RANs Interest Payment | 1,609,625 |
| 0001 | Central Contingency | 6,178,714 |
| 0100 | School Remodeling - Regions | 1,100,000 |
| | | |
| 1077 | Law Enforcement/Forensic Studies Senior High | 344,323 |
| 1153 | SI/FI/HI-Safety/Fire/Health Inspection projects | 24,387,053 |
| 1508 | ADA projects | 1,351,274 |
| 0700 | General Ancillary | 820,140 |
| 0733 | Districtwide FF&E | 266,647 |
| 2678 | Miami Sunset Sr renovations project | 548,313 |
| 1836 | Bay Harbor K-8 Conversion | 14,363 |
| 2672 | Miami Sr renovation project | 446,791 |
| 1571 | Capital Outlay Management | 30,895,858 |
| 2675 | Miami Springs Sr renovation project | 377,862 |
| 2613 | Hialeah Gardens Sr (S/S JJJ) sitework | 1,315,941 |
| 1754 | Hialeah Gardens EI (S/S "V1) project | 421,879 |
| 0942 | Debt Service Reserve | 8,420,000 |
| | Total | <u>\$428,469,871</u> |

**Balance of 2007-08 Line of Credit is being repaid through the 2008-09 COP issuance and the 2008-09 RAN/Line of Credit.

**SUMMARY OF REVENUE & APPROPRIATIONS
SPECIAL REVENUE FUNDS
2008-09 TENTATIVE BUDGET**

| | CONTRACTED PROGRAMS FUND | FOOD SERVICE FUND | MISC. SPECIAL REVENUE FUND | TOTAL SPECIAL REVENUE FUNDS |
|---|---|----------------------------------|---|--|
| REVENUES | | | | |
| Federal | \$ 266,510,485 | \$ 97,813,209 | \$ - | \$ 364,323,694 |
| State | - | 2,614,000 | - | 2,614,000 |
| Local | 2,692,025 | 42,234,468 | 299,683 | 45,226,176 |
| Total Revenues | \$ 269,202,510 | \$ 142,661,677 | \$ 299,683 | \$ 412,163,870 |
| TRANSFERS FROM OTHER FUNDS | - | \$ 4,000,000 | - | \$ 4,000,000 |
| NON-REVENUE SOURCES | - | - | - | - |
| FUND BALANCE FROM PRIOR YEAR | - | 216,005 | 495,114 | 711,119 |
| TOTAL REVENUES & OTHER SOURCES | \$ 269,202,510 | \$ 146,877,682 | \$ 794,797 | \$ 416,874,989 |
| APPROPRIATIONS | | | | |
| Instructional | \$ 185,889,734 | - | - | \$ 185,889,734 |
| Instructional Support | 75,937,847 | - | - | 75,937,847 |
| Other | 7,374,929 | 146,114,855 | 699,764 | 154,189,548 |
| Sub-Total Appropriations | \$ 269,202,510 | \$ 146,114,855 | \$ 699,764 | \$ 416,017,129 |
| TRANSFERS TO OTHER FUNDS | - | - | - | - |
| FUND BALANCE- End of Year | | | | |
| Undesignated/Appropriated Contingency | - | \$ 762,827 | \$ 95,033 | \$ 857,860 |
| Sub-Total Fund Balance | \$ - | \$ 762,827 | \$ 95,033 | \$ 857,860 |
| TOTAL APPROPRIATIONS | \$ 269,202,510 | \$ 146,877,682 | \$ 794,797 | \$ 416,874,989 |

**SUMMARY OF REVENUES AND APPROPRIATIONS
CONTRACTED PROGRAMS FUND**

The Contracted Programs Fund contains various categorical grants awarded to the School Board by the Federal government and various other governmental agencies, foundations, etc. The 2008-09 Tentative Budget represents both the projected unexpended balances from 2007-08 programs which overlap two years and new entitlement grants previously approved by the funding agency.

Generally Accepted Accounting Principles for grants require that revenues be recognized when earned, which is when expenditures are incurred. As a result, the Contracted Programs Fund does not reflect any fund balances.

| | 2006-07 ACTUAL RESULTS | 2007-08 PROJECTED RESULTS | 2008-09 TENTATIVE BUDGET* |
|-----------------------------|---------------------------------------|--|--|
| REVENUES | | | |
| Federal | \$ 327,964,415 | \$ 322,655,785 | \$ 266,510,485 |
| State | - | - | - |
| Local | 2,485,924 | 3,381,325 | 2,692,025 |
| TOTAL REVENUES | \$ 330,450,339 | \$ 326,037,110 | \$ 269,202,510 |
| APPROPRIATIONS* | | | |
| Salaries | \$ 163,766,579 | \$ 175,639,448 | \$ 150,251,665 |
| Employee Benefits | 47,957,311 | 43,162,054 | 35,638,069 |
| Purchased Services | 41,219,697 | 57,127,487 | 41,939,475 |
| Energy Services | 14,875 | 28,041 | 23,152 |
| Materials & Supplies | 24,370,696 | 22,106,438 | 18,260,074 |
| Capital Outlay | 42,369,745 | 19,041,704 | 15,715,146 |
| Other Expenses | 10,751,436 | 8,931,938 | 7,374,929 |
| TOTAL APPROPRIATIONS | \$ 330,450,339 | \$ 326,037,110 | \$ 269,202,510 |

* Includes carry forward from 2006-07. Budget will be adjusted by program when information becomes available.

**SCHEDULE OF NEW GRANTS INCLUDED IN BUDGET
CONTRACTED PROGRAMS FUND
2008-09**

| PROGRAM TITLE | AMOUNT |
|---|-------------------------------------|
| Florida Diagnostic and Learning Resources System (FDLRS) Part B | 1,411,761 |
| Florida Diagnostic and Learning Resources System (FDLRS) Pre K | 270,468 |
| Florida Inclusion Network | 212,000 |
| Florida Learn & Serve District Infrastructure Sustainability Project | 50,000 |
| Individuals with Disabilities Education Act (IDEA) Part B | 70,785,638 |
| Individuals with Disabilities Education Act (IDEA) Part B Preschool | 1,249,489 |
| Individuals with Disabilities Education Act (IDEA) Part B Multi-Agency | 28,782 |
| Network Trust (IDEA) Part B Multi-Agency | 123,613 |
| Carl D. Perkins Vocational & Technical Education Act | 6,458,606 |
| Carl D. Perkins Secondary | 4,722,420 |
| Carl D. Perkins Post Secondary | 1,393,579 |
| Reading First | 7,542,262 |
| Title I Schoolwide Programs | 129,216,220 |
| Title I School Improvement Initiative | 989,696 |
| Title II Teacher and Principal Training and Recruiting | 24,501,227 |
| Title III Language Instruction for Limited English Proficient and and Immigrant Students | 8,199,089 |
| Title IV -To Reach Ultimate Success Together (TRUST) Program | 1,927,660 |
| Title X - Project Up Start | 120,000 |
| Total New Grants | <u>\$ 259,202,510</u> |
| Estimated Carry Forward from 2007-2008 | <u>10,000,000</u> |
| 2008-2009 TENTATIVE BUDGET | <u><u>\$ 269,202,510</u></u> |

HIGHLIGHTS OF CHANGES FOOD SERVICE FUND

The Food Service Fund operates during the regular school year as well as the summer and depends on federal reimbursements for all student meals, as well as state programs and local food sales for subsidizing school breakfast and lunch programs. Currently, the district serves about **190,987** lunches and **77,986** breakfasts daily.

REVENUES

Federal Revenues are projected to increase \$4.7 million (5%) due to an increase in the federal reimbursement rate.

Local Revenues are expected to increase by approximately \$845 thousand (2%) as a result of an increase in meal prices for paid lunches, and a slight decrease in local food sales due to a .5% projected decline in student participation.

State Funded Reimbursement is expected to decrease by \$67 thousand (-2%), a trend which has occurred over the last 5 years.

Transfers In is projected to decrease by \$7.5 million (-65%).

APPROPRIATIONS

Salaries and Fringes Benefits are expected to decrease by \$1.9 million (-3%) to reflect the increase in health benefit costs, offset by a reduction in staff due to attrition and a hiring freeze.

Purchased Services is projected to decrease \$29 thousand (-1%) due to a reduction in storage charges for commodity foods and the District's participation in a consortium of school districts food distribution bid.

Energy Services budget is being increased by \$225 thousand (4%) due to an increase in the cost of fuel and energy charge backs.

Food and Supplies is projected to decrease by \$827 thousand (-1%) due to a projected increase in purchased food costs offset by use of donated commodities and a decrease in delivery fees through contract negotiations with a consortium of school districts.

Capital Outlay budget is projected to decrease by \$450 thousand (-64%) due to the anticipated reduction in the replacement of equipment as part of cost control initiatives.

Indirect Cost and Other increased by \$416 thousand (14%) due to an increase in the indirect cost rate, which is calculated using a formula that determines the rate based on total expenditures.

Ending Fund Balance is projected to increase to \$763 thousand.

**SUMMARY OF REVENUES AND APPROPRIATIONS
FOOD SERVICE FUND**

| | 2006-07 ACTUAL RESULTS | 2007-08 PROJECTED RESULTS | 2008-09 TENTATIVE BUDGET |
|---|---------------------------------------|--|---|
| REVENUES | | | |
| Federal Through State | | | |
| National School Lunch Act | \$ 87,120,961 | \$ 85,995,000 | \$ 90,739,209 |
| U.S.D.A. Commodities | 6,695,524 | 6,974,837 | 6,975,000 |
| Other | 245,725 | 150,000 | 99,000 |
| Total Federal | \$ 94,062,210 | \$ 93,119,837 | \$ 97,813,209 |
| State | | | |
| Food Service Supplement | \$ 2,722,919 | \$ 2,630,000 | \$ 2,576,000 |
| Miscellaneous | 51,102 | 51,000 | 38,000 |
| Total State | \$ 2,774,021 | \$ 2,681,000 | \$ 2,614,000 |
| Local | | | |
| Interest and Other | \$ 260,463 | \$ 201,000 | \$ 225,000 |
| Food Sales | 40,284,909 | 41,188,000 | 42,009,468 |
| Total Local | \$ 40,545,372 | \$ 41,389,000 | \$ 42,234,468 |
| TOTAL REVENUE | \$ 137,381,603 | \$ 137,189,837 | \$ 142,661,677 |
| OTHER SOURCES | | | |
| Transfer from General Fund | \$ 200,000 | \$ 11,500,000 | \$ 4,000,000 |
| Loss Recoveries | 30,280 | - | - |
| Total Other Sources | \$ 230,280 | \$ 11,500,000 | \$ 4,000,000 |
| BEGINNING FUND BALANCE | \$ 72,837 | \$ 204,802 | \$ 216,005 |
| TOTAL REVENUES & BEGINNING FUND BALANCE | \$ 137,684,720 | \$ 148,894,639 | \$ 146,877,682 |
| APPROPRIATIONS | | | |
| Salaries | \$ 45,524,296 | \$ 44,883,406 | \$ 41,428,752 |
| Fringe Benefits | 21,260,147 | 23,829,513 | 25,384,965 |
| Purchased Services | 4,964,722 | 4,750,593 | 4,722,074 |
| Energy Services | 5,783,550 | 6,025,454 | 6,250,564 |
| Food & Supplies | 56,455,823 | 65,521,225 | 64,694,500 |
| Capital Outlay | 969,629 | 700,000 | 250,000 |
| Indirect Cost & Other | 2,521,751 | 2,968,443 | 3,384,000 |
| Total Appropriations | \$ 137,479,918 | \$ 148,678,634 | \$ 146,114,855 |
| FUND BALANCE END OF YEAR | | | |
| Reserved for Commodity Inventory | \$ 2,753,995 | \$ 3,439,837 | \$ 3,464,674 |
| Contingency | | | |
| Unreserved | (2,549,193) | (3,223,832) | (2,701,847) |
| TOTAL ENDING FUND BALANCE | \$ 204,802 | \$ 216,005 | \$ 762,827 |
| TOTAL APPROPRIATIONS & ENDING FUND BALANCE | \$ 137,684,720 | \$ 148,894,639 | \$ 146,877,682 |

**SUMMARY OF REVENUES & APPROPRIATIONS
MISCELLANEOUS SPECIAL REVENUE**

| | 2006-07 ACTUAL RESULTS | 2007-08 PROJECTED RESULTS | 2008-09 TENTATIVE BUDGET |
|--|---------------------------------------|--|---|
| REVENUES | | | |
| Investment/Interest Income | \$ 24,554 | \$ 19,697 | \$ 14,853 |
| Other Local | 310,836 | 261,689 | 284,830 |
| Total Revenues | \$ 335,390 | \$ 281,386 | \$ 299,683 |
| FUND BALANCE FROM PRIOR YEAR | 587,365 | 630,310 | 495,114 |
| TOTAL REVENUES & OTHER SOURCES | \$ 922,755 | \$ 911,696 | \$ 794,797 |
| APPROPRIATIONS | | | |
| Purchased Services | \$ 234,759 | \$ 246,489 | \$ 534,795 |
| Supplies | 30,435 | 113,345 | 113,345 |
| Printing & Duplicating | 7,752 | 10,124 | 5,000 |
| Furniture & Fixtures & Equipment | 12,499 | 35,024 | 35,024 |
| Travel | 7,000 | 11,600 | 11,600 |
| Total Appropriations | \$ 292,445 | \$ 416,582 | \$ 699,764 |
| FUND BALANCE - END OF YEAR | | | |
| Designated Fund Balance | \$ 630,310 | \$ 495,114 | \$ 95,033 |
| TOTAL APPROPRIATIONS & FUND BALANCE - END OF YEAR | \$ 922,755 | \$ 911,696 | \$ 794,797 |

DESCRIPTION OF FUND
MISCELLANEOUS SPECIAL REVENUE – SPECIAL EVENTS FUND

The Special Events Fund was established during the 1986-87 fiscal year to handle the external funding of community-related/special recognition activities which generate revenues from donations and/or sales of admission tickets. Generally, appropriations for an event are available to be expended only to the extent actual revenues have been received, unless otherwise approved by the School Board.

Significant events/activities included in this fund are:

- Dade Partners Exemplary Awards
- New Teacher Reception
- Teacher of the Year
- Thinking Skills Conference
- Principal/Assistant Principal of the Year
- District Education Awards – The Eddies

The 2008-09 Tentative Budget includes the rebudget of funds collected, but not expended, during prior years in the estimated amount of \$302,889 and estimated new revenues of \$172,073.

**SUMMARY OF REVENUES & APPROPRIATIONS
MISCELLANEOUS SPECIAL REVENUE - SPECIAL EVENTS**

| | 2006-07 ACTUAL RESULTS | 2007-08 PROJECTED RESULTS | 2008-09 TENTATIVE BUDGET |
|---|---------------------------------------|--|---|
| REVENUES | | | |
| Interest | \$ 13,741 | \$ 10,427 | \$ 9,087 |
| Misc. Local Sources | 162,067 | 166,771 | 162,986 |
| Total Revenues | \$ 175,808 | \$ 177,198 | \$ 172,073 |
| FUND BALANCE FROM PRIOR YEAR | 336,513 | 317,471 | 302,889 |
| TOTAL REVENUES & OTHER SOURCES | \$ 512,321 | \$ 494,669 | \$ 474,962 |
| APPROPRIATIONS | | | |
| Purchased Services | \$ 185,149 | \$ 186,656 | \$ 474,962 |
| Supplies | 5,986 | 0 | 0 |
| Printing & Duplicating | 3,715 | 5,124 | 0 |
| Travel | 0 | 0 | 0 |
| Total Appropriations | \$ 194,850 | \$ 191,780 | \$ 474,962 |
| FUND BALANCE - END OF YEAR | \$ 317,471 | \$ 302,889 | \$ 0 |
| Designated Fund Balance | | | |
| BALANCE - END OF YEAR | \$ 512,321 | \$ 494,669 | \$ 474,962 |

**DESCRIPTION OF FUND
MISCELLANEOUS SPECIAL REVENUE – SCHOOL BOARD LAW
ENFORCEMENT TRUST FUND**

The School Board Law Enforcement Trust Fund was established during 1997-98 when the School Police became involved in issuing traffic/parking citations and receiving forfeited property. Florida Statute 932.7055 (5g) requires that a school board security agency employing law enforcement officers deposit into this specific fund, the proceeds realized pursuant to the provisions of the Florida Contraband Forfeiture Act.

Forfeited funds and interest may not be used for normal operating expenses of the law enforcement agency. Proceeds and interest shall be used for school resource officers, crime prevention, safe neighborhoods, drug abuse education and prevention programs or other law enforcement purposes.

Florida Statute 938.15 allows municipalities and counties to assess an additional \$2 to traffic/parking citations to be used for expenditures for criminal justice education degree programs and training courses, including basic recruit training for their officers and employing agency support personnel; provided such education degree programs and training courses are approved by the employing agency administrator. These funds will also be deposited into this fund.

For 2007-08, it is anticipated that \$224,802 in expenditures will be incurred and that \$192,225 will be carried forward into 2008-09. The revenue is estimated at \$127,610 for 2008-09. Expenditures will be incurred based on training and equipment needs.

