

**The School Board of Sarasota County, Florida
Budget Workshop September 18, 2012**

Agenda

1) Student estimated enrollment update based upon the fifth day count through August 24, 2012.

Attachment "A" has been prepared projecting what the estimated October enrollment will be. The second week in October is when the state calculates district compliance with the constitutional class size. Attachment "A" details the staff adjustments that have been made by school to be in compliance with the constitutional class size limits. Overall the estimated October enrollment is estimated to be 349 students below projection. The charter schools are projected to be the majority of student decrease. The charter schools are estimated to be 304 students below projection. This will decrease the pass through of funds to the charter schools and will reduce the impact of receiving less revenue.

2) Sales Tax Surtax III Proposed Budget Amendment Number One to be Board approved October 2, 2012.

Attachment "B" contains an overview of the Sales Tax Surtax III for the period January 1, 2010 through December 31, 2024. The Surtax III revenue estimates were prepared in 2006 by the Sarasota County Government staff. This was before the economic downturn that began in 2007. It is estimated that twenty five percent of the original \$351,482,015 of sales tax revenue will not be realized. This reduction of \$87,870,050 is being taken from projects that are no longer needed and other changes based upon the reduction in millage proceeds. Attached to the financial summary is an explanation of the proposed budget amendment changes.

3) Discussion on continuing or discontinuing the school moratorium on Impact fee collections scheduled to expire December 31, 2012.

Attachment "C" has the history of school impact fees with a summary of the Impact fee budget.

Attachment "A"

The School Board of Sarasota County, Florida

2012-2013 Five day Staff Adjustments Based Upon Fifth Day Count

Schools	Projected October 2012 Enrollment	Budget	Over (Under)	Teacher Adjustment	Comments
Elementary Schools					
Alta Vista	574	563	11		Hold to make sure growth occurs
Ashton	820	780	40	2	
Atwater	715	690	25	2	
BayHaven	579	586	(7)		
Brentwood	653	632	21	1	Hold 1 to make sure growth occurs
Cranberry	752	753	(1)		
Emma Booker	502	500	2		
Englewood	471	455	16	1	
Fruitville	763	768	(5)		
Garden	588	549	39	2	
Glen Allen	675	720	(45)	(2)	
Gocio	791	791	(0)		
Gulf Gate	704	756	(52)	(2)	
Lakeview	602	623	(21)		
Lamarque	848	916	(68)	(4)	Reduce 2 Classroom Teachers, 1 Specials, and 1 Aide
Phillippi Shores	760	674	86	5	
Southside	778	719	59	3	
Tatum Ridge	687	705	(18)		
Taylor Ranch	645	651	(6)		
Toledo Blade	685	663	22	1	
Tuttle	696	665	31	1	Hold 1 to make sure growth occurs
Venice	575	591	(16)		
Wilkinson	499	488	11	1	
Total Elementary	15,362	15,238	124	11	
Middle Schools					
Booker	814	811	3		
Brookside	843	900	(57)	(2)	
Heron Creek	883	894	(11)		
McIntosh	850	918	(68)	(3)	
Sarasota	1,218	1,170	48	2	
Venice	603	559	44	2	
Woodland	787	805	(18)	(2)	Needs P/E Aide
Laurel Nokomis	982	1,074	(92)	(4)	
Total Middle Schools	6,981	7,131	(150)	(7)	
High Schools					
Booker	973	1,025	(52)	(2)	
NorthPort	2,267	2,253	14		
Riverview	2,628	2,627	1		
Sarasota	1,971	1,953	18	1	Convert the earned unit to a security aide & extra duty days
Suncoast Poly	502	553	(51)		
Venice	1,834	1,849	(15)		May need math assistance
Total High Schools	10,175	10,260	(85)	(1)	
Other Schools					
Oak Park	360	336	24		Hold to see if growth does happen
Oak Park South	53	49	4	2	Add 1 Teacher and 1 aide
Phoenix	194	181	13		
Pineview	2,259	2,201	58	2	
Total Other Schools	2,866	2,767	99	4	
Total District Schools	35,384	35,396	(12)	7	
Charter schools					
Imagine at Northport	1,101	1,123	(22)		
Imagine at Palmer	592	763	(171)		
Island Village Montessori	572	675	(103)		
Sarasota Arts and Sciences	746	750	(4)		
Sarasota Military	952	940	12		Includes Dual Enrollment & SCTI
Sarasota Suncoast Academy	475	474	1		
Suncoast Innovative Studies	405	373	32		Includes 20 Voluntary Pre K
Student Leadership	312	330	(18)		
SKY Academy	270	300	(30)		
Total Charters	5,424	5,728	(304)	0	
Alternative, Virtual, and ESE Contracted Programs					
John McKay Scholarship	385	400	(15)		
Virtual School Options	212	223	(11)		
AMI Kids	25	30	(5)		
TRIAD	115	119	(4)		
ESE Contracted Programs	90	87	3		
Total Alternative Schools	827	859	(32)	0	
Grand Total	41,635	41,984	(349)	7	

Attachment "B"

The School Board of Sarasota County, Florida
Sales Tax Surtax III Including Carry Forward from Surtax II

The one percent voted sales tax is for fourteen years ending December 31, 2024.

