

Holmes County School Board

Budget 2008-2009

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READING THE BUDGET

This budget is consistent with the State Department of Education's "RED BOOK" format.

FUND: The books and financial records of the Holmes County School Board are maintained using the fund concept of accounting. The National Council on Governmental Accounting and Financial Reporting Principles defines fund accounting as follows:

"A fund is a fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations."

To expedite management control and facilitate legislative oversight budgeting, procedures also segregate various funds. The following funds, programs, and activities are included in this document. The numbers beside the description are used in the accounting system for coding purposes:

FUNDS: Governmental Funds

- 100 General Fund
- 200 Debt Service Funds
- 300 Capital Projects Funds
- 400 Special Revenue Funds
 - 410 Food Service Fund
 - 420 Federal Contracted Programs Fund
- 700 Proprietary Funds
- 800 Fiduciary Funds

1. THE GENERAL OPERATING FUND: These funds cover day-to-day expenses for salaries; benefits; purchased services; energy; materials and supplies; furniture; fixtures; equipment; and other expenses for all employees not hired through a federal grant or food service activity.
2. THE DEBT SERVICE FUNDS: These funds are used to account for the payment of interest and principal of general long-term debt. Debt payments on any capital outlay related loans, such as the Energy Retrofit Equipment loan and SBE/COBI bonds, are also paid in this fund.

3. THE CAPITAL PROJECTS FUNDS: These funds are used to account for the acquisition or construction of capital facilities.
4. THE SPECIAL REVENUE FUNDS: These funds are used to account for operations for which revenues have been specifically designated by law or contract. These revenues cannot be diverted to other uses. These funds generally incorporate food service operations and all federal projects.
5. THE FIDUCIARY FUNDS: Fiduciary funds should be used to report assets held in a trustee or agency capacity for others and therefore cannot be used to support the government's own programs.

REVENUES are categorized by fund, source, and appropriation. Since law usually determines revenues, revenue accounts are structured by source (federal, state, and local) and specific appropriation.

The District receives federal revenue through two methods: (1) Directly from the federal source and (2) indirectly from a second party. Less than 3% of all federal revenue is received directly from the Federal sources. Those include revenues for salaries of Reserve Officer Training Candidate (ROTC) instructors. The greatest portion of the indirect federal revenues comes to us from the Florida Department of Education (FDOE). FDOE is the primary recipient of the funds and it is their responsibility to allocate them to Districts based on the Districts' approved Federal applications.

State revenue comes to the District in restricted and unrestricted amounts. Restricted revenues, such as revenues specifically for instructional materials or transportation, must only be spent for those purposes. Other restricted state revenues include state grants received upon approval of the grant applications. Unrestricted state revenues may be spent for any lawful purpose. For example, Florida Education Finance Program revenue, generated on a program per student basis, can be used for any lawful educational purpose, as long as eighty (80) to ninety (90) percent is spent within the program the revenue was derived from.

Local revenues are generated through property taxes. The revenues that all districts in the state levy without public approval are the Required Local Effort (RLE), Discretionary Millage, Supplemental Discretionary Millage, and the 2 Mill Capital Outlay. The Required Local Effort Millage is set for each district by the state legislature and it must be levied for districts to receive the state portion of the FEFP. The state portion for Holmes County Schools is about 87% of the FEFP. The Discretionary Millage can be levied for a maximum of 0.748 mills. This revenue may be used for any lawful educational purpose.

The state adds additional funding to Districts that levy this millage so that it equals at least \$337.22 per UFTE. Holmes County Schools receives an additional \$904 thousand to attain this funding level. The Supplemental Discretionary Millage is the rate that will generate an amount of revenue equal to \$100 multiplied by the number of students reported for funding purposes, and it may be used for any lawful educational purpose. The maximum millage for this levy is 0.250 mills. Holmes County Schools levied the full millage and did not achieve \$100 per student. The state is funding the difference of \$223 thousand. Revenues raised from the 2 Mill Capital Outlay levy can only be used for capital outlay purposes.

Other local revenues include various dues and fees for fee paid programs, gate receipts for extracurricular events, and various classes and club sales.

EXPENDITURES are segregated for reporting purposes by **cost center**, **function**, and **object**.

COST CENTER is a school, department, or location.

FUNCTION means the action or purpose for which a person or thing is used or exists. Function includes the activities or actions, which are performed to accomplish the objectives of the enterprise. The activities of the school system are classified into four broad areas.

- ◇ Instruction (5000's) - The activities dealing directly with the teaching of pupils or the interaction between teacher and pupils. Instruction is further classified as Basic (K-12), Exceptional, Vocational-Technical and Adult General. Another sub-function, "other instruction," is provided for programs such as recreation and enrichment and pre-kindergarten programs.
- ◇ Instructional Support Services (6000's) - This includes administrative, technical, and logistical support to facilitate and enhance instruction. Support services include Pupil Personnel Services, Instructional Media, Instruction and Curriculum Development Services, and Instructional Staff Training Services, and Instructional Related Technology.
- ◇ General Support Services (7000's through 8000's) - Those activities associated with establishing policy, operating schools and the school system, and providing the necessary facilities and services for the staff and pupils. This includes salaries and expenses for the Board, General Administration, School Administration, Facilities Acquisition and Construction, Fiscal Services, Food Services, Central Services, Pupil Transportation Services, Operation of Plant, and

Maintenance of Plant.

- ◇ Community Service (9100) - Community Services consist of those activities that are not directly related to providing education for pupils in a school system. These include non-instructional services provided by the school system for the community.

The following numeric system is prescribed by the "Redbook" to account for the different functions:

5000 Instructional Services
6100 Instructional Support Services
6200 Instructional Media Services
6300 Instruction and Curriculum Development Services
6400 Instructional Staff Training Services
7100 Board of Education
7200 General Administration
7300 School Administration
7400 Facilities Acquisition and Construction
7500 Fiscal Services
7600 Food Services
7700 Central Services
7800 Pupil Transportation Services
7900 Operation of Plant
8100 Maintenance of Plant
9100 Community Services 9200 Debt Service
9700 Transfer of Funds

This numeric system is used for reporting purposes to the Florida Department of Education and for monthly budget amendments to the Board.

OBJECT means the goods purchased or the service obtained. There are eight major object categories. The numeric system prescribed by the Redbook used for reporting to the Florida Department of Education and for presenting budget amendments to the Board accompanies each object description.

100 Salaries
200 Benefits
300 Purchased Services
400 Energy Services
500 Materials and Supplies

- 600 Capital Outlay
- 700 Other Expenses
- 900 Transfers

MEASUREMENT BASIS FOR BUDGET REVENUES AND EXPENDITURES

Generally accepted accounting principles for governmental entities are established by the Governmental Accounting Standards Board (GASB) and provide the foundation for financial accounting and reporting for school districts.

Basis of accounting refers to when revenues, expenditures, expenses, and transfers - and the related assets and liabilities - are recognized in the accounts and reported in the financial statements. Generally accepted accounting principles require the use of the modified accrual basis of accounting for governmental funds. This means the 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.

Proprietary and fiduciary funds utilize the "full accrual" basis of accounting. That is, revenues and expenses are recognized when they occur, regardless of the timing of the related cash flows.

The Holmes County Schools use the modified accrual for the governmental funds (general, special revenue, debt service, and capital projects).

Most grants accounted for in the special revenue funds require the expenditure of funds as the primary determinant of eligibility for funding. Therefore, the date of expenditure becomes the point of revenue recognition for the grant. An encumbrance system which charges each purchase order, contract, or salary commitment to an appropriation is used as part of the budgetary accounting system. These transactions cease to be encumbrances when paid, canceled, or when the actual liability is recorded.

In June 1999, the 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.