**SUMMARY OF REVENUES & APPROPRIATIONS
MISCELLANEOUS SPECIAL REVENUE - SCHOOL BOARD LAW ENFORCEMENT**

| | 2006-07 ACTUAL RESULTS | 2007-08 PROJECTED RESULTS | 2008-09 TENTATIVE BUDGET |
|---|---------------------------------------|--|---|
| REVENUES | | | |
| Citations | \$ 148,769 | \$ 94,918 | \$ 121,844 |
| Confiscated Property | 0 | 0 | 0 |
| Investment/Interest Income | 10,813 | 9,270 | 5,767 |
| Total Revenues | \$ 159,582 | \$ 104,188 | \$ 127,611 |
| FUND BALANCE FROM PRIOR YEAR | \$ 250,852 | \$ 312,839 | \$ 192,225 |
| TOTAL REVENUES & OTHER SOURCES | \$ 410,434 | \$ 417,027 | \$ 319,836 |

APPROPRIATIONS

| | | | |
|--|-------------------|-------------------|-------------------|
| Purchased Services | \$ 49,610 | \$ 59,833 | \$ 59,833 |
| Supplies | 24,449 | 113,345 | 113,345 |
| Printing & Duplicating | 4,037 | 5,000 | 5,000 |
| Furniture, Fixtures & Equipment | 12,499 | 35,024 | 35,024 |
| Travel | 7,000 | 11,600 | 11,600 |
| Total Appropriations | \$ 97,595 | \$ 224,802 | \$ 224,802 |
| ENDING FUND BALANCE | | | |
| Designated Fund Balance | \$ 312,839 | \$ 192,225 | \$ 95,034 |
| TOTAL APPROPRIATIONS & FUND BALANCE - END OF YEAR | \$ 410,434 | \$ 417,027 | \$ 319,836 |

**SUMMARY OF REVENUES & APPROPRIATIONS
FIDUCIARY FUND - PENSION TRUST FUND (0871)**

| | 2006-07 ACTUAL RESULTS | 2007-08 PROJECTED RESULTS | 2008-09 TENTATIVE BUDGET |
|--|---------------------------------------|--|---|
| REVENUES | | | |
| Contributions From Other Funds | \$ 2,976,919 | \$ 1,839,672 | \$ 1,824,736 |
| Investment/Interest Income | 4,663,419 | (161,931) | 1,608,817 |
| Total Revenues | \$ 7,640,338 | \$ 1,677,741 | \$ 3,433,553 |
| FUND BALANCE FROM PRIOR YEAR | 31,480,589 | 35,079,469 | 32,501,347 |
| TOTAL REVENUES & OTHER SOURCES | \$ 39,120,927 | \$ 36,757,210 | \$ 35,934,900 |
| APPROPRIATIONS | | | |
| Payments to Retirees | \$ 4,028,703 | \$ 4,236,664 | \$ 4,363,764 |
| Other Expenses | 12,755 | 19,199 | 19,775 |
| Total Appropriations | \$ 4,041,458 | \$ 4,255,863 | \$ 4,383,539 |
| FUND BALANCE - END OF YEAR | | | |
| Designated Fund Balance | 35,079,469 | 32,501,347 | 31,551,361 |
| TOTAL APPROPRIATIONS & FUND BALANCE - END OF YEAR | \$ 39,120,927 | \$ 36,757,210 | \$ 35,934,900 |

DESCRIPTION OF FUND FIDUCIARY FUND – PENSION TRUST FUND

In addition to participating in the Florida Retirement System, the School Board established an early retirement plan on July 1, 1984. The plan is non-contributory and is administered by an independent trustee.

All employees participating in the Florida Retirement System were eligible to participate in the Supplemental Early Retirement Plan (the "Plan"). Accordingly, the School Board's payroll for employees covered by the early retirement plan was the same as that for those employees covered by the System. The Plan was established in order to supplement an early retiree's benefits by the amount of reduction imposed by the Florida Retirement System. The program provides a supplemental income for those employees who retire between the ages of 55 to 61 and who have completed at least 25 years, but no more than 28 years, of creditable service. Payments under the Plan shall be equal to the early retirement penalty imposed by the Florida Retirement System. The penalty is equal to a 5% reduction in benefits for each year prior to age 62 a person retires with less than 30 years creditable service. These benefit provisions and all other requirements are established by Florida Statute Section 121.011.

Required contributions to the Early Retirement Fund are established by a Board-appointed actuarial consultant and are expended in the funds making the contributions during the years contributed. Contributions in prior years exceeded actual payments to retirees because of the need to amortize over a 30-year period the actuarial value of accumulated benefits earned by employees prior to the inception of the plan.

Contributions from other funds are appropriated for 2008-09 in the amount of \$1.8 million, while payments to retirees and other plan expenses are appropriated at \$4.4 million. Investment/interest income is projected to be approximately \$ 1.6 million. Fund Balance at the end of 2008-09 is expected to decrease to approximately \$31.6 million.

During 1996-97 the School Board made a decision to terminate the Supplemental Early Retirement Plan for eligible employees who have not elected to retire under its provision by July 1, 2003. However, no additional employees can vest after July 1, 2000.

At this time it is not known if any amounts accumulated in this fund will be available upon the termination of the Plan.

**MIAMI-DADE COUNTY PUBLIC SCHOOLS
COMPARISON OF REVENUES AND OTHER SOURCES
General Fund
2008-09**

| | 2007-08 ADOPTED BUDGET | 2007-08 AMENDED BUDGET | 2008-09 TENTATIVE BUDGET | INCREASE (DECREASE) |
|--|---------------------------------------|---------------------------------------|---|--------------------------------|
| FEDERAL SOURCES | | | | |
| Impact Aid | \$ 10,000 | \$ 10,000 | \$ 10,000 | \$ - |
| R.O.T.C. | 2,480,000 | 2,480,000 | 2,480,000 | - |
| Medicaid Reimbursement | 13,100,000 | 10,150,000 | 800,000 | (9,350,000) |
| Federal Through State Community Schools | 2,053,391 | 2,053,391 | 2,194,142 | 140,751 |
| Total Federal | \$ 17,643,391 | \$ 14,693,391 | \$ 5,484,142 | \$ (9,209,249) |
| STATE SOURCES | | | | |
| FLORIDA EDUCATION FINANCE PROGRAM: | | | | |
| Base Funding less FEFP Required Local Effort | \$ 389,975,643 | \$ 374,738,039 | \$ 223,270,926 | \$ (151,467,113) |
| .510 Mill Compression | - | - | - | - |
| Safe Schools(B) | 11,807,238 | 11,611,194 | 10,844,419 | (766,775) |
| Supplemental Academic Instruction | 136,293,601 | 133,539,442 | 128,754,917 | (4,784,525) |
| ESE Guarantee | 152,192,161 | 149,116,732 | 145,165,139 | (3,951,593) |
| Declining Enrollment Supplement | 17,837,522 | 10,417,354 | 7,121,585 | (3,295,769) |
| Reading Allocation (A) | 14,293,396 | 14,169,343 | 13,612,644 | (556,699) |
| Prior Year Adjustment | - | 24,584,232 | - | (24,584,232) |
| Equal Percentage Adjustment | - | 261,242 | - | (261,242) |
| Prior Year Scholarship Adjustment | - | (32,612) | - | 32,612 |
| McKay Scholarship Adjustment | - | (28,163,578) | - | 28,163,578 |
| Merit Award Allocation (MAP) | 19,117,342 | - | 989,686 | 989,686 |
| DJJ Supplemental Allocation | 634,396 | 492,806 | 404,315 | (88,491) |
| Sub-Total FEFP | \$ 742,151,299 | \$ 690,734,194 | \$ 530,163,631 | \$ (160,570,563) |
| OTHER STATE: | | | | |
| Non-Recurring DCD Transition Funding | \$ 13,005,362 | 13,005,362 | \$ 7,500,000 | \$ (5,505,362) |
| Workforce Development | 104,267,786 | 99,820,655 | 95,587,705 | (4,232,950) |
| Adults with Disabilities (A) | 2,232,136 | 2,060,427 | 1,954,114 | (106,313) |
| Performance Based Incentives | 2,014,994 | 1,963,195 | 1,093,969 | (869,226) |
| Voluntary Pre-K (A) | 10,045,403 | 10,045,403 | 8,951,434 | (1,093,969) |
| CATEGORICAL PROGRAMS: | | | | |
| Instructional Materials (A) | 34,412,578 | 33,946,167 | 32,826,627 | (1,119,540) |
| Transportation (B) | 30,170,558 | 29,465,075 | 28,816,164 | (648,911) |
| Teachers Lead Program (A) | 6,228,676 | 6,228,676 | 4,789,615 | (1,439,061) |
| Full Service Schools (A) | 800,000 | 800,000 | 800,000 | - |
| Excellent Teaching (A) | 5,079,852 | 5,079,852 | 5,079,852 | - |
| Discretionary Lottery Funds | 13,720,682 | 16,872,577 | 13,915,011 | (2,957,566) |
| School Recognition/Merit (A) | 21,476,233 | 12,519,235 | 10,641,350 | (1,877,885) |
| Class Size Reduction | 352,642,269 | 347,517,813 | 364,515,147 | 16,997,334 |
| Charter Schools Capital Outlay (A) | 12,039,169 | 12,039,169 | 13,206,563 | 1,167,394 |
| Miscellaneous State | 11,641,617 | 6,093,813 | 25,730,177 | 19,636,364 |
| Total State | \$ 1,361,928,614 | \$ 1,288,191,613 | \$ 1,145,571,359 | \$ (142,620,254) |

(A) Revenue for which appropriations equal revenue.

(B) Revenue for which appropriations exceed revenue.

**MIAMI-DADE COUNTY PUBLIC SCHOOLS
COMPARISON OF REVENUES AND OTHER SOURCES
General Fund
2008-09**

| | 2007-08 ADOPTED BUDGET | 2007-08 AMENDED BUDGET | 2008-09 TENTATIVE BUDGET | INCREASE (DECREASE) |
|---|---------------------------------------|---------------------------------------|---|--------------------------------|
| LOCAL SOURCES | | | | |
| FEFP Required Local Effort | \$ 1,155,374,848 | \$ 1,152,263,524 | \$ 1,234,238,068 | \$ 81,974,544 |
| Local Discretionary Millage | 153,971,623 | 153,556,990 | 155,963,033 | 2,406,043 |
| Sub - Total | \$ 1,309,346,471 | \$ 1,305,820,514 | \$ 1,390,201,101 | \$ 84,380,587 |
| Miscellaneous Local: | | | | |
| Tax Redemptions | \$ 9,000,000 | \$ 9,000,000 | \$ 13,500,000 | \$ 4,500,000 |
| Rent | 1,160,000 | 1,160,000 | 2,470,000 | 1,310,000 |
| Interest | 21,165,000 | 15,748,000 | 12,490,000 | (3,258,000) |
| Vocational Fees | 4,500,000 | 4,500,000 | 4,500,000 | - |
| Financial Aid Fees | 450,000 | 450,000 | 450,000 | - |
| Community Schools-Contributions (A) | 48,540 | 48,540 | 48,540 | - |
| Community Schools - Internal (A) | 17,077,870 | 17,077,870 | 17,527,326 | 449,456 |
| Community Schools - Internal (A) | 1,388,174 | 1,388,174 | 1,328,035 | (60,139) |
| Driver Education | 1,294,300 | 1,294,300 | 1,229,270 | (65,030) |
| Fed. Indirect Cost Reimbursement | 7,100,000 | 7,100,000 | 8,500,000 | 1,400,000 |
| Universal Services (E-Rate) | 6,500,000 | 6,500,000 | 6,500,000 | - |
| Misc. School Receipts (A) | 3,000,000 | 3,000,000 | 3,000,000 | - |
| Food Service Indirect Costs | 2,421,033 | 2,421,033 | 3,384,000 | 962,967 |
| Other Miscellaneous Local | 5,788,784 | 5,788,784 | 5,788,784 | - |
| Total Local | \$ 1,390,240,172 | \$ 1,381,297,215 | \$ 1,470,917,056 | \$ 89,619,841 |
| TOTAL REVENUES | \$ 2,769,812,177 | \$ 2,684,182,219 | \$ 2,621,972,557 | \$ (62,209,662) |
| TRANSFERS | | | | |
| From Capital Outlay | \$ 148,905,643 | \$ 182,971,440 | \$ 172,247,328 | \$ (10,724,112) |
| NON-REVENUE SOURCES | | | | |
| Microsoft Antitrust Settlement | - | 5,500,000 | - | (5,500,000) |
| Sale of Surplus Property | - | 250,000 | - | (250,000) |
| Lease of WLRN Spectrum | - | - | 10,000,000 | 10,000,000 |
| FUND BALANCE FROM PRIOR YEAR | 151,321,445 | 137,381,797 | 123,667,293 | (13,714,504) |
| TOTAL REVENUES & OTHER SOURCES | \$ 3,070,039,265 | \$ 3,010,285,456 | \$ 2,927,887,178 | \$ (82,398,278) |

(A) Revenue for which appropriations equal revenue.

(B) Revenue for which appropriations exceed revenue.

**MIAMI-DADE COUNTY PUBLIC SCHOOLS
COMPARISON OF REVENUES AND OTHER SOURCES
General Fund
2008-09**

| | 2007-08 ADOPTED BUDGET | 2007-08 AMENDED BUDGET | 2008-09 TENTATIVE BUDGET | INCREASE (DECREASE) |
|---|---------------------------------------|---------------------------------------|---|--------------------------------|
| Miscellaneous Prior Year State Adjustment | \$ 10,000,000 | \$ - | \$ 24,000,000 | \$ 24,000,000 |
| CO & DS Withheld for Adm. | 145,000 | 145,000 | 145,000 | - |
| State License Tax | 160,000 | 160,000 | 140,000 | (20,000) |
| Health Service (B) | 198,067 | 198,067 | 198,067 | - |
| Boys & Girls Club | | 112,898 | | (112,898) |
| Succeed Coral Gables 06/30/08 (A) | | 40,000 | | (40,000) |
| Succeed Baker 06/30/08 (A) | | 241,126 | | (241,126) |
| Succeed Norland 06/30/08 (A) | | 75,000 | | (75,000) |
| Reading Leadership Team (A) | | 18,000 | | (18,000) |
| Challenge Sunset | - | 10,000 | | (10,000) |
| Digital Divide | - | 300,000 | | (300,000) |
| FDLRS - Gen Revenue 06/30/08 | - | 113,083 | 108,560 | (4,523) |
| Multiagency General Revenue | - | 33,312 | | (33,312) |
| Radio Reading Service (A) | - | 45,323 | | (45,323) |
| Plus One | - | 161,102 | | (161,102) |
| Intervention Part 1 | - | 1,000,000 | | (1,000,000) |
| Intervention Part 2 | - | 758,801 | | (758,801) |
| WLRN-TV Community | - | 557,675 | | (557,675) |
| WLRN-FM Community | - | 111,945 | | (111,945) |
| Learning For Life | - | 475,000 | | (475,000) |
| Connect Ed | - | 398,931 | | (398,931) |
| MSE/SFSAS (A) | 1,138,550 | 1,138,550 | 1,138,550 | - |
| TOTAL MISCELLANEOUS STATE | \$ 11,641,617 | \$ 6,093,813 | \$ 25,730,177 | \$ 19,636,364 |

(A) Revenue for which appropriations equal revenue.

(B) Revenue for which appropriations exceed revenue.

**MIAMI-DADE COUNTY PUBLIC SCHOOLS
COMPARISON OF REVENUES AND OTHER SOURCES
General Fund
2008-09**

| TOTAL OTHER MISC LOCAL | 2007-08 ADOPTED BUDGET | 2007-08 AMENDED BUDGET | 2008-09 TENTATIVE BUDGET | INCREASE (DECREASE) |
|-------------------------------|---------------------------------------|---------------------------------------|---|--------------------------------|
| Fee Supported Pre-K (B) | \$ 5,588,784 | \$ 5,588,784 | \$ 5,588,784 | \$ - |
| Safe Schools-Fees (A) | 200,000 | 200,000 | 200,000 | \$ - |
| TOTAL OTHER MISC LOCAL | \$ 5,788,784 | \$ 5,788,784 | \$ 5,788,784 | \$ - |

(A) Revenue for which appropriations equal revenue.
(B) Revenue for which appropriations exceed revenue.

**FEFP REVENUE ANALYSIS
2007-08**

| | 2006-07 ACTUAL REVENUES | 2007-08 ADOPTED BUDGET | 2007-08 AMENDED BUDGET | 2008-09 TENTATIVE BUDGET |
|---|--|---------------------------------------|---------------------------------------|---|
| FTEw | | | | |
| 377,645.62 x \$3,981.61 | \$ 1,503,637,577 | | | |
| 365,647.60 x \$4,163.47 | | \$ 1,522,362,813 | | |
| 368,721.25 x \$4,079.74 | | | \$ 1,504,286,832 | |
| 361,724.88 x \$3,971.74 | | | | 1,436,677,175 |
| Geographic Cost Differential | | | | |
| 1,503,637,577 x .01170 | 17,592,560 | | | |
| 1,522,362,813 x .01510 | | 22,987,678 | | |
| 1,504,286,832 x .01510 | | | 22,714,731 | |
| 1,436,677,175 x .01450 | | | | 20,831,819 |
| .510 Mill Compression | 2,648,358 | 0 | 0 | 0 |
| Safe Schools | 12,267,953 | 11,807,238 | 11,611,194 | 10,844,419 |
| Supplemental Academic Inst. | 136,246,915 | 136,293,601 | 133,539,442 | 128,754,917 |
| ESE Guarantee | 153,005,744 | 152,192,161 | 149,116,732 | 145,165,139 |
| McKay Scholarships* | (26,955,856) | 0 | (28,196,190) | 0 |
| Opportunity Scholarships Adjustment | (83,600) | 0 | | 0 |
| Prior Year Adjustment | 15,045,421 | 0 | 24,584,232 | 0 |
| Equal Percentage Adjustment | | | 261,242 | |
| Merit Award Allocation (MAP) | 19,576,839 | 19,117,342 | 0 | 989,686 |
| Reading Allocation | 14,397,501 | 14,293,396 | 14,169,343 | 13,612,644 |
| Dept. of Juvenile Justice Allocation | 0 | 634,396 | 492,806 | 404,315 |
| Declining Enrollment Supplement | 17,463,654 | 17,837,522 | 10,417,354 | 7,121,585 |
| SUB-TOTAL | \$ 1,864,843,066 | \$ 1,897,526,147 | \$ 1,842,997,718 | \$ 1,764,401,699 |
| Minus: Required Local Effort | | | | |
| 214,139,194,287 x .95 x .005006 | \$ 1,018,381,766 | | | |
| 247,443,347,081 x .95 x .004915 | | \$ 1,155,374,848 | | |
| 246,777,003,682 x .95 x .004915 | | | \$ 1,152,263,524 | |
| 257,726,238,166 x .95 x .005041 | | | | \$ 1,234,238,068 |
| Total | \$ 846,461,300 | \$ 742,151,299 | \$ 690,734,194 | \$ 530,163,631 |

* FTE for students on McKay Scholarships are included in the Adopted/Tentative Budget pursuant to DOE guidelines. However, Actual/Projected revenues are reduced by the amount of funds distributed to private schools.

