

LAPEER COMMUNITY SCHOOLS
Of Lapeer County

Proposed Budget
APPROPRIATION ACT
July 1, 2017-June 30, 2018

For
Public Hearing
For
Board of Education Adoption

June 22, 2017

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NOTICE OF PUBLIC HEARING

As provided by Act 43, 1963 (2nd Ex. Sess.) Paragraphs 141.412 and 141.413 and in conformity with the Uniform Budget Act (P.A. 621 of 1978) and other Acts, a Public Hearing will be held on Thursday, June 22, 2017, relative to the 2017-18 budget for the Lapeer Community Schools of Lapeer County.

The property tax millage rate proposed to be levied to support the proposed budgets will be a subject of this hearing.

The Hearing will be conducted prior to the Board of Education Meeting on June 22, 2017, in the Board Room, 250 Second Street, Lapeer, Michigan. The Hearing will begin at 7:00 p.m.

Copies of the proposed budget will be available for public inspection after 9:00 a.m., Thursday, June 15, 2017, at the Administration & Services Center, 250 Second Street, Lapeer, Michigan, 48446, between the hours of 9:00 a.m. and 3:00 p.m.

Peggy Bush, Secretary
Lapeer Board of Education

**GENERAL FUND REVENUE
BUDGET
July 1, 2017-June 30, 2018**

	2013-14 <u>Actual</u>	2014-15 <u>Actual</u>	2015-16 <u>Actual</u>	2016-17 Adopted Budget <u>6/23/2016</u>	2016-17 Proposed Final Amendment <u>6/22/2017</u>	2017-18 Proposed Budget <u>6/22/2017</u>
Local	\$7,285,023 ¹	\$7,159,702 ²	\$7,200,379 ³	\$7,054,088 ⁴	\$7,305,469	\$7,467,469 ⁵
State	39,068,703	40,821,489	40,640,724	40,621,335	40,367,475	39,597,648
Federal	1,638,946	1,520,471	1,370,430	1,588,327	1,751,777	1,751,777
Other Transactions	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
	<u>\$47,992,672</u>	<u>\$49,501,662</u>	<u>\$49,211,532</u>	<u>\$49,263,750</u>	<u>\$49,424,721</u>	<u>\$48,816,894</u>

¹ Included in local revenue is \$6,039,317 resulting from a levy of 18.0000 mills on non-homestead property approved in 2008. This revenue is to be used to pay wage, fringe benefit, purchased service, supply and material, and capital outlay expenses.

² Included in local revenue is \$5,873,879 resulting from a levy of 18.0000 mills on non-homestead property approved in 2008. This revenue is to be used to pay wage, fringe benefit, purchased service, supply and material, and capital outlay expenses.

³ Included in local revenue is \$5,883,214 resulting from a levy of 18.0000 mills on non-homestead property approved in 2013. This revenue is to be used to pay wage, fringe benefit, purchased service, supply and material, and capital outlay expenses.

⁴ Included in local revenue is \$6,012,719 resulting from a levy of 18.0000 mills on non-homestead property approved in 2013. This revenue is to be used to pay wage, fringe benefit, purchased service, supply and material, and capital outlay expenses.

⁵ Included in local revenue is \$6,199,727 resulting from a levy of 18.0000 mills on non-homestead property approved in 2013. This revenue is to be used to pay wage, fringe benefit, purchased service, supply and material, and capital outlay expenses.

