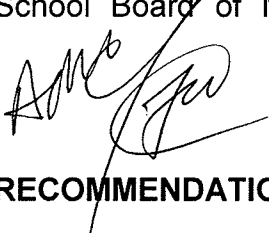


**MEMORANDUM**

**February 7, 2011**

**TO:** The Honorable Chair and Members of The School Board of Miami-Dade County, Florida

**FROM:** Alberto M. Carvalho, Superintendent of Schools 

**SUBJECT: GOVERNOR RELEASES 2011-2012 BUDGET RECOMMENDATION TO THE FLORIDA LEGISLATURE**

Today, Governor Rick Scott released a \$65.8 billion recommended state budget to the Florida legislature for fiscal year 2010-2011, which represents a reduction of approximately \$4.6 billion in the state's current budget, with education sustaining the largest reductions valued at approximately \$3.3 billion.

After a cursory analysis, it would appear that the Governor's recommended budget provides for a decrease of approximately \$1.7 billion from state, local and federal sources in the Florida Education Finance Program (FEFP). The proposed reduction is the combination of:

- the loss of approximately \$872.6 million of the federal stimulus monies that is not being replaced;
- \$656.7 million as the result of the combination of a proposed reduction to the Required Local Effort (RLE) of 0.428 mill and the decline of taxable property values of approximately 1.21 percent statewide; and
- \$518.8 million related to employees paying 5 percent towards the Florida Retirement System.

Other highlights of the budget are as follows: funds nearly 17,000 more students in public schools; and a reduction in the Base Student Allocation (BSA) of \$53.68 per student. Staff will be analyzing the proposed budget and transmitting additional information as it becomes available. For your information, the FEFP summary sheet is attached. This budget recommendation combined with the reduction in the capital outlay transfer of \$60 million, the need to absorb at least \$50 million in ARRA grant funds, and the rising cost of doing business could result in catastrophic budget impact to Miami-Dade County Public Schools.

If you have any questions or need additional information, please contact Ms. Iraida R. Mendez-Cartaya, Assistant Superintendent, Office of Intergovernmental Affairs, Grants Administration, and Community Engagement, at 305-995-1497, or Dr. Richard H. Hinds, Associate Superintendent and Chief Financial Officer, Financial Services, at 305-995-1225.

AMC:lbd  
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Attachment

cc: School Board Attorney  
Superintendent's Cabinet  
Principals  
Employee Groups  
PTA/PTSA President