MIAMI-DADE COUNTY PUBLIC SCHOOLS
2006-07
uwFTE AND wFTE BY PROGRAM
(Agrees to Fourth Calculation)

| No. Program | Actual July/October/February and Estimated June | | | | | 2006-07 Weights | Projected wFTE Total |
|----------------------------|---|-------------------|-------------------|--------------|-------------------|-----------------|----------------------|
| | July | October | February | June | uwFTE Total | | |
| 254 ESE Level 4 | - | 760.28 | 695.01 | - | 1,455.29 | 3.734 | 5,434.05 |
| 255 ESE Level 5 | - | 144.14 | 125.63 | - | 269.77 | 5.201 | 1,403.07 |
| EXCEPT. ED. PGMS. | - | 904.42 | 820.64 | - | 1,725.06 | | 6,837.12 |
| 300 Vocational 9-12 | - | 4,641.20 | 4,734.79 | - | 9,375.99 | 1.159 | 10,866.77 |
| VOC. JP (9-12) | - | 4,641.20 | 4,734.79 | - | 9,375.99 | | 10,866.77 |
| 130 ESOL | 0.54 | 14,058.72 | 13,890.94 | 0.54 | 27,950.74 | 1.275 | 35,637.19 |
| AT-RISK | 0.54 | 14,058.72 | 13,890.94 | 0.54 | 27,950.74 | | 35,637.19 |
| 101 K-3 Basic | 0.10 | 39,281.98 | 38,655.72 | 0.10 | 77,937.90 | 1.035 | 80,665.73 |
| 102 4-8 Basic | 14.26 | 46,491.16 | 46,261.72 | 14.26 | 92,781.40 | 1.000 | 92,781.40 |
| 103 9-12 Basic | 35.17 | 34,055.38 | 32,866.08 | 35.17 | 66,991.80 | 1.088 | 72,887.08 |
| 111 K-3 Basic with ESE | - | 8,260.74 | 8,956.73 | - | 17,217.47 | 1.035 | 17,820.08 |
| 112 4-8 Basic with ESE | 4.39 | 15,824.15 | 15,984.09 | 4.39 | 31,817.02 | 1.000 | 31,817.02 |
| 113 9-12 Basic with ESE | 17.85 | 12,147.22 | 11,868.78 | 17.85 | 24,051.70 | 1.088 | 26,168.25 |
| BASIC | 71.77 | 156,060.63 | 154,593.12 | 71.77 | 310,797.29 | | 322,139.56 |
| TOTAL K-12 | 72.31 | 175,664.97 | 174,039.49 | 72.31 | 349,849.08 | | 375,480.64 |
| Adv. Placement/Int'l. Bac. | | | | | - | | 2,164.98 |
| GRAND TOTAL | | | | | 349,849.08 | | 377,645.62 |

NOTE: Includes ESE Scholarships and Charter Schools. Although the district does not receive revenue for McKay Scholarships (for students with disabilities), the FTE of students in these programs are included in the M-DCPS count.

MIAMI-DADE COUNTY PUBLIC SCHOOLS
2007-08

uwFTE AND wFTE BY PROGRAM
(Agrees to Fourth Calculation)

| No. Program | Estimates Submitted to DOE | | | | | | 2007-08 Weights | Projected wFTE Total |
|-----------------------------|----------------------------|-------------------|-------------------|--------------|-------------------|-------|-------------------|----------------------|
| | July | October | February | June | uwFTE Total | | | |
| 254 ESE Level 4 | - | 590.95 | 550.86 | - | 1,141.81 | 3.625 | 4,139.06 | |
| 255 ESE Level 5 | - | 87.93 | 86.50 | - | 174.43 | 5.062 | 882.96 | |
| EXCEPT. ED. PGMS. | - | 678.88 | 637.36 | - | 1,316.24 | | 5,022.02 | |
| 300 Career Education (9-12) | - | 5,095.69 | 5,051.24 | - | 10,146.93 | 1.119 | 11,354.41 | |
| VOC. JP (9-12) | - | 5,095.69 | 5,051.24 | - | 10,146.93 | 1.119 | 11,354.41 | |
| 130 ESOL | 0.41 | 13,668.28 | 13,421.53 | 0.56 | 27,090.78 | 1.200 | 32,508.94 | |
| AT-RISK | 0.41 | 13,668.28 | 13,421.53 | 0.56 | 27,090.78 | 1.200 | 32,508.94 | |
| 101 K-3 Basic | - | 38,478.09 | 38,026.03 | - | 76,504.12 | 1.048 | 80,176.32 | |
| 102 4-8 Basic | 12.27 | 45,526.20 | 45,297.16 | 11.72 | 90,847.35 | 1.000 | 90,847.35 | |
| 103 9-12 Basic | 27.21 | 32,666.36 | 31,696.14 | 24.07 | 64,413.78 | 1.066 | 68,665.09 | |
| 111 K-3 Basic with ESE | - | 8,404.36 | 9,034.51 | - | 17,438.87 | 1.048 | 18,275.93 | |
| 112 4-8 Basic with ESE | 7.88 | 15,959.68 | 16,089.83 | 6.20 | 32,063.59 | 1.000 | 32,063.59 | |
| 113 9-12 Basic with ESE | 16.79 | 12,630.75 | 12,241.23 | 17.42 | 24,906.19 | 1.066 | 26,550.00 | |
| BASIC | 64.15 | 153,665.44 | 152,384.90 | 59.41 | 306,173.90 | | 316,578.28 | |
| TOTAL K-12 | 64.56 | 173,108.29 | 171,495.03 | 59.97 | 344,727.85 | | 365,463.65 | |
| Advanced Placement | | | | | | | 2,608.56 | |
| International Baccalaureate | | | | | | | 549.54 | |
| High School Algebra | | | | | | | 115.02 | |
| Cap Group Two Reduction | | | | | | | (15.52) | |
| GRAND TOTAL | | | | | | | 368,721.25 | |

NOTE: Includes ESE Scholarships and Charter Schools. Although the district does not receive revenue for McKay Scholarships (for students with disabilities), the FTE of students in these programs are included in the M-DCPS count.

MIAMI-DADE COUNTY PUBLIC SCHOOLS

2008-09

uwFTE AND wFTE BY PROGRAM
(Agrees to Final Legislative Results)

| No. Program | Revised Estimates Submitted to DOE | | | | | | 2008-09 Weights | Projected wFTE Total |
|-----------------------------|------------------------------------|-------------------|-------------------|--------------|-------------------|--------------|--------------------|----------------------------|
| | July | October | February | June | uwFTE Total | | | |
| 254 ESE Level 4 | - | 584.31 | 557.50 | - | 1,141.81 | 3.570 | 4,076.26 | |
| 255 ESE Level 5 | - | 87.23 | 87.20 | - | 174.43 | 4.970 | 866.92 | |
| EXCEPT. ED. PGMS. | - | 671.54 | 644.70 | - | 1,316.24 | | 4,943.18 | |
| 300 Vocational 9-12 | - | 5,044.72 | 5,038.67 | - | 10,083.39 | 1.077 | 10,859.81 | |
| VOC. JP (9-12) | - | 5,044.72 | 5,038.67 | - | 10,083.39 | 1.077 | 10,859.81 | |
| 130 ESOL | 0.41 | 13,236.36 | 12,972.97 | 0.56 | 26,210.29 | 1.119 | 29,329.31 | |
| AT-RISK | 0.41 | 13,236.36 | 12,972.97 | 0.56 | 26,210.29 | 1.119 | 29,329.31 | |
| 101 K-3 Basic | - | 38,002.47 | 37,580.65 | - | 75,583.12 | 1.066 | 80,571.61 | |
| 102 4-8 Basic | 12.27 | 45,970.95 | 45,890.00 | 11.72 | 91,884.94 | 1.000 | 91,884.94 | |
| 103 9-12 Basic | 27.21 | 30,855.61 | 30,012.89 | 24.07 | 60,919.78 | 1.052 | 64,087.61 | |
| 111 K-3 Basic with ESE | - | 8,533.06 | 9,209.71 | - | 17,742.77 | 1.066 | 18,913.79 | |
| 112 4-8 Basic with ESE | 7.88 | 16,172.62 | 16,248.62 | 6.20 | 32,435.32 | 1.000 | 32,435.32 | |
| 113 9-12 Basic with ESE | 16.79 | 12,815.49 | 12,398.98 | 17.42 | 25,248.68 | 1.052 | 26,561.61 | |
| BASIC | 64.15 | 152,350.20 | 151,340.85 | 59.41 | 303,814.61 | | 314,454.88 | |
| TOTAL K-12 | 64.56 | 171,302.82 | 169,997.19 | 59.97 | 341,424.53 | | 359,587.18 | |
| Advanced Placement | | | | | | | 1,739.04 | |
| International Baccalaureate | | | | | | | 398.66 | |
| GRAND TOTAL | | | | | | | 361,724.88 | |

NOTE: Includes ESE Scholarships and Charter Schools. Although the district does not receive revenue for McKay Scholarships (for students with disabilities), the FTE of students in these programs are included in the M-DCPS count.

**2008-09 ESTIMATE OF NON-VOTED
PROPERTY TAX LEVY AND ROLLBACK RATE
(POTENTIAL YIELDS)**

| | 2007-08 ACTUAL RATE | 2007-08 ACTUAL YIELD (Thousands) | 2008-09 ROLLBACK RATE | 2008-09 ROLLBACK YIELD (Thousands) | 2008-09 PROPOSED RATE | 2008-09 PROPOSED YIELD (Thousands) |
|-----------------------|---------------------------|---|-----------------------------|---|-----------------------------|---|
| RLE Millage | 4.915 | \$ 1,216,184 | 4.726 | \$ 1,218,014 | 5.041 | \$ 1,299,198 |
| Disc. Oper. Millage | 0.655 | \$ 162,075 | 0.630 | \$ 162,368 | 0.637 | \$ 164,172 |
| Disc. Capital Millage | 2.000 | \$ 494,887 | 1.923 | \$ 495,608 | 1.750 | \$ 451,021 |
| TOTAL | 7.570 | \$ 1,873,146 | 7.279 | \$ 1,875,990 | 7.428 | \$ 1,914,391 |
| % Increase in Taxes | | | | | | 2.047% |

The following values of a mill are applicable for calculations:

(a) Adjusted value of a mill in 2007-08 (as of July 1, 2007) was: \$ 247,443,347

(b) Estimated value of one mill for 2008-09 (as of July 1, 2008) is:

Excluding new construction \$ 251,167,266

Including new construction \$ 257,726,238

(c) Prior Year (2007-08) Final Tax Roll \$ 241,486,073,930

Value of a Mill \$ 241,486,074

FIVE YEAR TREND ANALYSIS OF CALCULATED MILLAGE YIELDS & RATES 2008-09

| | 2004-05 | | 2005-06 | | 2006-07 | | 2007-08 | | 2008-09 | |
|--------------------------------|--------------------|---------------------------|--------------------|---------------------------|--------------------|---------------------------|--------------------|---------------------------|--------------------|---------------------------|
| | Amount | Percent Increase/Decrease | Amount | Percent Increase/Decrease | Amount | Percent Increase/Decrease | Amount | Percent Increase/Decrease | Amount | Percent Increase/Decrease |
| New Construction | \$ 4,140,531,767 | 7.280% | \$ 5,423,379,634 | 30.980% | \$ 6,480,139,193 | 19.490% | \$ 5,728,946,855 | -11.590% | \$ 6,558,971,670 | 14.490% |
| Other | 144,562,625,887 | 13.600% | 170,956,152,406 | 18.260% | 207,345,225,094 | 21.290% | 241,714,400,226 | 16.580% | 251,167,266,496 | 3.910% |
| Total Miami-Dade Co. Tax Roll* | \$ 148,703,157,654 | 13.410% | \$ 176,379,532,040 | 18.610% | \$ 213,825,364,287 | 21.230% | \$ 247,443,347,081 | 15.720% | \$ 257,726,238,166 | 4.160% |
| | 0.00095 | | 0.00095 | | 0.00095 | | 0.00095 | | 0.00095 | |
| Value of Mill @ 95% | \$ 141,268,000 | 13.410% | \$ 167,560,555 | 18.610% | \$ 203,134,096 | 21.230% | \$ 235,071,180 | 15.720% | \$ 244,839,926 | 4.160% |
| RLE Millage Levy** | 5.452 | -5.350% | 5.220 | -4.260% | 5.006 | -4.100% | 4.915 | -1.820% | 5.041 | 2.560% |
| RLE Yield | \$ 770,193,136 | 7.350% | \$ 874,666,097 | 13.560% | \$ 1,016,889,285 | 16.260% | \$ 1,155,374,850 | 13.620% | \$ 1,234,238,067 | 6.830% |
| Disc. Local Mill. Levy | 0.638 | -3.040% | 0.727 | 13.950% | 0.685 | -5.780% | 0.655 | -4.380% | 0.637 | -2.750% |
| Disc. Yield | \$ 90,128,984 | 9.960% | \$ 121,816,523 | 35.160% | \$ 139,146,856 | 14.230% | \$ 153,971,623 | 10.650% | \$ 155,963,033 | 1.290% |
| Disc. Capital Mill. Levy | 2.000 | 0.000% | 2.000 | 0.000% | 2.000 | 0.000% | 2.000 | 0.000% | 1.750 | -12.500% |
| Disc. Capital Yield | \$ 282,536,000 | 13.410% | \$ 335,121,110 | 18.610% | \$ 406,268,192 | 21.230% | \$ 470,142,360 | 15.720% | \$ 428,469,871 | -8.860% |
| Voted Debt Serv. Levy | 0.597 | -12.460% | 0.491 | -17.760% | 0.414 | -15.680% | 0.378 | -8.700% | 0.264 | -30.160% |
| Voted Debt Serv. Yield | \$ 84,336,996 | -0.720% | \$ 82,272,233 | -2.450% | \$ 84,097,516 | 2.220% | \$ 88,856,906 | 5.660% | \$ 64,637,740 | -27.260% |
| Total Millage Levy | 8.687 | -4.540% | 8.438 | -2.870% | 8.105 | -3.950% | 7.948 | -1.940% | 7.692 | -3.220% |
| Total Yield | \$ 1,227,195,116 | 8.260% | \$ 1,413,875,963 | 15.210% | \$ 1,646,401,849 | 16.450% | \$ 1,868,345,739 | 13.480% | \$ 1,883,308,711 | 0.800% |

* For this schedule, the tax roll shown is from the Certification of School Taxable Value form provided by the Property Appraiser on July 1 of each year.

** Millage levy reflects RLE after State Certification except 2008-09 (not yet available).

**SUMMARY OF APPROPRIATIONS
BY OBJECT OF EXPENDITURE
2008-09 TENTATIVE BUDGET**

| | 2006-07 ACTUAL EXPENDITURES | 2007-08 ADOPTED BUDGET | 2007-08 PROJECTED EXPENDITURES | 2008-09 TENTATIVE BUDGET | VARIANCE INCREASE (DECREASE) |
|--|-----------------------------------|------------------------------|--------------------------------------|--------------------------------|------------------------------------|
| APPROPRIATIONS | | | | | |
| Salaries | \$ 1,822,526,665 | 1,787,898,699 | 1,857,265,119 | 1,653,574,975 | \$ (203,690,144) |
| Employee Benefits | \$ 550,240,657 | 581,444,133 | 584,187,506 | 574,263,689 | \$ (9,923,817) |
| Non-Salary | | | | | |
| Purchased Services | 285,201,385 | 276,043,177 | 311,326,059 | 314,329,498 | 3,003,439 |
| Utilities | 85,174,426 | 84,831,976 | 83,941,659 | 88,753,062 | 4,811,403 |
| Materials & Supplies | 95,904,307 | 248,377,251 | 114,039,514 | 224,731,887 | 110,692,373 |
| Capital Outlay | 25,582,203 | 6,892,834 | 13,667,329 | 5,937,116 | (7,730,213) |
| Other Non-Salary | 15,546,340 | 15,414,976 | 4,976,092 | 16,152,124 | 11,176,032 |
| TOTAL APPROPRIATIONS | \$ 2,880,175,983 | \$ 3,000,903,046 | \$ 2,969,403,278 | \$ 2,877,742,351 | \$ (91,660,927) |
| TRANSFER TO OTHER FUNDS | \$ 200,000 | | 13,982,231 | 4,000,000 | \$ (9,982,231) |
| FUND BALANCE | | | | | |
| Undesignated/Appropriated Contingency | \$ 40,614,451 | 69,136,219 | 26,899,947 | 46,144,827 | \$ 19,244,880 |
| Designated Reserves | 96,767,346 | | | | - |
| TOTAL FUND BALANCE | \$ 137,381,797 | \$ 69,136,219 | \$ 26,899,947 | \$ 46,144,827 | \$ 19,244,880 |
| TOTAL APPROPRIATIONS TRANSFERS & FUND BALANCE | \$ 3,017,757,780 | \$ 3,070,039,265 | \$ 3,010,285,456 | \$ 2,927,887,178 | \$ (82,398,278) |

**DETAILS OF MAJOR REVENUE CHANGES
\$ (MILLIONS)**

| <u>FEDERAL</u> | <u>Increase (Decrease)</u> |
|--|---------------------------------------|
| 1. Decrease Medicaid Reimbursements based on elimination of Medicaid Administrative Outreach Program. | \$ (9.35) |
| 2. Increase Community School program revenues based on 2008-09 projections. | 0.14 |

