

LAPEER COMMUNITY SCHOOLS
Of Lapeer County

Proposed Budget
APPROPRIATION ACT
July 1, 2011-June 30, 2012

For
Public Hearing
For
Board of Education Adoption

June 16, 2011

TABLE OF CONTENTS

Notice of Public Hearing	2
General Fund Revenue	3
General Fund Expenditures	4
General Fund Resolution	5-6
Food Service Revenue & Expenditures	7
Food Service Resolution	8
Sinking Fund Resolution	9
2007 School Building & Site Bonds Resolution	10
2007 School Building & Site Bonds Debt Retirement Resolution	11
Sale of District Buildings Resolution	12
Closing Resolution	13

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 16, 2011 relative to the 2011-12 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 16, 2011, in the Board Room, 250 Second Street, Lapeer, Michigan. The Hearing will begin at 6:30 p.m.

Copies of the proposed budget will be available for public inspection after 9:00 a.m., Monday, June 13, 2011, at the Administration & Services Center, 250 Second Street, Lapeer, Michigan, 48446, between the hours of 9:00 a.m. and 3:00 p.m.

John Nugent, Secretary
Lapeer Board of Education

**GENERAL FUND REVENUE
BUDGET
JULY 1, 2011 - JUNE 30, 2012**

	<u>2008-09 Actual</u>	<u>2009-10 Actual</u>	<u>2010-11 Adopted Budget 6/30/2010</u>	<u>2010-11 Adopted Amendment 2/3/2011</u>	<u>2010-11 Proposed Final Amendment 6/16/2011</u>	<u>2011-12 Proposed Budget 6/16/2011</u>
Local	\$7,808,557 ¹	\$7,450,466 ²	\$7,781,016	\$7,411,036	\$7,621,885 ³	\$7,546,785 ⁴
State	42,576,103	39,435,436	39,687,697	39,885,093	39,892,106	37,801,410
Federal	4,053,817	4,145,926	2,882,822	4,450,846	4,451,252	1,654,019
Other Transactions	<u>77,380</u>	<u>61,200</u>	<u>0</u>	<u>61,200</u>	<u>0</u>	<u>0</u>
	<u><u>\$54,515,857</u></u>	<u><u>\$51,093,028</u></u>	<u><u>\$50,351,535</u></u>	<u><u>\$51,808,175</u></u>	<u><u>\$51,965,243</u></u>	<u><u>\$47,002,214</u></u>

¹ Included in local revenue is \$6,532,559 resulting from a combination of a levy of 17.4573 mills on non-homestead property approved in 1998 and an additional .5427 mills on non-homestead approved in 2002. 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 \$6,600,217 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 \$6,419,000 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.

⁴ Included in local revenue is \$6,277,098 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.