Project Description per Ordinance	Original Budget With Carry Forward	Proposed Amended Budget	Amount Received & Expended in Prior Years	Amount Received & Expended 2011-2012	Total Amount Received and Expended From 1/1/10 through 6/30/12	Balance Between Proposed Amended Budget and Total Received and Expended
Revenues						
Sales Tax	\$373,266,348	\$285,396,298	\$14,499,157	\$13,860,532	\$28,359,689	\$257,036,609
Interest Income		\$1,875,000	\$92,627	\$154,121	\$246,748	\$1,628,252
Unspent Prior Year Income						\$7,427,964
Total Sales Tax Revenue and Interest Earnings	\$373,266,348	\$287,271,298	\$14,591,784	\$14,014,653	\$28,606,437	\$266,092,825
Appropriations						
Ashton -16 Room Wing Addition (FY13-14)	\$595,728	\$595,728	\$0		\$0	\$595,728
Bay Haven - Cafeteria, Art Music Renovations (FY10-11)	\$2,051,259	\$2,051,259	\$1,261		\$1,261	\$2,049,998
Booker High School Renovations (FY12-14)	\$11,136,679	\$6,238,909	\$1,152,701	\$295,858	\$1,448,559	\$4,790,350
Career Technical Education Classroom Renovations (FY10-24)	\$4,500,000	\$4,500,000	\$0	\$26,712	\$26,712	\$4,473,288
Emma E. Booker 24 Wing Addition (FY13)	\$894,119	\$894,119	\$0		\$0	\$894,119
Fruitville - Remodel Building 3 & 16 and add a Wing addition (FY13-14)	\$683,327	\$683,327	\$0		\$0	\$683,327
Garden - 24 room wing addition (FY14)	\$994,050	\$994,050	\$0		\$0	\$994,050
Gocio - 36 room 2 Wing addition (FY13-14)	\$1,292,712	\$1,292,712	\$0		\$0	\$1,292,712
Lakeview - 16 Room Addition (FY 13-14)	\$595,728	\$595,728	\$0		\$0	\$595,728
Lakeview - Cafeteria Art Music Renovations (FY13-14)	\$2,826,896	\$2,826,896	\$809,718		\$809,718	\$2,017,178
Pine View School - Renovations (FY10-11)	\$5,700,184	\$5,700,184	\$0		\$0	\$5,700,184
Riverview High School Renovations (FY10)	\$2,706,598	\$27,707	\$26,266	\$1,441	\$27,707	\$1
Sarasota High - Renovation of Buildings 4, 5, and 42 (FY 10-11)	\$2,706,000	\$16,070,699	\$0	\$23,511	\$23,511	\$16,047,188
Sarasota County Technical Center - Renovations of North County (FY 10-11)	\$9,143,380	\$967,627	\$126,983	\$43,147	\$170,130	\$797,497
Toledo Blade - HVAC Renovations (FY11)	\$1,177,470		\$0		\$0	\$0
Venice High School Renovations (FY 12-14)	\$14,920,931	\$7,659,152	\$0	\$2,089	\$2,089	\$7,657,063
New Lakewood Ranch Elementary School (FY11-13)	\$2,612,290	\$2,612,290	\$0		\$0	\$2,612,290
New Northeast County High School (FY15-18)	\$17,537,246	\$17,537,246	\$0		\$0	\$17,537,246
New Northeast County Middle School (FY12-14)	\$4,687,535	\$4,687,535	\$0		\$0	\$4,687,535
New North Port 6th Elementary School (FY13-15)	\$5,327,914	\$5,327,914	\$0		\$0	\$5,327,914
New North Port 7th Elementary School (FY15-17)	\$6,825,760	\$6,825,760	\$0		\$0	\$6,825,760
New North Port 8th Elementary School (FY17-19)	\$16,584,019	\$16,584,019	\$0		\$0	\$16,584,019
New North Port 3rd Middle School (FY15-17)	\$8,471,032	\$8,471,032	\$0		\$0	\$8,471,032
New North Port 2nd High School (FY16-19)	\$27,041,426	\$27,041,426	\$0		\$0	\$27,041,426
New Oak Park South School (FY11-13)	\$2,537,792	\$2,537,792	\$0		\$0	\$2,537,792
New Operations Center in Osprey for Construction, Facilities, Telecom (FY11)	\$6,615,000	\$6,615,000	\$0		\$0	\$6,615,000
New South County Transportation Complex (FY11-12)	\$15,000,000	\$15,000,000	\$0		\$0	\$15,000,000
New Technical Center in South County (FY11-12)	\$4,873,459	\$4,873,459	\$0		\$0	\$4,873,459
New Elementary School West Villages (FY13-15)	\$5,327,914	\$5,327,914	\$0		\$0	\$5,327,914
New Future School Construction (FY15-24)	\$130,805,345	\$16,527,935	\$0		\$0	\$16,527,935
District Wide Maintenance FY(10-24)	\$24,695,756	\$24,695,756	\$1,516,135	\$791,182	\$2,307,317	\$22,388,439
District Wide Safety Projects (FY 10-24)	\$343,951	\$6,465,604	\$483,785	\$74,793	\$558,578	\$5,907,026
District Wide Small Remodeling Projects (FY 10-24)	\$9,039,095	\$9,039,095	\$1,320,995	(\$273,049)	\$1,047,946	\$7,991,149
Next Generation Learning (FY10-24)	\$3,122,656		\$0		\$0	\$0
District Wide Technology Projects (FY 10-24)	\$12,009,332	\$15,131,988	\$1,824,844	\$5,560,577	\$7,385,421	\$7,746,567
District Wide Equipment (FY 10-24)	\$2,486,627	\$2,486,627	\$126,291	\$117,763	\$244,054	\$2,242,573
District Wide Communications Support (FY10-24)	\$571,230	\$571,230	\$122,726	\$285,673	\$408,399	\$162,831
District Wide Telecom Services (FY10-24)	\$1,562,345	\$1,562,345	\$583,680	\$3,749	\$587,429	\$974,916
District Wide Vehicle @ Bus Replacement (FY10-24)	\$675,258	\$33,662,929	\$3,067,071	\$3,060,171	\$6,127,242	\$27,535,687
Portable Classroom Lease, Purchase, and Demolition (FY10-24)	\$2,588,305	\$2,588,305	\$1,297,929	(\$1,295,529)	\$2,400	\$2,585,905
Total Appropriations	\$373,266,348	\$287,271,298	\$12,460,385	\$8,718,088	\$21,178,473	\$266,092,825
Unspent Prior Year Income			\$2,131,399	\$5,296,565	\$7,427,964	(\$0)