STATE

- | | |
|---|----------|
| 1. Decrease Florida Education Finance Program (FEFP) and Categorical revenues due primarily to a decrease of 6,996.37 weighted FTE and \$108 reduction of the Base Student Allocation Other major factors in the FEFP formula are: | (160.57) |
|---|----------|

| | <u>2007-08 Fourth Calculation</u> | <u>2008-09 Final Legislative</u> | <u>% Increase/ (Decrease)</u> |
|-----------------------------|---|--|---------------------------------------|
| Unweighted FTE* | 344,727.85 | 341,424.53 | (0.96%) |
| Weighted FTE* | 368,721.25 | 361,724.88 | (1.90%) |
| Base Student Allocation* | \$4,079.74 | \$3,971.74 | (2.65%) |
| District Cost Differential* | 1.0151 | 1.0145 | (0.06%) |
| Required Local Effort (RLE) | | | |
| Millage Rate* | 4.915 | 5.041 | 2.56% |
| Base Funding (Net of RLE) | \$374.74 | \$223.27 | (40.42%) |
| ESE Guarantee | 149.12 | 145.17 | (2.65%) |
| Supplemental Acad. Inst. | 133.53 | 128.76 | (3.57%) |
| Prior Year Adj. | 24.58 | - | 100.00% |
| Supplemental Reading | 14.17 | 13.61 | (3.93%) |
| Safe Schools | 11.61 | 10.84 | (6.60%) |
| Declining Enrollment | 10.42 | 7.12 | (31.64%) |
| DJJ Supplemental Allocation | 0.49 | 0.40 | (17.96%) |
| Equal Percentage Adj. | 0.26 | - | (100.00%) |
| Performance Pay (MAP) | - | 0.99 | 100.00% |
| Prior Year Scholarship Adj. | (0.03) | - | (100.00%) |
| McKay Scholarship Adj | (28.16) | - | 100.00% |

* Shown as actual amounts

**DETAILS OF MAJOR REVENUE CHANGES
\$ (MILLIONS)**

**Increase
(Decrease)**

- | | |
|---|-------------------|
| <p>2. Decrease funding of Other State programs include reductions in Non-Recurring DCD Funding (\$5.51), Workforce Development (\$4.23), Voluntary Pre-K (\$1.10), Performance Based Incentives (\$0.87) and Adults with Disabilities (\$0.10).</p> | <p>\$ (11.81)</p> |
| <p>3. Increase funding of State Categorical programs due to increases in the Class Size Reduction program (\$16.98) and Charter School Capital Outlay (\$1.17) offset by decreases in Instructional Materials (\$1.12), Student Transportation (\$0.65), Teachers Lead (\$1.44), Discretionary Lottery (\$2.95) and School Recognition (\$1.87).</p> | <p>10.12</p> |
| <p>4. Increase Miscellaneous State programs. These revenues are offset by appropriation decreases.</p> | <p>19.64</p> |

LOCAL

- | | |
|--|--------------|
| <p>1. Increase property tax proceeds due to an increase of Taxable Property Value and an increase of 0.126 in Required Local Effort millage mandated by the Legislature. Projected increases in Local taxes are as follows:</p> | <p>84.38</p> |
|--|--------------|

| | |
|-----------------------------|-------------|
| Required Local Effort (RLE) | \$ 81.97 |
| Local Discretionary Millage | <u>2.41</u> |
| | \$ 84.38 |

It is anticipated that the **total levy** of school property tax rates will decrease from 7.948 to 7.692 mills, or 25.6 cents per thousand dollars of assessed value. **Required Local Effort millage will be revised by the Department of Education no later than July 19.**

- | | |
|---|-------------|
| <p>2. Increase Tax Redemptions (\$4.50) and Rent (\$1.31) offset by a decrease in Interest revenues (\$3.26) due to lower projected cash balances and interest rates.</p> | <p>2.55</p> |
| <p>3. Increase Community School receipts based on 2007-08 projections. These revenues are offset by appropriation increases.</p> | <p>0.39</p> |
| <p>4. Increase Federal Indirect Cost Reimbursements (\$1.40) and Food Service Indirect Cost (\$0.96) offset by a decrease in Driver Education (\$0.06).</p> | <p>2.30</p> |

**DETAILS OF MAJOR REVENUE CHANGES
\$ (MILLIONS)**

**Increase
(Decrease)**

NON REVENUE SOURCES

- | | |
|--|------------|
| 1. Reduce Transfers from Capital Outlay. | \$ (10.73) |
| 2. Reduce Settlements and Sale of Surplus Property. | 4.25 |
| 3. Reduce Beginning Fund Balance due to recognition of expenses in 2007-08 instead of 2008-09. | (13.71) |

Total Major Revenue, Transfer and Other Changes

\$ (82.40)

**DETAILS OF MAJOR APPROPRIATION CHANGES
\$ (MILLIONS)**

| <u>PRIOR BOARD ACTION</u> | <u>Increase (Decrease)</u> |
|---|---------------------------------------|
| 1. Reduce appropriations in district offices as authorized by the Board on April 16, 2008: | \$ (13.70) |
| a. Consolidate Region Offices | \$ (8.0) |
| b. Eliminate ZONE Office | (5.4) |
| c. Eliminate positions/lower pay-grades | (.3) |
| 2. Reduce appropriations in schools as authorized by the Board on May 21, 2008: | (23.40) |
| a. Change custodial allocations from 19,000 to 23,000 square feet | \$ (5.0) |
| b. Increase vocational ratios by 3.0 FTE | (4.5) |
| c. Reduce Community School Asst. Principal and Specialists | (2.4) |
| d. Reduce media specialists/clerks | (4.5) |
| e. Reduce SACs teacher allocation by 1 | (2.7) |
| f. Transfer Driver's Education Program to Workforce Development | (3.3) |
| g. Reduce extra-curricular supplements allocated to secondary schools | (.7) |
| h. Reduce special allocations to schools | (.3) |
| 3. Reduce appropriations as authorized by the Board on June 18, 2008: | (41.10) |
| a. Reduction-in-Force in central offices | \$ (19.6) |
| b. Reduce ZONE Asst. Principals | (1.2) |
| c. Reconfigure Magnet allocation | (9.0) |
| d. Increase PE classroom ratio from 13:1 to 16:1 | (5.7) |
| e. Convert psychologists to 10-month | (2.2) |
| f. Convert ESE placement specialists to 10-month | (1.8) |
| g. Eliminate Marketing Office | (.3) |
| h. Mandatory furlough for MEP employees | (1.0) |
| i. Reduce School Board Member budgets | (.3) |
| 4. Reduce appropriations as authorized by the Board on June 25, 2008: | (19.60) |
| a. Reorganization and RIF in central offices | \$ (1.2) |
| b. Revise Gifted allocation | (7.3) |
| c. Increase field trip transportation rate | (1.1) |
| d. Reduce Health Benefits appropriation | (10.0) |
| <hr style="width: 20%; margin-left: auto; margin-right: 0;"/> Total Prior Board Action | |
| \$ <u>(97.80)</u> | |

DETAILS OF MAJOR APPROPRIATION CHANGES (continued)
\$ (MILLIONS)

| <u>SCHOOLS</u> | <u>Increase (Decrease)</u> |
|---|---------------------------------------|
| 1. Revise appropriations in K-12 programs due to the following factors: | \$ (7.30) |
| a. Reduce ESE positions – (\$1.2) | |
| b. Reduce Medicaid program – (\$3.3) | |
| c. Increase new schools staff and start-up funds allocation – \$4.3 | |
| d. Decrease in enrollment – (\$7.1) | |
| 2. Increase appropriations for Charter Schools due to an estimated shift of students primarily from public schools (from approximately 21,500 students in 2007-08 to 24,000 students in 2008-09). The District receives revenue based on this FTE and distributes 95% of the funds to the Charter Schools. | 26.61 |
| 3. Establish appropriation for McKay Scholarships as required. | 28.20 |
| 4. Increase appropriations for Charter School Capital Outlay . This is offset by an increase in revenue. | 1.17 |
| 5. Revert to 2007-08 non-salary allocations to schools. | 9.47 |
| 6. Eliminate Secondary School Reform initiative. | (15.88) |
| 7. Reduce Adult Center appropriations offset by a reduction in revenue. Allocations are based on a formula for course completions and job placement of adult students. | (5.10) |
| 8. Reduce the 2008 Navigating the Global Community Summer School for non-mandatory services. | (9.90) |
| 9. Reduce contracted services in Exceptional Education and Alternative Education . | (15.00) |
| 10. Reclassify school positions to Grants . | (14.50) |
| 11. Reduce teacher salaries due to not rehiring previous DROP employees. | (12.50) |
| 12. Eliminate additional allocations provided to ZONE schools. | (9.00) |
| 13. Reduce Educational Excellence School Advisory Committee funding from \$10/FTE to \$5/FTE as approved by the 2008 Legislature. | (1.50) |

DETAILS OF MAJOR APPROPRIATION CHANGES (continued)
\$ (MILLIONS)

| <u>SCHOOLS (continued)</u> | <u>Increase (Decrease)</u> |
|--|---------------------------------------|
| 14. Reduce one (1) clerical allocation to elementary/middle schools under 500 FTE. | \$ (1.84) |
| 15. Reduce one (1) Assistant Principal allocation to elementary/middle schools under 400 FTE. | (2.89) |
| 16. Reduce one (1) clerical position and one (1) Assistant Principal at each Alternative Education school (excluding TAP & Outreach programs.) | (1.60) |
| 17. Revise allocation formulas at Carver Middle, New World School of the Arts, DASH, MAST, Young Woman's Preparatory and Young Men's Preparatory to align with regular schools. | (2.38) |
| 18. Decrease appropriations of state categorical programs as listed below: | (14.74) |

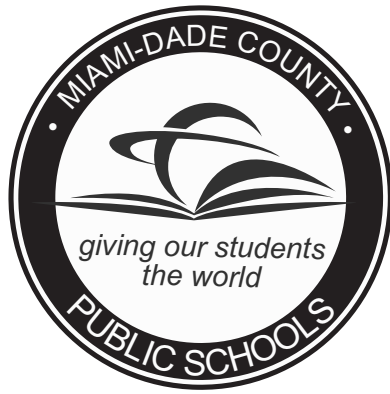
| <u>Categorical Program</u> | <u>2007-08 Appropriations</u> | <u>2008-09 Appropriations</u> | |
|-----------------------------------|--|--|--------------------------|
| Instructional Materials | \$ 33.95 | \$ 34.41 | |
| Merit Award Program | 0 | .99 | |
| Comprehensive Reading | 14.17 | 13.61 | |
| DJJ supplemental allocation | .49 | .40 | |
| School Recognition/Merit | 12.52 | 10.64 | |
| Florida Teachers Lead Program | <u>6.23</u> | <u>4.79</u> | |
| Total | <u>\$ 67.36</u> | <u>\$ 52.62</u> | |
| Total School Changes | | | <u>\$ (48.68)</u> |

DETAILS OF MAJOR APPROPRIATION CHANGES (continued)
\$ (MILLIONS)

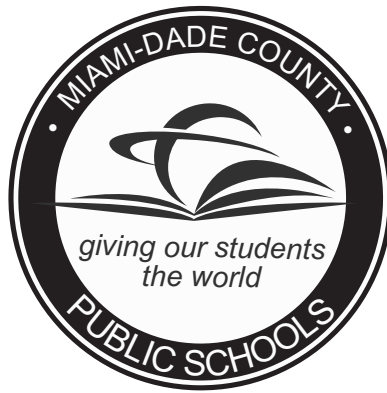
| <u>OTHER</u> | <u>Increase (Decrease)</u> |
|---|---------------------------------------|
| 1. Reduce appropriations for Property/Flood Insurance premiums. Property/Flood Insurance premiums are covered by a transfer from Capital Outlay with a limit of \$65/FTE. The General Fund contribution is \$5.79 million. | \$ (6.51) |
| 2. Decrease appropriations for FICA/retirement/liability/workers compensation. | (2.41) |
| 3. Increase appropriations for energy services and other utilities due to new schools and rate adjustments partially offset by energy efficiencies. | 7.20 |
| 4. Decrease interest expense for Tax Anticipation Note to be issued. This is offset by an decrease in interest revenue. | (.82) |
| 5. Decrease allocation for the Voluntary Pre-Kindergarten program to match revenue. | (4.45) |
| 6. Reduce administrative and support staff salaries in non-school sites due to not rehiring previous DROP employees. | (2.90) |
| 7. Eliminate central office support for field trips. | (2.00) |
| 8. Eliminate interim assessments for students. | (1.80) |
| 9. Eliminate bonus payment for MEP employees. | (1.40) |
| 10. Annualize appropriations for calendar 2008 employee benefits. Increase appropriations for calendar 2009. | 33.54 |
| 11. Decrease lapse due to a drop in projected enrollment resulting in fewer teachers to be hired and fewer open positions. | 22.00 |
| 12. Increase terminal vacation/sick-leave, cash-in sick leave and bonus payment due to the number of participants in the DROP program and other retiring/resigning staff. | 1.81 |
| 13. In 07-08 MEP salary increases were paid in December. The full year impact of those raises in 07-08 would have been 10.74, thus they must be annualized to account for changes in the 08-09 Budget. | 5.37 |

DETAILS OF MAJOR APPROPRIATION CHANGES (continued)
\$ (MILLIONS)

| <u>OTHER (continued)</u> | <u>Increase (Decrease)</u> |
|--|---------------------------------------|
| 14. Increase appropriations for fuel due to the rising costs. | 4.00 |
| 15. Increase unemployment compensation due to Reduction In Force. | 3.00 |
| 16. Reduce contracted services in non-school sites. | (8.00) |
| 17. Reclassify General Fund positions to Grants . | (5.50) |
| 18. Eliminate General Fund support for WLRN . | (3.10) |
| 19. Reduce School Police Force appropriations. | (2.10) |
| 20. Reduce non-school site non-salary budgets. | (3.30) |
| 21. Eliminate Succession Management initiative. | (.30) |
| 22. Reduce fuel and vehicle maintenance cost due to the change from take-home car policy to motor pool . | (.10) |
| 23. Restore appropriations for transfers made from General Fund to Grants in 2007-08. | 23.00 |
| 24. Reduce Transfer to Food Service from \$11.5 to \$4 million. The price increase will fund the increased cost of employee benefits. | (7.50) |
| 25. Increase contingency from \$26.90 to \$46.14 million. | 19.24 |
| 26. Other net decreases. | <u>(2.89)</u> |
| Total Other Changes | <u>\$ 64.08</u> |
| Total Appropriation Changes | <u>\$ (82.40)</u> |



**TENTATIVE TOTAL CAPITAL
OUTLAY REVENUE &
APPROPRIATIONS ANALYSIS
2008-09 THROUGH 2011-12
AND
2008-09 FUNDING MATRIX**



Miami-Dade County Public Schools
Tentative Capital Outlay Revenue & Appropriations Analysis
Fiscal Years 2008-09 through 2012-13

| | 2008-09 | 2009-10 | 2010-11 | 2011-12 | 2012-13 | 5 Year Total |
|---|----------------------|--------------------|--------------------|--------------------|--------------------|----------------------|
| Revenues | | | | | | |
| Uncommitted Fund Balance | 36,682,251 | 29,833,375 | 6,118,769 | 2,618,769 | 11,907,503 | 87,160,667 |
| State: | | | | | | |
| PECO New Construction | 7,972,821 | 0 | 1,796,537 | 5,492,304 | 2,195,481 | 17,457,143 |
| PECO Maintenance | 14,459,684 | 17,364,953 | 23,240,500 | 21,983,997 | 21,907,264 | 98,956,398 |
| CO & DS | 1,500,000 | 1,500,000 | 1,500,000 | 1,500,000 | 1,500,000 | 7,500,000 |
| Class Size Reduction | 0 | 0 | 0 | 0 | 0 | 0 |
| Subtotal State | 23,932,505 | 18,864,953 | 26,537,037 | 28,976,301 | 25,602,745 | 123,913,541 |
| Local: | | | | | | |
| LOML | 428,469,871 | 467,182,616 | 496,911,275 | 529,403,175 | 564,989,653 | 2,486,956,590 |
| Impact Fees | 11,970,446 | 12,209,857 | 12,454,056 | 12,703,139 | 12,957,204 | 62,294,702 |
| Interest | 20,607,000 | 25,000,000 | 25,000,000 | 25,000,000 | 25,000,000 | 120,607,000 |
| Subtotal Local | 461,047,317 | 504,392,473 | 534,365,331 | 567,106,314 | 602,946,857 | 2,669,858,292 |
| District Debt: | | | | | | |
| Master Equipment Lease | 0 | 0 | 0 | 11,700,000 | 12,150,000 | 23,850,000 |
| Technology Lease | 39,471,562 | 13,065,949 | 0 | 0 | 0 | 52,537,511 |
| Line of Credit/RAN | 150,000,000 | 120,000,000 | 80,000,000 | 40,000,000 | 0 | 390,000,000 |
| COPs | 300,000,000 | 156,993,252 | 150,000,000 | 150,000,000 | 0 | 756,993,252 |
| Subtotal Debt | 489,471,562 | 290,059,201 | 230,000,000 | 201,700,000 | 12,150,000 | 1,223,380,763 |
| Interfund Tfr | 11,707,000 | 14,093,000 | 14,093,000 | 14,093,000 | 14,093,000 | 68,079,000 |
| Total Revenue & Debt | 1,022,840,635 | 857,243,002 | 811,114,137 | 814,494,384 | 666,700,105 | 4,172,392,263 |
| Appropriation Deducts | | | | | | |
| Debt Service | | | | | | |
| Current COPs & QZABS | 145,004,141 | 151,720,547 | 155,567,542 | 155,741,844 | 155,533,072 | 763,567,146 |
| Proposed New COPs | 1,312,500 | 22,206,250 | 32,980,000 | 43,753,750 | 53,871,250 | 154,123,750 |
| Current Equipment/Tech Lease Pmt | 25,181,404 | 24,532,488 | 24,532,488 | 21,016,518 | 21,016,518 | 116,279,416 |
| Proposed Equip/Tech Lease Pmt | 3,247,118 | 10,338,250 | 13,980,430 | 13,980,430 | 14,704,620 | 56,250,848 |
| N. Mia Const. Note | 5,244,515 | 0 | 0 | 0 | 0 | 5,244,515 |
| Line of Credit/RAN | 1,961,625 | 3,000,000 | 2,400,000 | 1,600,000 | 800,000 | 9,761,625 |
| Subtotal-Proposed Debt Service | 181,951,303 | 211,797,535 | 229,460,460 | 236,092,542 | 245,925,460 | 1,105,227,300 |
| Current Impact Fee Debt Service | 21,507,207 | 21,312,043 | 21,193,600 | 19,748,650 | 19,708,616 | 103,470,116 |
| Total Debt Service | 203,458,510 | 233,109,578 | 250,654,060 | 255,841,192 | 265,634,076 | 1,208,697,416 |
| Interfund Tfr | 11,707,000 | 14,093,000 | 14,093,000 | 14,093,000 | 14,093,000 | 68,079,000 |
| Interim Financing Payoff Principal: | | | | | | |
| N. Mia. Const. Note | 0 | 124,000,000 | 0 | 0 | 0 | 124,000,000 |
| Line of Credit/RAN | 150,000,000 | 150,000,000 | 120,000,000 | 80,000,000 | 40,000,000 | 540,000,000 |
| Total Interim Financing | 150,000,000 | 274,000,000 | 120,000,000 | 80,000,000 | 40,000,000 | 664,000,000 |
| Transfers to General: | | | | | | |
| Maintenance | 137,782,976 | 137,782,976 | 137,782,976 | 137,782,976 | 137,782,976 | 688,914,880 |
| Leases for School Facilities | 2,098,724 | 2,098,724 | 2,098,724 | 2,098,724 | 2,098,724 | 10,493,620 |
| Equipment | 10,173,034 | 10,173,034 | 10,173,034 | 10,173,034 | 10,173,034 | 50,865,170 |
| Property Insurance (Capped at 65 per FTE) | 22,192,594 | 22,192,594 | 22,192,594 | 22,192,594 | 22,192,594 | 110,962,970 |
| Total Tfrs to General | 172,247,328 | 172,247,328 | 172,247,328 | 172,247,328 | 172,247,328 | 861,236,640 |
| Contingency/Reserve | | | | | | |
| Debt Service Reserve | 10,000,000 | 10,000,000 | 10,000,000 | 10,000,000 | 10,000,000 | 50,000,000 |
| Central Capital Contingency | 20,000,000 | 20,000,000 | 14,617,300 | 23,238,479 | 20,000,000 | 97,855,779 |
| Subtotal-Contingency/Reserve | 30,000,000 | 30,000,000 | 24,617,300 | 33,238,479 | 30,000,000 | 147,855,779 |
| Construction Improvement Projects (CIP): | | | | | | |
| Construction Management/Abatement | 37,106,377 | 37,106,377 | 37,106,377 | 37,106,377 | 37,106,377 | 185,531,885 |
| Technology/Equipment: | | | | | | |
| Technology/Equipment | 20,311,292 | 5,284,274 | 5,631,248 | 6,428,298 | 7,178,597 | 44,833,709 |
| School Copiers | 500,000 | 500,000 | 500,000 | 500,000 | 500,000 | 2,500,000 |
| ERP Project | 39,471,562 | 13,065,949 | 0 | 0 | 0 | 52,537,511 |
| Buses | 0 | 0 | 0 | 11,700,000 | 12,150,000 | 23,850,000 |
| Subtotal-Technology/Equipment | 60,282,854 | 18,850,223 | 6,131,248 | 18,628,298 | 19,828,597 | 123,721,220 |