**GENERAL FUND EXPENDITURES
BUDGET
JULY 1, 2011 - JUNE 30, 2012**

	2008-09 <u>Actual</u>	2009-10 <u>Actual</u>	2010-11 Adopted Budget <u>6/30/2010</u>	2010-11 Adopted Amendment <u>2/3/2011</u>	2010-11 Proposed Final Amendment <u>6/16/2011</u>	2011-12 Proposed Budget <u>6/16/2011</u>
INSTRUCTION						
Basic Programs	\$27,507,907	\$26,327,426	\$26,083,539	\$26,451,945	\$26,651,106	\$24,115,302
Added Needs	6,556,527	6,498,506	6,816,170	7,167,084	6,925,536	6,345,535
Capital Outlay	25,421	13,482	22,650	14,706	14,706	14,706
TOTAL INSTRUCTION	\$34,089,855	\$32,839,414	\$32,922,359	\$33,633,735	\$33,591,348	\$30,475,543
SUPPORT SERVICES						
Pupil	3,074,765	\$2,947,379	\$3,162,127	\$3,047,714	\$3,022,144	\$3,035,248
Instructional Staff	2,328,154	2,272,045	2,139,324	2,089,266	2,144,310	2,027,486
General Administration	502,818	429,077	431,672	422,280	434,305	396,209
School Administration	3,707,943	3,862,135	3,573,263	3,715,831	3,798,311	3,800,652
Business	1,142,955	932,374	955,345	893,235	883,635	874,049
Operation & Maintenance	4,410,155	3,949,705	3,746,417	3,815,902	4,228,066	4,085,431
Transportation	2,960,196	2,832,557	2,848,828	2,757,750	2,861,499	2,539,910
Central	703,547	621,782	1,675,816	1,742,167	1,802,224	1,757,815
Capital Outlay	508,125	350,202	167,530	175,595	194,860	238,676
TOTAL SUPPORT SERVICES	\$19,338,658	\$18,197,257	\$18,700,322	\$18,659,740	\$19,369,354	\$18,755,476
Community Services	\$258,267	\$315,905	\$277,347	\$272,634	\$273,234	\$272,834
Capital Outlay	330,677	11,078	69,900	49,900	9,900	169,900
Outgoing Transfers & Other	1,075,430	999,888	92,402	52,200	117,761	69,761
TOTAL OTHER	\$1,664,374	\$1,326,872	\$439,649	\$374,734	\$400,895	\$512,495
GRAND TOTAL	<u>\$55,092,887</u>	<u>\$52,363,543</u>	<u>\$52,062,330</u>	<u>\$52,668,209</u>	<u>\$53,361,597</u>	<u>\$49,743,514</u>
Excess (Deficit)	(\$577,030)	(\$1,270,515)	(\$1,710,795)	(\$860,034)	(\$1,396,354)	(\$2,741,300)
Beginning Fund Balance	8,660,489	8,083,459	6,812,944	6,812,944	6,812,944	5,416,590
Ending Fund Balance	\$8,083,459	\$6,812,944	\$5,102,149	\$5,952,910	\$5,416,590	\$2,675,290
As % of Total Expenditures	14.67%	13.01%	9.80%	11.30%	10.15%	5.38%

**RESOLUTION FOR ADOPTION BY
THE BOARD OF EDUCATION OF LAPEER COMMUNITY SCHOOLS
2011-12 BUDGET**

RESOLVED, that this resolution shall be the **GENERAL FUND** Appropriation Act of the Lapeer Community Schools for the fiscal year 2011-2012: 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 2011-2012, be adopted as follows:

REVENUE

Local	\$7,546,785	
State	37,801,410	
Federal	1,654,019	
Other Transaction	<u>0</u>	
Total Revenue		\$47,002,214
Estimated Fund Balance June 30, 2011	\$5,416,590	
Unappropriated Fund Balance	<u>2,675,290</u>	
Fund Balance Appropriated to Expenditures		<u>2,741,300</u>
TOTAL APPROPRIATED FOR GENERAL FUND		<u><u>\$49,743,514</u></u>

BE IT FURTHER RESOLVED, that \$49,743,514 in the general fund is hereby appropriated in the amounts and for the purposes set forth below:

EXPENDITURES

Instruction:

Basic Programs	24,115,302
Added Needs	6,345,535
Capital Outlay	14,706

Support Services:

Pupil	3,035,248
Instructional Staff	2,027,486
General Administration	396,209
School Administration	3,800,652
Business	874,049
Operation & Maintenance	4,085,431
Transportation	2,539,910
Central	1,757,815
Capital Outlay	238,676

