

The Indian River County District School Board met on Tuesday, September 11, 2012, at 5:00 p.m. The special meeting was held in the Teacher Education Center located at the J.A. Thompson Administrative Center, 1990 25th Street, Vero Beach, Florida. School Board Members attending were: Chairman Jeff Pegler, Vice Chairman Carol Johnson, and Board Members: Matthew McCain and Claudia Jiménez. Dr. Frances J. Adams, Superintendent of Schools, and School Board Attorney Suzanne D'Agresta were also present. Board Member, Karen Disney-Brombach, was not present.

### **Special Meeting**

- I. Called Special Meeting to Order - Chairman Pegler
- 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 2012-2013 budget amendments contained within Consent A. These included: Internal Service-Employee Benefit Insurance Trust, Debt Service, Food Service, General Fund, Capital Fund, Special Revenue, Extended Day Enterprise Fund, and Management Training Institute. 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, 2012, contained within Consent B. In addition, the Board also had in front of them a categorical flex Resolution #2013-02 contained within the Action Agenda. The second part of the meeting was for the Board to adopt millage rates and a budget for the 2012/2013 fiscal year after receiving public input. TRIM (Truth In Millage) advertisements were placed according to specifications of law. TRIM required that the 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 Pegler that after the Consent Agenda was approved, she would ask Mr. Morrison to review the proposed 2012/2013 millage and budget, followed by input from the public. The Board would then adopt appropriate motions with roll call votes.
- III. Consent Agenda – Chairman Pegler  
Mrs. Johnson moved approval of the Consent Agenda. Mr. McCain seconded the motion and it carried unanimously, with a 4-0 vote.
  - A. Approval of Budget Amendments – Mr. Morrison**  
The Superintendent recommended approval for the following Budget Amendments for the fiscal year ending June 30, 2012:  
Amendment #1 – Enterprise Fund – Extended Day Program  
Amendment #2 – Food Service  
Amendment #1 – Insurance Fund  
Amendment #2 – Debt Service  
Amendment #3 – Capital Fund

Amendment #3 – Special Revenue – Other

Amendment #6 – General Fund

Amendment #1 – Management Training Institute

Explanation of the amendments accompanied the Budget Amendments. The Budget Amendments were available prior to the meeting. Superintendent recommended approval.

**B. Approval of Annual Financial and Cost Reports for 2011-2012 – Mr. Morrison**

The Superintendent recommended approval of 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 ending June 30, 2012. These reports were available at the time of the meeting. Superintendent recommended approval.

IV. Action Agenda – Chairman

**A. Approval of Resolution #2013-02 to Exercise Flexibility Authority over Categorical Funds Pursuant to Florida Statute 1011.62(6)(b) – Mr. Morrison**

During the fiscal 2012/13 Special Legislative Session, the Legislature amended Florida Statute 1011.62(6)(b) to grant to School Districts the authority to exercise flexibility to expend funds allocated to the School District from the State of Florida Education Finance Program (FEFP) in the areas of Student Transportation, Safe Schools, Supplemental Academic Instruction, Research Based Reading Instruction, and Instructional Materials. The purpose of this Resolution was to exercise flexibility over Safe Schools and Instructional Materials funding for a total amount of \$828,346.56. Superintendent recommended approval.

Mrs. Johnson moved approval of Resolution #2013-02. Ms. Jiménez seconded the motion.

Chairman Pegler called for a roll call vote as follows:

Carol Johnson aye

Ms. Jiménez aye

Mr. McCain aye

Chairman Pegler aye

The roll call vote was unanimous in favor of the motion, with a 4-0 vote.

V. Public Hearing – Chairman Pegler

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

Mr. Morrison asked the Board if they had their handouts. He explained the different types of millages.

<b>Operating</b>	<b>2012-2013</b>
Required Local Effort	5.425
Discretionary	0.748
Discretionary Critical Needs - Operating	0.250
Capital Projects	1.500
Debt Service	0.390
<b>Total Millage</b>	<b>8.313</b>

<b>Rollback Rate vs. Proposed Millage</b>	<b>2012-2013</b>
Required Local Effort	5.425
Discretionary	0.748
Discretionary Critical Needs - Operating	0.250
Capital Projects	1.500
<b>Total Millage</b>	<b>7.923</b>

Notes: The 2012-2013 proposed millage was 3.86% lower than the rollback rate. By law, the rollback 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 \$1,454.78 that equated to \$12.08 increase from last year or (.084%). The second scenario would be for a \$200,000 assessed valued residence, assuming a 3.77% decrease in assessed value to \$192,460, with a \$25,000 Homestead, that would equate to \$1,392.09 in school taxes for a decrease of \$50.61 or (3.5%). 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 Pegler**

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

**Public Hearing**

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

Chairman Pegler 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 Pegler 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 Pegler**

Approval of millage rates for 2012-2013 that represented Required Local Effort, Basic Discretionary, Critical Operating Needs, Debt Service, and Capital Outlay by Resolution #2013-03 and #2013-04. Superintendent recommended approval.

Superintendent recommended approval to set the millage rates. Mr. Morrison read both Resolution #2013-03 and #2013-04 in their entirety for the record. Ms. Jiménez moved approval of millage rates for 2012-2013, which represented Required Local Effort, Basic Discretionary, Critical Operating Needs, Debt Service, and Capital Outlay by Resolution #2013-03 and #2013-04. Mr. McCain seconded the motion.

Chairman Pegler called for a roll call vote as follows:

Carol Johnson	aye
Ms. Jiménez	aye
Mr. McCain	aye
Chairman Pegler	aye

The roll call vote was unanimous in favor of the motion, with a 4-0 vote.

**D. Discussion of Budget – Mr. Morrison**

Mr. Morrison referenced the budget summary on the cover page of the Beginning Budget booklet for 2012-2013. He gave a brief review of budget highlights.

**Final 2012/2013 District Budget**

Fund	Description	2012-2013
100	General Operating	\$143,523,288
200	Debt Service	\$20,698,924
300	Capital Projects	\$63,427,439
400 Fed	Food Service	\$10,671,046
400 Other	Special Rev – Other (Federal)	\$12,513,631
700	Internal Svs (Group Insurance /MTI)	\$22,712,822
900	Enterprise Fund	\$1,293,963
<b>Totals</b>		<b>\$274,841,113</b>

**E. Public Input on Proposed Budget – Chairman Pegler**

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

**Public Hearing**

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

Chairman Pegler 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 Pegler 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 2012-2013 Budget by Resolution #2013-04 – Chairman Pegler**

Superintendent recommended approval of 2012-2013 School District of Indian River County's Budget for adoption. Mr. Morrison read Resolution #2013-04 in its entirety for the record. Mr. McCain moved approval of 2012-2013 Beginning Budget totaling \$274,841,113 by Resolution #2013-04. Ms. Jiménez seconded the motion.

Chairman Pegler called for a roll call vote as follows:

Carol Johnson	aye
Ms. Jiménez	aye
Mr. McCain	aye
Chairman Pegler	aye

The roll call vote was unanimous in favor of the motion, with a 4-0 vote.

VI. Closing Comments – Dr. Adams

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

VII. Adjournment – Chairman Pegler

With no further business, the meeting adjourned at approximately 5:29 p.m.