- ◇ The MD&A is a component of Required Supplementary Information (RSI) that precedes the financial statements.
- ◇ The basic financial statements include 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements.

The government-wide financial statements report information for the government as a whole, except for fiduciary funds. These statements reflect the economic resources measurement and the full accrual basis of accounting.

The fund financial statements for governmental, proprietary, and fiduciary funds follow government-wide financial statements. The governmental and enterprise fund statements reflect major funds and combined non-major funds rather than a fund-type presentation. Reconciliation is required to explain the differences between the change in fund balances reported in the fund financial statements and the change in net assets reported in the government-wide financial statements. Reconciling items arise from differences in the measurement focuses of accounting between the statements, and certain required eliminations.

RSI is supplementary financial information that must be presented with the basic financial statements. Required budgetary comparisons include the original and final budgets for the general fund and each major special revenue fund that has a legally adopted annual budget.

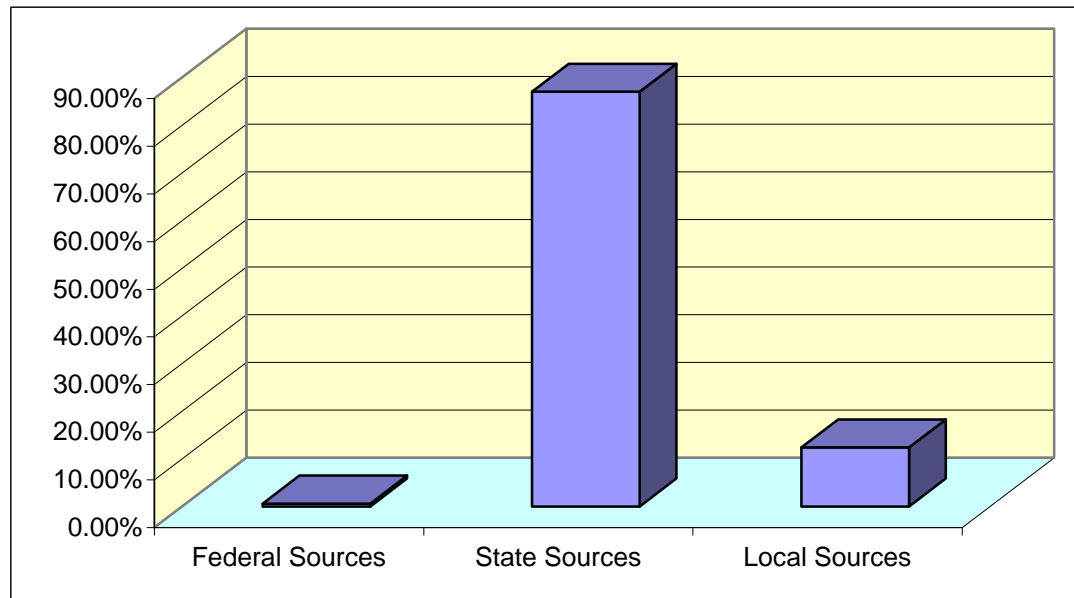
One of the primary differences between the government-wide statements and the fund financial statements is the measurement focus and basis of accounting. The government-wide statements reflect the economic resources measurement focus and the full accrual basis of accounting, while the fund financial statements for governmental funds continue to reflect the current financial resources measurement focus and the modified accrual basis of accounting.

The budget is constructed to address the requirements of GASB 34 as it relates to the chart of accounts, student internal funds, and fiduciary funds.

General Fund

General Fund - Revenue

	2007-2008 Actual Revenue		2008-2009 Projected Revenue	
Federal Sources	139,511	0.7%	139,511	0.6%
State Sources	21,236,193	87.6%	20,343,290	87.0%
Local Sources	2,865,724	11.8%	2,896,196	12.4%
Totals	24,241,428	100.1%	23,378,997	100.0%



Analysis of FEFP

First Calculation

	2007-08	2008-09	Difference
Base Funding	12,932,663	12,469,723	(462,940)
Declining Enrollment	0	37,609	37,609
Sparsity	1,859,076	1,854,918	(4,158)
Safe Schools	119,575	114,407	(5,168)
.25 Millage Equalization	222,632	223,356	724
.498 Millage Compression	915,122	904,889	(10,233)
Supplemental Academic	815,609	789,252	(26,357)
Reading Instruction	217,154	211,030	(6,124)
ESE Guaranteed Allocation	1,256,219	1,222,294	(33,925)
Merit Award Program	0	0	0
DJJ Supplemental	41,364	39,163	(2,201)
Equal % Adjustment	(15,177)	0	15,177
Gross	18,364,237	17,866,641	(497,596)
Required Local Effort	(1,903,522)	(2,212,429)	(308,907)
Net State	16,460,715	15,654,212	(806,503)
<i>FEFP</i>	16,460,715	15,654,212	(806,503)

Analysis of FEFP

Second Calculation

	2007-08	2008-09	Difference
Base Funding	12,932,663	12,469,723	(462,940)
Declining Enrollment	0	37,609	37,609
Sparsity	1,859,076	1,825,621	(33,455)
Safe Schools	119,575	114,407	(5,168)
.25 Millage Equalization	222,632	224,423	1,791
.498 Millage Compression	915,122	880,127	(34,995)
Supplemental Academic	815,609	789,252	(26,357)
Reading Instruction	217,154	211,030	(6,124)
ESE Guaranteed Allocation	1,256,219	1,222,294	(33,925)
Merit Award Progam	0	0	0
DJJ Supplemental	41,364	39,163	(2,201)
Equal % Adjustment	(15,177)	0	15,177
Gross	18,364,237	17,813,649	(550,588)
Required Local Effort	(1,903,522)	(2,235,828)	(332,306)
Net State	16,460,715	15,577,821	(882,894)
<i>FEFP</i>	16,460,715	15,577,821	(882,894)

Summary of Revenues And Appropriations General Fund

	2006-07 Actual	2007-08 Projected Results	2008-09 Tentative Budget
Revenues			
Federal	173,105	139,511	139,511
State			
Florida Education Finance Program	15,787,959	16,460,715	15,654,212
Other Categorical Programs	3,937,199	4,422,866	4,509,078
Miscellaneous State Revenue	312,034	352,612	180,000
Total State Revenues	20,037,192	21,236,193	20,343,290
Local			
Property Tax	2,374,140	2,287,372	2,541,304
Miscellaneous Local Revenues	539,909	578,352	354,892
Total Local Revenues	2,914,049	2,865,724	2,896,196
Transfers From Capital Outlay	1,386,765	907,000	510,000
Fund Balance From Prior Year	963,651	2,163,919	1,370,804
Total Revenues & Other Sources	25,474,762	27,312,347	25,259,801
Appropriations			
Salaries	14,328,303	15,761,555	15,235,121
Fringe Benefits	4,296,227	4,256,880	4,389,323
Non-Salary	4,449,313	5,656,108	4,597,843
Total Appropriations	23,073,843	25,674,543	24,222,286
Transfer to Food Service	237,000	267,000	258,000
Fund Balance - End of Year	2,163,919	1,370,804	779,515
Total Appropriations, Transfers & Fund Balance - End of Year	25,474,762	27,312,347	25,259,801