**GENERAL FUND EXPENDITURES
BUDGET
July 1, 2017-June 30, 2018**

	2013-14 <u>Actual</u>	2014-15 <u>Actual</u>	2015-16 <u>Actual</u>	2016-17 Adopted Budget <u>6/23/2016</u>	2016-17 Proposed Final Amendment <u>6/22/2017</u>	2017-18 Proposed Budget <u>6/22/2017</u>
INSTRUCTION						
Basic Programs	\$22,595,271	\$23,745,886	\$23,341,322	\$24,114,548	\$23,453,585	\$22,796,669
Added Needs	7,628,047	7,146,518	7,065,407	7,127,898	7,094,081	6,866,365
Capital Outlay	1,697	10,150	12,395	16,813	39,418	22,605
TOTAL INSTRUCTION	\$30,225,015	\$30,902,554	\$30,419,123	\$31,259,259	\$30,587,084	\$29,685,639
SUPPORT SERVICES						
Pupil	\$3,125,532	\$3,043,974	\$2,995,241	\$3,030,547	\$2,885,572	\$2,875,629
Instructional Staff	2,420,320	2,325,953	2,601,253	2,510,699	2,603,332	2,670,988
General Administration	508,385	517,512	563,406	543,112	575,454	577,370
School Administration	2,899,339	2,648,171	2,571,558	2,659,068	2,831,462	2,740,465
Business	810,928	978,504	852,544	1,137,899	1,067,548	1,051,843
Operation & Maintenance	3,698,161	3,509,546	3,312,686	3,579,133	3,467,049	3,252,159
Transportation	2,716,275	2,892,964	2,823,338	2,797,422	3,058,910	3,055,769
Central	1,855,618	1,714,498	1,748,125	1,785,937	1,633,256	1,612,818
Capital Outlay	516,252	589,506	254,458	302,402	456,525	491,788
TOTAL SUPPORT SERVICES	\$18,550,811	\$18,220,628	\$17,722,610	\$18,346,219	\$18,579,109	\$18,328,830
Community Services	\$343,979	\$404,783	\$447,585	\$468,892	\$459,705	\$452,020
Capital Outlay	280,547	6,885	29,214	100,000	389,917	143,616
Outgoing Transfers & Other	151,266	119,607	127,212	215,590	206,790	206,790
TOTAL OTHER	\$775,792	\$531,275	\$604,011	\$784,482	\$1,056,412	\$802,426
GRAND TOTAL	<u>\$49,551,618</u>	<u>\$49,654,457</u>	<u>\$48,745,744</u>	<u>\$50,389,960</u>	<u>\$50,222,605</u>	<u>\$48,816,894</u>
Excess (Deficit)	(\$1,558,946)	(\$152,795)	\$465,788	(\$1,126,210)	(\$797,884)	(\$0)
Beginning Fund Balance	4,191,093	2,632,147	2,479,352	2,945,140	2,945,140	2,147,256
Ending Fund Balance	\$2,632,147	\$2,479,352	\$2,945,140	\$1,818,930	\$2,147,256	\$2,147,256
As % of Total Expenses	5.31%	4.99%	6.04%	3.61%	4.28%	4.40%

**RESOLUTION FOR ADOPTION BY
THE BOARD OF EDUCATION OF LAPEER COMMUNITY SCHOOLS
2017-2018 BUDGET**

RESOLVED, that this resolution shall be the **GENERAL FUND** Appropriation Act of the Lapeer Community Schools for the fiscal year Adopted . A resolution to make appropriations: and to provide for the disposition of all income received by Lapeer Community Schools.

BE IT FURTHER RESOLVED, that the total revenues and unappropriated fund balance estimated to be available for appropriations in the **GENERAL FUND** of the Lapeer Community Schools for fiscal year 2017-2018, be adopted as follows:

REVENUE

Local	7,467,469	
State	39,597,648	
Federal	1,751,777	
Other Transaction	<u>0</u>	
Total Revenue		\$48,816,894
Estimated Fund Balance June 30, 2017	\$2,147,256	
Unappropriated Fund Balance	<u>2,147,256</u>	
Fund Balance Appropriated to Expenditures		<u>0</u>
TOTAL APPROPRIATED FOR GENERAL FUND		<u><u>\$48,816,894</u></u>

BE IT FURTHER RESOLVED, that **\$48,816,894** in the **GENERAL FUND** is hereby appropriated in the amounts and for the purposes set forth below

FURTHER RESOLVED, that no Board of Education member or employee of the school district shall expend any funds or obligate the expenditure of any funds except pursuant to the Appropriation Act as Adopted by the Board of Education.

EXPENDITURES

Instruction:

Basic Programs	22,796,669
Added Needs	6,866,365
Capital Outlay	22,605

Support Services:

Pupil	2,875,629
Instructional Staff	2,670,988
General Administration	577,370
School Administration	2,740,465
Business	1,051,843
Operation & Maintenance	3,252,159
Transportation	3,055,769
Central	1,612,818
Capital Outlay	491,788

Community Services 452,020

Outgoing Transfers & Other Transactions 206,790

Capital Outlay 143,616

TOTAL APPROPRIATED - GENERAL FUND \$ 48,816,894

FURTHER BE IT RESOLVED, that the revenue from the levy of 18 mills on non-homestead property (with Commercial Personal Property being exempted from 12 of these 18 mills) be used to pay wages, fringe benefits, purchased services, supplies and materials, capital outlay, and for transfers to other funds or governmental entities (L.C.I.S.D.).