Miami-Dade County Public Schools
Tentative Capital Outlay Revenue & Appropriations Analysis
Fiscal Years 2008-09 through 2012-13

| | 2008-09 | 2009-10 | 2010-11 | 2011-12 | 2012-13 | 5 Year Total |
|---|----------------------|--------------------|--------------------|--------------------|--------------------|----------------------|
| New Capacity Projects | 246,020,984 | 0 | 109,500,000 | 112,541,310 | 0 | 468,062,294 |
| Essential Existing Capacity Projects- Comprehensive Needs: | | | | | | |
| ADA | 8,000,000 | 8,000,000 | 8,000,000 | 8,000,000 | 8,000,000 | 40,000,000 |
| SIFIHI(Safety/Fire & Health Deficiency Corrections) | 30,000,000 | 25,000,000 | 25,000,000 | 25,000,000 | 25,000,000 | 130,000,000 |
| Comprehensive Needs | 14,036,197 | 0 | 0 | 0 | 0 | 14,036,197 |
| Roofing tied to CO & DS Revenue | 1,500,000 | 1,500,000 | 1,500,000 | 1,500,000 | 1,500,000 | 7,500,000 |
| Roofing Term Bid | 4,500,000 | 2,500,000 | 2,500,000 | 4,500,000 | 4,500,000 | 18,500,000 |
| Roofing Projects | 12,000,000 | 10,000,000 | 8,000,000 | 10,000,000 | 10,000,000 | 50,000,000 |
| Asbestos | 2,500,000 | 2,500,000 | 2,500,000 | 2,500,000 | 2,500,000 | 12,500,000 |
| Security Camera - matching | 500,000 | 500,000 | 500,000 | 500,000 | 500,000 | 2,500,000 |
| Portables Demolitions/Reloc | 2,500,000 | 2,500,000 | 2,500,000 | 2,500,000 | 2,500,000 | 12,500,000 |
| Structural Projects | 3,000,000 | 500,000 | 500,000 | 3,000,000 | 0 | 7,000,000 |
| Painting & Water Intrusion | 4,000,000 | 2,000,000 | 2,000,000 | 6,000,000 | 6,000,000 | 20,000,000 |
| HVAC | 9,500,000 | 6,000,000 | 6,840,774 | 10,000,000 | 10,000,000 | 42,340,774 |
| Electrical | 1,000,000 | 0 | 0 | 0 | 0 | 1,000,000 |
| Region CIF | 1,100,000 | 1,100,000 | 1,100,000 | 1,100,000 | 1,100,000 | 5,500,000 |
| Service Contracts | 10,000,000 | 10,000,000 | 10,000,000 | 10,000,000 | 10,000,000 | 50,000,000 |
| Central Maint. Contracts | 3,313,663 | 3,000,000 | 3,000,000 | 3,000,000 | 3,000,000 | 15,313,663 |
| Safety projects tied to PECO Maint. Revenue | 1,445,969 | 1,736,496 | 2,324,050 | 2,198,400 | 2,190,727 | 9,895,642 |
| Miami Sr pull-out for roofing | 446,791 | 0 | 0 | 0 | 0 | 446,791 |
| Miami Sunset Sr renovations | 548,313 | 0 | 0 | 0 | 0 | 548,313 |
| Miami Springs Sr renovations | 377,862 | 0 | 0 | 0 | 0 | 377,862 |
| Kinloch Park EI - drop off | 250,000 | 0 | 0 | 0 | 0 | 250,000 |
| Glades Middle A/C project | 412,000 | 0 | 0 | 0 | 0 | 412,000 |
| Subtotal-Existing Capacity Comp. Needs | 110,930,795 | 76,836,496 | 76,264,824 | 89,798,400 | 86,790,727 | 440,621,242 |
| Ancillary Facilities & Central Accounts: | | | | | | |
| General Ancillary | 820,140 | 1,000,000 | 500,000 | 1,000,000 | 1,000,000 | 4,320,140 |
| District-wide FF & E (student) | 266,647 | 0 | 0 | 0 | 0 | 266,647 |
| Subtotal-Ancillary Facilities/Central Accounts | 1,086,787 | 1,000,000 | 500,000 | 1,000,000 | 1,000,000 | 4,586,787 |
| Total Capital Improvement Projects | 455,427,797 | 133,793,096 | 229,502,449 | 259,074,385 | 144,725,701 | 1,222,523,428 |
| Total Appropriations | 1,022,840,635 | 857,243,002 | 811,114,137 | 814,494,384 | 666,700,105 | 4,172,392,263 |

| | | | | | |
|--|------|------|------|------|------|
| 2 Mill Applied To Debt Service ALL | 0.94 | 1.00 | 1.00 | 0.96 | 0.94 |
| 2 Mill Applied To Debt Service COP Only | 0.78 | 0.84 | 0.84 | 0.82 | 0.82 |

Total Revenues : 1,022,840,635 1,500,000 22,432,505 36,682,251 428,469,871 20,607,000 11,970,446 11,707,000 150,000,000 39,471,562 300,000,000

| Fund | Obj | Loc | Prog | Func | Project Number | Project Description | Program Desc | Uncomm. Fund Balance | | | | Interest | Impact Fees | Interfund Tfr | RANS | MEL | COPs |
|------|------|------|------|------|----------------|---------------------|---|----------------------|----------|----------|--------------------|------------------|-------------------|-------------------|----------|----------|------|
| | | | | | | | | 2008-09 | CO & DS | PECO | LOML | | | | | | |
| 0322 | 5920 | 9126 | 0922 | 9700 | 0922 | | MASTER EQUIPMENT LEASE | 308,000 | | | | 308,000 | | | | | |
| 0372 | 5920 | 9126 | 0922 | 9700 | 0922 | | MASTER EQUIPMENT LEASE | 28,120,522 | | | 28,120,522 | | | | | | |
| 0372 | 5920 | 9126 | 0923 | 9700 | 0923 | | QZAB DEBT SERVICE | 2,812,046 | | | 2,812,046 | | | | | | |
| 0309 | 5920 | 9126 | 0925 | 9700 | 0925 | | IMPACT FEES COPS SERVICES | 6,000 | | | 6,000 | | | | | | |
| 0392 | 5920 | 9126 | 0925 | 9700 | 0925 | | IMPACT FEES COPS SERVICES | 17,000 | | | 17,000 | | | | | | |
| 0388 | 5920 | 9126 | 0925 | 9700 | 0925 | | IMPACT FEES COPS SERVICES | 19,000 | | | 19,000 | | | | | | |
| 0308 | 5920 | 9126 | 0925 | 9700 | 0925 | | IMPACT FEES COPS SERVICES | 20,000 | | | 20,000 | | | | | | |
| 0302 | 5920 | 9126 | 0925 | 9700 | 0925 | | IMPACT FEES COPS SERVICES | 69,000 | | | 69,000 | | | | | | |
| 0303 | 5920 | 9126 | 0925 | 9700 | 0925 | | IMPACT FEES COPS SERVICES | 109,000 | | | 109,000 | | | | | | |
| 0301 | 5920 | 9126 | 0925 | 9700 | 0925 | | IMPACT FEES COPS SERVICES | 328,000 | | | 328,000 | | | | | | |
| 0302 | 5920 | 9126 | 0925 | 9700 | 0925 | | IMPACT FEES COPS SERVICES | 1,217,571 | | | 1,217,571 | | | | | | |
| 0303 | 5920 | 9126 | 0925 | 9700 | 0925 | | IMPACT FEES COPS SERVICES | 1,838,270 | | | 1,838,270 | | | | | | |
| 0301 | 5920 | 9126 | 0925 | 9700 | 0925 | | IMPACT FEES COPS SERVICES | 8,796,086 | | | 8,796,086 | | | | | | |
| 0372 | 5920 | 9126 | 0925 | 9700 | 0925 | | IMPACT FEES COPS SERVICES | 9,087,280 | | | 9,087,280 | | | | | | |
| 0331 | 5720 | 9126 | 0927 | 9200 | 0927 | | RAN'S DEBT SERVICE | 352,000 | | | 352,000 | | | | | | |
| 0372 | 5720 | 9126 | 0927 | 9200 | 0927 | | RAN'S DEBT SERVICE | 1,609,625 | | | 1,609,625 | | | | | | |
| 0372 | 5720 | 9126 | 0927 | 9200 | 0927 | | RAN'S DEBT SERVICE-(N. MIAMI CONST. NOTE) | 5,244,515 | | | 5,244,515 | | | | | | |
| 0372 | 5920 | 9126 | 0942 | 9700 | 0942 | | MASTER LEASE COPS DEBT SERVICE | 11,707,000 | | | 11,707,000 | | | | | | |
| 0372 | 5920 | 9126 | 0942 | 9700 | 0942 | | MASTER LEASE COPS DEBT SERVICE | 131,797,595 | | | 131,797,595 | | | | | | |
| | | | | | | | Debt Service Total | 203,458,510 | 0 | 0 | 178,671,583 | 1,228,000 | 11,851,927 | 11,707,000 | 0 | 0 | |
| 0396 | 5930 | 9128 | 0942 | 9700 | 0942 | | MASTER LEASE COPS DEBT SERVICE | 30,000 | | | 30,000 | | | | | | |
| 0390 | 5930 | 9128 | 0942 | 9700 | 0942 | | MASTER LEASE COPS DEBT SERVICE | 47,000 | | | 47,000 | | | | | | |
| 0397 | 5930 | 9128 | 0942 | 9700 | 0942 | | MASTER LEASE COPS DEBT SERVICE | 86,000 | | | 86,000 | | | | | | |
| 0389 | 5930 | 9128 | 0942 | 9700 | 0942 | | MASTER LEASE COPS DEBT SERVICE | 326,000 | | | 326,000 | | | | | | |
| 0394 | 5930 | 9128 | 0942 | 9700 | 0942 | | MASTER LEASE COPS DEBT SERVICE | 495,000 | | | 495,000 | | | | | | |
| 0387 | 5930 | 9128 | 0942 | 9700 | 0942 | | MASTER LEASE COPS DEBT SERVICE | 1,233,000 | | | 1,233,000 | | | | | | |
| 0398 | 5930 | 9128 | 0942 | 9700 | 0942 | | MASTER LEASE COPS DEBT SERVICE | 1,578,000 | | | 1,578,000 | | | | | | |

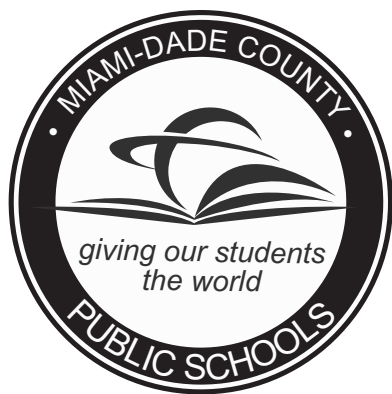
Total Revenues : 1,022,840,635 1,500,000 22,432,505 36,682,251 428,469,871 20,607,000 11,970,446 11,707,000 150,000,000 39,471,562 300,000,000

Uncomm. Fund Balance

| Fund | Obj | Loc | Prog | Func | Project Number | Project Description | Program Desc | Interfund | | | | | | | | | | | | |
|------|------|------|------|------|----------------|--|---|--------------------|----------|------------------|------------------|------------------|----------|-------------|----------|-------------------|----------|--------------------|-----------|------------|
| | | | | | | | | 2008-09 | CO & DS | PECO | Balance | LOML | Interest | Impact Fees | Tfr | RANS | MEL | COPs | | |
| 0372 | 5640 | 2371 | 1754 | 7400 | A0823 | New Elementary School | W HIALEAH GARDENS ELEM. (S/S "V1") | 421,879 | | | | 421,879 | | | | | | | | |
| 0387 | 5630 | 4041 | 0987 | 7400 | 00254000 | New K-8 Center at MacArthur North site | MACARTHUR NORTH SITE & CONSTR | 35,000,000 | | | | | | | | | | | | 35,000,000 |
| 0387 | 5630 | 7028 | 2784 | 7400 | 00254600 | New Senior High School | S/S "HHH1" NEW SR #25 | 57,146,794 | | | | | | | | | | | | 57,146,794 |
| 0372 | 5640 | 7033 | 1077 | 7400 | 00362800 | Law Enforcement & Forensic Studies SHS | COLLABORATIVE CAPACITY PROJECTS | 344,323 | | | | 344,323 | | | | | | | | |
| 0332 | 5630 | 7048 | 2844 | 7400 | 00254800 | New Senior High School | S/S "QQQ1" NEW SR #23 | 2,063,851 | | | | | | | | | | | 2,063,851 | |
| 0332 | 5640 | 7048 | 2844 | 7400 | 00254800 | New Senior High School | S/S "QQQ1" NEW SR #23 | 2,899,910 | | | | | | | | | | | 2,899,910 | |
| 0372 | 5660 | 7191 | 2613 | 7400 | A074201 | Pull out for stiework | HIALEAH GARDENS SENIOR HIGH (S/S "JJJ") | 1,315,941 | | | | 1,315,941 | | | | | | | | |
| 0387 | 5630 | 7231 | 2695 | 7400 | A01018 | S/S "LLL" Miami Carol City SHS Replacement | MIAMI CAROL CITY SH (S/S "LLL") | 83,600,000 | | | | | | | | | | | | 83,600,000 |
| 0387 | 5640 | 7251 | 2642 | 7400 | A0101302 | Phase III; Partial demo, new const, rem/ren drop-o | MIAMI CENTRAL SR PROJECT | 1,300,000 | | | | | | | | | | | | 1,300,000 |
| 0387 | 5640 | 7251 | 2642 | 7400 | A0101303 | Phase IV; Renov of aud & science, demo of bldg. 14 | MIAMI CENTRAL SR PROJECT | 2,307,606 | | | | | | | | | | | | 2,307,606 |
| 0387 | 5630 | 7251 | 2642 | 7400 | A0101303 | Phase IV; Renov of aud & science, demo of bldg. 14 | MIAMI CENTRAL SR PROJECT | 25,859,560 | | | | | | | | | | | | 25,859,560 |
| 0332 | 5630 | 7281 | 2620 | 7400 | A01015 | S/S "BBB1" North Miami SHS Replacement | NORTH MIAMI SH RELIEF (S/S "BBB1") | 4,955,458 | | | | | | | | | | | 4,955,458 | |
| 0332 | 5630 | 7631 | 2687 | 7400 | 00316900 | Miami Macarthur South SHS Relocation | MACARTHUR SOUTH PROJECT | 3,924,162 | | | | | | | | | | | 3,924,162 | |
| | | | | | | | New Capacity Projects Total | 246,020,984 | 0 | 7,972,821 | 3,867,137 | 2,096,506 | 0 | 0 | 0 | 13,843,381 | 0 | 218,241,139 | | |
| 0332 | 5670 | 2781 | 2085 | 7400 | 00429700 | Drop-Off | KINLOCK PARK ELEM PROJECT | 250,000 | | | | | | | | | | | | 250,000 |
| 0332 | 5680 | 6211 | 2442 | 7400 | 00442600 | Replace & Upgrade of Chiller Plant to 300 tons | GLADES MIDDLE PROJECT | 412,000 | | | | | | | | | | | | 412,000 |
| 0372 | 5680 | 7461 | 2672 | 7400 | 00176801 | Pull Out for Re-Roofing & Structural Repairs | MIAMI SENIOR PROJECT | 446,791 | | | | | | | | | | | | 446,791 |
| 0372 | 5680 | 7511 | 2675 | 7400 | A01085 | Renovation | MIAMI SPRINGS SR PROJECT | 377,862 | | | | | | | | | | | | 377,862 |
| 0372 | 5680 | 7531 | 2678 | 7400 | 00264500 | Work Plan Renovations | MIAMI SUNSET SR PROJECT | 548,313 | | | | | | | | | | | | 548,313 |
| 0332 | 5680 | 9109 | 0774 | 7400 | 0774 | | STRUCTURAL INVESTIGATIONS | 3,000,000 | | | | | | | | | | | | 3,000,000 |
| 0332 | 5680 | 9109 | 1153 | 7400 | 1153 | | FIRE CODE REPAIRS | 5,612,947 | | | | | | | | | | | | 5,612,947 |
| 0372 | 5680 | 9109 | 1153 | 7400 | 1153 | | FIRE CODE REPAIRS | 24,387,053 | | | | | | | | | | | | 24,387,053 |