General Fund Statement of Revenue

	2007-2008 Revenue	2008-2009 Projected Rev	Over (Under)
Federal Sources:			
Federal	139,511	139,511	0
Total Federal Sources	139,511	139,511	0
State Sources:			
FEFP	16,460,715	15,654,212	(806,503)
Lottery	275,583	231,752	(43,831)
Instructional Materials	358,716	332,584	(26,132)
Transportation	795,304	774,735	(20,569)
Class Size Reduction	2,920,529	3,110,715	190,186
Teacher Lead	60,194	46,752	(13,442)
School Recognition	0	0	0
State License Tax	12,540	12,540	0
Miscellaneous	352,612	180,000	(172,612)
Total State Sources	21,236,193	20,343,290	(892,903)
Local Sources:			
RLE	1,955,931	2,212,429	256,498
Discretionary Local Effort	331,441	328,875	(2,566)
Interest Income	69,000	69,000	0
Indirect Cost Rate	59,892	59,892	0
Miscellaneous Local	449,460	226,000	(223,460)
Total Local Sources	2,865,724	2,896,196	30,472
Total Revenue	24,241,428	23,378,997	(862,431)
Other Sources:			
Transfers In - Capital Outlay	907,000	510,000	(397,000)
Transfers In - Internal Service	0	0	0
	907,000	510,000	(397,000)
Beginning Fund Balance	2,163,919	1,370,804	(793,115)
Total Revenues and Fund Balance	27,312,347	25,259,801	(2,052,546)

Funds Increase
Per First Calculation
2008-2009

	Actual 2007-08	Potential Funding 2008-09	Difference
FEFP	16,460,715	15,654,212	(806,503)
Discretionary Lottery	275,583	231,752	(43,831)
School Recognition			0
Instu. Materials	358,716	332,584	(26,132)
Transportation	795,304	774,735	(20,569)
Class Size Reduction	2,920,529	3,110,715	190,186
Teacher Training		0	0
Instructional Technology		0	0
Teacher Lead	60,194	46,752	(13,442)
RLE	1,903,522	2,212,429	308,907
Discretionary Local Effort	215,040	218,957	3,917
Equalized Discretionary Taxes	107,519	109,918	2,399
Totals	23,097,122	22,692,054	(405,068)

Funds Increase
Per Second Calculation
2008-2009

	Actual 2007-08	Potential Funding 2008-09	Difference
FEFP	16,460,715	15,577,821	(882,894)
Discretionary Lottery	275,583	231,752	(43,831)
School Recognition	0	0	0
Instu. Materials	358,716	332,584	(26,132)
Transportation	795,304	774,735	(20,569)
Class Size Reduction	2,920,529	3,110,715	190,186
Teacher Training	0	0	0
Instructional Technology	0	0	0
Teacher Lead	60,194	46,752	(13,442)
Florida Retirement System Adjustment			
RLE	1,903,522	2,235,828	332,306
Discretionary Local Effort	215,040	216,792	1,752
Equalized Discretionary Taxes	107,519	108,831	1,312
Totals	23,097,122	22,635,810	(461,312)

**General Fund
Expenses
Summary By Function**

	2005-2006 Expenses	2006-2007 Expenses	2007-2008 Expenses
Functions:			
Instruction	11,626,808	13,000,838	14,312,498
Pupil Personnel Services	529,097	543,722	564,284
Instructional Media Services	556,983	573,806	622,098
Instructional Curriculum Serv	509,524	526,769	293,240
Instructional Staff Training	38,924	10,961	379,815
Instruction Technology	173,268	244,045	299,117
Board of Education	168,523	163,700	175,514
General Administration	171,265	177,209	189,150
School Administration	1,575,312	1,757,324	1,957,619
Facilities Acquisition & Construction	0	38,654	0
Fiscal Services	277,261	298,803	343,500
Central Services	751,623	786,700	1,164,453
Pupil Transportation Services	1,341,359	1,478,144	1,665,309
Operation of Plant	2,522,296	2,694,508	2,800,321
Maintenance of Plant	711,803	777,781	907,625
Community Services	0	876	0
Totals	20,954,049	23,073,843	25,674,543
Transfers	108,000	237,000	267,000
Fund Balance	963,651	2,163,919	1,370,804
Total Appropriations and Fund Balances	22,025,700	25,474,762	27,312,347

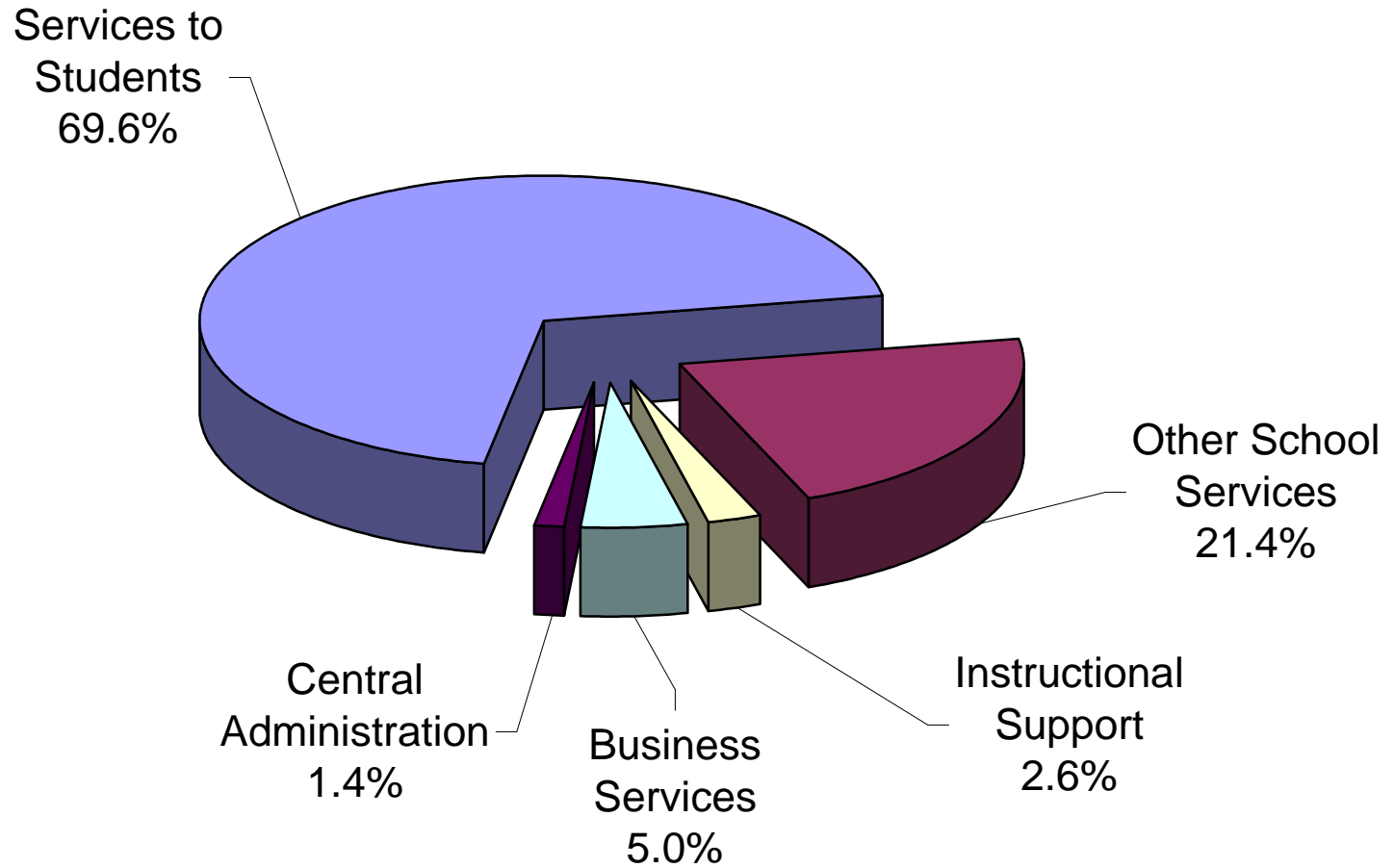
**General Fund
Appropriations
Summary By Function**

	<u>2008-2009 Proposed</u>
Functions:	
Instruction	14,217,788
Pupil Personnel Services	406,870
Instructional Media Services	493,655
Instructional Curriculum Serv	446,158
Instructional Staff Training	191,432
Instructional Technology	248,398
Board of Education	162,514
General Administration	172,747
School Administration	1,551,150
Facilities Acquisition & Construction	0
Fiscal Services	326,480
Central Services	901,000
Pupil Transportation Services	1,481,687
Operation of Plant	2,753,352
Maintenance of Plant	869,057
Community Services	<u>0</u>
Totals	24,222,286
Transfers	258,000
Fund Balance	<u>779,515</u>
Total Appropriations and Fund Balances	<u><u>25,259,801</u></u>

Where Does The Money Go?

