

The Indian River County District School Board met on Tuesday, September 6, 2011, at 6:00 p.m. The special meeting was held in the Teacher Education Center located at the Central Administrative Offices, 1990 25th Street, Vero Beach, Florida. School Board Members attending were: Chairman Matthew McCain, Vice Chairman Carol Johnson, and Board Members: Karen Disney-Brombach, Claudia Jiménez, and Jeffrey Pegler. Dr. Frances J. Adams, Superintendent of Schools, and School Board Attorney Suzanne D'Agresta were also present.

Special Meeting

- I. Meeting was called to order by Chairman Matthew McCain.
- II. Purpose of the Meeting – Dr. Adams
Dr. Adams stated that the purpose of tonight's meeting was two-fold. The first part of the meeting was to approve the final 2010-2011 budget amendments. These included: Enterprise Fund-Extended Day Program, Food Service, Insurance Fund, Debt Service, Capital Fund, Special Revenue-Other, and General Fund. These amendments were based on the final results of operations and activities in those various funds. In addition, the Board had in front of them for approval the Superintendent's Annual Financial Report and the Cost Report for fiscal year that ended on June 30, 2011. The second part of the meeting was for the Board to adopt millage rates and a budget for the 2011/2012 fiscal year after receiving public input. TRIM (Truth In Millage) advertisements were placed according to specifications of law. TRIM required that that first issue discussed at the public hearing would be the proposed millage rates for the fiscal year. By law, the budget was required to be adopted after the adoption of the millage and after public input on the budget. Dr. Adams informed Chairman McCain that after the Consent Agenda was approved, she would ask Mr. Morrison to review the proposed 2011/2012 millage, followed by input from the public. The Board would then adopt appropriate motions with a roll call vote.
- III. Consent Agenda
Mrs. Johnson moved approval of the Consent Agenda. Mrs. Disney-Brombach seconded the motion and it carried unanimously, with a 5-0 vote.
 - A. Approval of Budget Amendments – Mr. Morrison**
The Superintendent recommended approval for the following Budget Amendments for the fiscal year ending June 30, 2011:
Amendment #1 – Enterprise Fund - Extended Day Program
Amendment #1 – Food Service
Amendment #1 - Insurance Fund
Amendment #3 – Debt Service
Amendment #4 – Capital Fund
Amendment #5 – Special Revenue – Other
Amendment #8 – General Fund

Explanation of the amendments accompanied the attached Budget Amendments. Superintendent recommended approval.

B. Approval of Annual Financial and Cost Reports for 2010-2011 – Mr. Morrison

The Superintendent recommended approval for Form ESE 145-Annual Financial Report, Form ESE 348-Report of Financial Data, and the Annual Cost Report submission to the Commissioner of Education for the fiscal year that ended on June 30, 2011. These reports were available at the time of the meeting. Superintendent recommended approval.

IV. Public Hearing – Chairman McCain

A. Discussion of Rollback Rate and Proposed Millage Rates – Mr. Morrison

Mr. Morrison asked the Board if they had their handouts. Mr. Morrison stated that the millage rates would be posted on the web site tomorrow (Wednesday, September 7, 2011). Mr. Morrison noted that included in the Friday updates was an announced correction to the Roll-Back Rate. Friday update: The rollback rate displayed on July 28, 2011, was 8.245 mills. The correct rollback rate was 8.514 mills, which was 7.28% as opposed to 4.25% lower than the proposed millage rate for 2011-2012. Staff checked with the Board Attorney and this had no consequences under TRIM, as all calculations and advertised figures were still correct. Mr. Morrison went over the proposed millage, the rollback rate, and the types of millage. He also gave an example of taxes based on a private residence, with a home valued at \$200,000, with a \$25,000 Homestead Exemption.

PROPOSED MILLAGE	2011-2012
Required Local Effort	5.396
Discretionary	0.748
Discretionary Critical Needs - Operating	0.250
Capital Projects	1.500
Debt Service	0.350
Total Millage	8.244
Millage Subject to Rollback	7.894

ROLL-BACK RATE VS PROPOSED MILLAGE	2011-2012
Required Local Effort	5.396
Discretionary	0.748
Discretionary Critical Needs - Operating	0.250
Capital Projects	1.500
Total Millage	7.894

Notes: The 2011-2012 proposed millage was 7.28% lower than the roll-back rate. By law, the roll-back rate calculation excluded Debt Service millage.

Residential Home Tax Scenarios

A residential home, assuming no increase or loss in value, assessed at \$200,000, with a \$25,000 Homestead, would pay \$1,442.70 that equated to (\$1.05) less than last year or (.073%). The second scenario would be for a \$200,000 assessed valued residence, assuming a 6.36% decrease in assessed value to \$187,280, with a \$25,000 Homestead, that would equate to \$1,337.84 in school taxes for a decrease of (\$105.91) or (7.3%). Mr. Morrison stated that the public should be aware that their individual tax bill would be based on the Assessment received from the Indian River County Tax Collector's Office.