Attachment "B" The School Board of Sarasota County, Florida
Sales Tax Surtax III
For the period January 1, 2010 through December 31, 2024
Proposed Budget Amendment Number One
Executive Summary

The revenue estimates for the fifteen year renewal of the one cent sales tax were prepared in 2006 by the Sarasota County Government Staff. This was before the economic downturn began in 2007. It is estimated that twenty five percent of the original \$351,482,015 will not be realized. This reduction of \$87,870,050 is being taken from projects that are no longer needed and changes based upon the reduction of millage funds.

In the below table are the detailed explanations of the proposed budget amendment number one.

Estimated Revenues Sales Tax Surtax III

Explanation	Increase (Decrease)
Sales Tax Revenues – The original revenues were based upon the local economy sales tax collections increasing at a yearly rate of approximately three percent. The impact of the recession and a much slower growth of the economy require a twenty five percent reduction in sales tax revenues.	(\$87,870,050)
Interest Income – In the original estimate there was not a projection of interest to be earned on sales tax collections. Based upon interest earnings from January 1, 2010 through June 30, 2012 an estimate of approximately \$125,000 per year is being forecasted.	\$1,875,000
Total Revenue (Decrease)	(\$85,995,050)

Estimated Appropriations Sales Tax Surtax III

Explanation	Increase (Decrease)
Booker High School Renovations – The amount originally budgeted is now in excess of what is needed for the rebuild.	(\$4,897,770)
Riverview High School Renovations – The Riverview High School rebuild is now complete and the amount originally budgeted in excess of what is needed.	(\$2,678,891)
Sarasota High School Renovation of Buildings 4, 5, and 42 – The original budget was estimated to use a combination of millage funds and sales tax funds. The rebuilt is now estimated to use more funds out of the sales tax fund.	\$13,364,699
Sarasota County Technical Institute Renovations – The amount originally budgeted is now in excess of what is needed for the rebuild.	(\$8,175,753)
Toledo Blade HVAC Renovations – The renovations have been completed using other funds.	(\$1,177,470)
Venice High School Renovations - The amount originally budgeted is now in excess of what is needed for the rebuild.	(\$7,261,779)
Next Generation Learning – This amount is being transferred into District Wide Technology Projects.	(\$3,122,656)
District Wide Technology Projects - This amount is being transferred from Next Generation Learning.	\$3,122,656
District Wide Vehicle and Bus Replacement – The sales tax fund is being used to replace the millage fund decreases related to the tax roll decrease and the millage rate reduction.	\$32,987,671