SCHOOL SERVICE FUND
Food Service Budget
July 1, 2017-June 30, 2018

	<u>2013-14</u> <u>Actual</u>	<u>2014-15</u> <u>Actual</u>	<u>2015-16</u> <u>Actual</u>	<u>2016-17</u> <u>Adopted</u> <u>Budget</u> <u>6/23/2016</u>	<u>2016-17</u> <u>Proposed Final</u> <u>Amendment</u> <u>6/22/2017</u>	<u>2017-18</u> <u>Proposed</u> <u>Budget</u> <u>6/22/2017</u>
REVENUE						
Charges	\$781,261	\$772,030	\$731,066	\$734,592	\$705,053	\$706,384
State Aid	152,367	136,900	133,759	136,738	130,025	125,025
Federal Aid	1,784,068	1,775,944	1,770,585	1,816,093	1,723,541	1,684,299
Other Revenue	415	658	458	350	600	750
Total Revenue	\$2,718,111	\$2,685,532	\$2,635,867	\$2,687,773	\$2,559,219	\$2,516,458
EXPENDITURES						
Wages and Fringe Benefits	\$755,196	\$736,304	\$668,317	\$670,880	\$646,956	\$649,557
Food	1,112,384	1,135,039	1,025,544	1,105,927	1,070,201	1,011,678
Supplies, Materials, Management Fee, Purchased Services, Equipment & Furniture, Transfers & Other	696,957	906,208	870,938	863,000	814,750	831,414
Total Expenditures	\$2,564,537	\$2,777,551	\$2,564,799	\$2,639,807	\$2,531,907	\$2,492,649
Excess (Deficit)	153,574	(92,019)	71,068	47,966	27,312	23,809
Beginning Fund Balance	375,230	528,804	436,785	507,853	507,853	535,166
Ending Fund Balance	\$528,804	\$436,785	\$507,853	\$555,819	\$535,166	\$558,975
As % of Total Expenditures	20.62%	15.73%	19.80%	21.06%	21.14%	22.42%

RESOLVED, that this resolution shall be the **FOOD SERVICE FUND** Appropriation Act of the Lapeer Community Schools for the fiscal year 2017-2018. A resolution to make appropriations; and to provide for the expenditure of the appropriations; and to provide for the disposition of all income received by Lapeer Community Schools. Line item adjustments may be made within the total amount appropriated.

BE IT FURTHER RESOLVED, that the total revenues and unappropriated fund balance estimated to be available for appropriations in the **FOOD SERVICE FUND** of the Lapeer Community Schools for fiscal year 2017-2018, be adopted as follows:

REVENUE

Charges	\$706,384	
State Aid	125,025	
Federal Aid	1,684,299	
Other	<u>750</u>	
Total Revenue		\$2,516,458
Estimated Fund Balance June 30, 2017	\$535,166	
Unappropriated Fund Balance	<u>535,166</u>	
Fund Balance Appropriated to Expenditures		<u>0</u>
TOTAL AVAILABLE TO APPROPRIATE		<u><u>\$2,516,458</u></u>

BE IT FURTHER RESOLVED, that **\$2,492,649** of the total available to appropriate in the **FOOD SERVICE FUND** is hereby appropriated in the amounts and for the purposes set forth below:

EXPENDITURES

Wages and Fringe Benefits	\$649,557
Food	1,011,678
Supplies, Materials, Purchased Services, Equipment & Furniture and	<u>831,414</u>
TOTAL APPROPRIATED - FOOD SERVICE FUND	<u><u>\$2,492,649</u></u>

RESOLVED, that this resolution shall be the **2007 SCHOOL BUILDING & SITE BONDS DEBT RETIREMENT FUND** Appropriation Act of the Lapeer Community Schools for the fiscal year 2017-2018. A resolution to make appropriations; and to provide the expenditures of the appropriations; and to provide for the disposition of **2007 SCHOOL BUILDING SITE & BONDS DEBT RETIREMENT FUND** income received by Lapeer Community Schools.