Total Revenues : 1,022,840,635 1,500,000 22,432,505 36,682,251 428,469,871 20,607,000 11,970,446 11,707,000 150,000,000 39,471,562 300,000,000

| Fund | Obj | Loc | Prog | Func | Project Number | Project Description | Program Desc | Uncomm. Fund Balance | | | | | | | Interfund Tfr | MEL | COPs |
|------|------|------|------|------|----------------|---------------------|---|----------------------|------------------|-------------------|-------------------|--------------------|-------------------|-------------------|--------------------|-------------------|--------------------|
| | | | | | | | | 2008-09 | CO & DS | PECO | LOML | Interest | Impact Fees | RANS | | | |
| 0332 | 5680 | 9109 | 1511 | 7400 | 1511 | | COMPREHENSIVE NEEDS | 14,036,197 | | | | | | | 14,036,197 | | |
| 0344 | 5680 | 9114 | 1500 | 7400 | 1500 | | SAFETY TO LIFE ALTERATIONS | 1,445,969 | | 1,445,969 | | | | | | | |
| 0332 | 5680 | 9115 | 1568 | 7400 | 1568 | | VARIOUS ASBESTOS REMOVAL STL | 2,500,000 | | | | | | | 2,500,000 | | |
| 0372 | 5680 | 9128 | 0100 | 7400 | 0100 | | BUILDING COMMITTEE (CIF) | 1,100,000 | | | 1,100,000 | | | | | | |
| 0372 | 5680 | 9219 | 1508 | 7400 | 1508 | | ADA PROJECTS | 1,351,274 | | | 1,351,274 | | | | | | |
| 0332 | 5680 | 9219 | 1508 | 7400 | 1508 | | ADA PROJECTS | 6,648,726 | | | | | | | 6,648,726 | | |
| 0332 | 5640 | 9241 | 0187 | 7400 | 0187 | | SECURITY CAMERAS | 500,000 | | | | | | | 500,000 | | |
| 0332 | 5680 | 9241 | 0762 | 7400 | 0762 | | CONTRACT - A/C COMPONENTS REPLAC | 9,500,000 | | | | | | | 9,500,000 | | |
| 0332 | 5680 | 9241 | 1120 | 7400 | 1120 | | CONTRACT - BUILDING RENOVATIONS | 10,000,000 | | | | | | | 10,000,000 | | |
| 0332 | 5680 | 9241 | 1123 | 7400 | 1123 | | MAINTENANCE SERVICE CONTRACTS | 3,313,663 | | | | | | | 3,313,663 | | |
| 0332 | 5680 | 9241 | 1137 | 7400 | 1137 | | CONTRACT - PAINTING | 4,000,000 | | | | | | | 4,000,000 | | |
| 0360 | 5680 | 9241 | 1171 | 7400 | 1171 | | ROOF REPAIR/REPLACEMENT | 1,500,000 | 1,500,000 | | | | | | | | |
| 0332 | 5680 | 9241 | 1171 | 7400 | 1171 | | ROOF REPAIR/REPLACEMENT | 16,500,000 | | | | | | | 16,500,000 | | |
| 0332 | 5680 | 9241 | 1186 | 7400 | 1186 | | CONTRACT - ELECTRICAL UPGRADE | 1,000,000 | | | | | | | 1,000,000 | | |
| 0332 | 5680 | 9241 | 1192 | 7400 | 1192 | | PORTABLE HOOKUP (CIF) | 2,500,000 | | | | | | | 2,500,000 | | |
| | | | | | | | Existing Schools-Comprehensive Needs Total | 110,930,795 | 1,500,000 | 1,445,969 | 0 | 28,211,293 | 0 | 0 | 79,773,533 | 0 | |
| 0372 | 5680 | 9109 | 0700 | 7400 | 0700 | | GENERAL ANCILLARY | 820,140 | | | | 820,140 | | | | | |
| 0372 | 5640 | 9109 | 0733 | 7400 | 00448000 | Highway to Success | DISTRICTWIDE FF & E NEEDS | 266,647 | | | | 266,647 | | | | | |
| | | | | | | | Ancillary Facilities/Central Total | 1,086,787 | 0 | 0 | 0 | 1,086,787 | 0 | 0 | 0 | 0 | |
| | | | | | | | Grand Total | 1,022,840,635 | 1,500,000 | 22,432,505 | 36,682,251 | 428,469,871 | 20,607,000 | 11,970,446 | 150,000,000 | 39,471,562 | 300,000,000 |



STATISTICAL HIGHLIGHTS

Miami-Dade County Public Schools is a countywide school system, and it is the fourth largest system in the nation.

Management of schools is totally independent of metropolitan and city governments. The metropolitan government collects the school tax for the school system, but exercises no control over its use.

The nine-member School Board is elected by single member districts. Regular, open meetings are generally held in the Board auditorium each month on a Wednesday at one o'clock.

Responsibility for administration of schools is vested in the District Superintendent, appointed by the Board. Each of the school district's schools is assigned to one of four Regional Centers, which provide support for schools, advocacy for students and parents, and partnerships with businesses.

HISTORICAL AND PROJECTED POPULATION IN MIAMI-DADE COUNTY, FLORIDA 1960-2030

| Year | Population in Incorporated Areas | Population in Unincorporated Areas | Total Population | Avg. Annual % Growth in Total Population |
|--------------------------|--|--|---------------------|---|
| <u>Historical</u> | | | | |
| 1960 Census* | 582,713 | 352,334 | 935,047 | N/A |
| 1970 Census* | 730,425 | 537,367 | 1,267,792 | 35.6 |
| 1980 Census* | 826,674 | 799,107 | 1,625,781 | 28.2 |
| 1990 Census* | 900,169 | 1,036,925 | 1,937,094 | 19.1 |
| 2000 Census* | 1,049,074 | 1,204,705 | 2,253,779 | 16.3 |
| <u>Annual</u> | | | | |
| 2002, Estimate* | 1,088,907 | 1,223,571 | 2,312,478 | 1.2 |
| 2003, Estimate* | 1,130,735 | 1,215,197 | 2,345,932 | 1.4 |
| 2004, Estimate* | 1,280,878 | 1,098,940 | 2,379,818 | 1.4 |
| 2005, Estimate* | 1,287,389 | 1,134,686 | 2,422,075 | 1.8 |
| 2006, Estimate* | 1,338,098 | 1,098,924 | 2,437,022 | .6 |
| <u>Projected</u> | | | | |
| 2010 ** | N/A | N/A | 2,437,022 | 5.4 |
| 2015 ** | N/A | N/A | 2,568,800 | 5.9 |
| 2020 ** | N/A | N/A | 2,720,200 | 5.2 |
| 2025 ** | N/A | N/A | 2,860,900 | 4.4 |
| 2030 ** | N/A | N/A | 2,986,500 | 3.9 |

Source: * Florida Statistical Abstract 2007, Table 1.25, University of Florida, College of Business
 ** Florida Statistical Abstract 2007, Table 1.41, University of Florida, College of Business (Medium Projection)

STUDENT MEMBERSHIP BY GRADE LEVEL, 2007-08

| Grade | White Non-Hispanic | Black Non-Hispanic | Hispanic | Other * | Total |
|--------------|-----------------------|-----------------------|----------------|--------------|----------------|
| PK | 510 | 2,388 | 4,098 | 173 | 7,169 |
| K | 2,133 | 6,443 | 15,462 | 704 | 24,742 |
| 1 | 2,299 | 6,734 | 16,088 | 708 | 25,829 |
| 2 | 2,258 | 6,851 | 16,746 | 701 | 26,556 |
| 3 | 2,481 | 7,542 | 17,491 | 716 | 28,230 |
| 4 | 2,439 | 6,426 | 16,083 | 725 | 25,673 |
| 5 | 2,539 | 6,661 | 16,362 | 737 | 26,299 |
| 6 | 2,509 | 6,915 | 16,351 | 710 | 26,485 |
| 7 | 2,427 | 6,892 | 16,440 | 706 | 26,465 |
| 8 | 2,401 | 5,665 | 14,966 | 621 | 23,653 |
| 9 | 2,643 | 8,172 | 18,305 | 695 | 29,815 |
| 10 | 2,646 | 8,058 | 18,058 | 672 | 29,434 |
| 11 | 2,298 | 6,498 | 15,266 | 587 | 24,649 |
| 12 | 2,283 | 6,155 | 13,776 | 561 | 22,775 |
| TOTAL | 31,866 | 91,400 | 215,492 | 9,016 | 347,774 |

| | |
|--------------|---------|
| TOTAL MALE | 177,982 |
| TOTAL FEMALE | 169,792 |

* Other includes American Indian, Asian, and Multiracial categories.

Source: Computation by Assessment, Research, and Data Analysis based on data in the Student Data Base System, October 2007.

**FLORIDA COMPREHENSIVE ASSESSMENT TEST (FCAT)
TOTAL AVERAGE READING SCORES***

ALL STUDENTS TESTED

| Grade | DISTRICT | | | | STATE | | | |
|-----------|----------|------|------|------|-------|------|------|------|
| | 2005 | 2006 | 2007 | 2008 | 2005 | 2006 | 2007 | 2008 |
| 3 | 294 | 306 | 299 | 303 | 305 | 313 | 309 | 313 |
| 4 | 314 | 311 | 311 | 313 | 319 | 314 | 316 | 319 |
| 5 | 297 | 299 | 302 | 299 | 303 | 304 | 310 | 305 |
| 6 | 282 | 306 | 297 | 300 | 299 | 311 | 306 | 310 |
| 7 | 283 | 300 | 306 | 307 | 299 | 310 | 313 | 315 |
| 8 | 282 | 289 | 292 | 304 | 297 | 299 | 303 | 310 |
| 9 | 287 | 293 | 296 | 301 | 301 | 306 | 308 | 313 |
| 10 | 282 | 290 | 288 | 294 | 296 | 298 | 300 | 306 |

**FLORIDA COMPREHENSIVE ASSESSMENT TEST (FCAT)
TOTAL AVERAGE WRITING SCORES ***

ALL STUDENTS TESTED

| Grade | DISTRICT | | | | STATE | | | |
|-----------|----------|------|------|------|-------|------|------|------|
| | 2005 | 2006 | 2007 | 2008 | 2005 | 2006 | 2007 | 2008 |
| 4 | 3.8 | 3.9 | 3.9 | 3.9 | 3.7 | 3.9 | 3.9 | 3.8 |
| 8 | 3.7 | 3.9 | 4.1 | 4.2 | 3.8 | 4.0 | 4.1 | 4.2 |
| 10 | 3.8 | 3.8 | 3.9 | 3.8 | 3.8 | 3.9 | 3.9 | 3.9 |

* Beginning with the 2001 FCAT administration, the FCAT is administered in grades 3-10 (Reading and Mathematics) and grades 4, 8, and 10 (Writing). As of the 2005 administration, students in grades 5, 8, and 11 are also tested in FCAT Science; grades 5, 8, and 10 were tested in previous years.

**FLORIDA COMPREHENSIVE ASSESSMENT TEST (FCAT)
TOTAL AVERAGE MATHEMATICS SCORES ***

ALL STUDENTS TESTED

| Grade | DISTRICT | | | | STATE | | | |
|--------------|-----------------|-------------|-------------|-------------|--------------|-------------|-------------|-------------|
| | 2005 | 2006 | 2007 | 2008 | 2005 | 2006 | 2007 | 2008 |
| 3 | 310 | 319 | 322 | 331 | 317 | 324 | 328 | 333 |
| 4 | 309 | 315 | 316 | 321 | 312 | 318 | 319 | 324 |
| 5 | 328 | 324 | 326 | 329 | 329 | 329 | 332 | 333 |
| 6 | 293 | 305 | 298 | 304 | 305 | 312 | 307 | 313 |
| 7 | 290 | 297 | 305 | 309 | 303 | 307 | 312 | 315 |
| 8 | 301 | 304 | 307 | 319 | 313 | 314 | 318 | 324 |
| 9 | 286 | 290 | 290 | 299 | 300 | 302 | 302 | 309 |
| 10 | 311 | 316 | 315 | 320 | 322 | 324 | 323 | 327 |

* Beginning with the 2001 FCAT administration, the FCAT is administered in grades 3-10 (Reading and Mathematics) and grades 4, 8, and 10 (Writing). As of the 2005 administration, students in grades 5, 8, and 11 are also tested in FCAT Science; grades 5, 8, and 10 were tested in previous years.

**PERCENTAGE OF STANDARD CURRICULUM STUDENTS SCORING AT LEVEL 2
OR HIGHER ON THE FLORIDA COMPREHENSIVE ASSESSMENT TEST (FCAT)**

| | 2003 | 2004 | 2005 | 2006 | 2007* |
|--|-------------|-------------|-------------|-------------|--------------|
| Reading – 3rd Grade | | | | | |
| All students | 69 | 79 | 82 | 89 | 83 |
| Black | 60 | 68 | 73 | 82 | 73 |
| Hispanic | 70 | 82 | 85 | 91 | 86 |
| White | 86 | 92 | 94 | 97 | 94 |
| Other | 83 | 91 | 89 | 93 | 92 |
| Reading – 4th Grade | | | | | |
| All students | 66 | 89 | 91 | 88 | 87 |
| Black | 56 | 82 | 85 | 78 | 77 |
| Hispanic | 68 | 91 | 92 | 91 | 89 |
| White | 84 | 95 | 97 | 96 | 95 |
| Other | 82 | 95 | 94 | 93 | 93 |
| Reading – 5th Grade | | | | | |
| All students | 65 | 77 | 87 | 88 | 90 |
| Black | 54 | 64 | 78 | 81 | 82 |
| Hispanic | 67 | 79 | 89 | 90 | 92 |
| White | 84 | 91 | 95 | 96 | 96 |
| Other | 82 | 87 | 94 | 92 | 92 |
| Reading – 6th Grade | | | | | |
| All students | 60 | 68 | 73 | 85 | 83 |
| Black | 47 | 53 | 59 | 75 | 73 |
| Hispanic | 62 | 72 | 77 | 87 | 86 |
| White | 81 | 87 | 88 | 95 | 94 |
| Other | 82 | 84 | 86 | 93 | 89 |
| Reading – 7th Grade | | | | | |
| All students | 61 | 71 | 72 | 82 | 85 |
| Black | 47 | 57 | 58 | 72 | 77 |
| Hispanic | 63 | 74 | 75 | 85 | 86 |
| White | 82 | 89 | 88 | 94 | 95 |
| Other | 82 | 85 | 84 | 88 | 93 |
| Reading – 8th Grade | | | | | |
| All students | 62 | 70 | 71 | 77 | 78 |
| Black | 48 | 57 | 58 | 63 | 65 |
| Hispanic | 65 | 73 | 73 | 81 | 82 |
| White | 83 | 88 | 89 | 92 | 93 |
| Other | 83 | 86 | 87 | 87 | 86 |
| Reading – 9th Grade | | | | | |
| All students | 45 | 56 | 62 | 69 | 71 |
| Black | 32 | 40 | 45 | 53 | 56 |
| Hispanic | 45 | 59 | 66 | 72 | 75 |
| White | 72 | 80 | 83 | 88 | 88 |
| Other | 70 | 75 | 79 | 82 | 79 |
| Reading – 10th Grade | | | | | |
| All students | 55 | 60 | 55 | 59 | 57 |
| Black | 42 | 45 | 38 | 41 | 39 |
| Hispanic | 57 | 62 | 58 | 63 | 60 |
| White | 81 | 82 | 79 | 82 | 82 |
| Other | 73 | 79 | 73 | 76 | 73 |

* Latest year for which data is available.