School Level Services		
Teaching	14,217,788	58.7%
Student Services	900,525	3.7%
Instructional Technology	248,398	1.0%
Transportation	1,481,687	6.1%
Direct Services To Students	<u>16,848,398</u>	69.5%
Custodial	2,753,352	11.4%
School Administration	1,551,150	6.4%
Repair and Maintenance	869,057	3.6%
Other School Services	<u>5,173,559</u>	21.4%
School Level Services	<u>22,021,956</u>	90.9%
Curriculum & Staff Development		
Curriculum Development	446,158	1.8%
Staff Training	191,432	0.8%
Total Instructional Support	<u>637,590</u>	2.6%
Business Services		
Fiscal Services	326,480	1.3%
Central Services	901,000	3.7%
Total	<u>1,227,480</u>	5.0%
Central Administration		
Board of Education	162,514	0.7%
General Administration	172,747	0.7%
Total	<u>335,261</u>	1.4%
Total Appropriations	<u>24,222,286</u>	99.9%

Where Does The Money Go?



Holmes County School Board
 Educational Funding Elements
 2008-2009

Funding Elements	2008	2009
FEFP BSA (Base Student Allocation)	4,079.74	3,971.74
DCD (District Cost Differential)	0.9066	0.9043
UFTE (Unweighted FTE)	3,352.71	3,332.68
WFTE (Weighted FTE)	3,496.55	3,471.87
Tax Roll	446,757,465	458,236,665
Total Millage	5.245	5.780
RLE (Required Local Effort)	4.485	5.032
DLE (Discretionary Local Effort)	0.760	0.748
Capital Outlay	0.000	0.000
Total Operating Budget	24,241,428	23,378,997
Total Operating Budget State Revenue	21,236,193	20,343,290
Total Operating Budget Local Revenue	2,865,724	2,896,196

Special Revenue
Debt Service
Capital Projects

Special Revenue

	2008-2009 Budget	Federal	Food Service
Federal Sources:			
Federal Through State	2,284,293	1,380,000	904,293
State Sources:			
State	28,628	0	28,628
Local Sources:			
Local	495,845	0	495,845
Total Revenue	2,808,766	1,380,000	1,428,766
Transfers In	258,000		258,000
Fund Balance - 07/01/08	2,800	0	2,800
Total Revenues and Fund Balance	3,069,566	1,380,000	1,689,566
Appropriations:			
Salaries	1,422,193	882,900	539,293
Benefits	440,197	239,700	200,497
Purchase Services	123,229	115,500	7,729
Energy Services	0	0	0
Materials and Supplies	952,876	47,700	905,176
Capital Outlay	27,779	20,100	7,679
Other Expense	102,682	74,100	28,582
Total Appropriations	3,068,956	1,380,000	1,688,956
Fund Balance - 06/30/09	610	0	610
Total Appropriations and Fund Balance	3,069,566	1,380,000	1,689,566

Debt Service

	2007-2008 Projected	2008-2009 Budget	SBE/COBI Bonds	Other Debt Service
State Sources:				
Racing Commission Funds	209,250	209,250		209,250
CO&DS	83,418	86,778	86,778	
Local Sources:				
Interest	40,700	21,250		21,250
Total Revenues	333,368	317,278	86,778	230,500
Transfers In				
Fund Balance	816,816	938,904	23,782	915,122
Total Revenues and Fund Balance	1,150,184	1,256,182	110,560	1,145,622
Appropriations:				
Redemption of Principal	126,379	134,835	45,000	89,835
Interest	84,901	79,806	41,778	38,028
Total Appropriations	211,280	214,640	86,778	127,863
Transfers Out	0	0		
Fund Balance	938,904	1,041,542	23,782	1,017,760
Total Appropriations and Fund Balance	1,150,184	1,256,182	110,560	1,145,622

Holmes County School Board
 2007-2008
 Energy Retrofit Equipment
 Schedule of Maturities of Indebtedness

Date issued	07/01/2005	Rate	4.00%
Amount	1,200,000.00	Payments Due	Annually on 06/30

Date	Payment	Interest	Principal Payment	Principal Balance
06/30/2008	127,862.61	41,483.21	86,379.40	950,700.88
06/30/2009	127,862.61	38,028.04	89,834.57	860,866.31
06/30/2010	127,862.61	34,434.65	93,427.96	767,438.35
06/30/2011	127,862.61	30,697.53	97,165.08	670,273.27
06/30/2012	127,862.61	26,810.93	101,051.68	569,221.59
06/30/2013	127,862.61	22,768.86	105,093.75	464,127.84
06/30/2014	127,862.61	18,565.11	109,297.50	354,830.34
06/30/2015	127,862.61	14,193.21	113,669.40	241,160.94
06/30/2016	127,862.61	9,646.44	118,216.17	122,944.77
06/30/2017	127,862.56	4,917.79	122,944.77	0.00

Holmes County School Board
2007-2008
SBE/COBI Bonds
Schedule of Maturities of Indebtedness

Date issued	07/01/2001	Rate	4.96% average
Amount	1,115,000.00	Payments Due	Semiannual on 07/01 and 01/01

Date	Payment	Interest	Principal Payment	Principal Balance
07/01/2007	21,708.58	21,708.58		910,000.00
01/01/2008	61,708.92	21,708.92	40,000.00	870,000.00
07/01/2008	20,888.58	20,888.58		870,000.00
01/01/2009	65,888.92	20,888.92	45,000.00	825,000.00
07/01/2009	19,943.58	19,943.58		825,000.00
01/01/2010	64,943.92	19,943.92	45,000.00	780,000.00
07/01/2010	18,987.33	18,987.33		780,000.00
01/01/2011	68,987.67	18,987.67	50,000.00	730,000.00
07/01/2011	17,893.63	17,893.63		730,000.00
01/01/2012	72,893.87	17,893.87	55,000.00	675,000.00
07/01/2012	08/07/1945	08/07/1945		675,000.00
01/01/2013	71,656.37	16,656.37	55,000.00	620,000.00
07/01/2013	15,384.31	15,384.31		620,000.00
01/01/2014	75,384.44	15,384.44	60,000.00	560,000.00
07/01/2014	13,959.31	13,959.31		560,000.00
01/01/2015	78,959.44	13,959.44	65,000.00	495,000.00
07/01/2015	12,375.00	12,375.00		495,000.00
01/01/2016	82,375.00	12,375.00	70,000.00	425,000.00
07/01/2016	10,625.00	10,625.00		425,000.00
01/01/2017	85,625.00	10,625.00	75,000.00	350,000.00
07/01/2017	8,750.00	8,750.00		350,000.00
01/01/2018	88,750.00	8,750.00	80,000.00	270,000.00
07/01/2018	6,750.00	6,750.00		270,000.00
01/01/2019	91,750.00	6,750.00	85,000.00	185,000.00
07/01/2019	4,625.00	4,625.00		185,000.00
01/01/2020	94,625.00	4,625.00	90,000.00	95,000.00
07/01/2020	2,375.00	2,375.00		95,000.00
01/01/2021	97,375.00	2,375.00	95,000.00	0.00