BE IT FURTHER RESOLVED, that the total revenues and unappropriated balance estimated to be available for appropriations in the **2007 SCHOOL BUILDING & SITE BONDS DEBT RETIREMENT FUND** of the Lapeer Community Schools for the fiscal year 2017-2018, June 22, 2017, be adopted as follows:

REVENUE

Local Property Taxes	\$1,401,618	
Interest Income and Other Revenue	1,601	
	<u> </u>	
Total Revenue		\$1,403,219
Estimated Fund Balance June 30, 2017	\$198,531	
Unappropriated Fund Balance	0	
	<u> </u>	
Fund Balance Appropriated to Expenditures		198,531
		<u> </u>
TOTAL AVAILABLE TO APPROPRIATE		\$1,601,750
		<u> </u>

BE IT FURTHER RESOLVED, that **\$1,601,750** of the total available to appropriate in the **2007 SCHOOL BUILDING & SITE BONDS DEBT RETIREMENT FUND** is hereby appropriated in the amounts and for the purposes set forth below:

EXPENDITURES

Principal Payments - 2007 School Building & Site Bonds	\$1,525,000
Interest Payments - 2007 School Building & Site Bonds	76,250
Other Expenses	500
	<u> </u>
TOTAL APPROPRIATED	
2007 SCHOOL BUILDING & SITE BONDS DEBT RETIREMENT FUND	\$1,601,750
	<u> </u>

RESOLVED, that this resolution shall be the **2013 LIMITED TAX SCHOOL BUILDING & SITE BONDS DEBT RETIRMENT FUND** Appropriation Act of the Lapeer Community Schools for the fiscal year 2017-2018. A resolution to make appropriations; and to provide the expenditures of the appropriations; and to provide for the disposition of **2013 LIMITED TAX SCHOOL BUILDING & SITE BONDS DEBT RETIREMENT FUND** income received by Lapeer Community Schools.

BE IT FURTHER RESOLVED, that the total revenues and unappropriated balance estimated to be available for appropriations in the **2013 LIMITED TAX SCHOOL BUILDING & SITE BONDS DEBT RETIREMENT FUND** of the Lapeer Community Schools for the fiscal year 2017-2018, be adopted as follows:

REVENUE

Interest Income and Other Revenue	<u>\$69,547</u>	
Total Revenue		\$69,547
Estimated Fund Balance June 30, 2017	\$0	
Unappropriated Fund Balance	<u>0</u>	
Fund Balance Appropriated to Expenditures		<u>0</u>
TOTAL AVAILABLE TO APPROPRIATE		<u><u>\$69,547</u></u>

BE IT FURTHER RESOLVED, that **\$69,547** of the total available to appropriate in the **2013 LIMITED TAX SCHOOL BUILDING & SITE BONDS DEBT RETIREMENT FUND** is hereby appropriated in the amounts and for purpose set forth below:

EXPENDITURES

Principal Payments - 2013 School Building & Site Bonds	\$50,000
Interest Payments - 2013 School Building & Site Bonds	\$19,547
Other Expenses	<u>0</u>
TOTAL APPROPRIATED	
2013 SCHOOL BUILDING & SITE BONDS DEBT RETIREMENT FUND	<u><u>\$69,547</u></u>

RESOLVED, that this resolution shall be the **2014 LIMITED TAX SCHOOL BUILDING & SITE BONDS DEBT RETIRMENT FUND** Appropriation Act of the Lapeer Community Schools for the fiscal year 2017-2018. A resolution to make appropriations; and to provide the expenditures of the appropriations; and to provide for the disposition of **2014 LIMITED TAX SCHOOL BUILDING & SITE BONDS DEBT RETIREMENT FUND** income received by Lapeer Community Schools.

BE IT FURTHER RESOLVED, that the total revenues and unappropriated balance estimated to be available for appropriations in the **2014 LIMITED TAX SCHOOL BUILDING & SITE BONDS DEBT RETIREMENT FUND** of the Lapeer Community Schools for the fiscal year 2017-2018, be adopted as follows:

REVENUE

Interest Income and Other Revenue	<u>\$40,790</u>	
Total Revenue		\$40,790
Estimated Fund Balance June 30, 2017	\$0	
Unappropriated Fund Balance	<u>0</u>	
Fund Balance Appropriated to Expenditures		<u>0</u>
TOTAL AVAILABLE TO APPROPRIATE		<u><u>\$40,790</u></u>

BE IT FURTHER RESOLVED, that **\$40,790** of the total available to appropriate in the **2014 LIMITED TAX SCHOOL BUILDING & SITE BONDS DEBT RETIREMENT FUND** is hereby appropriated in the amounts and for purpose set forth below:

EXPENDITURES

Principal Payments - 2014 School Building & Site Bonds	\$30,000
Interest Payments - 2014 School Building & Site Bonds	10,790
Other Expenses	<u>0</u>
TOTAL APPROPRIATED	
2014 SCHOOL BUILDING & SITE BONDS DEBT RETIREMENT FUND	<u><u>\$40,790</u></u>

RESOLVED, that this resolution shall be the **2015 LIMITED TAX SCHOOL BUILDING & SITE BONDS DEBT RETIRMENT FUND** Appropriation Act of the Lapeer Community Schools for the fiscal year 2017-2018. A resolution to make appropriations: and to provide the expenditures of the appropriations; and to provide for the disposition of **2015 LIMITED TAX SCHOOL BUILDING & SITE BONDS DEBT RETIREMENT FUND** income received by Lapeer Community Schools.