Attachment "B" The School Board of Sarasota County, Florida

Sales Tax Surtax III

For the period January 1, 2010 through December 31, 2024

Proposed Budget Amendment Number One

Estimated Appropriations Sales Tax Surtax III – continued

Explanation	Increase (Decrease)
District Wide Safety Projects - The sales tax fund is being used to replace the millage fund decreases related to the tax roll decrease and the millage rate reduction.	\$6,121,653
New Future School Construction Fiscal Years 2012-2024 – The amount needed to balance the estimated reduction in sales tax collections and adjust other project accounts is being taken from unidentified future school construction projects, with an original budget of \$130,805,345.	(\$114,277,410)
Total Appropriation (Decrease)	(\$85,995,050)

Attachment "C"

Sarasota County Schools & School Impact Fees

HISTORY

In 2002 the School Board commissioned Henderson Young & Company to conduct a study of possible impact fees for educational facilities throughout Sarasota County. That report was delivered October 23, 2002

On December 17, 2002, the Board voted to ask the Sarasota County Board of County Commissioners [BCC] to enact an ordinance to impose educational impact fees county-wide.

Throughout 2003, district and county staff and attorneys crafted the ordinance, including language related to exemptions for affordable housing and for housing for older persons. Later in 2003 the Commission asked that the school district update the impact fee study. The second study was presented to the School Board January 13, 2004.

On April 13, 2004 the Commission passed Ordinance 2004-028 establishing the Sarasota County Educational System Impact Fee Ordinance, effective May 1, 2004. The BCC authorized the fees requested by the School Board: \$2,032.00 for a single-family dwelling unit, \$474.00 for a multifamily unit, and \$138.00 for a mobile home, plus the two exemptions.

The Commission has amended the ordinance three times:

1. on July 28, 2004, Ordinance 2004-085 to clarify an issue with the original affordable housing language;
2. on July 11, 2007, Ordinance 2007-056 to amend the Credits section; and,
3. on December 13, 2010, at the request of the School Board, Ordinance 2010-085 to institute a two-year suspension of the fee.

Without further action by the BCC, School Impact Fees will resume for residential building permits issued after December 14, 2012.

REVENUES AND EXPENDITURES

Pursuant to the ordinance, the district has submitted fiscal year reports each December since 2005. The December 2011 report for the 2010-11 year contained these highlights:

- Annual revenues have ranged from a 2009-10 low of \$536,048 to a 2005-06 high of \$10,511,575
- For the seven years for which reports have been compiled, the district has collected \$26,745,057
 - the City of North Port has collected the most revenues: \$15,730,405, which is 59% of all revenues
 - Sarasota County has the next highest collections: \$9,308,177, or 35%
 - in addition, reimbursements and exemptions have totaled \$479,808
- impact fee revenues have partially funded the following projects
 - Atwater Elementary School construction
 - Lamarque Elementary School site acquisition and construction
 - site acquisition for North Port's seventh elementary and third middle school
 - Suncoast Polytechnical High School construction
 - Woodland Middle School construction

Attachment “C”

At the end of the 2009-10 year, the carry-forward amounted to over \$5.7 million. During the current leveling off of enrollment growth, the district continues to utilize school impact fees to acquire sites for future schools.

IMPACT FEE STUDIES

School Impact Fee studies typically examine the cost of all educational facilities required to meet the demand of new residential development. The specific capital expenses examined include:

- permanent schools' design, site prep, materials, labor, FF&E, and associated costs
- ancillary facilities
- school buses
- site acquisition
- borrowing costs.

Other factors studied include existing student station deficiencies [or surplus], enrollment forecasts, school age population per dwelling unit, non-public school enrollment, and any revenue credits contemplated.

The initial October 2002 study justified school impact fees of \$2,032 for single family, \$474 for multi-family, and \$138 for mobile home dwellings. The January 2004 update – requested by the BCC during the delayed adoption of the original ordinance – justified school impact fees of \$2,675 for single family, \$690 for multi-family, and \$197 for mobile home dwellings. The School Board subsequently requested that the BCC adopt the fees at the lower rates requested originally, and the BCC agreed.

The 2008 study justified school impact fees of \$6,341 for single family, \$1,742 for multi-family, and \$572 for mobile home dwellings. The School Board took no action on this study.

CAPITAL BUDGET

The 2012-13 Capital Projects Funds document assumes that the moratorium sunsets and contains the following:

- a 2011-12 beginning fund balance of \$5,930,458
- 2012-13 revenues of \$170,000 growing to \$1,220,000 for 2015-16
- expenditures for the North Port bus depot and for land acquisitions totaling \$5.2 million, essentially investing all of the current carry-forward.