**PERCENTAGE OF STANDARD CURRICULUM STUDENTS SCORING AT LEVEL 2
OR HIGHER ON THE FLORIDA COMPREHENSIVE ASSESSMENT TEST (FCAT)**

| | 2003 | 2004 | 2005 | 2006 | 2007* |
|--|-------------|-------------|-------------|-------------|--------------|
| Mathematics - 3rd Grade | | | | | |
| All Students | 75 | 83 | 87 | 90 | 91 |
| Black | 65 | 72 | 77 | 83 | 82 |
| Hispanic | 78 | 86 | 90 | 93 | 93 |
| White | 88 | 94 | 97 | 97 | 97 |
| Other | 83 | 93 | 92 | 94 | 95 |
| Mathematics – 4th Grade | | | | | |
| All students | 72 | 89 | 90 | 91 | 91 |
| Black | 61 | 81 | 83 | 82 | 84 |
| Hispanic | 75 | 91 | 92 | 93 | 93 |
| White | 87 | 95 | 96 | 97 | 97 |
| Other | 85 | 93 | 95 | 92 | 93 |
| Mathematics – 5th Grade | | | | | |
| All students | 72 | 83 | 89 | 87 | 88 |
| Black | 60 | 70 | 79 | 78 | 79 |
| Hispanic | 75 | 87 | 91 | 90 | 91 |
| White | 88 | 93 | 95 | 96 | 96 |
| Other | 84 | 90 | 95 | 88 | 92 |
| Mathematics – 6th Grade | | | | | |
| All students | 59 | 64 | 70 | 76 | 74 |
| Black | 43 | 45 | 54 | 61 | 58 |
| Hispanic | 62 | 69 | 74 | 80 | 77 |
| White | 79 | 83 | 86 | 90 | 88 |
| Other | 81 | 81 | 82 | 87 | 84 |
| Mathematics – 7th Grade | | | | | |
| All students | 58 | 69 | 74 | 78 | 82 |
| Black | 41 | 52 | 57 | 64 | 71 |
| Hispanic | 62 | 74 | 79 | 82 | 85 |
| White | 79 | 87 | 89 | 92 | 93 |
| Other | 83 | 83 | 84 | 86 | 89 |
| Mathematics – 8th Grade | | | | | |
| All students | 66 | 77 | 78 | 81 | 83 |
| Black | 49 | 62 | 63 | 66 | 70 |
| Hispanic | 71 | 81 | 82 | 85 | 86 |
| White | 86 | 92 | 93 | 94 | 95 |
| Other | 89 | 90 | 90 | 83 | 86 |
| Mathematics – 9th Grade | | | | | |
| All students | 64 | 74 | 80 | 82 | 83 |
| Black | 50 | 61 | 67 | 70 | 73 |
| Hispanic | 66 | 77 | 83 | 85 | 86 |
| White | 85 | 91 | 93 | 94 | 94 |
| Other | 86 | 87 | 91 | 88 | 90 |
| Mathematics – 10th Grade | | | | | |
| All students | 72 | 81 | 83 | 85 | 85 |
| Black | 57 | 67 | 71 | 75 | 74 |
| Hispanic | 76 | 84 | 86 | 88 | 88 |
| White | 89 | 95 | 95 | 95 | 96 |
| Other | 88 | 90 | 92 | 75 | 84 |

* Latest year for which data is available.

**DISTRICTWIDE NORM-REFERENCE
(STANFORD-10 IN Grade 2; FCAT NRT in Grades 3-10)**

| READING COMPREHENSION | | | | | | | | | | |
|-----------------------|------|------|------|------|------|------|------|------|------|------|
| GRADE | 1999 | 2000 | 2001 | 2002 | 2003 | 2004 | 2005 | 2006 | 2007 | 2008 |
| 2* | 39 | 52 | 55 | 55 | 58 | 65 | 51 | 55 | N/A | N/A |
| 3 | 38 | 42 | 52 | 54 | 57 | 53 | 43 | 57 | 56 | 56 |
| 4 | 40 | 50 | 52 | 56 | 56 | 59 | 49 | 66 | 59 | 66 |
| 5 | 40 | 40 | 42 | 48 | 51 | 46 | 57 | 65 | 70 | 70 |
| 6 | 36 | 37 | 40 | 45 | 48 | 42 | 43 | 62 | 60 | 58 |
| 7 | 38 | 41 | 48 | 51 | 55 | 47 | 46 | 58 | 61 | 63 |
| 8 | 38 | 44 | 48 | 52 | 52 | 49 | 57 | 57 | 58 | 62 |
| 9 | | 32 | 36 | 36 | 36 | 34 | 53 | 55 | 57 | 58 |
| 10 | | | 26 | 40 | 40 | 34 | 50 | 56 | 50 | 62 |

| MATHEMATICS | | | | | | | | | | |
|-------------|------|------|------|------|------|------|------|------|------|------|
| GRADE | 1999 | 2000 | 2001 | 2002 | 2003 | 2004 | 2005 | 2006 | 2007 | 2008 |
| 2* | 52 | 53 | 57 | 57 | 57 | 62 | 51 | 51 | N/A | N/A |
| 3 | 51 | 51 | 56 | 61 | 64 | 59 | 54 | 64 | 64 | 58 |
| 4 | 56 | 49 | 55 | 62 | 62 | 66 | 57 | 67 | 74 | 68 |
| 5 | 59 | 59 | 57 | 59 | 64 | 56 | 61 | 66 | 68 | 72 |
| 6 | 39 | 44 | 51 | 54 | 61 | 54 | 51 | 62 | 58 | 64 |
| 7 | 40 | 38 | 47 | 55 | 58 | 55 | 57 | 61 | 69 | 67 |
| 8 | 46 | 46 | 50 | 53 | 56 | 56 | 59 | 66 | 67 | 70 |
| 9 | | 39 | 51 | 54 | 57 | 57 | 63 | 67 | 66 | 67 |
| 10 | | 44 | 57 | 60 | 60 | 55 | 47 | 60 | 57 | 55 |

* Beginning in 2005, the norm-referenced test scores for the grades 3-10 FCAT and the local grade 2 Stanford program were based on the Stanford Achievement Test, Tenth Edition (SAT-10); previous years were based on the ninth (SAT-9) and earlier editions.

GENERAL INFORMATION – TEN-YEAR TRENDS

| Year | Schools | Pupils | Teachers | Salary * |
|---------|---------|---------|----------|----------|
| 1998-99 | 309 | 352,595 | 18,166 | 42,015 |
| 1999-00 | 318 | 360,202 | 18,702 | 42,980 |
| 2000-01 | 325 | 368,453 | 19,181 | 44,527 |
| 2001-02 | 331 | 374,725 | 19,636 | 45,416 |
| 2002-03 | 340 | 371,482 | 19,486 | 45,905 |
| 2003-04 | 348 | 369,578 | 19,411 | 45,867 |
| 2004-05 | 356 | 365,784 | 20,319 | 45,873 |
| 2005-06 | 367 | 361,550 | 21,161 | 48,155 |
| 2006-07 | 378 | 353,283 | 22,006 | 47,179 |
| 2007-08 | 392 | 347,774 | 22,393 | 51,561 |

* Average teacher's salary excluding fringe benefits (salary for ten months).

Source: Assessment, Research, and Data Analysis, compiled by Research Services.

PRE-K TO 12 SCHOOL CENTERS, BY BOARD MEMBER DISTRICT * 2007-08

| District | Elem. | K-8 Centers | Middle | Senior High | Comb. ** | Alternative/ Specialized*** | Total |
|--------------|------------|----------------|-----------|----------------|----------|--------------------------------|------------|
| I | 32 | 1 | 9 | 4 | 1 | 1 | 49 |
| II | 39 | 0 | 11 | 11 | 3 | 1 | 64 |
| III | 11 | 4 | 4 | 5 | 0 | 0 | 24 |
| IV | 18 | 4 | 10 | 9 | 1 | 0 | 42 |
| V | 19 | 1 | 7 | 5 | 1 | 0 | 33 |
| VI | 15 | 6 | 7 | 9 | 1 | 1 | 39 |
| VII | 20 | 3 | 7 | 4 | 1 | 1 | 36 |
| VIII | 28 | 1 | 7 | 5 | 0 | 0 | 41 |
| IX | 32 | 7 | 13 | 10 | 1 | 1 | 64 |
| TOTAL | 214 | 27 | 75 | 62 | 9 | 5 | 392 |

* Does not include the Educational Alternative Outreach Program centers, TAP, Migrant PK School, and PK Florida First Start.

** Includes schools with combined grades other than those listed.

*** Includes ESE centers.

Source: Assessment, Research, and Data Analysis, compiled by Research Services.

ETHNIC COMPOSITION OF STUDENTS BY BOARD MEMBER DISTRICT OCTOBER 2007

| District* | White-Non Hispanic | Black-Non Hispanic | Hispanic | Other ** | Total |
|----------------|-----------------------|-----------------------|----------------|--------------|----------------|
| I | 436 | 26,614 | 6,113 | 551 | 33,726 |
| II | 772 | 27,748 | 9,901 | 371 | 38,780 |
| III | 5,778 | 8,334 | 12,144 | 1,143 | 27,399 |
| IV | 2,044 | 3,459 | 43,151 | 628 | 49,282 |
| V | 1,799 | 1,456 | 26,067 | 437 | 29,759 |
| VI | 4,524 | 3,552 | 24,760 | 1,051 | 33,887 |
| VII | 4,877 | 2,981 | 29,455 | 1,785 | 39,098 |
| VIII | 2,672 | 968 | 36,255 | 672 | 40,567 |
| IX | 8,964 | 16,288 | 27,603 | 2,378 | 55,233 |
| TOTAL | 31,866 | 91,400 | 215,449 | 9,016 | 347,731 |
| PERCENT | 9.2% | 26.3% | 61.9% | 2.6% | 100% |

* Includes vocational/technical education centers, charter schools, alternative/specialized centers, and the Educational Alternative Outreach Program centers. Does not include PK Florida First Start (43 students).

** Includes American Indian, Asian, and Multiracial categories.

Source: Assessment, Research, and Data Analysis, compiled by Research Services.

GRADUATES

| | 2002-03 | 2003-04 | 2004-05 | 2005-06 | 2006-07 |
|---------------|---------|---------|---------|---------|---------|
| High School * | 16,966 | 16,778 | 16,822 | 17,058 | 17,918 |
| Adult School | 645 | 477 | 383 | 255 | 239 |
| GED | 2,193 | 2,631 | 2,295 | 1,826 | 1,928 |

* Includes regular and exceptional student diplomas, but excludes Certificates of Completion.

Sources: High School: Student Data Base System, October 2007.
Adult School & GED: School Operations, October 2007.

SUMMER SCHOOL MEMBERSHIP, FIVE-YEAR TRENDS *

| Year | Elementary | K-8 | Middle | Senior | Specialized Centers | Total |
|------|------------|-----|--------|--------|---------------------|--------|
| 2003 | 7,338 | -- | 6,801 | 13,616 | -- | 27,755 |
| 2004 | 6,572 | -- | 7,919 | 14,000 | -- | 28,491 |
| 2005 | 7,842 | -- | 7,977 | 12,085 | -- | 27,904 |
| 2006 | 8,001 | -- | 5,152 | 12,499 | -- | 25,652 |
| 2007 | 5,807 | 211 | 3,622 | 7,525 | 10,138 | 27,303 |

*End of summer school count.

Note: Reported grade configurations were changed in 2007.

Source: Attendance Services.

STUDENTS SERVED IN EXCEPTIONAL STUDENT EDUCATION PROGRAMS, 2007-08*

| Program | Enrollment* |
|---------------------------------|---------------|
| Autism Spectrum Disorder | 1,663 |
| Deaf/Hard of Hearing | 412 |
| Developmentally Delayed | 1,461 |
| Dual Sensory Impaired | 14 |
| Educable Mentally Handicapped | 1,584 |
| Emotional/Behavioral Disability | 3,444 |
| Established Conditions | 48 |
| Gifted | 27,912 |
| Hospital/Homebound | 384 |
| Language Impaired | 694 |
| Orthopedically Impaired | 359 |
| Other Health Impaired | 1,168 |
| Profoundly Mentally Handicapped | 455 |
| Specific Learning Disability | 11,171 |
| Speech Impaired | 3,062 |
| Trainable Mentally Handicapped | 1,061 |
| Traumatic Brain Injured | 53 |
| Visually Impaired | 92 |
| Total | 55,037 |

* Unduplicated membership "Survey 2" data as of February 2008. ESE FTE, per the Unduplicated Exceptionality Count Report collected in December 2007, was 66,112.

Source: Assessment, Research, and Data Analysis, February 2008 FTE.
Compiled by Research Services.

HIGH SCHOOL AND ADULT-VOCATIONAL SCHOOL ENROLLMENT 2007-08

| School/Center | High School * | Adult Vocational ** |
|---|------------------|------------------------|
| Academy for Community Education | 94 | - |
| Academy of Arts & Minds | 366 | - |
| American Senior/Adult Education Center | 2,682 | 3,375 |
| Baker, George T. Aviation School | - | 367 |
| Braddock, G. Holmes Senior | 3,856 | - |
| C.O.P.E. Center North | 143 | - |
| Coral Gables Senior/Adult Education Center | 3,492 | 980 |
| Coral Reef Senior | 3,007 | - |
| Corporate Academy North | 131 | - |
| Corporate Academy South | 87 | - |
| Design & Architecture Senior | 483 | - |
| Doctor's Charter of Miami Shores | 514 | - |
| Doral Academy Charter | 939 | - |
| Doral Performing Arts Charter | 47 | - |
| Dorsey, D.A. Skill Center | - | 2,117 |
| English Center | - | 5,021 |
| Ferguson, John A. Senior | 4,084 | - |
| Goleman, Barbara Senior | 4,246 | - |
| Hialeah Senior/Adult Education Center | 3,782 | 3,626 |
| Hialeah-Miami Lakes Senior/Adult Ed. Center | 2,569 | 3,472 |
| Highway to Success | 123 | - |
| Homestead Senior | 2,513 | - |
| International Studies Charter | 237 | - |
| Krop, Dr. Michael Senior | 3,766 | - |
| Lawrence Academy High | - | 4,089 |
| Life Skills Center Charter Liberty City | 14 | 3,691 |
| Life Skills Center Charter Miami-Dade | 12 | - |
| Life Skills Center Charter Opa Locka | 217 | - |
| Lindsay Hopkins Center | 293 | - |
| Maritime & Science Technology Academy | 550 | - |
| Mater Academy East High | 67 | - |
| Mater Academy Charter High | 1,425 | - |
| Mater Academy Lakes Charter High | 194 | - |
| Mater Performing Arts Charter | 176 | - |
| Miami Beach Senior/Adult Education Center | 1,958 | 1,933 |
| Miami Carol City Senior | 2,472 | - |
| Miami Central Senior | 2,082 | - |
| Miami Coral Park Senior/Adult Ed. Center | 3,616 | 2,575 |
| Miami Douglas MacArthur North | 174 | - |
| Miami Douglas MacArthur South | 179 | - |
| Miami Edison Senior | 1,147 | - |
| Miami Jackson Senior/Adult Education Center | 1,550 | 802 |
| Miami Killian Senior | 3,410 | - |
| Miami Lakes Educational Center | 1,589 | 2,006 |
| Miami Norland Senior | 1,851 | - |
| Miami Northwestern Senior | 2,439 | - |
| Miami Palmetto Senior/Adult Ed. Center | 3,305 | 2,702 |
| Miami Senior/Adult Education Center | 3,116 | 2,371 |
| Miami Southridge Senior | 3,453 | - |
| Miami Springs Senior/Adult Education Center | 2,740 | 1,786 |

HIGH SCHOOL AND ADULT-VOCATIONAL SCHOOL ENROLLMENT 2007-08 (continued)

| School/Center | High School * | Adult Vocational ** |
|--|----------------|---------------------|
| Miami Sunset Senior/Adult Education Center | 3,043 | 3,088 |
| Morgan, Robert Education Center | 2,429 | 1,960 |
| New World School of the Arts | 489 | - |
| North Miami Beach Senior | 2,836 | - |
| North Miami Senior/Adult Education Center | 2,816 | 4,677 |
| Regan, Ronald W./Doral Senior | 1,413 | - |
| School for Advanced Studies Homestead | 64 | - |
| School for Advanced Studies North | 93 | - |
| School for Advanced Studies South | 182 | - |
| School for Advanced Studies Wolfson | 86 | - |
| School for Applied Technology | 126 | - |
| SIATECH | 394 | - |
| Somerset Academy Charter | 34 | - |
| South Dade Senior/Adult Education Center | 2,588 | 2,658 |
| South Miami Senior | 2,686 | - |
| Southwest Miami Senior/Adult Ed. Center | 3,035 | 1,408 |
| Turner, William H. Tech. | 1,801 | 620 |
| Varela, Felix Senior | 3,588 | - |
| Wallace, Dorothy - C.O.P.E. Center South | 133 | - |
| Washington, Booker T. Senior | 1,345 | - |
| Westland Hialeah Senior | 674 | - |
| Young Women's Prep Academy | 185 | - |
| TOTAL | 105,230 | 51,633 |

* October 2007 Membership.

** Unduplicated enrollment during the first trimester.

Sources: High School: Student Data Base System;
Adult Vocational: School Operations.

ENROLLMENT IN BILINGUAL PROGRAMS 2007-08

| Program | Enrollment |
|---|------------|
| English for Speakers of Other Languages | 50,948 |
| Spanish for Spanish Speakers | 100,899 |
| World Languages - Spanish (Elementary) | 38,743 |
| Secondary Spanish as a Foreign Language | 20,089 |
| Basic Skills in the Home Language* | 42,613 |

* Count does not include charter schools. Data provided by Division of Bilingual Education and World Languages.

Source: Computation by Assessment, Research, and Data Analysis based on data in the Student Data Base System.

ENROLLMENT IN MAGNET PROGRAMS, 2007-08*

| Program | Number of Schools | | Enrollment |
|---------------------------|-------------------|---|---------------|
| Careers & Professions | 25 | (Sr. High) | 5,325 |
| Communication/Humanities | 6 | (4 Elementary, 2 Middle) | 2,615 |
| International Education | 19 | (8 Elementary, 4 Middle, 3 Sr. High) | 8,994 |
| Math/Science & Technology | 18 | (7 Elementary, 7 Middle, 2 Sr. High) | 8,737 |
| Montessori | 4 | (Elementary) | 847 |
| Visual & Performing Arts | 21 | (5 Elementary, 7 Middle, 6 Sr. High) | 6,199 |
| TOTAL | 74 | | 32,717 |

* In addition to the magnet programs/schools, choice programs also encompass the following: 14 controlled choice schools serving 6,800 students; 63 charter schools serving 21,667 students; and 2 satellite learning centers serving 263 students in the 2007-08 school year.

Source: Assessment, Research, and Dade Analysis.