Capital Projects

	2007-2008 Actual	2008-2009 Budget	PECO	CO&DS	2 Mill Local	Local
Revenue:						
PECO	1,962,917	289,455	289,455			
CO&DS	28,443	26,510		26,510		
Local Capital Improvement	1,321	0				
Miscellaneous		0				
Interest	75,170	65,100	42,230	1,786	21,084	0
Total Revenue	2,067,851	381,065	331,685	28,296	21,084	0
Fund Balance - 07/01/07	1,183,136					
Fund Balance - 07/01/08		2,143,942	1,390,755	58,824	694,363	0
Total Revenues and Fund Balance	3,250,987	2,525,007	1,722,440	87,120	715,447	0
Appropriations:						
Miscellaneous	501	0				
Renovation & Remodeling	201,544	425,000	425,000			
Poplar Springs		0				
Ponce de Leon Remodeling		0				
Total Appropriations	202,045	425,000	425,000	0	0	0
Transfers Out	905,000	510,000	510,000			
Fund Balance - 06/30/08	2,143,942	0				
Fund Balance - 06/30/09		1,590,007	787,440	87,120	715,447	0
Total Appropriations and Fund Balance	3,250,987	2,525,007	1,722,440	87,120	715,447	0

Budget Summary and Newspaper Advertisement

BUDGET SUMMARY NOTICE

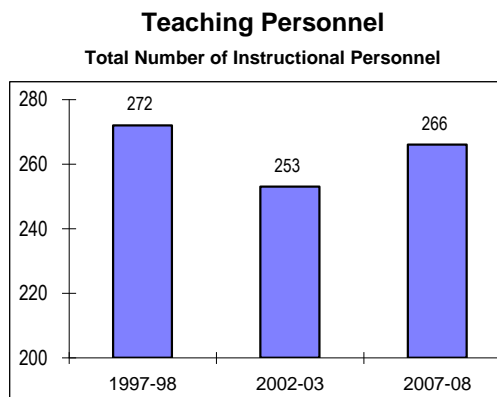
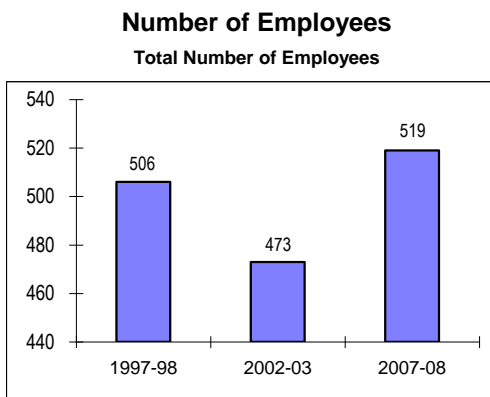
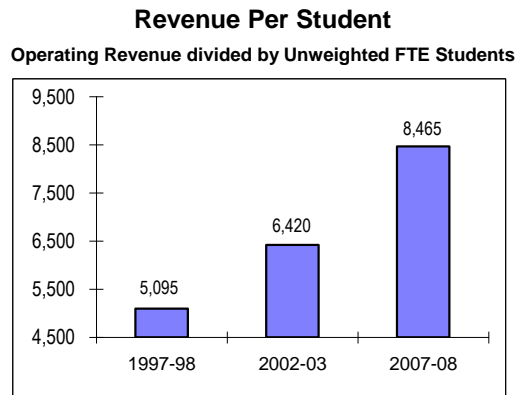
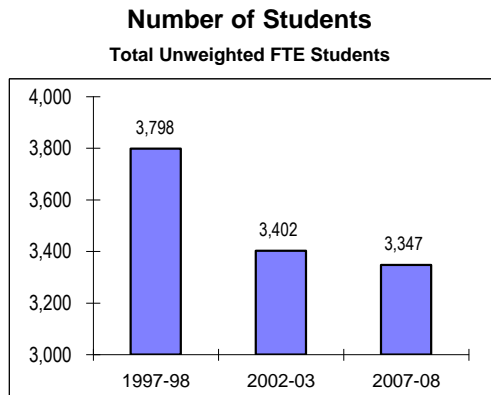
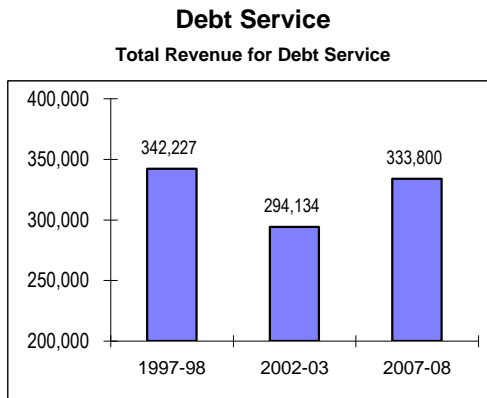
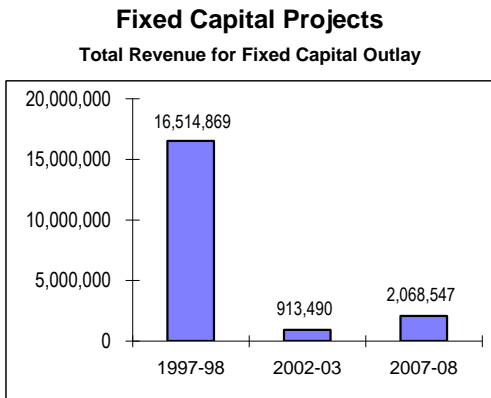
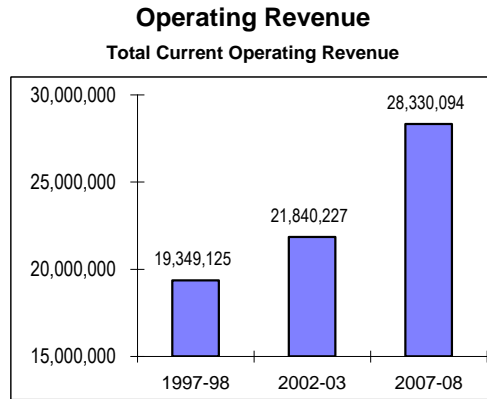
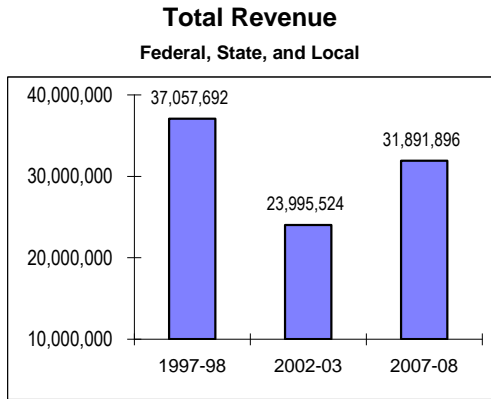
Proposed Millage Levy:	
Local Effort	5.136
Discretionary	0.748
Total	5.884

REVENUES	General	Special Revenue	Debt Service	Capital Projects
Federal	139,511	2,284,293		
State Sources	20,343,290	28,628	296,028	315,965
Local Sources	2,896,196	495,845	21,250	65,100
Total Revenues	23,378,997	2,808,766	317,278	381,065
Transfers In	510,000	258,000	0	
Fund Balances-July 1, 2008	1,370,804	2,800	938,904	2,143,942
Total Revenues And Balances	25,259,801	3,069,566	1,256,182	2,525,007