B. Public Input on Millage Rates – Chairman McCain

Chairman McCain announced that it was time to open the public hearing on the millage rates.

Public Hearing

Chairman McCain asked the Superintendent if the Public Hearing was properly advertised in accordance with State Statutes. Dr. Adams said, "Yes." Chairman McCain recessed the meeting to conduct the Public Hearing.

Chairman McCain announced that the Public Hearing was in session. He asked Dr. Adams if there were any written responses to be read. Dr. Adams said, "No." The public was invited to address this issue.

Dr. Harry Hurst requested to speak on millage rates.

Hearing no further requests to speak, Chairman McCain announced that the Public Hearing was conducted pursuant to notice and that ample opportunity to address this issue was provided to all. The Board meeting was reconvened.

C. Motions for Setting Millage Rates – Chairman Mc Cain

Superintendent recommended approval to set the millage rates. Mr. Morrison read both parts of Resolution #2012-02 in their entirety for the record. He noted while reading that the lines that were blank were not applicable. Mrs. Disney-Brombach moved approval of Millage Rates for 2011-2012, which represent Required Local Effort, Basic Discretionary, Critical Operating Needs, Debt Service, and Capital Outlay by Resolution #2012-02. Ms. Jiménez seconded the motion.

Chairman McCain called for a roll call vote as follows:

Karen Disney-Brombach	aye
Carol Johnson	aye
Ms. Jiménez	aye
Mr. Pegler	aye
Chairman McCain	aye

The roll call vote was unanimous in favor of the motion, with a 5-0 vote.

D. Discussion of Budget – Mr. Morrison

Mr. Morrison referenced the budget summary on the cover page of the Beginning Budget booklet for 2011-12. He gave a brief review of budget highlights. Mr. Morrison reminded the public that the beginning budget included \$13.5 million for the Certificate of Participation (COP) to rebuild Osceola Magnet School. He also noted that there were a number of ARRA funds included in the budget. On the negative side, Mr. Morrison noted the reduction of (\$119,325) in the Enterprise Fund (Extended Day Program). The total 2011-2012 budget was \$308,808,804.

Final 2011/2012 District Budget

Fund	Description	2011-2012
100	General Operating	\$135,161,716
200	Debt Service	\$20,110,099
300	Capital Projects	\$105,778,581
400 Fed	Food Service	\$10,337,698
400 Other	Federal	\$12,040,024
700	Group Insurance/MTI	\$24,216,513
900	Enterprise	\$1,164,173
Totals		\$308,808,804

E. Public Input on Proposed Budget – Chairman McCain

Chairman McCain announced that it was time to open the public hearing on the Budget.

Public Hearing

Chairman McCain asked the Superintendent if the Public Hearing was properly advertised in accordance with State Statutes. Dr. Adams said, "Yes." Chairman McCain recessed the meeting to conduct the Public Hearing.

Chairman McCain announced that the Public Hearing was in session. He asked Dr. Adams if there were any written responses to be read. Dr. Adams said, "No." The public was invited to address this issue.

Hearing no requests to speak, Chairman McCain announced that the Public Hearing was conducted pursuant to notice and that ample opportunity to address this issue was provided to all. The Board meeting was reconvened.

F. Motion for Adoption of Budget – Chairman McCain

Superintendent recommended approval of 2011-2012 District Final Budget adoption. Mr. Morrison read Resolution #2012-03 in its entirety for the record. Ms. Jiménez moved approval of 2011-2012 Beginning Budget totaling \$308,808,804 by Resolution #2012-03. Mrs. Johnson seconded the motion.

Board Members were given an opportunity to ask questions. Mr. Morrison reminded the Board that the difference in the budget figures was due to the closeout of the prior year's ending balances that were rolled over into the 2011-2012 Beginning Budget. He stated that the appropriations did not change, just the fund balances. Mr. Morrison stated (without having the figure in front of him) that the anticipated Fund Balance for June 2012 was 4.72%.

Chairman McCain called for a roll call vote as follows:

Karen Disney-Brombach	aye
Carol Johnson	aye
Ms. Jiménez	aye
Mr. Pegler	aye
Chairman McCain	aye

The roll call vote was unanimous in favor of the motion, with a 5-0 vote.

V. Closing Comments – Dr. Adams

Dr. Adams thanked Mr. Morrison and his staff for their hard work.

VI. Adjournment – Chairman McCain

With no further business, the meeting adjourned at approximately 6:32 p.m.