TOTAL PERSONNEL 2007-08 (as of October 2007)

Classification

Administrative Staff:

| | |
|--|-----|
| Officials, Administrators, Managers: Instructional * | 99 |
| Officials, Administrators, Managers: Non-Instructional * | 140 |
| Consultants, Supervisors of Instruction | 41 |
| Principals | 360 |
| Assistant Principals ** | 718 |

Instructional Staff:

| | |
|---|-------|
| Teachers: Elementary | 9,837 |
| Secondary | 6,786 |
| Exceptional Student Education | 3,850 |
| Vocational/Adult and Others | 1,920 |
| (Total Teachers: 22,393) | |
| Guidance | 977 |
| School Social Workers | 158 |
| School Psychologists | 248 |
| Librarians & Audiovisual Staff | 366 |
| Other Professional Staff: Instructional *** | 568 |

Support Staff:

| | |
|---|------------|
| Investigators, Patrol Officers | 170 |
| Other Professional and Technical Staff **** | 828 |
| Paraprofessionals (Teacher Aides) | 2,500 |
| Technicians | 489 |
| Clerical & Secretarial Staff | 3,167 |
| Service Workers | 5,717 |
| Skilled Crafts | 937 |
| Laborers, Unskilled | <u>186</u> |

Total Full-time Staff 40,062

Total Part-time Staff 10,393

TOTAL Full-time & Part-time Staff **50,455**

* Includes superintendent, deputy/associate/assistant superintendents, directors, and supervisors.

** Includes 122 Adult and Community Education assistant principals.

*** Example: student activities/athletics directors, placement specialists, teacher trainers, teachers on special assignment, etc.

**** Example: evaluators, programmers, contracted construction coordinators, lab technicians, safety inspectors, etc.

Source: Public Schools Staff Survey (EEO-5), October 2007.

TEACHERS' BASE SALARY MINIMUMS & MAXIMUMS *
2007-08 SCHEDULE - 10 MONTHS

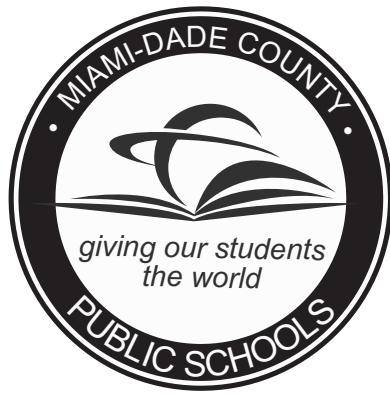
| | Minimum | Maximum |
|-------------------------|----------|----------|
| Bachelor's Degree | \$38,000 | \$67,225 |
| Master's Degree ** | \$41,100 | \$70,325 |
| Specialist's Degree *** | \$43,150 | \$72,375 |
| Doctoral Degree | \$45,200 | \$74,425 |

* Base salary as of March 2007 not including supplements for department chairpersons, additional pay for sixth period teaching, etc.

** Degree in teaching field.

*** Thirty-six semester hours of graduate credit in teaching field after receiving the Master's degree.

Source: Office of Human Resources, 2007-08 Teacher Salary Schedule.



GLOSSARY

A+ PLAN

Proposed by Governor Bush soon after his election and passed by the Florida Legislature, the A+ Plan provides for assigning a grade each year to each public school in Florida.

Grades are based on a number of variables including student scores on the Florida Comprehensive Assessment Test (FCAT) and other variables such as attendance, graduation rates, etc.

The A+ Plan provides that if a public school receives a grade of “F” for two out of any four years, all students assigned to that school can attend another public school with a grade of “C” or higher of their parents’ choice.

ACCRUAL ACCOUNTING

Revenues are recorded when earned and expenses are recorded when the liability is incurred, regardless of the timing of related cash flows.

ALLOCATION PLAN

Plan for computing allocations to schools for instructional and support personnel funded from the General Fund budget. Many of these allocations are consolidated into a combined revenue account which K-12 schools use to develop unique school budgets under the School-Based Budget System (SBBS). Some allocations are categorical for purposes of school budgeting and must be used only for specific purposes, e.g., Exceptional Student Education.

APPROPRIATIONS

Distribution of revenue to authorize expenditures.

BSA (BASE STUDENT ALLOCATION)

Involves the gross state dollar allocation per FTE student in the Florida Education Finance Program, regardless of program cost category. An FTE student in each program cost category is worth a multiple of the BSA as specified by the Florida Legislature.

BUDGET, ADOPTED

Refers to the budget formally adopted by the Board following a second required public hearing in September. The adopted budget is amended from time to time during the course of the year. The Operating Budget is always amended by formal resolution in late winter and late spring after in-depth review of revenue and expenditure analyses.

BUDGET, PRELIMINARY

Represents the initial stage of budget preparation and involves the assembling of estimated personnel and material cost information. The preliminary budget is not necessarily a balanced budget and is used primarily as a starting point in developing the tentative budget.

BUDGET, TENTATIVE

Represents the Superintendent's formal budget recommendation to the Board, provided pursuant to law, no later than 24 days after certification of the tax roll by the Property Appraiser on July 1. This budget is tentatively adopted by the School Board following the first of two public hearings required by Florida law.

Expenditures may not legally be incurred against this budget until it has been adopted by the Board. However, by law the School Board may adopt a resolution permitting the district to continue operating on the prior year's budget, from July 1 until the Tentative Budget is adopted.

BUDGET, TENTATIVE ADOPTED

Within 65-80 days after certification of the tax roll, usually early to mid-September, the budget tentatively adopted following the first public hearing, is submitted, (with revisions if any) for the second required public hearing.

Expenditures may legally be incurred using this budget, provided that final adoption occurs after the beginning of the school term.

CAPITAL OUTLAY ABATEMENT

The transfer of qualifying expenses to capital outlay funds from other funds, usually the General Fund.

CAPITAL OUTLAY TRANSFER

Florida law authorizes the use of Local Optional Millage Levy (LOML) proceeds to fund the cost of acquisition, maintenance and repairs of the district's plant and equipment. As prescribed by the Department of Education, costs of maintenance are recorded in the General Fund, but are offset by an interfund transfer (i.e. revenue) from the LOML in the Capital Outlay Fund.

CAPITAL PROJECTS FUNDS

Funds used to account for the acquisition or improvement of capital facilities, real property, library equipment or books.

(CASAS) COMPUTER ASSISTED SCHOOL ALLOCATION SYSTEM

Computer application that allocates personnel units to schools based upon staffing ratios approved by the Board. Schools have considerable latitude to cash-in, buy, or trade units based upon their unique school budget. The program also allocates discretionary funds which are available to schools for equipment and supplies for the difference between whole personnel units.

CERTIFICATES OF PARTICIPATION (COPS)

A form of debt financing which involves the sale of undivided interests in a dedicated revenue stream (e.g., lease purchase payments) and which Miami-Dade County Public Schools utilizes to purchase/construct facilities, equipment, school buses and other appropriate assets.

CIF (CAPITAL IMPROVEMENT FORCE)

The in-house construction organization which carries out various renovation projects which do not require extensive architectural or engineering services.

DCD (DISTRICT COST DIFFERENTIAL)

An adjustment to the gross Florida Education Finance Program allocation based upon cost-of-living differences in the 67 counties in the state as determined by the Florida Price Level Index. The Florida Price Level Index was adjusted during the 2004 Legislative session by including a wage index adjustment factor which had a tremendous impact on the district.

DEBT SERVICE MILLAGE LEVY

The Debt Service Millage Levy refers to the millage levy necessary to meet principal and interest payments on general obligation bonds issued by the district. On March 8, 1988, voters authorized \$980 million of general obligation bonds. All bonds authorized by this referendum have been sold.

The amount of the Debt Service Millage Levy is computed each year based upon required principal and interest payments on the general obligation bonds actually outstanding. The Debt Service Millage should decrease as the amount of principal is being paid off and if the tax roll continues to grow. However, if the growth in the tax roll is diminished as a result of the proposed Constitutional Amendment or any other proposed legislation, then the millage rate would be adjusted accordingly and could increase.

DEFICIT

The excess of liabilities of a fund over its assets, usually the result of expenditures exceeding revenues over the life of the fund. Florida Law mandates that school district budgets must be in balance, i.e., cannot be in a deficit condition. Also see the descriptions of the various components of fund balance.

DISCRETIONARY OPERATING MILLAGE LEVY

The discretionary part of the millage levy which is permitted by law to enhance operating revenues received in the Florida Education Finance Program and State Categorical Programs. The maximum rate is determined annually by the legislature.

DISTRICT PRIORITY PROGRAMS (DPP)

Appropriations set aside in a block for staff to create special programs as priorities of the district change. These programs were formerly known as District Categorical programs and systemwide programs.

ENCUMBRANCES

Legal commitments for unperformed contracts for goods or services. In budgetary accounting, encumbrances are recorded as a reduction of available appropriations to ensure that when the contract is fulfilled, funds will be available to pay the commitment.

FLORIDA COMPREHENSIVE ASSESSMENT TEST (FCAT)

A state mandated assessment test covering reading and mathematics to all students in grades 3 - 10 , science in grades 5, 8 and 11 and writing for grades 4, 8 and 10. Student achievement data are used to report educational status and annual progress for individual districts and the state.

FEFP (FLORIDA EDUCATION FINANCE PROGRAM)

Established by the Florida Legislature in 1973 to distribute revenue to districts for operating purposes. It is adjusted for varying program costs (the program cost category) and cost-of-living in the State (district cost differential). Gross state dollars are further adjusted by available property taxes per student, which largely equalizes operating revenues per FTE among districts of varying wealth. Adult programs are now funded through a set of formulas referred to as Workforce Development.

FISCAL YEAR

The fiscal year for Miami-Dade County Public Schools, like all public school districts in Florida, begins July 1 and ends the following June 30. The fiscal year is established by state law.

FRINGE BENEFITS

Employee benefits paid by an employer on behalf of employees in addition to salary. For Miami-Dade, this includes retirement programs and health insurance which may include dental and vision programs chosen by the employee.

FTE (FULL-TIME EQUIVALENT)

Full-Time Equivalent students are the primary basis for state allocations, whether in the Florida Education Finance Program or categorical programs. One FTE (unweighted) is equal to 900 hours of instruction for grades 4-12 and 720 hours in grades K-3.

FUND

A fund is a self-balancing group of accounts in which transactions relating to a particular purpose or funding source may be segregated for improved accountability.

Generally Accepted Accounting Principles (GAAP) define the following categories of funds:

1. Operating (General) Fund is used to account for the operating activities which are not required to be accounted for in another fund.
2. Debt Service Funds are used to account for payments of principal and interest on long-term debt.
3. Capital Outlay Funds are used to account for financial resources that are restricted to acquiring, improving and maintaining capital assets (e.g., land, buildings and equipment).
4. Special Revenue Funds are used to account for other restricted revenue sources such as grants, school food programs, and miscellaneous special revenue which require revenues to be expended for specific purposes.
5. Fiduciary Funds are used to account for restricted assets held for the benefit of employees and other third parties. The Early Retirement Trust Program is reported under this Fund.

FUND BALANCE

The excess of fund assets over its liabilities. To the extent that assets cannot or will not be converted to cash, reserves should be established from fund balance.

FUND BALANCE - RESERVE FOR PREPAID EXPENSES

A portion of ending fund balance which is not available to fund new appropriations in the next year because resources have already been expended in the current year even though expense recognition will be deferred until the subsequent fiscal year.

FUND BALANCE - RESERVE FOR ENCUMBRANCES

A portion of ending fund balance which is not available to fund new appropriations in the next year since it must be reserved to pay for purchase orders outstanding at fiscal year-end.

FUND BALANCE - DESIGNATED RESERVES

A portion of ending fund balance which is not available to fund new appropriations in the next fiscal year, including the following:

1. Reserve for Encumbrances
2. Reserve for Prepaid Expenses
3. Unexpended, unencumbered balances of categorical grants which must be expended for specific purposes or returned to the granting agency.

FUND BALANCE - UNDESIGNATED

The portion of ending fund balance which is available to fund new appropriations in the next fiscal year. This includes purchase requisitions in process and unexpended budgetary balances which the district, at its discretion, may or may not reappropriate in the new year.

GOVERNMENTAL ACCOUNTING STANDARDS BOARD (GASB) STATEMENT 34

In June 1999, the Governmental Accounting Standards Board (GASB) issued Statement 34, Basic Financial Statements—and Management’s Discussion and Analysis—for State and Local Governments which requires all governments, including special-purpose governments such as school districts, to implement a new financial reporting model. The model includes management’s discussion and analysis (MD&A), basic financial statements, notes to the financial statements, and certain other required supplementary information (RSI) other than MD&A.

LOML (LOCAL OPTIONAL MILLAGE LEVY)

Non-voted millage authorized by law, which may be set annually by school boards. This levy may be up to two mills for new construction and remodeling; site acquisition and site improvements; auxiliary or ancillary facilities; maintenance, renovation, and repair of existing plants; motor vehicle and school bus purchases; abatement of environmental hazards; and lease/purchase agreements for equipment, facilities and sites.

MESA (MATERIAL, EQUIPMENT AND SUPPLY ALLOCATION)

An amount per **FTE** student is appropriated annually for these purposes.

MILL

One thousandth of a dollar of assessed value.

MODIFIED ACCRUAL ACCOUNTING

Revenues are recognized when they become both measurable and available to finance expenditures of the fiscal period. Expenditures are generally recognized when the related fund liability is incurred, if measurable. Measurable means the amount of the transaction can be determined; available means collectible within the current period or soon thereafter to be used to pay liabilities of the current period.

PECO (PUBLIC EDUCATION CAPITAL OUTLAY PROGRAM)

An allocation of state funds to school districts for capital outlay or maintenance purposes is provided by state law based upon a statutory formula, the major components of which are the total number of students and any increase in the number of students.

(RLE) REQUIRED LOCAL EFFORT

Required Local Effort is that portion of the Board's millage which must be levied in order to receive state funds in the Florida Education Finance Program (FEFP). The yield from Required Local Effort is allocated with state general revenues using formulas specified in the FEFP. The effect is to largely equalize the distribution of local property taxes for operating purposes among richer and poorer school districts.

SBBS (SCHOOL-BASED BUDGET SYSTEM)

An on-line budget building system using selected revenues derived from the School Allocation Plan as the basis for the unique school budget.

SCHOOL DISCRETIONARY FUNDS

Funds appropriated over which schools have substantial discretion. Usually refers to non-salary appropriations which are generated by formula, but may also include the budget value of staff positions which may be converted to non-salary appropriations.

STATE CATEGORICALS

State categoricals are appropriations by the state for specific, categorical purposes such as instructional materials. State categorical programs generally must be expended during a fiscal year, returned to the State, or rebudgeted for that specific purpose during the next fiscal year.

SUPPLEMENTAL DISCRETIONARY OPERATING MILLAGE LEVY

Additional discretionary operating millage authorized by law, but limited to 0.25 mills or \$100 per unweighted full-time equivalent (FTE) student in grades K-12, whichever is less. The 2005 legislature increased the dollar threshold from \$50 to \$100 per unweighted FTE student.

SURPLUS

The excess of assets of a fund over its liabilities, usually the result of revenues exceeding expenditures over the life of the fund. Also, see descriptions of the various components of fund balance.

TAX REDEMPTIONS

Under state law, the county tax assessor, under prescribed circumstances, may auction tax redemption certificates for the amount of delinquent taxes owed on property. Proceeds are distributed proportionally among the various taxing authorities in the county. The owner of a tax redemption certificate may take possession of the property if, after a time period specified by law, the property owner has not reimbursed the delinquent taxes plus interest.

VOTED/NON-VOTED MILLAGE

Florida law establishes maximum millages that may be levied by a district for operating and/or capital outlay purposes without voter approval. These are referred to as **non-voted** millage levies. The constitution caps the total of these levies at ten mills.

Additionally, the Florida constitution provides that additional millage may be levied for both operating and/or capital outlay purposes **only** if approved by a referendum of the voters of the county. These are referred to as **voted** millage levies.

WORKFORCE DEVELOPMENT

Refers to a set of formulas used to fund adult programs in Florida. These formulas were developed to shift funding incentives from mere enrollment of adults in educational programs to successful fulfillment of established occupational completion points and actual job placement.

WORKLOAD

Increases or decreases in appropriations resulting from an increase or decrease in enrolled FTE students or documented county mandatory staffing requirements.



The School Board of Miami-Dade County, Florida, adheres to a policy of nondiscrimination in employment and educational programs/activities and programs/activities receiving Federal financial assistance from the Department of Education, and strives affirmatively to provide equal opportunity for all as required by:

Title VI of the Civil Rights Act of 1964 - prohibits discrimination on the basis of race, color, religion, or national origin.

Title VII of the Civil Rights Act of 1964, as amended - prohibits discrimination in employment on the basis of race, color, religion, gender, or national origin.

Title IX of the Education Amendments of 1972 - prohibits discrimination on the basis of gender.

Age Discrimination in Employment Act of 1967 (ADEA), as amended - prohibits discrimination on the basis of age with respect to individuals who are at least 40.

The Equal Pay Act of 1963, as amended, prohibits sex discrimination in payment of wages to women and men performing substantially equal work in the same establishment.

Section 504 of the Rehabilitation Act of 1973 - prohibits discrimination against the disabled.

Americans with Disabilities Act of 1990 (ADA) - prohibits discrimination against individuals with disabilities in employment, public service, public accommodations and telecommunications.

The Family and Medical Leave Act of 1993 (FMLA) - requires covered employers to provide up to 12 weeks of unpaid, job-protected leave to "eligible" employees for certain family and medical reasons.

The Pregnancy Discrimination Act of 1978 - prohibits discrimination in employment on the basis of pregnancy, childbirth, or related medical conditions.

Florida Educational Equity Act (FEEA) - prohibits discrimination on the basis of race, gender, national origin, marital status, or handicap against a student or employee.

Florida Civil Rights Act of 1992 - secures for all individuals within the state freedom from discrimination because of race, color, religion, sex, national origin, age, handicap, or marital status.

School Board Rules 6Gx13-4A-1.01, 6Gx13-4A-1.32, and 6Gx13-5D-1.10 prohibit harassment and/or discrimination against a student or employee on the basis of gender, race, color, religion, ethnic or national origin, political beliefs, marital status, age, sexual orientation, social and family background, linguistic preference, pregnancy, or disability.

Veterans are provided re-employment rights in accordance with P.L. 93-508 (Federal Law) and Section 295.07 (Florida Statutes), which stipulate categorical preferences for employment.

REVISED 5/9/03