EXPENDITURES	General	Special Revenue	Debt Service	Capital Projects
Instruction	14,217,788	914,100		
Pupil Personnel Services	406,870	75,600		
Instructional Media Services	493,655	0		
Instructional Curriculum Services	446,158	276,300		
Instructional Staff Training	191,432	52,500		
Instructional Technology	248,398	0		
Board of Education	162,514	0		
General Administration	172,747	61,500		
School Administration	1,551,150	0		
Facilities Acquisition and Construction	0	0		425,000
Fiscal Services	326,480	0		
Food Services		1,688,956		
Central Services	901,000	0		
Pupil Transportation Services	1,481,687	0		
Operation of Plant	2,753,352	0		
Maintenance of Plant	869,057	0		
Community Services	0			
Debt Service			214,640	
Total Expenditures	24,222,286	3,068,956	214,640	425,000
Transfers Out	258,000	0	0	510,000
Fund Balances-June 30, 2009	779,515	610	1,041,542	1,590,007
Total Expenses, Transfers And Balances	25,259,801	3,069,566	1,256,182	2,525,007

SCHOOL BOARD OF HOLMES COUNTY

HISTORICAL SUMMARY OF FINANCIAL AND DEMOGRAPHIC DATA (TEN-YEAR SUMMARY 1997-98, 2002-03, 2007-08)



REQUIREMENTS FOR PARTICIPATION

Each district participating in the state appropriations for the Florida Education Finance Program (FEFP) must provide evidence of its effort to maintain an adequate school program throughout the district and must meet at least the following requirements:

- 1) Maintain adequate and accurate records, including a system of internal accounts for individual schools, and file with the Department of Education, in correct and proper form, on or before the date due, each annual or periodic report that is required by State Board of Education Rules.
- 2) Operate all schools for a term of at least 180 actual teaching days. Upon written application, the State Board may prescribe procedures for altering this requirement.
- 3) Adopt rules relating to the appointment, promotion, transfer, suspension, and dismissal of personnel.
- 4) Expend funds for salaries in accordance with a salary schedule or schedules adopted by the school board in accordance with the provisions of law and rules of the State Board of Education. Expenditures for salaries of instructional personnel must include compensation based on employee performance demonstrated under s. 1012.34.
- 5) Observe all requirements of the State Board relating to the preparation, adoption, and execution of budgets for the district school system.
- 6) Make the minimum financial effort required for the support of the Florida Education Finance Program as prescribed in the current year's General Appropriations Act.
- 7) Maintain a system of planning and evaluation as required by law.
- 8) Comply with the minimum classroom expenditure requirements and associated reporting pursuant to s. 1011.64.

State Dollars (Flow Chart)

The amount of state and local FEFP dollars for each school district is determined as follows:

$$\boxed{\text{FTE Students}} \times \boxed{\text{Program Cost Factors}} \times \boxed{\text{Base Student Allocation}} \times \boxed{\text{District Cost Differential}} =$$

$$\boxed{\text{Base Funding}} + \boxed{\text{Declining Enrollment}} + \boxed{\text{Sparsity Supplement}} + \boxed{\text{Safe Schools}} +$$

$$\boxed{\text{.25 Millage Equilization}} + \boxed{\text{.498 Millage Equilization}} + \boxed{\text{Supplemental Academic Instruction}} + \boxed{\text{Reading Program}}$$

$$\boxed{\text{ESE Guaranteed Allocation}} + \boxed{\text{Merit Award Program}} + \boxed{\text{DJJ Supplemental}} = \boxed{\text{Gross State and Local FEFP}}$$

$$- \boxed{\text{Required Local Effort}} = \boxed{\text{Net State FEFP}} + \boxed{\text{Categorical Programs}}$$

$$+ \boxed{\text{Discretionary Lottery}} = \boxed{\text{Total State Funding}}$$

FEFP CALCULATION SCHEDULE

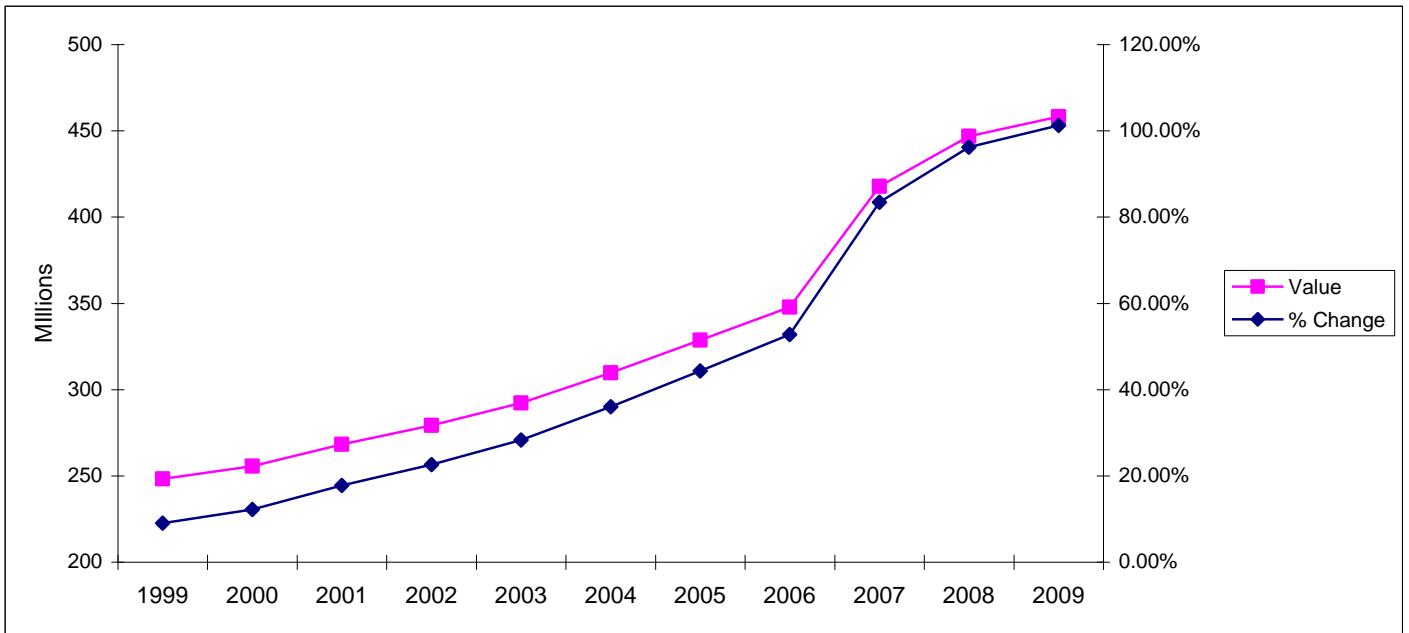
The FEFP is calculated five times throughout the year to arrive at each year's final appropriation. These calculations are as follows:

- 1) First Calculation – This calculation is completed immediately after the annual legislative session. District allocations for July are based on this calculation.
- 2) Second Calculation – This calculation is made upon receipt of the certified tax roll from the Department of Revenue as provided for in Section 1011.62, F.S. District allocations for August through November are based on this calculation.
- 3) Third Calculation – This calculation is made upon receipt of districts' October survey FTE reported in November. District allocations for December through March are distributed using this calculation. (District's current year July and October and prior year June FTE amounts are summed and a February estimate is made based on the previous year's trend of February and October surveys.)
- 4) Fourth Calculation – This calculation is made upon receipt of districts' February FTE and estimated June FTE reported in March. District allocations for April through June are distributed using this calculation.
- 5) Final Calculation – This calculation is made upon receipt of districts' June FTE survey usually reported in July. Prior year adjustments in the following fiscal year are made, based on a comparison of this Final Calculation to the Fourth Calculation.