BE IT FURTHER RESOLVED, that the total revenues and unappropriated balance estimated to be available for appropriations in the **2015 LIMITED TAX SCHOOL BUILDING & SITE BONDS DEBT RETIREMENT FUND** of the Lapeer Community Schools for the fiscal year 2017-2018, be adopted as follows:

REVENUE

Interest Income and Other Revenue	<u>\$92,513</u>	
Total Revenue		\$92,513
Estimated Fund Balance June 30, 2017	\$0	
Unappropriated Fund Balance	<u>0</u>	
Fund Balance Appropriated to Expenditures		<u>0</u>
TOTAL AVAILABLE TO APPROPRIATE		<u><u>\$92,513</u></u>

BE IT FURTHER RESOLVED, that **\$92,513** of the total available to appropriate in the **2015 LIMITED TAX SCHOOL BUILDING & SITE BONDS DEBT RETIREMENT FUND** is hereby appropriated in the amounts and for purpose set forth below:

EXPENDITURES

Principal Payments - 2015 School Building & Site Bonds	\$60,000
Interest Payments - 2015 School Building & Site Bonds	32,513
Other Expenses	<u>0</u>
TOTAL APPROPRIATED	
2015 SCHOOL BUILDING & SITE BONDS DEBT RETIREMENT FUND	<u><u>\$92,513</u></u>

RESOLVED, that this resolution shall be the **2016 SCHOOL BUILDING & SITE BONDS DEBT RETIREMENT FUND** Appropriation Act of the Lapeer Community Schools for the fiscal year 2017-2018. A resolution to make appropriations; and to provide the expenditures of the appropriations; and to provide for the disposition of **2016 SCHOOL BUILDING SITE & BONDS DEBT RETIREMENT FUND** income received by Lapeer Community Schools.

BE IT FURTHER RESOLVED, that the total revenues and unappropriated balance estimated to be available for appropriations in the **2016 SCHOOL BUILDING & SITE BONDS DEBT RETIREMENT FUND** of the Lapeer Community Schools for the fiscal year 2017-2018, June 22, 2017, be adopted as follows:

REVENUE

Local Property Taxes	\$2,236,516	
Interest Income and Other Revenue	1,403	
	<hr/>	
Total Revenue		\$2,237,919
Estimated Fund Balance June 30, 2017	\$1,517,844	
Unappropriated Fund Balance	1,517,844	
	<hr/>	
Fund Balance Appropriated to Expenditures		0
		<hr/>
TOTAL AVAILABLE TO APPROPRIATE		\$2,237,919
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BE IT FURTHER RESOLVED, that **\$1,959,000** of the total available to appropriate in the **2016 SCHOOL BUILDING & SITE BONDS DEBT RETIREMENT FUND** is hereby appropriated in the amounts and for the purposes set forth below:

EXPENDITURES

Principal Payments - 2016 School Building & Site Bonds	\$0
Interest Payments - 2016 School Building & Site Bonds	1,959,000
Other Expenses	0
	<hr/>
TOTAL APPROPRIATED	
2016 SCHOOL BUILDING & SITE BONDS DEBT RETIREMENT FUND	\$1,959,000
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FURTHER RESOLVED that no Board of Education member or employee of the school district shall expend any funds or obligate the expenditure of any funds except pursuant to the Appropriation Act as Adopted by the Board of Education.

BE IT FURTHER RESOLVED, that the Superintendent and his/her designee are hereby charged with the responsibility of preparing and presenting proposed budgets and executing the budgets adopted by the Board.

FURTHER RESOLVED, that for purposes of meeting emergency needs of the district in the event that an appropriation is insufficient and there is no regular scheduled board meeting prior to the date the expenditure exceeding the appropriation would normally occur, transfers of appropriation not to exceed \$100,000 may be made upon written authorization of the Superintendent or his/her designee. When a transfer, as permitted by this resolution, is made, said transfer shall be presented to the Board of Education at the next regular scheduled Board of Education meeting as an amendment to the Appropriation.