Community Services 272,834

Outgoing Transfers & Other Transactions 69,761

Capital Outlay 169,900

TOTAL APPROPRIATED - GENERAL FUND

\$ 49,743,514

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, 2011 - JUNE 30, 2012

	<u>2008-09</u> <u>Actual</u>	<u>2009-10</u> <u>Actual</u>	<u>2010-11</u> <u>Adopted</u> <u>Budget</u> <u>6/30/2010</u>	<u>2010-11</u> <u>Proposed Final</u> <u>Amendment</u> <u>6/16/2011</u>	<u>2011-12</u> <u>Proposed</u> <u>Budget</u> <u>6/16/2011</u>
REVENUE					
Charges	\$984,639	\$852,452	\$816,000	\$744,000	\$744,000
State Aid	177,035	184,643	183,225	171,753	169,625
Federal Aid	1,197,471	1,472,904	1,409,847	1,619,000	1,619,000
Other Revenue	<u>961</u>	<u>309</u>	<u>300</u>	<u>170</u>	<u>200</u>
Total Revenue	<u>\$2,360,106</u>	<u>\$2,510,308</u>	<u>\$2,409,372</u>	<u>\$2,534,923</u>	<u>\$2,532,825</u>
EXPENDITURES					
Wages and Fringe Benefits	\$985,053	\$1,078,024	\$912,269	\$861,855	\$886,210
Food	908,389	972,622	928,417	1,092,947	1,092,947
Supplies, Materials, Management Fee, Purchased Services, Equipment & Furniture, Transfers & Other	<u>456,386</u>	<u>557,501</u>	<u>606,702</u>	<u>589,161</u>	<u>555,242</u>
Total Expenditures	<u>\$2,349,828</u>	<u>\$2,608,147</u>	<u>\$2,447,388</u>	<u>\$2,543,963</u>	<u>\$2,534,399</u>
Excess (Deficit)	10,278	(97,839)	(38,016)	(9,040)	(1,574)
Beginning Fund Balance	99,201	109,479	169,731	11,640	2,600
Ending Fund Balance	\$109,479	\$11,640	\$131,715	\$2,600	\$1,026
As % of Total Expenditures	4.66%	0.45%	5.38%	0.10%	0.04%

RESOLVED, that this resolution shall be the **FOOD SERVICE FUND** Appropriation Act of the Lapeer Community Schools for the fiscal year 2011-2012. 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.

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 2011-2012 be adopted as follows:

REVENUE

Charges	\$744,000	
State Aid	169,625	
Federal Aid	1,619,000	
Other	<u>200</u>	
Total Revenue		\$2,532,825
Estimated Fund Balance June 30, 2011	\$2,600	
Unappropriated Fund Balance	<u>1,026</u>	
Fund Balance Appropriated to Expenditures		<u>1,574</u>
TOTAL AVAILABLE TO APPROPRIATE		<u><u>\$2,534,399</u></u>

BE IT FURTHER RESOLVED, that \$2,534,399 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	\$886,210
Food	1,092,947
Supplies, Materials, Purchased Services, Equipment & Furniture and Other	<u>555,242</u>
TOTAL APPROPRIATED - FOOD SERVICE FUND	<u><u>\$2,534,399</u></u>

RESOLVED, that this resolution shall be the **SINKING FUND** Appropriation Act of the Lapeer Community Schools for the fiscal year 2011-2012. A resolution to make appropriations; and to provide for the expenditures of the appropriations; and to provide for the disposition of all **SINKING 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 **SINKING FUND** of Lapeer Community Schools for fiscal year 2011-2012 be adopted as follows:

REVENUE

Local Other Revenue	<u>\$1,740</u>	
Total Revenue		\$1,740
Estimated Fund Balance June 30, 2011	\$484,307	
Unappropriated Fund Balance	<u>236,047</u>	
Fund Balance Appropriated to Expenditures		<u>248,260</u>
TOTAL AVAILABLE TO APPROPRIATE		<u><u>\$250,000</u></u>

BE IT FURTHER RESOLVED, that \$250,000 of the total available to appropriate in the **SINKING FUND** is hereby appropriated in the amounts and for purpose set forth below:

EXPENDITURES

Professional Services		\$10,000
Capital Outlay		<u>240,000</u>
TOTAL APPROPRIATED - SINKING FUND		<u><u>\$250,000</u></u>

RESOLVED, that this resolution shall be the **2007 SCHOOL BUILDING & SITE BONDS CAPITAL PROJECT FUND** Appropriation Act of the Lapeer Community Schools for the fiscal year 2011-2012. 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 CAPITAL PROJECT 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 CAPITAL PROJECT FUND** of the Lapeer Community Schools for the fiscal year 2011-2012 be adopted as follows:

REVENUE

Interest Income and Other Revenue	<u>\$1,000</u>	
Total Revenue		\$1,000
Estimated Fund Balance June 30, 2011	\$503,350	
Unappropriated Fund Balance	<u>0</u>	
Fund Balance Appropriated to Expenditures		<u>503,350</u>
TOTAL AVAILABLE TO APPROPRIATE		<u><u>\$504,350</u></u>

BE IT FURTHER RESOLVED, that \$504,350 of the total available to appropriate in the **2007 SCHOOL BUILDING & SITE BONDS CAPITAL PROJECT FUND** is hereby appropriated in the amounts and for the purpose set forth below.

EXPENDITURES

Capital Outlay		\$454,350
Other Expenses		<u>50,000</u>
TOTAL APPROPRIATED		
2007 SCHOOL BUILDING & SITE BONDS CAPITAL PROJECT FUND		<u><u>\$504,350</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 2011-2012. 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 2011-2012 be adopted as follows:

REVENUE

Local Property Taxes (1)	\$3,766,600	
Interest Income and Other Revenue	3,500	
	<hr/>	
Total Revenue		\$3,770,100
Estimated Fund Balance June 30, 2011	\$1,607,885	
Unappropriated Fund Balance	1,607,885	
	<hr/>	
Fund Balance Appropriated to Expenditures		0
		<hr/>
TOTAL AVAILABLE TO APPROPRIATE		\$3,770,100
		<hr/> <hr/>

BE IT FURTHER RESOLVED, that \$3,770,100 of the total available to appropriate in the **2007 SCHOOL BUILDING & SITE BONDS DEBT RETIREMENT FUND** is hereby appropriated in the amounts and for purpose set forth below:

EXPENDITURES

Principal Payments - 2007 School Building & Site Bonds	\$1,145,000
Interest Payments - 2007 School Building & Site Bonds	2,621,600
Other Expenses	3,500
	<hr/>
TOTAL APPROPRIATED	
2007 SCHOOL BUILDING & SITE BONDS DEBT RETIREMENT FUND	\$3,770,100
	<hr/> <hr/>

(1) Local Property Tax revenue is resulting from a levy pursuant to the bond election on May 8, 2007 to provide for facility and other capital expenditures in an amount not to exceed \$56,750,000. These tax revenues will be utilized to pay bond principal and interest payments related to said authorization.

RESOLVED, that this resolution shall be the **SALE OF SCHOOL DISTRICT BUILDINGS CAPITAL PROJECT FUND** Appropriation Act of the Lapeer Community Schools for the fiscal year 2011-2012. A resolution to make appropriations; and to provide the expenditures of the appropriations; and to provide for the disposition of **SALE OF SCHOOL DISTRICT BUILDINGS CAPITAL PROJECT 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 **SALE OF SCHOOL DISTRICT BUILDINGS CAPITAL PROJECT FUND** of the Lapeer Community Schools for the fiscal year 2011-2012 be adopted as follows:

REVENUE

Interest Income and Other Revenue	<u>90</u>	
Total Revenue		\$90
Estimated Fund Balance June 30, 2011	\$51,909	
Unappropriated Fund Balance	<u>31,999</u>	
Fund Balance Appropriated to Expenditures		<u>19,910</u>
TOTAL AVAILABLE TO APPROPRIATE		<u><u>\$20,000</u></u>

BE IT FURTHER RESOLVED, that \$20,000 of the total available to appropriate in the **SALE OF SCHOOL DISTRICT BUILDINGS CAPITAL PROJECT FUND** is hereby appropriated in the amounts and for purpose set forth below:

EXPENDITURES

Capital Outlay and Related Expenditures	<u>\$20,000</u>
TOTAL APPROPRIATED	
SALE OF SCHOOL DISTRICT BUILDINGS CAPITAL PROJECT FUND	<u><u>\$20,000</u></u>

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.