Millage, Property Taxes, and Facilities

Assessed Value of Property

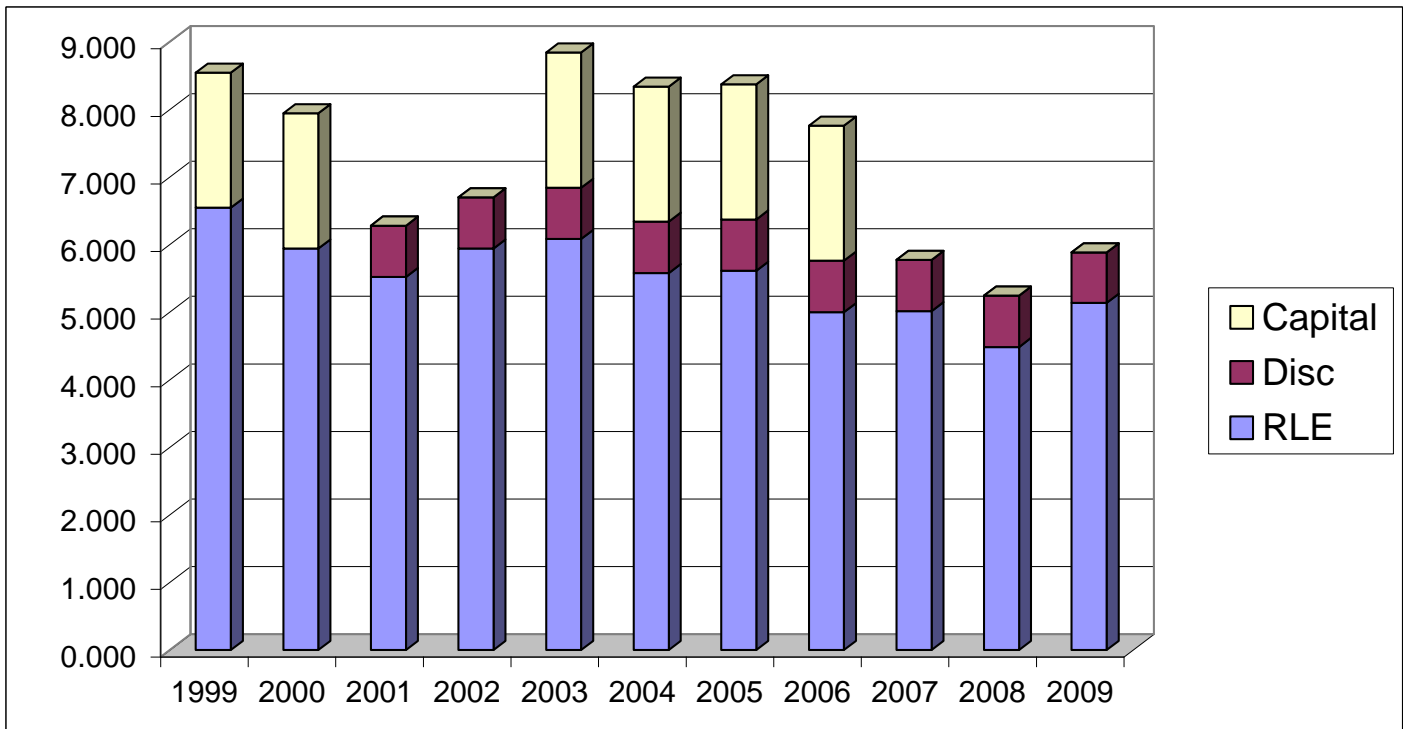
Ten Year Historical Trend 2008-2009



	Value	% Change From 1998
1999	248,225,794	8.99%
2000	255,481,264	12.18%
2001	268,210,917	17.77%
2002	279,109,947	22.55%
2003	292,158,550	28.28%
2004	309,747,780	36.01%
2005	328,671,981	44.32%
2006	347,805,597	52.72%
2007	417,779,034	83.44%
2008	446,757,465	96.17%
2009	458,236,665	101.21%

Note: As tax assessments increase, state FEFP dollars decrease.

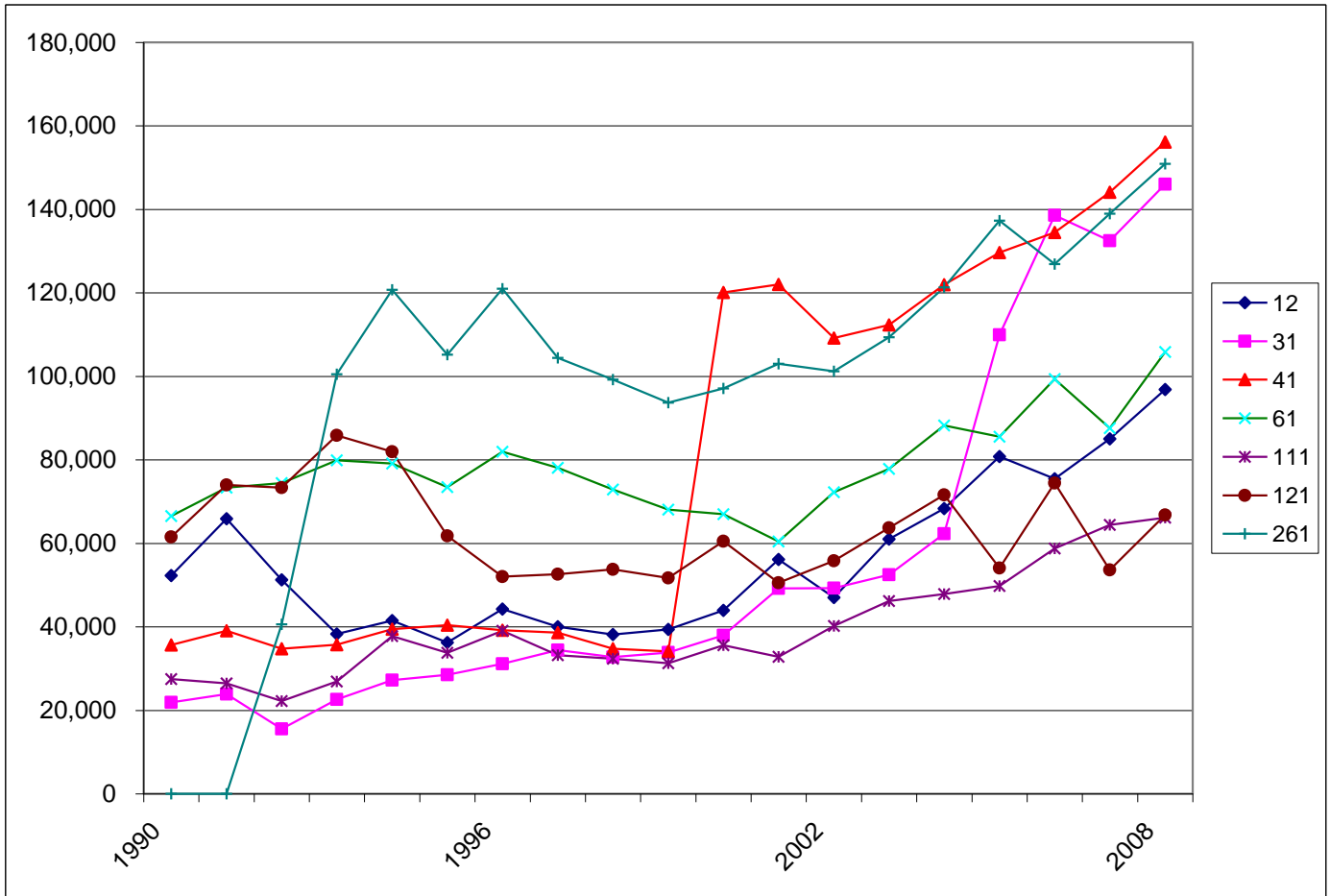
History of Millage



	RLE	Disc	Capital	Total
1999	6.545	0.000	2.000	8.545
2000	5.942	0.000	2.000	7.942
2001	5.520	0.760	0.000	6.280
2002	5.940	0.760	0.000	6.700
2003	6.082	0.760	2.000	8.842
2004	5.578	0.760	2.000	8.338
2005	5.612	0.760	2.000	8.372
2006	5.001	0.760	2.000	7.761
2007	5.014	0.760	0.000	5.774
2008	4.485	0.760	0.000	5.245
2009	5.136	0.748	0.000	5.884