EDUCATION CHOICE FUND  
2012-13- GOVERNOR SCOTT'S RECOMMENDATION

Statewide Summary

	2011-12 Governor's Recommendation	2012-13 Governor's Recommendation	Difference	Percentage Difference
<b>STUDENT COUNT</b>				
Unweighted FTE	2,655,741.48	2,685,027.44	29,285.96	1.10%
Weighted FTE	2,863,086.53	2,895,677.02	32,590.49	1.14%
<b>LOCAL TAXES</b>				
School Taxable Value	1,428,161,972,458	1,463,561,571,519	35,399,599,061	2.48%
Required Local Millage	4.952	4.906	(0.046)	-0.93%
.748 Discretionary Millage	0.748	0.748	0.000	0.00%
.250 Discretionary Millage	0.250	0.250	0.000	0.00%
Total Millage	5.950	5.904	(0.046)	-0.77%
Base Student Allocation	3,570.08	3,422.30	(147.78)	-4.14%
WFTE x BSA x DCD	10,228,046,150	9,915,956,654	(312,089,496)	-3.05%
Declining Enrollment Supplement	4,821,719	2,467,588	(2,354,131)	-48.82%
Sparsity Supplement	35,224,748	33,766,655	(1,458,093)	-4.14%
Lab School Discretionary Contribution	13,362,894	15,744,294	2,381,400	17.82%
Safe Schools	66,139,331	63,401,560	(2,737,771)	-4.14%
.748 Millage Compression	137,248,607	138,160,481	911,874	0.66%
.250 Millage Compression	4,574,280	4,836,862	262,582	5.74%
Supplemental Academic Instruction	632,898,779	612,247,675	(20,651,104)	-3.26%
ESE Guaranteed Allocation	967,671,585	932,768,386	(34,903,199)	-3.61%
Reading Instruction Allocation	100,224,242	96,075,560	(4,148,682)	-4.14%
Merit Award Plan	20,000,000	20,000,000	0	0.00%
DJJ Supplemental	8,337,158	8,337,158	0	0.00%
Instructional Materials	215,077,680	208,448,329	(6,629,351)	-3.08%
Student Transportation	427,038,427	413,875,798	(13,162,629)	-3.08%
Teachers Lead Program	32,728,343	31,373,586	(1,354,757)	-4.14%
Minimum Guarantee	672,771	0	(672,771)	-100.00%
<b>TOTAL EDUCATION CHOICE FUND</b>	<b>12,894,066,714</b>	<b>12,497,460,586</b>	<b>(396,606,128)</b>	<b>-3.08%</b>
<b>REQUIRED LOCAL TAXES</b>	<b>6,541,153,727</b>	<b>6,599,044,103</b>	<b>57,890,376</b>	<b>0.89%</b>
<b>STATE EDUCATION CHOICE FUND</b>	<b>6,352,912,987</b>	<b>5,898,416,483</b>	<b>(454,496,504)</b>	<b>-7.15%</b>
<b>STATE ADJUSTMENTS</b>				
Class Size Reduction Allocation	2,913,825,383	2,913,825,383	0	0.00%
District Lottery Funds	129,914,030	129,914,030	0	0.00%
Florida Retirement Savings	(518,881,559)	0	518,881,559	-100.00%
<b>STATE FUNDING ADJUSTMENTS</b>	<b>2,524,857,854</b>	<b>3,043,739,413</b>	<b>518,881,559</b>	<b>20.55%</b>
<b>TOTAL STATE FUNDING</b>	<b>8,877,770,841</b>	<b>8,942,155,896</b>	<b>64,385,055</b>	<b>0.73%</b>
<b>LOCAL FUNDING</b>				
Required Local Taxes	6,541,153,727	6,599,044,103	57,890,376	0.89%
.748 Discretionary Local Taxes	1,006,697,968	1,031,920,938	25,222,970	2.51%
.250 Discretionary Local Taxes	29,578,537	30,086,119	507,582	1.72%
<b>TOTAL LOCAL FUNDING</b>	<b>7,577,430,232</b>	<b>7,661,051,160</b>	<b>83,620,928</b>	<b>1.10%</b>
<b>TOTAL FUNDING (State and Local)</b>	<b>16,455,201,073</b>	<b>16,603,207,056</b>	<b>148,005,983</b>	<b>0.90%</b>
Total Dollars per Unweighted FTE	6,196.09	6,183.63	(12.46)	-0.20%
State Funds as a Percent of Total	53.95%	53.86%	-0.09%	-0.17%
Local Funds as a Percent of Total	46.05%	46.14%	0.09%	0.20%
<b>SAVINGS TO DISTRICTS</b>				
FRS Employee Contribution	518,881,559	0	(518,881,559)	-100.00%
Total Funding	16,974,082,632	16,603,207,056	(370,875,576)	-2.18%
Total Dollars per Unweighted FTE	6,391.47	6,183.63	(207.84)	-3.25%
Education Jobs Fund	554,821,008	0	(554,821,008)	-100.00%
Total Funding	17,010,022,081	16,603,207,056	(406,815,025)	-2.39%
Total Dollars per Unweighted FTE	6,405.00	6,183.63	(221.37)	-3.46%
<b>TOTAL FUNDING (State, Local, and Savings to Districts)</b>	<b>17,528,903,640</b>	<b>16,603,207,056</b>	<b>(925,696,584)</b>	<b>-5.28%</b>
Total Dollars per Unweighted FTE	6,600.38	6,183.63	(416.75)	-6.31%