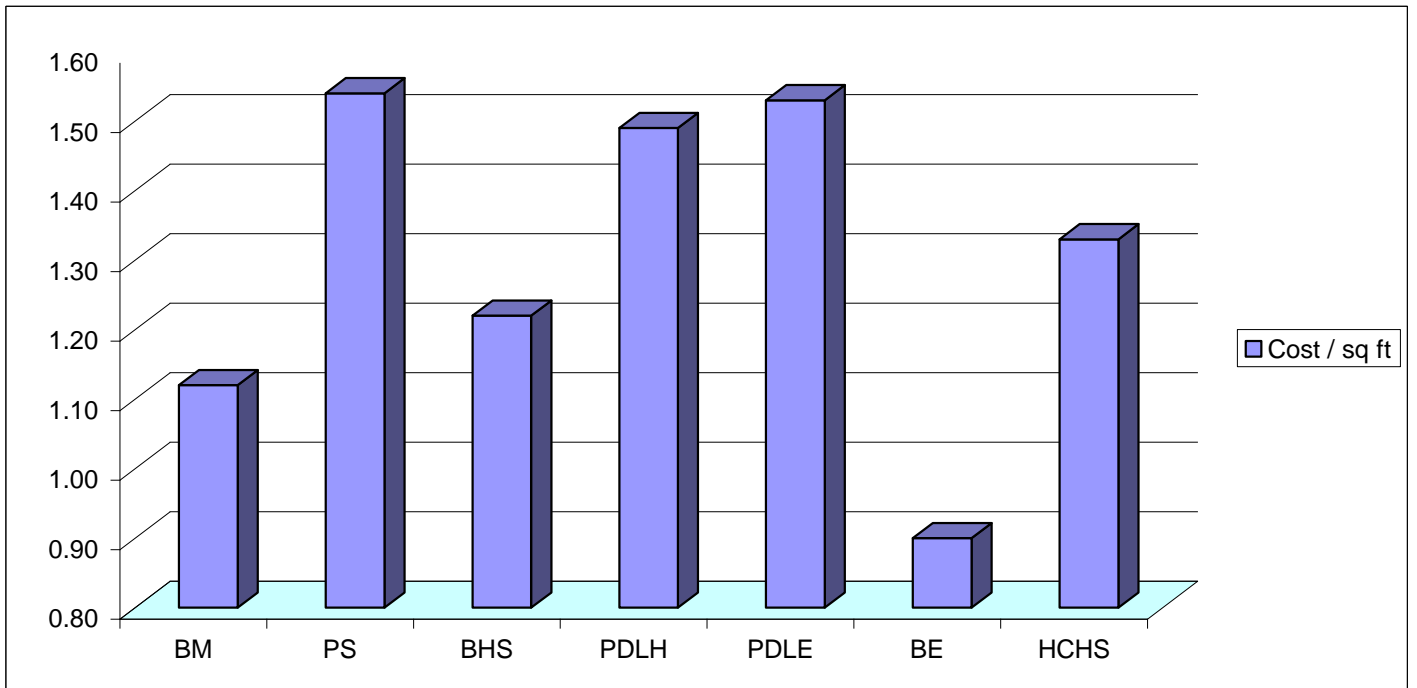
Holmes County School Board Operation of Plant - Energy Costs

All Schools



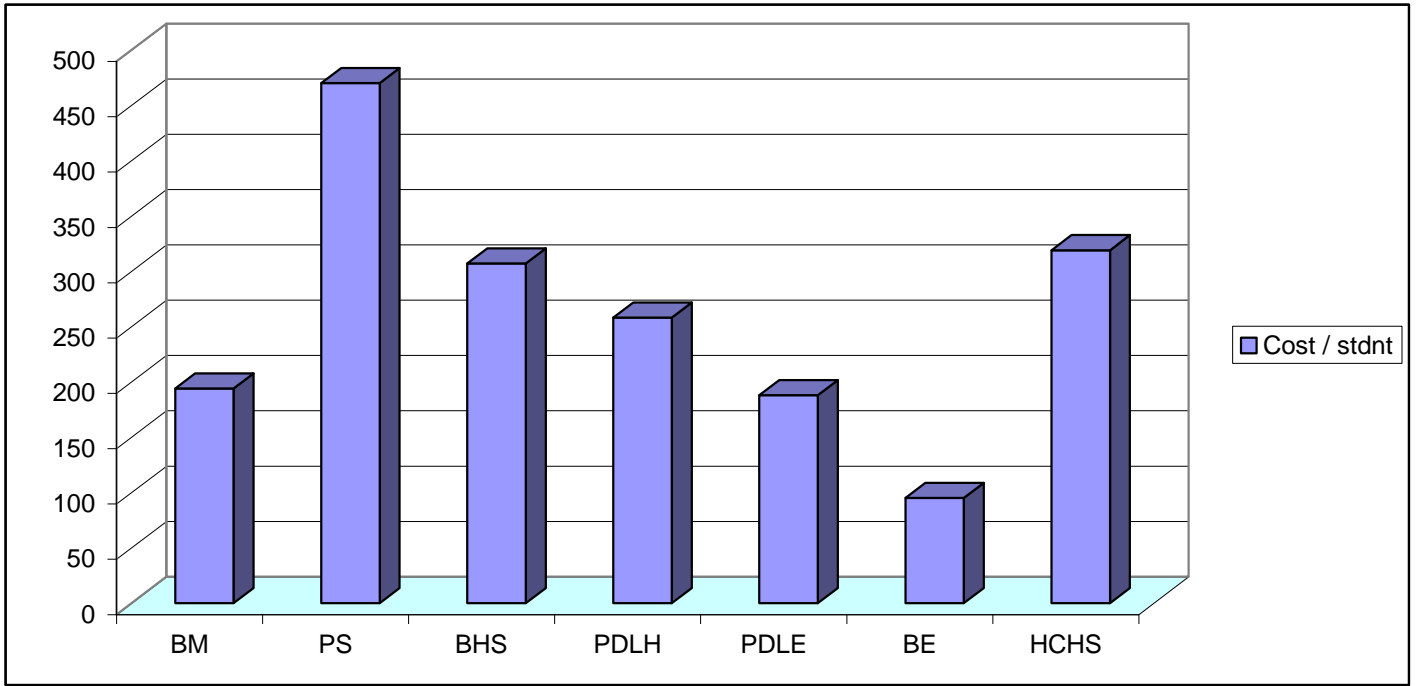
	BM 12	PS 31	BHS 41	PDLH 61	PDLE 111	BE 121	HCHS 261	Total
2008	96,860	146,024	156,099	105,819	66,126	66,807	150,934	788,669
Rank	3	6	7	4	1	2	5	
2007	85,009	132,502	144,091	87,588	64,440	53,652	138,947	706,229

Holmes County School Board Energy Cost Per Square Foot



	BM	PS	BHS	PDLH	PDLE	BE	HCHS
Cost / sq ft	1.12	1.54	1.22	1.49	1.53	0.90	1.33
Rank	2	7	3	5	6	1	4
Energy cost	96,860	146,024	156,099	105,819	66,126	66,807	150,934
Square feet	86,473	94,900	128,055	70,962	43,103	74,221	113,842

Holmes County School Board Energy Cost Per Student



	BM	PS	BHS	PDLH	PDLE	BE	HCHS
Cost / stdnt	194	470	307	258	188	95	319
Rank	3	7	5	4	2	1	6
Energy cost	96,860	146,024	156,099	105,819	66,126	66,807	150,934
Students	499	311	509	411	353	705	473

Terminal Pay Benefits

Terminal Pay Benefits

